

**1040
Quickfinder[®] Handbook
(2024 Tax Year)**

Post-publication Updates

Instructions: This packet contains “marked up” changes to the pages in the *1040 Quickfinder[®] Handbook* that were affected by developments after the *Handbook* was published. To update your *Handbook*, you can make the same changes in your *Handbook* or print the revised page and paste over the original page.

State Individual Income Tax Quick Reference Chart (2024) (Continued)

State	Website	Maximum Rate	Return Due Date ¹	Resident Tax Form Number	Accepts Federal Extension?	State Extension/ Payment Voucher
Iowa	https://revenue.iowa.gov/taxes	5.70%	April 30	IA 1040	No	IA 1040V ²
Kansas	https://ksrevenue.gov	5.58	April 15	K-40	Yes	K-40V ²
Kentucky	https://revenue.ky.gov	4.00	April 15	740	Yes	740EXT ⁴
Louisiana	https://revenue.louisiana.gov/	4.25	May 15	IT-540	No	R-2868V ^{5,9}
Maine	https://maine.gov/revenue	7.15	April 15	1040ME	No	1040EXT-ME ²
Maryland	https://marylandtaxes.gov	5.75	April 15	502	Yes	PV ⁶
Massachusetts	https://mass.gov/orgs/massachusetts-department-of-revenue	12.00 ¹⁰	April 15	1	No	M-4868 ²
Michigan	https://michigan.gov/taxes	4.25	April 15	MI-1040	Yes	4 ²
Minnesota	https://revenue.state.mn.us	9.85	April 15	M1	No	⁹
Mississippi	https://dor.ms.gov	4.70	April 15	80-105	Yes	80-106 ²
Missouri	https://dor.mo.gov	4.80	April 15	MO-1040	Yes	MO-60 ³
Montana	https://mtrevenue.gov	5.90	April 15	2	No	Form-IT ^{5, 7}
Nebraska	https://revenue.nebraska.gov	5.84	April 15	1040N	Yes	4868N ³
Nevada	https://tax.nv.gov	N/A—no individual income tax				
New Hampshire	https://revenue.nh.gov	7.50	April 15	DP-10/1040-NH	No	DP-59-A ² , BT-EXT ²
New Jersey	https://nj.gov/treasury/taxation/	10.75	April 15	NJ-1040	Yes	NJ-630 ³
New Mexico	https://tax.newmexico.gov	5.90	April 15	PIT-1	Yes	RPD-41096 ³
New York	https://tax.ny.gov	10.90	April 15	IT-201	No	IT-370
North Carolina	https://ncdor.gov	4.50	April 15	D-400	Yes	D-410
North Dakota	https://tax.nd.gov/	2.50	April 15	ND-1	Yes	1014/ND-1EXT ⁵
Ohio	https://tax.ohio.gov	3.50	April 15	IT 1040	Yes	OUPC ⁵
Oklahoma	https://oklahoma.gov/tax	4.75	April 15	511	Yes	504-I ³
Oregon	https://oregon.gov/dor	9.90	April 15	OR-40	Yes	40-V ³
Pennsylvania	https://revenue.pa.gov	3.07	April 15	PA-40	Yes	REV-276 ³
Rhode Island	www.tax.ri.gov	5.99	April 15	RI-1040	Yes	RI-4868 ³
South Carolina	https://dor.sc.gov	6.20	April 15	SC1040	Yes	SC4868 ³
South Dakota	https://dor.sd.gov	N/A—no individual income tax				
Tennessee	www.tn.gov/revenue	N/A—no individual income tax				
Texas	https://comptroller.texas.gov/	N/A—no individual income tax				
Utah	https://tax.utah.gov	4.55	April 15	TC-40	No	TC-546 ²
Vermont	https://tax.vermont.gov	8.75	April 15	IN-111	No	IN-151
Virginia	https://tax.virginia.gov	5.75	May 1	760	No	760IP ²
Washington	https://dor.wa.gov	N/A—no individual income tax ¹¹				
West Virginia	https://revenue.wv.gov	5.12	April 15	IT-140	Yes	WV 4868 ³
Wisconsin	https://www.revenue.wi.gov/	7.65	April 15	1	Yes	1-ES ⁸
Wyoming	http://revenue.wyo.gov	N/A—no individual income tax				

¹ See *Return due date* on Page 2-3.

² File only if tax due. If no tax due, return is extended without any action by taxpayer.

³ File if federal Form 4868 not filed or if tax due.

⁴ File if federal Form 4868 not filed.

⁵ Use to pay any tax due.

⁶ File if Form 4868 not filed and tax is due. If Form 4868 not filed and no tax due, request extension online.

⁷ Automatic extension granted if certain requirements met.

⁸ Use to remit payment if tax due. If no federal 4868 filed, attach a statement to the return.

⁹ Extension filed electronically.

¹⁰ Massachusetts has various flat tax rates dependent upon the type of income and elections made. In addition, high-income taxpayers have a 4% surtax.

¹¹ Washington imposes a 7% excise tax on individuals with sales or exchanges of long-term capital assets.

- Recapture taxes.
- Deferred tax on certain installment obligations.
- Tax on an accumulation distribution of a trust.

California form to file:

- Resident: Form 540 (California Resident Income Tax Return).
- Nonresident and part-year resident: Form 540NR (California Nonresident or Part-Year Resident Income Tax Return).

Return due date: April 15

Allowable extension. California allows an automatic six-month extension without written request. Tax due is required to be paid with Form FTB 3519 (Payment for Automatic Extension for Individuals) or online at www.ftb.ca.gov/pay/index.html?WT.mc_id=akPayChoices by the original return due date to avoid penalties and interest.

COLORADO

Website: <https://tax.colorado.gov>

Tax assistance: 303-238-7378

2024 Tax Rate

Income tax rate.....	4.25%
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Filing requirements. Colorado income tax return must be filed if the taxpayer is a:

- Full-year resident of Colorado, part-year resident of Colorado with taxable income while a resident or nonresident of Colorado with Colorado-source income *and*
- Is required to file a federal income tax return or has a current-year Colorado income tax liability.

Colorado form to file:

- Resident, part-year, and nonresident: Form 104 (Colorado Individual Income Tax).
- Part-year and nonresident: Form 104PN (Part-Year Resident/Nonresident Tax Calculation Schedule)—attachment to Form 104.

Return due date: April 15

Allowable extension. Colorado allows an automatic six-month extension without written request. To make a payment, use Form DR 0158-I (Extension Payment Voucher for Colorado Individual Income Tax) or pay online at www.colorado.gov/revenueonline.

CONNECTICUT

Website: <https://portal.ct.gov/drs>

Tax assistance: 860-297-5962, CT 800-382-9463

2024 Quick Tax Method—For Taxable Income of:

Single, MFS	\$	0 – 10,000	x	2.0% ¹	minus	\$	0.00	=	Tax
		10,001 – 50,000	x	4.5%	minus		250.00	=	Tax
		50,001 – 100,000	x	5.5%	minus		750.00	=	Tax
		100,001 – 200,000 ²	x	6.0%	minus		1,250.00	=	Tax
		200,001 – 250,000	x	6.5%	minus		2,250.00	=	Tax
		250,001 – 500,000	x	6.9%	minus		3,250.00	=	Tax
MFJ, or QSS	\$	0 – 20,000	x	2.0% ¹	minus	\$	0.00	=	Tax
		20,001 – 100,000	x	4.5%	minus		500.00	=	Tax
		100,001 – 200,000	x	5.5%	minus		1,500.00	=	Tax
		200,001 – 400,000 ²	x	6.0%	minus		2,500.00	=	Tax
		400,001 – 500,000	x	6.5%	minus		4,500.00	=	Tax
		500,001 – 1,000,000	x	6.9%	minus		6,500.00	=	Tax
HOH	\$	0 – 16,000	x	2.0% ¹	minus	\$	0.00	=	Tax
		16,001 – 80,000	x	4.5%	minus		400.00	=	Tax
		80,001 – 160,000	x	5.5%	minus		1,200.00	=	Tax
		160,001 – 320,000 ²	x	6.0%	minus		2,000.00	=	Tax
		320,001 – 400,000	x	6.5%	minus		3,600.00	=	Tax
		400,001 – 800,000	x	6.9%	minus		5,200.00	=	Tax
		800,001 and over	x	6.99%	minus		5,920.00	=	Tax

¹ The 2% rate is phased out and amount is taxed at 4.5% for taxpayers with CT AGI > \$56,500 Single, \$50,250 MFS, \$78,500 HOH and \$100,500 MFJ/QSS.

² Additional tax of up to \$3,400 Single/MFS, \$5,320 HOH and \$6,800 MFJ/QSS for taxpayers with CT AGI in excess of \$105,000 Single/MFS, \$168,000 HOH and \$210,000 MFJ/QSS.

Filing requirements. Residents must file if they:

- Have Connecticut income taxes withheld,
- Made estimated or extension tax payment to Connecticut,
- Meet the gross income test (see below),
- Have a federal alternative minimum tax liability or
- Claim the Connecticut earned income tax credit.

Filing status:	Gross income exceeds:
Single.....	\$ 15,000
Filing Separately.....	12,000
HOH.....	19,000
Filing Jointly or QSS.....	24,000

Part-year residents and nonresidents must file if they meet the gross income test and have any Connecticut-source income, have Connecticut withholding or estimated payments or had a federal AMT liability.

Connecticut form to file:

- Resident: Form CT-1040 (Connecticut Resident Income Tax Return).
- Part-year and nonresident: Form CT-1040NR/PY (Connecticut Nonresident and Part-Year Resident Income Tax Return).

Return due date: April 15

Allowable extension. Connecticut allows an automatic six-month extension to file if (1) no additional tax due and a federal extension request filed with IRS or (2) the taxpayer pays his expected Connecticut income tax due using a credit card on or before the due date. If additional tax is due and paid with the extension request (or no federal extension was filed), file Form CT-1040 EXT (Application for Extension of Time to File Connecticut Income Tax Return for Individuals).

DELAWARE

Website: <https://revenue.delaware.gov>

Tax assistance: 302-577-8200

2024 Quick Tax Method—For Taxable Income of:

All Filing Statuses	\$	0 – 2,000	x	0.00%	minus	\$	0.00	=	Tax
		2,001 – 5,000	x	2.20	minus		44.00	=	Tax
		5,001 – 10,000	x	3.90	minus		129.00	=	Tax
		10,001 – 20,000	x	4.80	minus		219.00	=	Tax
		20,001 – 25,000	x	5.20	minus		299.00	=	Tax
		25,001 – 60,000	x	5.55	minus		387.50	=	Tax
		60,001 and over	x	6.60	minus		1,017.51	=	Tax

Filing requirements. Residents must file if:

Filing status:	Age:	Delaware AGI exceeds:
Single, MFS, HOH, CU ¹ filing separate	Under 60.....	\$ 9,400
	60 to 64.....	12,200
	65 and over or blind.....	14,700
	65 and over and blind.....	17,200
MFJ, CU ¹ filing joint	Under 60.....	\$ 15,450
	60 to 64.....	17,950
	65 and over or blind.....	20,450
	65 and over and blind.....	22,950
Dependent on another person's return	Under 60.....	\$ 5,250
	60 to 64.....	5,250
	65 and over or blind.....	7,750
	65 and over and blind.....	10,250

¹ Civil Union.

Note: 2024 amounts not available at time of publication. Amounts shown are for 2023.

Part-year residents must file if they:

- Receive income from any source while a Delaware resident or
- Receive Delaware-source income while a Delaware nonresident.

Nonresidents must file if they receive Delaware-source income.

Delaware form to file:

- Resident: Form PIT-RES (Delaware Individual Resident Income Tax Return). Part-year residents may elect to file either a resident or a nonresident return.
- Part-year resident (unless filing as resident) and nonresident: Form PIT-NON (Delaware Individual Non-Resident Income Tax Return).

Return due date: April 30

Extension form. Form PIT-EXT (Application for Automatic Extension of Time to File Delaware Individual Income Tax Return).

Allowable extension. Delaware allows an extension to October 15 by filing Form PIT-EXT.

DISTRICT OF COLUMBIA

Website: <https://otr.cfo.dc.gov>

Tax assistance: 202-727-4829



2024 Quick Tax Method—For Taxable Income of:

All Filing Statuses	\$ 0 – 10,000	× 4.0%	minus	\$ 0.00 = Tax
	10,001 – 40,000	× 6.0	minus	200.00 = Tax
	40,001 – 60,000	× 6.5	minus	400.00 = Tax
	60,001 – 250,000	× 8.5	minus	1,600.00 = Tax
	250,001 – 500,000	× 9.25	minus	3,475.00 = Tax
	500,000 – 1,000,000	× 9.75	minus	5,975.00 = Tax
	1,000,001 and over	× 10.75	minus	15,975.00 = Tax

Filing requirements. Individuals must file if:

- Resident of the District of Columbia and required to file a federal income tax return,
- Permanent residence is the District of Columbia for either part of or the full year,
- Lived in the District of Columbia for 183 days or more (even if permanent residence is elsewhere),
- Member of armed forces and home of record is the District of Columbia.

District of Columbia form to file:

- Resident and part-year resident: Form D-40 (Individual Income Tax Return).
- Nonresident: Form D-40B (Nonresident Request for Refund).

Return due date: April 15

Extension form. Form FR-127 (Extension of Time to File Income Tax Returns).

Allowable extension. Six-month extension allowed with timely filed Form FR-127 and estimated payment.

FLORIDA

Website: <https://floridarevenue.com/taxes>

Tax assistance: 850-488-6800

Filing requirements. There is no personal income tax in Florida.



GEORGIA

Website: <https://dor.georgia.gov>

Tax assistance: 877-423-6711



2024 Tax Rate

Income tax rate.....5.39%

Filing requirements. Residents must file if:

- They are required to file a federal income tax return,
- They have federally exempt income subject to Georgia income tax or
- Income exceeds standard deduction **indicated below.**

Filing Status	Income exceeds:
Single, MFS, HOH, QSS	\$ 12,000
MFJ	\$ 24,000

Part-year residents must file if required to file federal return.

Nonresidents must file if they have Georgia-source income and are required to file a federal return.

Exception: Legal residents of another state are not required to file if their only activity in Georgia is working for an employer where Georgia-source income does not exceed lesser of 5% of total income or \$5,000.

Georgia form to file:

- Resident, part-year, and nonresident: Form 500 (Individual Income Tax Return).
- Part-year and nonresident: Schedule 3 (Computation of Georgia Taxable Income for Only Part-Year Residents and Nonresidents)—attachment to Form 500.

Return due date: April 15

Extension form. Form IT-303 (Application for Extension of Time for Filing State Income Tax Returns).

Allowable extension. Up to six months if taxpayer either:

- Attaches a copy of the federal extension to Georgia return or
- Files Form IT-303.

Pay tax due electronically via the Georgia Tax Center (<https://gtc.dor.ga.gov>) or with Form IT-560 (Individual and Fiduciary Payment Voucher).

HAWAII

Website: <https://tax.hawaii.gov>

Tax assistance: 800-222-3229, 808-587-4242



2024 Quick Tax Method—For Taxable Income of:

Single, MFS	\$ 0 – 2,400	× 1.40%	minus	\$ 0.00 = Tax
	2,401 – 4,800	× 3.20	minus	43.20 = Tax
	4,801 – 9,600	× 5.50	minus	153.60 = Tax
	9,601 – 14,400	× 6.40	minus	240.00 = Tax
	14,401 – 19,200	× 6.80	minus	297.60 = Tax
	19,201 – 24,000	× 7.20	minus	374.40 = Tax
	24,001 – 36,000	× 7.60	minus	470.40 = Tax
	36,001 – 48,000	× 7.90	minus	578.40 = Tax
	48,001 – 150,000	× 8.25	minus	746.40 = Tax
	150,001 – 175,000	× 9.00	minus	1,871.40 = Tax
MFJ, QSS	175,001 – 200,000	× 10.00	minus	3,621.40 = Tax
	200,001 and over	× 11.00	minus	5,621.40 = Tax
	\$ 0 – 4,800	× 1.40%	minus	\$ 0.00 = Tax
	4,801 – 9,600	× 3.20	minus	86.40 = Tax
	9,601 – 19,200	× 5.50	minus	307.20 = Tax
	19,201 – 28,800	× 6.40	minus	480.00 = Tax
	28,801 – 38,400	× 6.80	minus	595.20 = Tax
	38,401 – 48,000	× 7.20	minus	748.80 = Tax
	48,001 – 72,000	× 7.60	minus	940.80 = Tax
	72,001 – 96,000	× 7.90	minus	1,156.80 = Tax
HOH	96,001 – 300,000	× 8.25	minus	1,492.80 = Tax
	300,001 – 350,000	× 9.00	minus	3,742.80 = Tax
	350,001 – 400,000	× 10.00	minus	7,242.80 = Tax
	400,001 and over	× 11.00	minus	11,242.80 = Tax
	\$ 0 – 3,600	× 1.40%	minus	\$ 0.00 = Tax
	3,601 – 7,200	× 3.20	minus	64.80 = Tax
	7,201 – 14,400	× 5.50	minus	230.40 = Tax
	14,401 – 21,600	× 6.40	minus	360.00 = Tax
	21,601 – 28,800	× 6.80	minus	446.40 = Tax
	28,801 – 36,000	× 7.20	minus	561.60 = Tax
	36,001 – 54,000	× 7.60	minus	705.60 = Tax
	54,001 – 72,000	× 7.90	minus	867.60 = Tax
	72,001 – 225,000	× 8.25	minus	1,119.60 = Tax
	225,001 – 262,500	× 9.00	minus	2,807.10 = Tax
	262,501 – 300,000	× 10.00	minus	5,432.10 = Tax
	300,001 and over	× 11.00	minus	8,432.10 = Tax

Filing requirements. Residents, part-year, and nonresidents must file if:

- They are doing business in Hawaii (regardless of income) or
- Their gross income subject to Hawaii tax exceeds the amounts in the following table.

Filing status:	Age:	Hawaii gross income exceeds:
Single, MFS	Under 65.....	\$ 5,544
	65 or older.....	6,688
MFJ	Both under 65.....	\$ 11,088
	One 65 or older.....	12,232
	Both 65 or older.....	13,376
HOH	Under 65.....	\$ 7,568
	65 or older.....	8,712
QSS	Under 65.....	\$ 9,944
	65 or older.....	11,088
Dependent on another return	Amount of dependent's standard deduction	
Nonresident alien	Under 65.....	\$ 1,144
	65 or older.....	2,288

Nonresidents must prorate the thresholds above by a ratio of Hawaii AGI to total AGI.

Individuals must also file if they owe any of the following taxes:

- Distribution from an individual housing account (Form N-2).
- Tax from the sale of a home (Form N-103).
- Tax on lump-sum distributions (Form N-152).
- Recapture of capital goods excise tax credit (Form N-312).
- Recapture of tax credit for flood victims (Form N-338).
- Recapture of important agricultural land qualified agricultural cost tax credit (Form N-344).
- Recapture of Capital Infrastructure Tax Credit (Form N-348).
- Tax on accumulation distribution of trusts (Form N-405).
- Recapture of low-income housing tax credit (Form N-586).
- Tax from parent's election to report child's interest and dividends (Form N-814).

Hawaii form to file:

- Resident: Form N-11 (Individual Income Tax Return—Resident).
- Part-year and nonresident: Form N-15 (Individual Income Tax Return—Nonresident and Part-Year Resident).

Return due date: April 20

Allowable extension. Hawaii allows an automatic six-month extension without written request if all tax paid by original return due date. Use Form N-200V (Individual Income Tax Payment Voucher) to make a payment.

IDAHO

Website: <https://tax.idaho.gov>

Tax assistance: 800-972-7660, 208-334-7660 (Boise)



2024 Tax Rate

Income tax rate.....	5.695%
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Filing requirements. Residents must file if:

- They are required to file a federal income tax return (unless a federal return is only being filed to pay self-employment tax) or
- Taxable income subject to Idaho tax exceeds the following amounts:

Filing status: ¹	Taxable income exceeds:
Single or MFS	\$4,673
All other filing statuses	\$9,346

¹ Check the Idaho instructions if taxpayer was claimed as a dependent on someone else's return.

Idaho form to file:

- Resident: Form 40 (Idaho Individual Income Tax Return).
- Part-year resident and nonresident: Form 43 (Idaho Part-Year Resident and Nonresident Income Tax Return).

Return due date: April 15

Allowable extension. An automatic six-month extension is allowed without written request. To avoid paying penalty, the taxpayer's tax withholding and other payments must be at least 80% of the current year tax liability or 100% of the prior year tax liability. Use Form 51 (Estimated Payment of Idaho Individual Income Tax) to make a payment.

Reciprocity agreements: Illinois. Iowa residents with Illinois wage income are only taxed in Iowa. Illinois residents with Iowa wage income are only taxed in Illinois.

KANSAS

Website: <https://ksrevenue.gov>

Tax assistance: 785-368-8222

2024 Quick Tax Method—For Taxable Income of:

MFJ	\$ 0 – 46,000	× 5.20%	minus \$ 0.00	= Tax
	46,001 and over	× 5.58%	minus 174.80	= Tax
Single, HOH, MFS	\$ 0 – 23,000	× 5.20%	minus \$ 0	= Tax
	23,001 and over	× 5.58%	minus 87.40	= Tax

Filing requirements. Residents and part-year residents must file if they are required to file a federal income tax return or Kansas AGI exceeds Kansas standard deduction and exemption allowance.

Residents not required to file a federal return must file based on the following table:

Filing status:	Age:	Gross income of at least:
Single	Under 65.....	\$ 12,765
	65 or older or blind.....	13,615
	65 or older and blind.....	14,465
MFJ	Under 65 (both spouses).....	\$ 26,560
	65 or older or blind (one spouse).....	27,260
	65 or older or blind (both spouses).....	27,960
	65 or older and blind (one spouse).....	27,960
	65 or older or blind (one spouse) and 65 or older and blind (other spouse).....	28,660
	65 or older and blind (both spouses).....	29,360
HOH	Under 65.....	\$ 17,660
	65 or older or blind.....	18,510
	65 or older and blind.....	19,360
MFS	Under 65.....	\$ 13,280
	65 or older or blind.....	13,980
	65 or older and blind.....	14,680

Note: 2024 amounts not available at time of publication. Amounts shown are for 2023.

Nonresidents must file if they receive any Kansas-source income.

Kansas form to file:

- Resident, part-year and nonresident: Form K-40 (Kansas Individual Income Tax).
- Part-year and nonresident: Schedule S (Kansas Supplemental Schedule) Part B (Income Allocation for Nonresidents and Part-Year Residents)—attachment to Form K-40.

Return due date: April 15

Allowable extension. Kansas allows a six-month automatic extension if federal Form 4868 is filed with the IRS. Use Form K-40V (Individual Income Tax Payment Voucher) to make an extension payment of Kansas income tax. No extension is required if receiving Kansas refund.

KENTUCKY

Website: <https://revenue.ky.gov>

Tax assistance: 502-564-4581



2024 Tax Rate

Income tax rate.....	4.00%
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Filing requirements. Resident must file if:

- Modified gross income (MGI) exceeds the amount in *Chart A* on Page 2-9 and Kentucky AGI exceeds the amount in *Chart B* on Page 2-9.
- If the filing requirements above are not met, a return must be filed to claim a refund of the Kentucky taxes withheld.

Chart A

Family Size	Modified gross income (MGI) is greater than:
One.....	\$ 15,060
Two.....	20,440
Three.....	25,820
Four or more.....	31,200

MGI: Greater of federal AGI plus tax-exempt interest from municipal bonds (non-Kentucky) plus any lump-sum pension distribution not included in federal AGI or Kentucky AGI plus any lump-sum pension distribution not included in federal AGI.

Chart B

Filing status:	Age:	Kentucky AGI of at least:
Single	Under 65.....	\$ 3,160
	65 or over or blind.....	4,160
	65 or over and blind.....	5,160
Husband and wife	Under age 65 (both spouses).....	\$ 3,160
	65 or over (one spouse).....	4,160
	65 or over (both spouses).....	5,160

Residents must also file if they receive gross receipts from self-employment in excess of MGI for their family size in *Chart A* on Page 2-9.

Nonresidents and part-year residents must file if they receive:

- Income from Kentucky sources and gross income from all sources in excess of MGI for their family size listed in *Chart A* on Page 2-9 or
- Kentucky gross receipts from self-employment exceed MGI for their family size listed in *Chart A* on Page 2-9.

Kentucky form to file:

- Resident: Form 740 (Kentucky Individual Income Tax Return).
- Part-year and nonresident: Form 740-NP (Kentucky Individual Income Tax Return: Nonresident or Part-Year Resident).

Return due date: April 15

Extension form. Form 740EXT (Application for Extension of Time to File).

Allowable extension. Kentucky allows a six-month extension and accepts a copy (attached to the return) of either the federal extension or a separately filed Kentucky extension (Form 740EXT). Use Form 740EXT or a copy of Form 4868 to remit any tax due.

Reciprocity agreements: Illinois, Indiana, Michigan, Ohio, Virginia, West Virginia, and Wisconsin residents are not required to file a Kentucky return if the only Kentucky source income is wages. Check instructions for specific types of income that are covered by reciprocity for each state. Taxpayers who qualify may file Form

Filing requirements. Residents and part-year residents must file if:

Filing status:	Age:	Maryland gross income of at least:
Single	Under 65	\$ 14,600
	65 or over	16,550
MFJ	Both under 65	\$ 29,200
	One spouse 65 or over	30,750
	Both spouses 65 or over	32,300
MFS	Any age	\$ 14,600
HOH	Under 65	\$ 21,900
	65 or over	23,850
QSS	Under 65	\$ 29,200
	65 or over	30,750

Nonresidents must file if they have Maryland-sourced income and must file a federal return because their gross income is at least equal to the threshold amounts in the table above.

Maryland form to file:

- Resident and part-year resident: Form 502 (Maryland Resident Income Tax Return).
- Nonresident: Form 505 (Maryland Nonresident Income Tax Return).
- All filers: Form PV (Personal Tax Payment Voucher for Form 502/505, Estimated Tax and Extensions).

Return due date: April 15

Allowable extension. Maryland allows a six-month extension if a federal extension is filed and no tax is due. Form PV must be filed only to make a payment. If a federal extension was not filed, an extension may be filed online at www.marylandtaxes.gov or by phone at 410-260-7829.

Reciprocity agreements. District of Columbia, Pennsylvania (certain jurisdictions), Virginia, and West Virginia residents are not required to file a Maryland return, if only source of Maryland income is wages.

MASSACHUSETTS

Website: <https://mass.gov/orgs/massachusetts-department-of-revenue>

Tax assistance: 617-887-6367, MA 800-392-6089



2024 Tax Rate

Income tax rate	5.00% ¹
Optional tax rate	5.85%
Rate on certain investment income	12.00% ²

¹ Taxpayers with taxable income over \$1,053,750 have an additional 4% surtax on the income in excess of \$1,053,750.

² Effective for tax years beginning January 1, 2023, short-term capital gains will be taxed at 8.5%.

Filing requirements. Residents and part-year residents are required to file if gross income (from all sources) is more than \$8,000. Nonresidents are required to file if they receive Massachusetts-source income that exceeds the lesser of \$8,000 or the personal exemption multiplied by the ratio of Massachusetts income to total income. Personal exemptions are: \$4,400 Single or MFS, \$6,800 HOH and \$8,800 MFJ.

Massachusetts form to file:

- Resident: Form 1 (Massachusetts Resident Income Tax Return).
- Part-year and nonresident: Form 1-NR/PY (Massachusetts Nonresident/Part-Year Tax Return).

Return due date: April 15

Allowable extension. Automatic six-month extension granted if no tax due. If tax due, file Form M-4868 (Massachusetts Extension

Payment Voucher) to remit tax due (payments of \$5,000 or more must be made electronically).

MICHIGAN

Website: <https://michigan.gov/taxes>

Tax assistance: 517-636-4486



2024 Tax Rate

Income tax rate	4.25%
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Filing requirements. Residents, part-year, and nonresidents must file if they owe Michigan tax or their Michigan AGI exceeds their exemption allowance. Michigan taxpayers should file a Michigan return if a federal tax return was filed even if Michigan tax is not owed. This will eliminate unnecessary correspondence from the Michigan Department of Treasury. Michigan allows \$5,400 for each exemption claimed on the federal return. Additional exemptions are allowed for individuals with certain disabilities.

Dependents who are claimed on another person's return must file if AGI is over \$1,500 (single or MFS) or \$3,000 (MFJ).

Michigan form to file:

- Resident, part-year, and nonresident: Form MI-1040 (Michigan Individual Income Tax Return).
- Part-year and nonresident: Schedule NR (Nonresident and Part-Year Resident Schedule)—attachment to Form MI-1040.

Return due date: April 15

Extension form. Form 4 (Application for Extension of Time to File Michigan Tax Returns).

Allowable extension. Michigan allows a six-month extension if a federal extension was requested. If federal return was not extended, Michigan will grant a 180-day extension. File Form 4 only if submitting a payment of Michigan tax due.

Reciprocity agreements. Illinois, Indiana, Kentucky, Minnesota, Ohio, and Wisconsin residents are only required to file MI-1040 if Michigan income from sources other than wages is received or to request a refund of Michigan withholding.

MINNESOTA

Website: <https://revenue.state.mn.us>

Tax assistance: 651-296-3781, MN 800-652-9094



2024 Quick Tax Method—For Taxable Income of:

Single	\$ 0 – 31,690	x 5.35%	minus \$ 0.00	= Tax
	31,691 – 104,090	x 6.80%	minus 459.51	= Tax
	104,091 – 193,240	x 7.85%	minus 1,552.45	= Tax
	193,241 and over	x 9.85%	minus 5,417.25	= Tax
MFJ or QSS	\$ 0 – 46,330	x 5.35%	minus \$ 0.00	= Tax
	46,331 – 184,040	x 6.80%	minus 671.79	= Tax
	184,041 – 321,450	x 7.85%	minus 2,604.21	= Tax
	321,451 and over	x 9.85%	minus 9,033.21	= Tax
HOH	\$ 0 – 39,010	x 5.35%	minus \$ 0.00	= Tax
	39,011 – 156,760	x 6.80%	minus 565.65	= Tax
	156,761 – 256,880	x 7.85%	minus 2,211.63	= Tax
	256,881 and over	x 9.85%	minus 7,349.23	= Tax
MFS	\$ 0 – 23,165	x 5.35%	minus \$ 0.00	= Tax
	23,166 – 92,020	x 6.80%	minus 335.89	= Tax
	92,021 – 160,725	x 7.85%	minus 1,302.10	= Tax
	160,726 and over	x 9.85%	minus 4,516.60	= Tax

Filing requirements. Residents must file if their income exceeds the following amounts: Single—\$14,575; MFS—\$14,575; MFJ/QSS—\$29,150; HOH—\$21,900. Add \$1,950 if age 65 or older or blind (\$1,550 if MFJ/MFS/QSS).

Part-year and nonresidents must file if Minnesota gross income is \$14,575 or more.

Minnesota form to file:

- Resident, part-year, and nonresident: Form M1 (Minnesota Individual Income Tax).
- Part-year and nonresident: Schedule M1NR (Nonresidents/Part-Year Residents)—attachment to Form M1.

Return due date: April 15

Allowable extension. If no tax is due, an automatic six-month extension is granted. If tax is due, it must be paid using the e-Services Payment System at <https://www.mndor.state.mn.us/tp/online-services/> or by credit/debit card or check/money order (using a payment voucher created on e-Services).

Reciprocity agreements. Michigan and North Dakota. Full-year residents of these states who returned to their home state at least once a month and whose only Minnesota income was from performing personal services are not subject to Minnesota tax.

MISSISSIPPI

Website: <https://dor.ms.gov>

Tax assistance: 601-923-7700

2024 Quick Tax Method—For Taxable Income of:					
All Filing Statuses	\$	0 – 10,000	×	0%	minus \$ 0 = Tax
		10,001 and over	×	4.7%	minus 470 = Tax
Note: Married individuals filing a combined return apply the tax rate schedule separately and combine the separate tax amounts to calculate total income tax.					

Filing requirements. Residents must file if:

Filing status:	Gross income exceeds:
Single.....	\$8,300 plus \$1,500 for each dependent.
Married	\$16,600 (both spouses) plus \$1,500 per dependent.

Part-year and nonresidents must file if they receive income taxed by Mississippi. Part-year residents are taxed on income earned while a resident of Mississippi. Nonresidents are taxed on income earned from Mississippi sources (other than gambling income).

Mississippi form to file:

- Resident: Form 80-105 (Mississippi Resident Individual Income Tax Return).
- Part-year and nonresident: Form 80-205 (Mississippi Non-Resident/Part-Year Resident Individual Income Tax Return).

Return due date: April 15

Allowable extension. Mississippi allows an automatic six-month extension if a federal extension is filed. If tax is due, it must be paid by the original return due date using Form 80-106 (Individual/Fiduciary Income Tax Payment Voucher).

MISSOURI

Website: <https://dor.mo.gov>

Tax assistance: 573-751-3505

2024 Quick Tax Method—For Taxable Income of:

All filing statuses	\$	0 – 1,273	×	0.00%	minus \$ 0.00 = Tax
		1,274 – 2,546	×	2.00%	minus 25.46 = Tax
		2,547 – 3,819	×	2.50%	minus 38.19 = Tax
		3,820 – 5,092	×	3.00%	minus 57.29 = Tax
		5,093 – 6,365	×	3.50%	minus 82.75 = Tax
		6,366 – 7,638	×	4.00%	minus 114.57 = Tax
		7,639 – 8,911	×	4.50%	minus 152.76 = Tax
		8,912 and over	×	4.80%	minus 179.49 = Tax

Note: If filing a combined return and both persons have income, apply the tax rate schedule separately and combine the separate tax amounts to calculate total income tax.

Filing requirements. Taxpayers must file a Missouri return if required to file a federal income tax return unless the taxpayer:

- Is a resident with less than \$1,200 of Missouri AGI,
- Is a nonresident with less than \$600 of Missouri income or
- Has Missouri AGI that is less than his standard deduction.

Missouri form to file:

- Resident, part-year, and nonresident: Form MO-1040 (Individual Income Tax Return).
- Part-year and nonresident: Form MO-NRI (Missouri Income Percentage)—attachment to Form MO-1040. Alternatively, part-year residents can file Form MO-CR (Credit for Income Taxes Paid to Other States).

Return due date: April 15

Extension form. Form MO-60 (Application for Extension of Time to File).

Allowable extension. Missouri allows an automatic six-month extension if a federal extension is filed. File Form MO-60 to remit any tax due.

MONTANA

Website: <https://mtrevenue.gov>

Tax assistance: 406-444-6900

2024 Quick Tax Method—For Taxable Income of:

Single, MFS	\$	0 – 20,500	×	4.7%	minus \$ 0 = Tax
		20,501 – —	×	5.9%	minus 246 = Tax
MFJ, QSS	\$	0 – 41,000	×	4.7%	minus \$ 0 = Tax
		41,001 – —	×	5.9%	minus 492 = Tax
HOH	\$	0 – 30,750	×	4.7%	minus \$ 0 = Tax
		30,751 – —	×	5.9%	minus 369 = Tax

Note: These tax brackets apply to ordinary income only. Montana taxes long-term capital gains at different rates, ranging from 3.0%–4.1%, based on a taxpayer's ordinary income.

Filing requirements. Residents, part-year, and nonresidents must file if they have Montana-source income and:

Filing status:	and gross income is at least:	
Single.....	\$	14,600
HOH.....	\$	21,900
MFJ.....	\$	29,200

Montana form to file:

- Resident, part-year, and nonresident: Form 2 (Montana Individual Income Tax Return).
- Part-year and nonresident: Schedule IV (Nonresident/Part-Year Resident Tax)—attachment to Form 2.

Return due date: April 15

Allowable extension. An automatic six-month extension is granted. Form IT (Montana Individual Income Tax Payment Voucher) is used if tax is due (or payment can be made online).

Reciprocity agreements. North Dakota. Residents of North Dakota are not required to file a Montana return if the only source of Montana income is wages.

NEBRASKA

Website: <https://revenue.nebraska.gov>

Tax assistance: 402-471-5729, NE and IA 800-742-7474

2024 Quick Tax Method—For Taxable Income of:

Single, MFS	\$	0	–	3,900	×	2.46%	minus	\$	0.00	=	Tax
		3,901	–	23,370	×	3.51%	minus		40.95	=	Tax
		23,371	–	37,670	×	5.01%	minus		391.50	=	Tax
		37,671	and over	×	5.84%	minus			704.16	=	Tax
MFJ, QSS	\$	0	–	7,790	×	2.46%	minus	\$	0.00	=	Tax
		7,791	–	46,760	×	3.51%	minus		81.80	=	Tax
		46,761	–	75,340	×	5.01%	minus		783.20	=	Tax
		75,341	and over	×	5.84%	minus			1,408.52	=	Tax
HOH	\$	0	–	7,270	×	2.46%	minus	\$	0.00	=	Tax
		7,271	–	37,400	×	3.51%	minus		76.34	=	Tax
		37,401	–	55,850	×	5.01%	minus		637.34	=	Tax
		55,851	and over	×	5.84%	minus			1,100.89	=	Tax

Filing requirements. Residents must file if they are required to file a federal return and report a federal liability before credits or have \$5,000 or more of Nebraska adjustments to federal AGI. Nonresidents and part-year with Nebraska-source income must file.

Nebraska form to file:

- Resident, part-year, and nonresident: Form 1040N (Nebraska Individual Income Tax Return).
- Part-year and nonresident: Schedule III (Computation of Nebraska Tax for Partial-Year Residents and Nonresidents Only)—attachment to Form 1040N.

Return due date: April 15

Extension form. Form 4868N (Nebraska Application for Automatic Extension of Time to File a Nebraska Individual Income Tax Return).

Allowable extension. Nebraska accepts a federal extension. File Form 4868N if federal extension not granted or to make a tax payment.

NEVADA

Website: <https://tax.nv.gov>

Tax assistance: 866-962-3707

Filing requirements. Nevada does not have an individual income tax.

NEW HAMPSHIRE

Website: <https://revenue.nh.gov>

Tax assistance: 603-230-5000

2024 Tax Rate

Interest and dividend tax rate (Form DP-10)	3.0%
Proprietor business profits tax rate (Form NH-1040)	7.5%

Filing requirements. Residents and part-year residents must file Form DP-10 if:

Filing status:	Taxable interest and/or dividend income exceeds:
Single.....	\$ 2,400
Joint.....	4,800

Proprietors carrying on business activity within New Hampshire must file Form NH-1040 if they had gross income in excess of \$50,000 from self-employment reported on federal Schedule C; income from rental, including farm rental, reported on federal Schedule E or farm income reported on federal Schedule F. Gain or loss on assets used in one of these businesses must also be considered.

New Hampshire form to file. Individuals who were New Hampshire residents for any part of the tax year: Form DP-10 (Interest and Dividends Tax Return); Form NH-1040 (Proprietorship Business Profits Tax Return).

Return due date: April 15

Extension forms. Form DP-59-A (Payment Form and Application for 7-Month Extension of Time to File Interest and Dividends Tax Return) and Form BT-EXT (Payment Form and Application for 7-Month Extension of Time to File Business Tax Return).

Allowable extension. New Hampshire allows an automatic seven-month extension without written request if 100% of tax is paid by the original return due date. File Form DP-59-A or Form BT-EXT to make additional payments.

NEW JERSEY

Website: <https://nj.gov/treasury/taxation/>

Tax assistance: 609-292-6400



2024 Quick Tax Method—For Taxable Income of:

Single, MFS, CU ¹ (partner)	\$ 0 – 20,000	× 1.400%	minus \$ 0.00 = Tax
	20,001 – 35,000	× 1.750	minus 70.00 = Tax
	35,001 – 40,000	× 3.500	minus 682.50 = Tax
	40,001 – 75,000	× 5.525	minus 1,492.50 = Tax
	75,001 – 500,000	× 6.370	minus 2,126.25 = Tax
	500,001 – 1,000,000	× 8.970	minus 15,126.25 = Tax
	1,000,001 and over	× 10.750	minus 32,926.25 = Tax
MFJ, HOH, QSS, CU ¹ (couple)	\$ 0 – 20,000	× 1.400%	minus \$ 0.00 = Tax
	20,001 – 50,000	× 1.750	minus 70.00 = Tax
	50,001 – 70,000	× 2.450	minus 420.00 = Tax
	70,001 – 80,000	× 3.500	minus 1,154.50 = Tax
	80,001 – 150,000	× 5.525	minus 2,775.00 = Tax
	150,001 – 500,000	× 6.370	minus 4,042.50 = Tax
	500,001 – 1,000,000	× 8.970	minus 17,042.50 = Tax
	1,000,001 and over	× 10.750	minus 34,842.50 = Tax

¹ Civil Union.

Filing requirements. Residents, part-year, and nonresidents must file if:

Filing status:	Gross income from all sources everywhere exceeds:
Single, MFS, CU partner filing separate	\$ 10,000
MFJ, HOH, QSS, CU couple filing joint	20,000

Nonresidents and part-year residents must file a return if their gross income was more than the threshold amounts even if their New Jersey sourced income was equal to or less than such amounts.

New Jersey form to file:

- Resident and part-year resident: NJ-1040 (Income Tax—Resident Return).
- Nonresident (and part-year residents if NJ-source income received while nonresident): NJ-1040NR (Income Tax—Nonresident Return).

Return due date: April 15

Extension form. Form NJ-630 (Application for Extension of Time to File New Jersey Gross Income Tax Return).

Allowable extension. New Jersey allows up to a six-month extension if at least 80% of tax due is paid and the taxpayer attaches a copy of federal Form 4868 to New Jersey return or files NJ Form NJ-630. Use Form NJ-630 to remit any tax due.

Reciprocity agreements. Pennsylvania. Compensation to Pennsylvania residents employed in New Jersey is not subject to New Jersey income tax.

NEW MEXICO

Website: <https://tax.newmexico.gov>

Tax assistance: 505-827-0700; 866-285-2996



2024 Quick Tax Method—For Taxable Income of:

Single	\$ 0 – 5,500	× 1.70%	minus \$ 0.00 = Tax
	5,501 – 11,000	× 3.20	minus 82.50 = Tax
	11,001 – 16,000	× 4.70	minus 247.50 = Tax
	16,001 – 210,000	× 4.90	minus 279.50 = Tax
	210,001 and over	× 5.90	minus 2,379.50 = Tax
MFJ, HOH or QSS	\$ 0 – 8,000	× 1.70%	minus \$ 0.00 = Tax
	8,001 – 16,000	× 3.20	minus 120.00 = Tax
	16,001 – 24,000	× 4.70	minus 360.00 = Tax
	24,001 – 315,000	× 4.90	minus 408.00 = Tax
	315,001 and over	× 5.90	minus 3,558.00 = Tax
MFS	\$ 0 – 4,000	× 1.70%	minus \$ 0.00 = Tax
	4,001 – 8,000	× 3.20	minus 60.00 = Tax
	8,001 – 12,000	× 4.70	minus 180.00 = Tax
	12,001 – 157,500	× 4.90	minus 204.00 = Tax
	157,501 and over	× 5.90	minus 1,779.00 = Tax

Filing requirements. Residents must file if they are required to file a federal income tax return.

Nonresidents and part-year residents must file if they are required to file a federal income tax return and receive New Mexico-source income.

New Mexico form to file:

- Resident, part-year, and nonresident: Form PIT-1 (New Mexico Personal Income Tax Return).
- Resident, part-year, and nonresident who allocate and apportion income from both inside and outside of New Mexico: Form PIT-B (Schedule of New Mexico Allocation and Apportionment of Income)—attachment to Form PIT-1.

Return due date: April 15; **April 30** if both federal and New Mexico return are filed electronically.

Extension form. Form RPD-41096 (Application for Extension of Time to File).

Allowable extension. Automatic six months if federal Form 4868 is filed. If additional time is needed or federal Form 4868 is not filed, file Form RPD-41096. Payments can be made using Form PIT-EXT (Personal Income Tax Extension Payment Voucher).

NEW YORK

Website: <https://tax.ny.gov>

Tax assistance: 518-457-5181



2024 NY State Quick Tax Method—For Taxable Income of:

Single, MFS	\$	0 –	8,500 ×	4.00% minus	\$	0 =	Tax
		8,501 –	11,700 ×	4.50 minus		43 =	Tax
		11,701 –	13,900 ×	5.25 minus		130 =	Tax
		13,901 –	80,650 ×	5.50 minus		165 =	Tax
		80,651 –	215,400 ×	6.00 minus		568 =	Tax
		215,401 –	1,077,550 ×	6.85 minus		2,399 =	Tax
		1,077,551 –	5,000,000 ×	9.65 minus		32,571 =	Tax
		5,000,001 –	25,000,000 ×	10.30 minus		65,071 =	Tax
		25,000,001 and over	×	10.90 minus		215,071 =	Tax
MFJ, QSS	\$	0 –	17,150 ×	4.00% minus	\$	0 =	Tax
		17,151 –	23,600 ×	4.50 minus		86 =	Tax
		23,601 –	27,900 ×	5.25 minus		263 =	Tax
		27,901 –	161,550 ×	5.50 minus		333 =	Tax
		161,551 –	323,200 ×	6.00 minus		1,140 =	Tax
		323,201 –	2,155,350 ×	6.85 minus		3,887 =	Tax
		2,155,351 –	5,000,000 ×	9.65 minus		64,237 =	Tax
		5,000,001 –	25,000,000 ×	10.30 minus		96,737 =	Tax
		25,000,001 and over	×	10.90 minus		246,737 =	Tax
HOH	\$	0 –	12,800 ×	4.00% minus	\$	0 =	Tax
		12,801 –	17,650 ×	4.50 minus		64 =	Tax
		17,651 –	20,900 ×	5.25 minus		196 =	Tax
		20,901 –	107,650 ×	5.50 minus		249 =	Tax
		107,651 –	269,300 ×	6.00 minus		787 =	Tax
		269,301 –	1,616,450 ×	6.85 minus		3,076 =	Tax
		1,616,451 –	5,000,000 ×	9.65 minus		48,337 =	Tax
		5,000,001 –	25,000,000 ×	10.30 minus		80,837 =	Tax
		25,000,001 and over	×	10.90 minus		230,837 =	Tax

Note: If NY AGI is more than \$107,650, the graduated tax rates above are phased out.

2024 NYC Quick Tax Method—for Taxable Income of:

Single, MFS	\$	0 –	12,000 ×	3.078% minus	\$	0.00 =	Tax
		12,001 –	25,000 ×	3.762 minus		82.00 =	Tax
		25,001 –	50,000 ×	3.819 minus		96.00 =	Tax
		50,001 and over	×	3.876 minus		125.00 =	Tax
MFJ, QSS	\$	0 –	21,600 ×	3.078% minus	\$	0.00 =	Tax
		21,601 –	45,000 ×	3.762 minus		148.00 =	Tax
		45,001 –	90,000 ×	3.819 minus		173.00 =	Tax
		90,001 and over	×	3.876 minus		225.00 =	Tax
HOH	\$	0 –	14,400 ×	3.078% minus	\$	0.00 =	Tax
		14,401 –	30,000 ×	3.762 minus		98.00 =	Tax
		30,001 –	60,000 ×	3.819 minus		116.00 =	Tax
		60,001 and over	×	3.876 minus		150.00 =	Tax

Filing requirements. Residents must file if they are:

- Required to file a federal return or
- Not required to file a federal return, but:

Federal filing status would have been:	Federal AGI plus New York additions exceeds:
Single and can be claimed as dependent on another person's return	\$ 3,100
All others.....	4,000

• To claim a refund of state or city income taxes withheld from taxpayer's pay.

• To claim any of the refundable or carryover credits available.

Part-year and nonresidents are required to file if:

Federal filing status:	Received New York-source income and New York AGI exceeds:
Single and can be claimed as dependent on another person's return	\$ 3,100
Single and cannot be claimed as dependent on another person's return	8,000
MFJ.....	16,050
MFS	8,000
HOH.....	11,200
QSS	16,050

Part-year and nonresidents are also required to file if any of the following apply:

- They are subject to separate tax on lump-sum distributions derived from or connected to New York sources (part-year residents).
- They incurred a New York NOL without incurring a similar federal NOL.
- To claim a refund of state or city income taxes withheld from taxpayer's pay.
- To claim any of the refundable or carryover credits available.

New York form to file:

- Resident: Form IT-201 (Resident Income Tax Return).
- Part-year and nonresident: Form IT-203 (Nonresident and Part-Year Resident Income Tax Return).

Return due date: April 15

Extension form. Form IT-370 (Application for Automatic Six-Month Extension of Time to File for Individuals).

Allowable extension. To request an automatic six-month extension, file Form IT-370 and remit any tax due. A copy of the federal extension is not accepted.

NORTH CAROLINA

Website: <https://ncdor.gov>

Tax assistance: 877-252-3052



2024 Tax Rate

Income tax rate.....	4.50%
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Filing requirements. Every resident whose income for the year exceeds the amount for his filing status as shown in the following chart must file a return:

Filing status	A return is required if federal gross income exceeds
Single.....	\$ 12,750
MFJ.....	25,500
MFS if spouse does not claim itemized deductions.....	12,750
MFS if spouse claims itemized deductions.....	0
HOH.....	19,125
QSS	25,500
Nonresident alien.....	0

Note: 2024 amounts not available at time of publication. Amounts shown are for 2023.

An individual not required to file a federal income tax return but who has gross income from all sources—both inside and outside of North Carolina—that equals or exceeds the amount for his filing

OKLAHOMA

Website: <https://oklahoma.gov/tax>

Tax assistance: 405-521-3160; 800-522-8165

2024 Quick Tax Method—For Taxable Income of:

Single, MFS	\$ 0.00 – 1,000.00 × 0.25% minus \$ 0.00 = Tax
	1,001.00 – 2,500.00 × 0.75% minus 5.00 = Tax
	2,501.00 – 3,750.00 × 1.75% minus 30.00 = Tax
	3,751.00 – 4,900.00 × 2.75% minus 67.50 = Tax
	4,901.00 – 7,200.00 × 3.75% minus 116.50 = Tax
	7,201.00 and over × 4.75% minus 188.50 = Tax
MFJ, QSS, HOH	\$ 0.00 – 2,000.00 × 0.25% minus \$ 0.00 = Tax
	2,001.00 – 5,000.00 × 0.75% minus 10.00 = Tax
	5,001.00 – 7,500.00 × 1.75% minus 60.00 = Tax
	7,501.00 – 9,800.00 × 2.75% minus 135.00 = Tax
	9,801.00 – 14,400.00 × 3.75% minus 233.00 = Tax
	14,401.00 and over × 4.75% minus 377.00 = Tax

Filing requirements. Residents must file a return if:

Filing status:	Gross income exceeds:
Single.....	\$ 7,350
MFJ.....	14,700
MFS.....	7,350
HOH.....	10,350
QSS with a Dependent Child.....	13,700

Dependents must file if:

Marital status:	Gross income exceeds:
Single dependents.....	\$ 6,350
Married dependents.....	6,350

Part-year residents are required to file if they meet resident filing requirements while a resident *or* receive \$1,000 or more Oklahoma-source gross income while a nonresident.

Nonresidents are required to file if they received \$1,000 or more Oklahoma-source gross income.

Oklahoma form to file:

- Resident: Form 511 (Oklahoma Resident Income Tax Return).
- Part-year and nonresident: Form 511-NR (Oklahoma Nonresident/Part-Year Income Tax Return).

Return due date: April 15 or April 20 if return is filed electronically.

Extension form. Form 504-I (Application for Extension of Time to File an Oklahoma Income Tax Return For Individuals).

Allowable extension. Oklahoma allows a six-month extension if the taxpayer attaches a copy of a valid federal extension. If the federal return is not extended or the taxpayer owes Oklahoma tax, Form 504-I must be filed. Use Form 504-I to remit any tax due.

OREGON

Website: <https://oregon.gov/dor>

Tax assistance: 503-378-4988; 800-356-4222

2024 Quick Tax Method—For Taxable Income of:

Single, MFS, RDP filing separate	\$ 0 – 4,300 × 4.75% minus \$ 0.00 = Tax
	4,301 – 10,750 × 6.75% minus 86.00 = Tax
	10,751 – 125,000 × 8.75% minus 301.00 = Tax
	125,001 and over × 9.90% minus 1,738.50 = Tax
MFJ, HOH, QSS, RDP filing joint	\$ 0 – 8,600 × 4.75% minus \$ 0.00 = Tax
	8,601 – 21,500 × 6.75% minus 172.00 = Tax
	21,501 – 250,000 × 8.75% minus 602.00 = Tax
	250,001 and over × 9.90% minus 3,477.00 = Tax

Filing requirements. Residents must file if they are required to file a federal income tax return *or* have \$1 or more of Oregon income tax withheld from wages. Also, residents are required to file if:

Filing Status:	Gross Oregon Income Exceeds:
Single.....	\$ 7,710
HOH.....	9,665
MFJ, RDP filing joint.....	15,425
MFS, RDP filing separate ¹	7,710
QSS.....	10,740
Dependent ²	1,300

¹ If spouse/RDP itemizes deductions, this amount is \$0.

² The greater of \$1,300 or earned income plus \$450, but no more than standard deduction amount.

Note: 2024 amounts not available at time of publication. Amounts shown are for 2023.

Oregon form to file:

- Resident: Form OR-40 (Oregon Individual Income Tax Return for Full-year Residents).
- Part-year resident: Form OR-40-P (Oregon Individual Income Tax Return for Part-Year Residents).
- Nonresident: Form OR-40-N (Oregon Individual Income Tax Return for Nonresidents).

Return due date: April 15

Extension form. Form OR-40-V (Oregon Individual Income Tax Payment Voucher).

Allowable extension. Oregon allows the same extension allowed on the federal return. File Form OR-40-V and check the extension payment checkbox to make a tax payment or if no federal extension is filed.

PENNSYLVANIA

Website: <https://revenue.pa.gov>

Tax assistance: 717-787-8201, 888-728-2937

2024 Tax Rate

Income tax rate.....	3.07%
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Filing requirements. Residents, part-year, and nonresidents are required to file if they receive total Pennsylvania gross taxable income in excess of \$33, or if they incurred a loss from any transaction as an individual, sole proprietor, partner or Pennsylvania S corporation shareholder.

Pennsylvania form to file. Resident, part-year, and nonresident: Form PA-40 (Pennsylvania Income Tax Return).

Return due date: April 15

Allowable extension. Pennsylvania allows an extension for up to six months if the taxpayer:

- Does not owe any Pennsylvania tax and has a valid federal extension.
- Files Form REV-276 and pays any Pennsylvania tax due.
- Pays Pennsylvania tax due by **EFT or credit/debit card through myPATH at <https://mypath.pa.gov/>** or 800-272-9829. Do not file Form REV-276.
- Pays Pennsylvania tax due via electronic funds transfer from taxpayer's bank account at the department's website at **www.revenue.pa.gov**. Do not file Form REV-276.

Reciprocity agreements. Indiana, Maryland, New Jersey, Ohio, Virginia, and West Virginia. Pennsylvania does not tax residents of these states on employee compensation that is subject to employer federal withholding.

RHODE ISLAND

Website: <https://tax.ri.gov/>

Tax assistance: 401-574-8829, option #3



2024 Quick Tax Method—For Taxable Income of:

All Filers	\$ 0 – 77,450 × 3.75% minus \$ 0.00 = Tax
	77,451 – 176,050 × 4.75% minus 774.50 = Tax
	176,051 and over × 5.99% minus 2,957.52 = Tax

Filing requirements. Residents must file if they are required to file a federal return or not required to file a federal return, but receive Rhode Island income in excess of the sum of their personal exemptions and applicable standard deduction.

Part-year residents must file if they are required to file a federal return, or have Rhode Island modifications increasing federal AGI.

Nonresidents must file if they received income from Rhode Island sources and are required to file a federal return or have Rhode Island modifications increasing federal AGI.

Rhode Island form to file:

- Resident: Form RI-1040 (Resident Individual Income Tax Return).
- Part-year and nonresident: Form RI-1040NR (Nonresident Individual Income Tax Return).

Return due date: April 15

Extension forms. Form RI-4868 (Rhode Island Application for Automatic Extension of Time to File a Rhode Island Individual Income Tax Return).

Allowable extension. Automatic six-month extension if:

- Federal Form 4868 filed and no payment due: Attach a copy of federal Form 4868.
- Payment due or federal Form 4868 not filed: File Form RI-4868 for six-month extension.

SOUTH CAROLINA

Website: <https://dor.sc.gov>

Tax assistance: 844-898-8542, option #1



2024 Quick Tax Method—For Taxable Income of:

All Filing Statuses	\$ 0 – 3,460 × 0.00% minus \$ 0 = Tax
	3,461 – 17,330 × 3.00% minus 104 = Tax
	17,331 and over × 6.20% minus 678 = Tax

Note: Amounts are based on 2024 estimated tax instructions. Final amounts for 2024 are not available at time of publication.

Filing requirements. Residents must file if they are required to file a federal income tax return that included income that is taxable by South Carolina or have South Carolina income tax withheld from wages.

Exception: Residents age 65 or older are not required to file if:

- 1) Their gross income is less than or equal to the federal filing requirement plus \$15,000 (\$30,000 if MFJ and both spouses age 65 or older) and
- 2) They do not have South Carolina income tax withheld from wages.

Part-year and nonresidents are required to file if they had income taxed by South Carolina or had South Carolina income tax withheld from their wages.

South Carolina form to file:

- Residents and part-year residents who elect to file as residents: Form SC1040 (Individual Income Tax Return).
- Part-year and nonresidents: Schedule NR (Nonresident Schedule)—attachment to Form SC1040.

Return due date: April 15

Extension form. Form SC4868 (Request for Extension of Time to File South Carolina Individual Income Tax Return).

Allowable extension. Six-month extension allowed:

- No payment due and federal Form 4868 filed.
- Payment due or federal Form 4868 not filed: File Form SC4868 for six-month extension. At least 90% of current year tax must be paid.

SOUTH DAKOTA

Website: <https://dor.sd.gov>

Tax assistance: 800-829-9188, 605-773-3311

Filing requirements. South Dakota has no personal income tax.



TENNESSEE

Website: www.tn.gov/revenue

Tax assistance: 615-253-0600, 800-342-1003

Filing requirements. Tennessee does not have a personal income tax.



TEXAS

Website: <https://comptroller.texas.gov>

Tax assistance: 800-252-1381

Filing requirements. Texas does not have a personal income tax.



UTAH

Website: <https://tax.utah.gov>

Tax assistance: 801-297-2200, 800-662-4335



2024 Tax Rate	
Income tax rate.....	4.55%

Filing requirements. Residents and part-year residents must file if they are required to file a federal income tax return.

Nonresidents must file if they are required to file a federal income tax return and received Utah-source income.

Utah form to file:

- Resident, part-year, and nonresident: Form TC-40 (Utah Individual Income Tax Return).
- Part-year and nonresident: Form TC-40B (Non or Part-year Resident Schedule)—attachment to Form TC-40.

Return due date: April 15

Allowable extension. Utah allows an automatic six-month extension of time to file. Utah does not have an extension form. Use Form TC-546 (Individual Income Tax Prepayment Coupon) to make a payment.

VERMONT

Website: <https://tax.vermont.gov>

Tax assistance: 802-828-2865



2024 Quick Tax Method—For Taxable Income of:	
Single	\$ 0 – 47,900 × 3.35% minus \$ 0.00 = Tax
	47,901 – 116,000 × 6.60% minus 1,556.75 = Tax
	116,001 – 242,000 × 7.60% minus 2,716.75 = Tax
	242,001 and over × 8.75% minus 5,499.75 = Tax
MFJ, QW, CU Filing Jointly	\$ 0 – 79,950 × 3.35% minus \$ 0.00 = Tax
	79,951 – 193,350 × 6.60% minus 2,598.38 = Tax
	193,351 – 294,650 × 7.60% minus 4,531.88 = Tax
	294,651 and over × 8.75% minus 7,920.35 = Tax
MFS, CU Filing Separately	\$ 0 – 39,975 × 3.35% minus \$ 0.00 = Tax
	39,976 – 96,675 × 6.60% minus 1,299.19 = Tax
	96,676 – 147,325 × 7.60% minus 2,265.94 = Tax
	147,326 and over × 8.75% minus 3,960.18 = Tax
HOH	\$ 0 – 64,150 × 3.35% minus \$ 0.00 = Tax
	64,151 – 165,700 × 6.60% minus 2,084.88 = Tax
	165,701 – 268,350 × 7.60% minus 3,741.88 = Tax
	268,351 and over × 8.75% minus 6,827.90 = Tax

Filing requirements. Residents, part-year residents, and nonresidents must file if they are required to file a federal return and earn or receive:

- 1) \$100 or more of Vermont income or
- 2) \$1,000 or more of Vermont gross income as a nonresident.

Vermont form to file:

- Resident, part-year, and nonresident: Form IN-111 (Vermont Income Tax Return).
- Part-year and nonresident: Schedule IN-113 (Income Adjustment Calculations)—attachment to Form IN-111.

Return due date: April 15

Extension form. Form IN-151 (Application for Extension of Time to File Form IN-111 Vermont Individual Income Tax Return).

Allowable extension. Vermont allows an automatic six-month extension if Form IN-151 is filed by the due date of the return or taxpayer uses myVTax to file the extension.

VIRGINIA

Website: <https://tax.virginia.gov>

Tax assistance: 804-367-8031



2024 Quick Tax Method—For Taxable Income of:	
All Filing Statuses	\$ 0 – 3,000 × 2.00% minus \$ 0.00 = Tax
	3,001 – 5,000 × 3.00 minus 30.00 = Tax
	5,001 – 17,000 × 5.00 minus 130.00 = Tax
	17,001 and over × 5.75 minus 257.50 = Tax

Filing requirements. Residents and part-year residents are required to file if:

Filing status:	Virginia AGI is at least:
Single or MFS.....	\$ 11,950
MFJ	23,900

Nonresidents are required to file if they receive any income from Virginia sources other than interest from personal savings accounts, interest or dividends from an individual stock market investment, or pension payments from a Virginia payor.

Virginia form to file:

- Resident: Form 760 (Virginia Resident Individual Income Tax Return).
- Part-year resident: Form 760PY (Virginia Part-Year Resident Income Tax Return).
- Nonresident: Form 763 (Virginia Nonresident Income Tax Return).

Return due date: May 1

Allowable extension. Virginia allows an automatic six-month extension of time to file. Ninety percent of the tax liability must be paid by the original due date for filing the return to avoid penalty. No application for extension is required. To make a payment of tentative tax by the original due date, use voucher Form 760IP.

Reciprocity agreements. The District of Columbia, Kentucky, Maryland, Pennsylvania, and West Virginia residents may be exempt from filing if their only source of Virginia income is wages subject to income tax by the resident state (or district). For residents of the District of Columbia and Kentucky, the exemption applies if the individual had no actual place of abode in Virginia during the year. The exemption applies to Maryland, Pennsylvania, and West Virginia residents if they are present in Virginia for 183 days or less during the year.

WASHINGTON

Website: <https://dor.wa.gov>

Tax assistance: 360-705-6705



Filing requirements. Washington does not have a personal income tax, but effective January 1, 2022, it imposes a 7% excise tax on individuals with sales or exchanges of long-term capital assets. Only taxpayers owing capital gains tax are required to file a capital gains tax return. Taxpayers must have capital gains in excess of \$270,000, indexed for inflation. See the *All States Quickfinder® Handbook* for more information.

WEST VIRGINIA

Website: <https://tax.wv.gov>

Tax assistance: 800-982-8297,
304-558-3333



2024 Quick Tax Method—For Taxable Income of:

MFJ, Single, HOH, QSS	\$	0	–	9,999	×	2.36%	minus	\$	0.00	=	Tax
		10,000	–	24,999	×	3.15	minus		78.99	=	Tax
		25,000	–	39,999	×	3.54	minus		176.49	=	Tax
		40,000	–	59,999	×	4.72	minus		648.48	=	Tax
		60,000	and over	×	5.12	minus			888.47	=	Tax
MFS	\$	0	–	4,999	×	2.36%	minus	\$	0.00	=	Tax
		5,000	–	12,499	×	3.15	minus		39.49	=	Tax
		12,500	–	19,999	×	3.54	minus		88.24	=	Tax
		20,000	–	29,999	×	4.72	minus		324.23	=	Tax
		30,000	and over	×	5.12	minus			444.22	=	Tax

Filing requirements. Residents and part-year residents are required to file if their West Virginia AGI is greater than the exemption allowance (\$2,000 per exemption or \$500 if zero exemptions were claimed) or to claim a senior citizen's tax credit.

Exception: Taxpayers age 65 or older if income is less than exemption allowance plus senior citizen modification of up to \$8,000 do not have to file.

Nonresidents are required to file if their federal AGI includes any West Virginia-source income.

West Virginia form to file:

- Resident, part-year, and nonresident: Form IT-140 (West Virginia Personal Income Tax Return).
- Part-year and nonresident: Schedule A (Nonresidents/Part-Year Residents Schedule of Income)—attachment to Form IT-140.

Return due date: April 15

Extension form. Form WV 4868 (Application for Extension of Time to File) (Application for Extension of Time to File).

Allowable extension. West Virginia allows up to a six-month extension if tax liability is paid and the taxpayer either:

- Attaches a copy of federal Form 4868 or
- Files **Form WV 4868 (Application for Extension of Time to File)** if tax owed or federal Form 4868 not filed.

Reciprocity agreements. Kentucky, Maryland, Ohio, Pennsylvania, and Virginia residents may file Form IT-140NRS (Special Nonresident Income Tax Return) to claim a refund if the only West Virginia income is from wages and salaries.

Note: Pennsylvania and Virginia residents qualify only if they did not spend more than 183 days within West Virginia in 2024.

WISCONSIN

Website: <https://www.revenue.wi.gov/>

Tax assistance: 608-266-2486



2024 Quick Tax Method—For Taxable Income of:

Single, HOH	\$	0	–	14,320	×	3.50%	minus	\$	0.00	=	Tax
		14,321	–	28,640	×	4.40%	minus		128.88	=	Tax
		28,641	–	315,310	×	5.30%	minus		386.64	=	Tax
		315,311	and over	×	7.65%	minus			7,796.43	=	Tax
MFJ	\$	0	–	19,090	×	3.50%	minus	\$	0.00	=	Tax
		19,091	–	38,190	×	4.40%	minus		171.81	=	Tax
		38,191	–	420,420	×	5.30%	minus		515.52	=	Tax
		420,421	and over	×	7.65%	minus			10,395.39	=	Tax
MFS	\$	0	–	9,550	×	3.50%	minus	\$	0.00	=	Tax
		9,551	–	19,090	×	4.40%	minus		85.95	=	Tax
		19,091	–	210,210	×	5.30%	minus		257.76	=	Tax
		210,211	and over	×	7.65%	minus			5,197.70	=	Tax

Filing requirements. Residents must file if:

Filing status:	Age:	Gross income is at least:
Single	Under 65.....	\$ 13,930
	65 or older.....	14,180
MFJ	Under 65 (both spouses).....	\$ 25,890
	65 or older (one spouse).....	26,140
	65 or older (both spouses).....	26,930
MFS	Under 65.....	\$ 12,330
	65 or older.....	12,580
HOH	Under 65.....	\$ 17,790
	65 or older.....	18,040

Note: 2024 amounts not available at time of publication. Amounts shown are for 2023.

Residents must also file if they owe a Wisconsin penalty on an IRA, retirement plan, ABLE account, medical or health savings account or Coverdell education savings account (excess contribution).

Part-year and nonresidents must file if gross income is at least \$2,000.

Wisconsin form to file:

- Resident: Form 1, Wisconsin Income Tax.
- Part-year and nonresident: Form 1NPR (Nonresident and Part-Year Resident Wisconsin Income Tax).

Return due date: April 15

Allowable extension. Wisconsin allows an extension based on the federal extension. Use Form 1-ES to make any payments. If federal Form 4868 not filed, attach a statement to the Wisconsin tax return indicating which federal extension provision (for example, federal automatic six-month provision) the taxpayer is applying for.

Reciprocity agreements. Illinois, Indiana, Kentucky, and Michigan residents are not required to file a Wisconsin return if the only Wisconsin income is from personal services.

WYOMING

Website: <http://revenue.wyo.gov>

Tax assistance: 307-777-5200



Filing requirements. Wyoming does not have a personal income tax.

Quick Facts Data Sheet (Continued)

	2025	2024	2023	2022	2021
Business Deductions					
Section 179 deduction:					
Overall limit	\$ 1,250,000	\$ 1,220,000	\$ 1,160,000	\$ 1,080,000	\$ 1,050,000
SUV limit (per vehicle)	31,300	30,500	28,900	27,000	26,200
Qualifying property phase-out threshold	3,130,000	3,050,000	2,890,000	2,700,000	2,620,000
Depreciation limit—autos, trucks, and vans (1st year)	3, 9	12,400 ³	12,200 ³	11,200 ³	10,200 ³
Standard mileage allowances:					
Business	70¢	67¢	65.5¢	58.5¢/62.5¢ ⁸	56¢
Charity work	14¢	14¢	14¢	14¢	14¢
Medical/moving	21¢	21¢	22¢	18¢/22¢ ⁸	16¢
Qualified business income (QBI) deduction taxable income thresholds:					
MFJ	\$ 394,600	\$ 383,900	\$ 364,200	\$ 340,100	\$ 329,800
Single, HOH, QSS, or MFS	197,300	191,950	182,100	170,050	164,900 ⁴
Excess business loss disallowance limits:					
MFJ	\$ 626,000	\$ 610,000	\$ 578,000	\$ 540,000	\$ 524,000
Single, HOH, QSS, or MFS	313,000	305,000	289,000	270,000	262,000
Health Care Deductions/Exclusions/Credits					
Health savings accounts (HSAs):					
Self-only coverage:					
Contribution limit	\$ 4,300	\$ 4,150	\$ 3,850	\$ 3,650	\$ 3,600
Plan minimum deductible	1,650	1,600	1,500	1,400	1,400
Plan out-of-pocket limit	8,300	8,050	7,500	7,050	7,000
Family coverage:					
Contribution limit	8,550	8,300	7,750	7,300	7,200
Plan minimum deductible	3,300	3,200	3,000	2,800	2,800
Plan out-of-pocket limit	16,600	16,100	15,000	14,100	14,000
Additional contribution limit—age 55 or older	1,000	1,000	1,000	1,000	1,000
Long-term care insurance—deduction limits:					
Age 40 and under	\$ 480	\$ 470	\$ 480	\$ 450	\$ 450
Age 41 – 50	900	880	890	850	850
Age 51 – 60	1,800	1,760	1,790	1,690	1,690
Age 61 – 70	4,810	4,710	4,770	4,510	4,520
Age 71 and older	6,020	5,880	5,960	5,640	5,640
Long-term care—excludible per diem	\$ 420	\$ 410	\$ 420	\$ 390	\$ 400
Medical savings accounts (MSAs):					
Self-only coverage:					
Plan minimum deductible	\$ 2,850	\$ 2,800	\$ 2,650	\$ 2,450	\$ 2,400
Plan maximum deductible	4,300	4,150	3,950	3,700	3,600
Plan out-of-pocket limit	5,700	5,550	5,300	4,950	4,800
Family coverage:					
Plan minimum deductible	5,700	5,550	5,300	4,950	4,800
Plan maximum deductible	8,550	8,350	7,900	7,400	7,150
Plan out-of-pocket limit	10,500	10,200	9,650	9,050	8,750
Health flexible spending arrangement—contribution limit	\$ 3,300	\$ 3,200	\$ 3,050	\$ 2,850	\$ 2,750
Advance payment of health insurance premium tax credit—repayment limit:⁵					
Household income < 200% of federal poverty line (FPL)	\$ 750	\$ 750	\$ 700	\$ 650	\$ 650
Household income ≥ 200% of FPL, but < 300%	1,950	1,900	1,800	1,650	1,600
Household income ≥ 300% of FPL, but < 400%	3,250	3,150	3,000	2,800	2,700
Qualified small employer HRA reimbursement limits:					
Employee only	\$ 6,350	\$ 6,150	\$ 5,850	\$ 5,450	\$ 5,300
Employee and family	12,800	12,450	11,800	11,050	10,700
Small employer health insurance credit—average wage limit	\$ 33,300	\$ 32,400	\$ 30,700	\$ 28,700	\$ 27,800
Education Tax Incentives					
Education savings accounts (ESAs) phase-out begins at AGI of:					
MFJ	\$ 190,000	\$ 190,000	\$ 190,000	\$ 190,000	\$ 190,000
Single, HOH, QSS, or MFS	95,000	95,000	95,000	95,000	95,000
American opportunity credit—maximum credit (per student)	\$ 2,500	\$ 2,500	\$ 2,500	\$ 2,500	\$ 2,500
Lifetime learning credit (LLC)—maximum credit (per return)	\$ 2,000	\$ 2,000	\$ 2,000	\$ 2,000	\$ 2,000
Education credit phase-out begins at AGI of:					
MFJ:					
American opportunity	\$ 160,000	\$ 160,000	\$ 160,000	\$ 160,000	\$ 160,000
LLC	160,000	160,000	160,000	160,000	160,000
Single, HOH, or QSS:					
American opportunity	80,000	80,000	80,000	80,000	80,000
LLC	80,000	80,000	80,000	80,000	80,000
MFS	Not Allowed	Not Allowed	Not Allowed	Not Allowed	Not Allowed
Student loan interest deduction limit	\$ 2,500	\$ 2,500	\$ 2,500	\$ 2,500	\$ 2,500
Student loan interest deduction phase-out begins at AGI of:					
MFJ	\$ 170,000	\$ 165,000	\$ 155,000	\$ 145,000	\$ 140,000
Single, HOH, or QSS	85,000	80,000	75,000	70,000	70,000
MFS	Not Allowed	Not Allowed	Not Allowed	Not Allowed	Not Allowed

Quick Facts Data Sheet (Continued)					
	2025	2024	2023	2022	2021
Savings bonds income exclusion phase-out begins at AGI of:					
MFJ or QSS	\$ 149,250	\$ 145,200	\$ 137,800	\$ 128,650	\$ 124,800
Single or HOH	99,500	96,800	91,850	85,800	83,200
MFS	Not Allowed	Not Allowed	Not Allowed	Not Allowed	Not Allowed
Additional Taxes					
AMT exemption:					
MFJ or QSS	\$ 137,000	\$ 133,300	\$ 126,500	\$ 118,100	\$ 114,600
Single or HOH	88,100	85,700	81,300	75,900	73,600
MFS	68,500	66,650	63,250	59,050	57,300
Child subject to kiddie tax—earned income plus	N/A ⁶	N/A ⁶	N/A ⁶	N/A ⁶	N/A ⁶
Net investment income tax begins at AGI of:					
MFJ or QSS	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000	\$ 250,000
Single or HOH	200,000	200,000	200,000	200,000	200,000
MFS	125,000	125,000	125,000	125,000	125,000
Retirement Plans					
IRA contribution limits:					
Under age 50 at year end	\$ 7,000	\$ 7,000	\$ 6,500	\$ 6,000	\$ 6,000
Age 50 or older at year end	8,000	8,000	7,500	7,000	7,000
Traditional IRA deduction phase-out begins at AGI of (taxpayer or spouse covered by employer retirement plan):					
MFJ and QSS (covered spouse)	\$ 126,000	\$ 123,000	\$ 116,000	\$ 109,000	\$ 105,000
MFJ (non-covered spouse)	236,000	230,000	218,000	204,000	198,000
Single and HOH	79,000	77,000	73,000	68,000	66,000
MFS	0	0	0	0	0
Roth IRA contribution phase-out begins at AGI of:					
MFJ or QSS	\$ 236,000	\$ 230,000	\$ 218,000	\$ 204,000	\$ 198,000
Single or HOH	150,000	146,000	138,000	129,000	125,000
MFS	0	0	0	0	0
SIMPLE IRA plan elective deferral limits:					
Under age 50 at year end	\$ 16,500	\$ 16,000	\$ 15,500	\$ 14,000	\$ 13,500
Age 50 or older at year end	20,000	19,500	19,000	17,000	16,500
401(k), 403(b), 457, and SARSEP elective deferral limits:					
Under age 50 at year end	\$ 23,500	\$ 23,000	\$ 22,500	\$ 20,500	\$ 19,500
Age 50 or older at year end	31,000 ¹⁰	30,500	30,000	27,000	26,000
Profit-sharing plan/SEP contribution limits	\$ 70,000	\$ 69,000	\$ 66,000	\$ 61,000	\$ 58,000
Compensation limit (for employer contributions to profit sharing plans)	\$ 350,000	\$ 345,000	\$ 330,000	\$ 305,000	\$ 290,000
Defined benefit plans—annual benefit limit	\$ 285,000	\$ 275,000	\$ 265,000	\$ 245,000	\$ 230,000
Retirement saver's credit phased-out when AGI exceeds:					
MFJ	\$ 79,000	\$ 76,500	\$ 73,000	\$ 68,000	\$ 66,000
HOH	59,250	57,375	54,750	51,000	49,500
Single, MFS, or QSS	39,500	38,250	36,500	34,000	33,000
Key employee compensation threshold	\$ 230,000	\$ 220,000	\$ 215,000	\$ 200,000	\$ 185,000
Highly compensated threshold	\$ 160,000	\$ 155,000	\$ 150,000	\$ 135,000	\$ 130,000
Social Security					
Maximum earnings and still receive full social security benefits:					
Under full retirement age (FRA) at year-end, benefits reduced by \$1 for each \$2 earned over	\$ 23,400	\$ 22,320	\$ 21,240	\$ 19,560	\$ 18,960
Year FRA reached, benefits reduced \$1 for each \$3 earned over (months up to FRA only)	62,160	59,520	56,520	51,960	50,520
Month FRA reached and later	No Limit	No Limit	No Limit	No Limit	No Limit
Estate and Gift Taxes					
Estate and gift tax exclusion	\$ 13,990,000	\$ 13,610,000 ⁷	\$ 12,920,000 ⁷	\$ 12,060,000 ⁷	\$ 11,700,000 ⁷
GST tax exemption	\$ 13,990,000	\$ 13,610,000	\$ 12,920,000	\$ 12,060,000	\$ 11,700,000
Gift tax annual exclusion	\$ 19,000	\$ 18,000	\$ 17,000	\$ 16,000	\$ 15,000
<p>Note: The exemption deduction amount is zero; however, for other Code provisions that refer to the Section 151 exemption amount (for example, the definition of qualifying relative when determining dependents under IRC Sec. 152), the amount is \$5,200 for 2025, \$5,050 for 2024, \$4,700 for 2023, \$4,400 for 2022, and \$4,300 for 2021.</p> <p>¹ Phaseout amount for all other filers (except MFS) is amount shown reduced by: \$7,120 (\$7,110 if no children) for 2025, \$6,920 for 2024, \$6,560 (\$6,570 if no children) in 2023; \$6,130 in 2022; \$5,950 (\$4,950 if three or more children) in 2021.</p> <p>² Increased refundable credit amounts of \$1,600 per child under age six and/or \$1,000 per child age six or over are phased out beginning at \$150,000 for MFJ/QSS, \$112,500 for HOH, and \$75,000 for Single. Refundability is determined without regard to earned income.</p> <p>³ Add \$8,000 if special depreciation claimed.</p> <p>⁴ \$164,925 for MFS (2021), \$160,725 for MFS (2019).</p> <p>⁵ For single filing status, the amount is half of the amount shown. For tax years beginning in 2020, no additional income tax is imposed on advance credit payments exceeding the taxpayer's PTC.</p> <p>⁶ The Setting Every Community Up for Retirement Enhancement Act of 2019 (SECURE Act) has suspended the provision limiting the exemption amount for children subject to the kiddie tax to the sum of the child's earned income plus \$9,550 for 2025 (\$9,250 for 2024) for tax years 2018–2025 [IRC Sec. 55(d)(4)(A)(iii)].</p> <p>⁷ Plus the amount of any deceased spousal unused exclusion and/or any restored exclusion related to lifetime gifts to a same-sex spouse.</p> <p>⁸ The first amount applies to 1/1/22–6/30/22 and the second amount applies to 7/1/22–12/31/22.</p> <p>⁹ Amount not available at time of publication.</p> <p>¹⁰ Catchup for individuals who attain age 60, 61, 62, or 63 in 2025 is \$11,250.</p>					

Where to File 2024 Form 1040

Due Date: April 15, 2025

	Address to: <i>"Department of the Treasury Internal Revenue Service"</i>	Address to: <i>"Internal Revenue Service"</i>
Taxpayer lives in:	Without payment	With payment
AL, FL, GA, LA, MS, NC, SC, TN, TX	Austin, TX 73301-0002	P.O. Box 1214 Charlotte, NC 28201-1214
AK, CA, CO, HI, ID, KS, MI, MT, NE, NV, ND, OH, OR, SD, UT, WA, WY	Ogden, UT 84201-0002	P.O. Box 802501 Cincinnati, OH 45280-2501
AZ, NM	Austin, TX 73301-0002	P.O. Box 802501 Cincinnati, OH 45280-2501
CT, DC, DE, IL, IN, IA, KY, ME, MD, MA, MN, MO, NH, NJ, NY, RI, VT, VA, WV, WI	Kansas City, MO 64999-0002	P.O. Box 931000 Louisville, KY 40293-1000
PA	Kansas City, MO 64999-0002	P.O. Box 802501 Cincinnati, OH 45280-2501
AR, OK	Austin, TX 73301-0002	P.O. Box 931000 Louisville, KY 40293-1000
A foreign country, U.S. possession or territory; or uses an APO or FPO address; or files Form 2555 or 4563; or is a dual-status alien. If taxpayer lives in American Samoa, Puerto Rico, Guam, U.S. Virgin Islands, or the Northern Mariana Islands, see Pub 570.	Austin, TX 73301-0215 USA	P.O. Box 1303 Charlotte, NC 28201-1303 USA

Where to File Form 1040-ES for 2025Due Dates: See *Estimated Tax Payments—Due Dates* on Page 16-7.

Due Dates for Estimated Tax Payments Due Dates on Page 10

Address to: <i>"Internal Revenue Service"</i>		
Taxpayer lives in:	Send to:	
AL, AZ, FL, GA, LA, MS, NM, NC, SC, TN, TX	P.O. Box 1300	Charlotte, NC 28201-1300
AR, CT, DE, DC, IL, IN, IA, KY, ME, MD, MA, MN, MO, NH, NJ, NY, OK, RI, VT, VA, WV, WI	P.O. Box 931100	Louisville, KY 40293-1100
AK, CA, CO, HI, ID, KS, MI, MT, NE, NV, ND, OH, OR, PA, SD, UT, WA, WY	P.O. Box 802502	Cincinnati, OH 45280-2502
A foreign country, American Samoa, or Puerto Rico (or is excluding income under IRC Sec. 933); or uses an APO or FPO address; or files Form 2555 or 4563; or is a dual-status alien or nonpermanent resident of Guam or the U.S. Virgin Islands	P.O. Box 1303	Charlotte, NC 28201-1303, USA
Address to: <i>"Department of Revenue and Taxation, Government of Guam"</i>		
Guam: Bona fide residents*	P.O. Box 23607	GMF, GU 96921
Address to: <i>"Virgin Islands Bureau of Internal Revenue"</i>		
U.S. Virgin Islands: Bona fide residents*	6115 Estate Smith Bay, Suite 22 St. Thomas, VI 00802	
*Bona fide residents must prepare separate vouchers for estimated income tax and self-employment tax payments. Send the income tax vouchers to the address for bona fide residents and the self-employment tax vouchers to the address for non-bona fide residents.		

Where to File Form 4868 for 2024 Return

Due Date: April 15, 2025

	Address to: <i>"Department of the Treasury, Internal Revenue Service Center"</i>	Address to: <i>"Internal Revenue Service"</i>
Taxpayer lives in:	Without payment	With payment
AL, FL, GA, LA, MS, NC, SC, TN, TX	Austin, TX 73301-0045	P.O. Box 1302 Charlotte, NC 28201-1302
AK, CA, CO, HI, ID, KS, MI, MT, NE, NV, ND, OH, OR, SD, UT, WA, WY	Ogden, UT 84201-0045	P.O. Box 802503 Cincinnati, OH 45280-2503
AZ, NM	Austin, TX 73301-0045	P.O. Box 802503 Cincinnati, OH 45280-2503
CT, DE, DC, IL, IN, IA, KY, ME, MD, MA, MN, MO, NH, NJ, NY, RI, VT, VA, WV, WI	Kansas City, MO 64999-0045	P.O. Box 931300 Louisville, KY 40293-1300
PA	Kansas City, MO 64999-0045	P.O. Box 802503 Cincinnati, OH 45280-2503
AR, OK	Austin, TX 73301-0045	P.O. Box 931300 Louisville, KY 40293-1300
A foreign country, American Samoa, or Puerto Rico; or is excluding income under IRC Sec. 933; or using an APO or FPO address; or filing Form 2555 or 4563; or is a dual-status alien; or is a nonpermanent resident of Guam or the U.S. Virgin Islands.	Austin, TX 73301-0215 USA	P.O. Box 1303 Charlotte, NC 28201-1303 USA
All foreign estate and trust Form 1040-NR filers	Kansas City, MO 64999-0045 USA	P.O. Box 1303 Charlotte, NC 28201-1303 USA
All other Form 1040-NR, 1040-PR, and 1040-SS filers	Austin, TX 73301-0215 USA	P.O. Box 1303 Charlotte, NC 28201-1303 USA

— End of Tab 3 —

- Complete Form 1040-V. If a joint return, list taxpayers and SSNs in the order they are listed on the return. Form 1040-V helps the IRS process a payment more accurately and efficiently. Mail the Form 1040-V and payment to the address shown on the form that applies to the taxpayer.
- Keep all canceled checks for tax payments.

Credit or debit card payments. A taxpayer can pay using various credit cards or with certain debit cards. The taxpayer will be charged a convenience fee.

If the preparation software does not integrate e-filing and e-payment, the taxpayer can contact one of the service providers below to arrange payment:

- ACI Payments, Inc.
800-272-9829
fed.acipayonline.com
- Link2Gov Corporation
888-729-1040
www.Pay1040.com
- payUSAtax
844-729-8298
www.payUSAtax.com

Pay online. The IRS offers the following online electronic payment options in addition to the credit and debit card processors listed above:

- **IRS Direct Pay** for online transfers directly from a checking or savings account at no cost (go to **www.irs.gov/payments**).
- **Electronic Funds Withdrawal (EFW)** is an integrated efile/e-pay option offered when filing federal taxes electronically using tax preparation software, through a tax professional or the IRS at **www.irs.gov/payments**.
- **Same-day Wire** (bank fees may apply).
- **Digital Wallets** (Paypal and Click to Pay).

EFTPS. Taxpayers can pay the balance due on their returns, make estimated tax payments, and pay business taxes by direct debit authorized over the internet. Taxpayers must be enrolled in the Electronic Federal Tax Payment System (EFTPS) program before a debit payment can be made. Enroll at **www.eftps.gov**. There's no cost to use this tax payment system.



Note: In addition to the EFTPS program, individual taxpayers can now make tax payments through their online account, which can be accessed at **www.irs.gov/account**.

Mobile device. To pay through a mobile device, the taxpayer must download the IRS2Go app.

Pay by cash. Cash is an in-person payment option for individuals provided through retail partners with a maximum of \$500 per-payment and a \$1.50–2.50 fee per payment. See **www.irs.gov/payments/pay-with-cash-at-a-retail-partner** for a list of participating stores, fees, and limits. To make a cash payment, the individual must first be registered online at **fed.acipayonline.com** or **pay1040.com**.

Unable to pay. See *Options for Taxpayers Unable to Pay Tax Due* on Page 16-4.

Estimated Tax Penalty

See *Underpayment/Estimated Tax Penalty* on Page 16-7.

Calculate the penalty on Form 2210 or 2210-F and enter on line 38. Include the penalty in the amount owed on line 37. If there is an overpayment of tax, the estimated tax penalty is subtracted from the overpayment shown on line 34. If line 38 is blank and a penalty is owed, the IRS will calculate the penalty and send a bill.

SCHEDULE 1—PART I: ADDITIONAL INCOME

Form 1099-K Transactions

For 2024, the amount of reported income on Form(s) 1099-K that was included in error or for personal items sold at a loss should be reported on the line at the top of Schedule 1. The remaining amounts should be reported elsewhere on the return depending on the nature of the transaction.

Payment settlement entities must report debit and credit card sales to the IRS and merchants receiving payments. These payments are reported on Form 1099-K. A payment settlement entity is a bank or other organization that has the contractual obligation to make payment to participating payees in settlement of payment card transactions or third party network transactions. A participating payee is anyone who accepts a payment card (or account number associated with a card) as payment or accepts payments from a Third-Party Settlement Organization (TPSO) in settlement of a third-party network transaction.

A TPSO is only required to issue a Form 1099-K to a payee when the total dollar amount of all transactions during the calendar year exceeds a de minimis threshold [IRC Sec. 6050W(e)]. This de minimis exception only applies to third party network transactions (not payment card transactions which have no reporting threshold).

The American Rescue Plan Act (ARPA) significantly reduced the de minimis threshold for TPSOs. Until passage of ARPA, the threshold was 200 or more transactions per year and the dollar amount of those transactions exceeded \$20,000. ARPA reduced the dollar amount to \$600 per year with no minimum transaction requirement. This means a single transaction for \$600 or more settled through a TPSO is reportable.

Observation: The reduced 1099-K filing threshold was originally intended to take effect beginning in 2022 (for Forms 1099-K due in 2023). However, the IRS provided relief for TPSOs by declaring both 2022 and 2023 transition periods for implementation of the lowered minimum reporting requirements and allowed them to use the threshold in place prior to the changes brought about by ARPA (Notices 2023-10 and 2023-74).

Note: The IRS's transition period continues in 2024 and 2025 (Notice 2024-85). Rather than the \$600 threshold called for in IRC Sec. 6050W(e), the reporting threshold for 2024 Forms 1099-K (due in 2025) is \$5,000 with no minimum transaction requirement.

Observation: The reduction in the Form 1099-K reporting threshold has been controversial. Practitioners should monitor the situation to see what the IRS does for 2025.

Taxable Refunds, Credits, or Offsets of State and Local Income Taxes

See IRS Pub. 525.

State and local income tax refunds are taxable (reported on line 1 of Form 1040, Schedule 1) if the refunded tax was deducted in a prior year and the taxpayer received a tax benefit from the deduction. Refunds are not taxable if the taxpayer did not itemize deductions in the prior year or elected to deduct state and local general sales taxes instead of state and local income taxes.

Use the *State and Local Tax Refund Worksheet* on Page 4-21 to calculate the taxable portion of the refund. Report only the taxable part of the refund on line 1.

Note: If a taxpayer received a tax benefit from deducting state or local taxes in a prior tax year and the taxpayer recovers all or a portion of those taxes in the current tax year, the taxpayer must include in gross income the lesser of (1) the difference between the taxpayer's total itemized deductions taken in the prior year and

- Taxable distributions from a health savings account (see *Taxable health savings account (HSA) distributions* on Page 4-22) or an Archer MSA. Taxable distributions may also be subject to an additional tax. See Forms 8889 and 8853.
- Deemed income from an HSA because the individual did not remain HSA-eligible during the testing period. See *Recapture* on Page 4-23.
- Reemployment trade adjustment assistance (RTAA) payments (Form 1099-G, box 5).
- Loss on certain corrective distributions of excess elective deferrals to employer retirement plans. A loss is reported as a negative amount and identified as "Loss on Excess Deferral Distribution."
- Dividends on insurance policies if they exceed the total of all net premiums paid for the contract.
- Taxable cancellation of debt income (non-business debts). See *Canceled Debt* on Page 4-4.
- Recapture of charitable contribution deductions related to donations of fractional interests in personal property or to property donations when the charity disposes of the property within three years.
- Taxable part of disaster relief payments.
- Taxable distributions from an ABLE account. See *Qualified ABLE Programs* on Page 13-3.
- Scholarship and fellowship grants not reported on Form W-2.
- Nontaxable amount of Medicaid waiver payment included on Form 1040, line 1a or 1d. See instructions.
- Pension or annuity from a nonqualified deferred compensation plan or a nongovernmental Section 457 plan.
- Wages earned while incarcerated.
- Digital assets received as ordinary income not reported elsewhere.
- Section 461(l) excess business loss adjustments.
- U.S. shareholders of controlled foreign corporations are required to report their (1) prorata share of the corporation's subpart F income under IRC Sec. 951, and (2) the global intangible low-taxed income (GILTI) in taxable income under IRC Sec. 951A. Include the amount figured on Form 8992, and attach a copy. Attach a copy of Form 5471 if applicable.
- Income and taxable reimbursements not included on any other line or schedule.


Taxable health savings account (HSA) distributions. Distributions not used for qualified medical expenses of the account beneficiary, spouse, or dependents are included in gross income and subject to a 20% additional tax. Exceptions to the additional tax include distributions after the beneficiary's death, disability, or attainment of age 65. (Qualified medical expenses are generally the same as for itemized medical expenses. See Tab 5. *Exception:* Insurance premiums normally are not treated as a qualified medical expense for HSAs.)

All HSA distributions are reported on Form 8889 [Health Savings Accounts (HSAs)] where the taxable amount and 20% additional tax, if any, are computed and carried to line 8f of Form 1040, Schedule 1; and line 17c of Form 1040, Schedule 2, respectively.

Crowdfunding. For years beginning after 2024 (**tax years 2024 and 2025 are transitional years—see IR-2023-221, Notice 2024-85**), the Form 1099-K filing threshold is met when the total of all payments distributed to a person is more than \$600, and 2025 (Notice 2024-85) regardless of the number of transactions or donations. However, payment processors are not required to file Form 1099-K if the contributors to the crowdfunding campaign do not receive goods or services for their contributions. Conversely, when a payment processor distributes money raised meeting the reporting threshold (\$600), and the contributors received goods or services for their contributions, then a Form 1099-K is required to be filed. Box 1 should reflect the gross amount of the distributions made during the calendar year; however, the issuance of

Form 1099-K does not automatically mean the amount reported is taxable to the recipient. For further discussion, see *Form 1099-K Transactions* on Page 4-20.

The income tax consequences depend on all the facts and circumstances and the distribution of the money raised may not be taxable income to the recipient. Income is taxable unless specifically excluded, and gifts are generally excluded. If crowdfunding contributions are made as a result of the contributors' detached and disinterested generosity, and without the contributors receiving or expecting to receive anything in return, the amounts may be gifts and therefore may not be includible in the gross income of those for whom the campaign was organized.

 **Note:** Crowdfunding organizers and any person receiving amounts from crowdfunding should keep complete and accurate records of all facts and circumstances surrounding the fundraising and disposition of funds for at least three years.

SCHEDULE 1—PART II: ADJUSTMENTS TO INCOME

Educator Expenses

See *Educator expenses—Form 1040, Schedule 1* on Page 9-7.

Business Expenses for Certain Employees

Form 2106. See *Above-the-Line Deduction for Certain Employees* on Page 9-7.

Health Savings Account Deduction


See IRS Pub. 969.

A health savings account (HSA) is a savings account set up exclusively for paying the qualified medical expenses of the account beneficiary or the beneficiary's spouse or dependents (IRC Sec. 223).

Eligible individuals. To qualify for an HSA, an individual:

- Must be covered under a high deductible health plan (HDHP).
- May not be covered under any non-HDHP health plan.
- Cannot be enrolled in Medicare. See INFO 2016-0003 and 2016-0014 for guidance on computing the maximum HSA contribution for the year the individual reaches age 65 and first enrolls in Medicare.
- Cannot be eligible to be claimed as a dependent on another person's return.



 **Note:** Telehealth and other remote care coverage is disregarded in determining eligibility in the case of plan years beginning after 2022, and before January 1, 2025.

The Inflation Reduction Act (IRA) of 2022 provided that for years beginning after 2022, an HDHP may provide a \$0 deductible for selected insulin products.

Employees. The employee, the employer, or both may contribute to the HSA.

- Contributions made by the employee are deductible.
- Contributions made by the employer (including contributions made through a cafeteria plan) are excluded from employee's income and are not subject to employment taxes.

S corporation shareholders. More-than-2% shareholders are not eligible for pre-tax HSA contributions by their employer. Employer contributions to a more-than-2% shareholder's HSA are generally treated as compensation and then deducted by the shareholder (Notice 2005-8).

Social Security



Tab 14 Social Security Topics

Social Security and Medicare Highlights.....	Page 14-25
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Social Security Quick Chart—Retirement Benefits (2025)	Page 14-26
Social Security Quick Chart—Family, Survivor, and Disability Benefits (2025).....	Page 14-27
Retirement Benefits	Page 14-28
Family and Survivor Benefits	Page 14-29
Disability Benefits.....	Page 14-29
Medicare	Page 14-30
Medigap Insurance	Page 14-31
Medicaid.....	Page 14-32
Supplemental Security Income	Page 14-33

Social Security and Medicare Highlights

	2025	2024	2023
Cost-of-living (COLA) adjustment	2.50%	1.30%	8.70%
Maximum earnings and still receive full social security benefits:			
Under full retirement age (FRA) at year-end	\$ 23,400	\$ 22,320	\$ 21,240
Year FRA reached ¹	62,160	59,520	56,520
Month FRA reached and later.....	No Limit	No Limit	No Limit
Maximum earnings subject to:			
Social security tax.....	\$ 176,100	\$ 168,600	\$ 160,200
Medicare tax	No Limit	No Limit	No Limit
Tax Rates			
Employee:			
Social security	6.20%	6.20%	6.20%
Medicare.....	1.45 ²	1.45 ²	1.45 ²
Employer:			
Social security	6.20%	6.20%	6.20%
Medicare.....	1.45	1.45	1.45
Self-Employed:			
Social security	12.40%	12.40%	12.40%
Medicare.....	2.90 ²	2.90 ²	2.90 ²
Earnings needed to earn one quarter of social security coverage	\$ 1,810	\$ 1,730	\$ 1,640
Medicare:			
Part A monthly premium ³	\$ 518.00	\$ 505.00	\$ 506.00
Part B monthly premium ⁴	185.00	174.70	164.90
Hospital deductible	1,676.00	1,632.00	1,600.00
Medical deductible.....	257.00	240.00	226.00

¹ Limit applies only to months before attaining FRA. See *Earnings May Reduce Benefits* on Page 14-28.

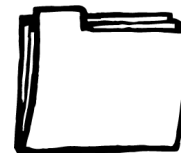
² Plus 0.9% additional Medicare tax on earned income exceeding \$200,000 (\$250,000 combined earned income if MFJ; \$125,000 if MFS).

³ Applies if less than 40 quarters of covered employment. Lower premium if 30–39 quarters of covered employment. See *Medicare Part A Premiums (2025)* on Page 14-30.

⁴ Beneficiaries with higher incomes pay a higher premium. See *Medicare Part B Premiums (2025)* on Page 14-31.

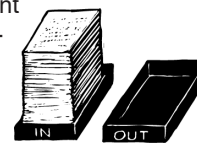
SOCIAL SECURITY BENEFITS

- 1) **Retirement.** Monthly benefits paid to retired workers as early as age 62.
- 2) **Family.** Monthly benefits paid to spouse, children (including dependent adults who have been disabled since childhood), and some ex-spouses of retired and disabled workers.
- 3) **Survivor.** Monthly benefits paid to the surviving spouse, children (including dependent adults who have been disabled since childhood), some ex-spouses, and dependent parents of a deceased worker.
- 4) **Disability.** Monthly benefits paid to workers under age 65 with a qualifying disability.
- 5) **Supplemental Security Income (SSI).** Monthly benefits to disabled adults and children who have limited income and resources and to people age 65 and older without disabilities who meet the financial limits. See *Supplemental Security Income* on Page 14-33.



Social Security Statement

An individual's social security statement is available at www.ssa.gov/myaccount. To access the statement, individuals must create a *my Social Security* account. The statement includes estimates of the individual's retirement and disability benefits, lifetime earnings according to social security's records, and the estimated social security and Medicare taxes the individual has paid.



Estimating Social Security Benefits

An estimate of social security benefits can be found on the social security statement or online at www.ssa.gov/prepare/plan-retirement. There are calculators that estimate potential benefit amounts using assumptions about retirement dates and different levels of future earnings. The calculators show retirement benefits as well as disability and survivor benefit amounts.

Tax on Social Security Benefits

A portion of social security benefits is taxed if income above a "base amount" (based on filing status) is received in addition to social security benefits (IRC Sec. 86). Form SSA-1099 is received each January showing the amount of benefits received in the previous year. See the *Social Security Benefits Worksheet (2024)* on Page 3-13.

Single and HOH returns. If combined income is over \$25,000 (base amount) and under \$34,001, up to 50% of benefits are taxable. If combined income is above \$34,000, up to 85% of benefits are taxable.

Joint returns. If combined income is over \$32,000 (base amount) and under \$44,001, up to 50% of benefits are taxable. If combined income is above \$44,000, up to 85% of benefits are taxable.



Married filing separate returns. If the taxpayer lived apart from his spouse all year, benefits are taxed the same as for a single person. If the taxpayer lived with his spouse at any time during the year, the base amount is \$0 and the taxpayer will generally pay tax on up to 85% of benefits regardless of income.

Continued on Page 14-28

Social Security Quick Chart—Retirement Benefits (2025)

	Early Retirement (Permanently Reduced Benefits)	Full Retirement (Full Benefits)	Delayed Retirement (Permanently Increased Benefits)	
Eligibility for Benefits	Workers are eligible for early retirement benefits at age 62. Note: If retirement is disability-related, apply for disability benefits, which generally equal full retirement benefits.	Full retirement age (FRA) (see below) is when a worker can retire and collect full retirement benefits.	Delayed retirement is available for a worker over the FRA. At age 70, workers automatically receive benefits.	
Age and Benefit Payments	Receiving benefits before FRA permanently reduces monthly benefits based on number of months benefits received before FRA. Spousal benefits based on the worker’s coverage are also reduced.	FRA depends on the year the worker was born.	Delaying benefits past FRA increases benefits as follows:	
	<div><div><div>% of Full Benefits if Worker Receives Benefits at Age 62</div><div><div>Worker Born</div><div>Worker</div><div>Spouse</div></div><div>1943–195475.00%70.00%</div><div>195574.1769.17</div><div>195673.3368.33</div><div>195772.5067.50</div><div>195871.6166.67</div><div>195970.8365.83</div><div>After 195970.0065.00</div></div></div>	<div><div>Worker Born</div><div>Full Retirement Age</div><div>1943–1954.....66 yrs, 0 months</div><div>195566 yrs, 2 months</div><div>195666 yrs, 4 months</div><div>195766 yrs, 6 months</div><div>195866 yrs, 8 months</div><div>195966 yrs,10 months</div><div>After 195967 yrs, 0 months</div></div>	<div><div>Worker Born</div><div>Increase in Benefits Each Year After FRA</div><div>1931–19325.0%</div><div>1933–19345.5</div><div>1935–19366.0</div><div>1937–19386.5</div><div>1939–19407.0</div><div>1941–19427.5</div><div>After 19428.0</div></div>	
	Earnings Limit/Benefits Reduction	Years before individual reaches full retirement age, benefits are reduced by \$1 for each \$2 earned over \$23,400.	• In year FRA is reached (months up to FRA only) benefits are reduced by \$1 for each \$3 earned above \$62,160. • Month FRA reached and later, there is no limit on earnings.	
	Social Security Credits Needed for Coverage	Workers can earn up to four credits per year. For 2025, a credit is earned for each \$1,810 of earnings. So, workers earning at least \$7,240 in 2025 earn four credits.		
	Note: The same number of credits is required regardless of retirement date.	General Rule		Special-Rule—Certain Nonprofit Employees
		Worker Born	Credits Needed	Age on 1/1/84Credits Needed
		1929 or later	40	60 or over.....6
		1928	39	598
		1927	38	5812
1925		37	5716	
1926	36	55 or 56.....20		
1924	35			

Medicare Quick Chart (2025)

Part	Description	Premiums	Deductible/Coinsurance
A	<i>Hospital Insurance.</i> Covers inpatient hospital care, care in a skilled nursing facility following a hospital stay, hospice and home health care and blood.	<ul style="list-style-type: none"> None if 40 or more quarters of Medicare coverage. \$ 285.00/mo if 30–39 quarters of Medicare coverage. \$ 518.00/mo for other eligible individuals. 	<p><i>Hospital stay:</i></p> <ul style="list-style-type: none"> \$ 1,676.00 for days 1–60. \$ 419.00/day for days 61–90. \$ 838.00/day for days 91–150. All costs beyond 150 days. <p><i>Skilled nursing facility:</i></p> <ul style="list-style-type: none"> \$ 209.50/day for days 21–100.
B	Medical Insurance. Covers doctors' services and other medical services and supplies.	\$ 185.00-628.90 /mo., depending on income.	<ul style="list-style-type: none"> Deductible: \$ 257.00 Coinsurance: 20% of Medicare-approved amount.
Eligibility	Workers are not eligible for Medicare until they are age 65, are disabled or have permanent kidney failure. Receiving social security benefits before FRA has no impact.		

Earnings Limit for Individuals Receiving Benefits Before FRA (2025)

Under FRA, benefits reduced by \$1 for each \$2 earned over	\$23,400
Year FRA reached, benefits reduced \$1 for each \$3 earned over (months up to FRA only)	62,160
Month FRA reached and later	No Limit

- Wages, salaries, and commissions count toward the earnings limit when earned, and not when paid.
- Net SE income counts toward the earnings limit when paid, and not when earned. *Exception:* Net SE income does not count toward the earnings limit if paid in a year after the retiree became eligible for social security, and it was earned before the retiree became eligible for social security benefits.

Notes:

- If other family members receive benefits on the worker's record, total family benefits will be affected by the worker's earnings.
- If a family member works, the family member's earnings affect only his own benefits.
- Earnings do not affect entitlement to Medicare benefits.

Example: Elroy began receiving social security benefits in 2024, but did not reach FRA until August 1, 2025. He earned \$63,600 in the seven months from January through July of 2025. During this period, his social security benefit is reduced by \$480 $[(\$63,600 - \$62,160) \div 3]$.

Special payments after retirement. After the taxpayer begins taking benefits, he may receive special payments for work done before receiving social security benefits. Usually, special payments will not affect benefits if the Social Security Administration knows that the special payments are for compensation for work done before taking benefits. Bonuses, vacation pay, commissions, and sick pay are examples of special payments.

Contact the Social Security Administration and inform them when earnings include a special payment. If they agree, the special payment will not be counted toward the total earnings for the year.

Special rule—first year benefits received. When a person begins receiving benefits before FRA, the earnings limit only applies to the months after he begins collecting social security benefits.

Example: John turned age 62 on August 30, 2025 and chose to begin receiving social security benefits on that date. Before he began receiving benefits, John worked full time and earned \$45,000 during January through August of 2025. Assume John takes a part-time job in September of 2025 and earns \$500 per month from September–December. Although his earnings for the year substantially exceed the 2025 earnings limit (\$23,400), he will still receive a full social security check for September through December because his earnings in those months are less than the 2025 monthly limit of \$1,950 $(\$23,400 \div 12)$. The limit is applied on a monthly basis only for the year benefits are first received. In future years, the earnings limit applies on a yearly basis.

Government Pension Offset (GPO)

If a retiree receives a pension from work not covered by social security (federal civil service, state or local government employment, etc.), social security benefits may be reduced.

There are several exceptions to the GPO rules. Details are available at www.ssa.gov. Basically, any social security benefits a retiree may be eligible to receive will be reduced by two-thirds of any retirement benefits from non-covered employment. This includes benefits the retiree might be entitled to as a spouse or a widow based on the earnings of the retiree's spouse.

Law Change Alert: The Social Security Fairness Act (HR 82) was signed into law on January 5, 2025. The Act repeals the GPO provisions effective December 31, 2023. The SSA is evaluating how to implement the Act, particularly as it is retroactive. Practitioners should continue to monitor this situation.

Example: Ray receives a civil service pension of \$600 per month. He is eligible to receive a \$500 spousal benefit based on his spouse, May's, social security account. However, two-thirds of his monthly pension (\$400) will offset his spousal benefit so he will receive only \$100 $(\$500 - \$400)$. May's benefit is not reduced unless she also receives a pension from employment not covered by social security.

Months Benefits Are Not Payable

No benefits are payable for:

- The month of the person's death (for worker's benefits only; survivors' benefits begin in the month of the worker's death).
- The month in which a person reaches age 62 (unless the birthday is on the first or second day of the month). An individual receiving benefits at full retirement age receives the first check for the first month he meets all of the eligibility requirements.
- Months during which an individual serves jail time related to a crime punishable by imprisonment of at least one month for which he is convicted. For most social security programs, the full month's benefits are not payable even when an individual served only a day of that month in jail surrounding a criminal conviction.

Note: Family members eligible for benefits can continue to receive benefits.

FAMILY AND SURVIVOR BENEFITS

See the *Social Security Quick Chart—Family, Survivor, and Disability Benefits (2025)* on Page 14-27 for information on survivor benefits.

DISABILITY BENEFITS

See the *Social Security Quick Chart—Family, Survivor, and Disability Benefits (2025)* on Page 14-27 for information on disability benefits.

Definition. *Disabled* under social security means a worker must have a medical condition that: (1) prevents the worker from doing the work he did before, (2) prevents him from adjusting to other work, and (3) is either expected to last (or has lasted) for at least 12 months, or expected to result in death. Social security disability benefits are not intended for temporary conditions.

Determination of Disability—Process

- 1) If earnings average more than \$1,620 (\$2,700 if blind) (in 2025) per month, a person is generally not considered disabled.
- 2) Impairments must interfere with basic work-related activities.
- 3) Condition must be found in the list of disabling impairments maintained by the SSA. If the condition is not on the list, a decision is made if it is of equal severity to an impairment on the list.
- 4) Determination must be made whether the condition interferes with the ability to do the kind of work done before the disability.
- 5) If work done before cannot be done, other types of work are considered. Age, education, past work experience, and transferable skills are considered.

Note: Special rules apply to blind persons because of the impact of blindness on the ability to work. Contact the SSA for information.

Work Incentives

If a person is receiving disability benefits, the following work incentives apply.

Note: Disabled recipients must report all income received from work, no matter how little the amount.

Trial work period allows individuals to test their ability to work for at least nine months. During a trial work period, individuals receive full social security benefits regardless of how much they

earn as long as they report their work activity and continue to have a disabling impairment. In 2025, a trial work month is any month in which the disabled individual's earnings are over \$1,160. The trial work period continues until the individual has worked nine months within a 60-month period.

Extended eligibility period. For at least 36 months after a successful trial work period, if a person is still disabled, he will be eligible to receive a monthly benefit without a new application for any month his earnings drop below \$1,620 (\$2,700 if blind) (for 2025).

Expedited reinstatement. If benefits stop due to substantial earnings, a person who is unable to continue working due to his disability has five years to request that his benefits resume without reapplying or waiting for a review of the medical condition.

Deductions for impairment-related expenses. Work expenses related to the disability may be deducted from earnings in determining whether they constitute substantial work.

Medicare continuation. If an individual has premium-free Medicare hospital insurance and starts working, he may have at least 8½ years of extended coverage (including the nine-month trial work period if he is still disabled). After that, the individual may purchase Medicare Part A coverage by paying a monthly premium.

Other Payments—Impact on Disability Benefits

Workers' compensation or certain other government disability benefits may reduce social security disability benefits, or social security disability benefits may reduce other disability payments. The sum of all social security disability benefits paid to the worker and to his family cannot exceed 80% of the worker's earnings averaged over a period of time shortly before the disability.

Disabled After Age 62

If a worker becomes disabled after age 62 and has received a reduced retirement benefit before becoming entitled to disability payments, the disability benefit will be reduced for the number of months he received the early retirement benefit.

MEDICARE

www.medicare.gov

Medicare is a national health insurance program for:

- Persons age 65 and older.
- Certain disabled persons.
- Person of any age with end-stage renal disease or Lou Gehrig's disease.

Medicare is four programs:

- *Part A: Hospital insurance.* For most Medicare beneficiaries, there is no premium for Medicare Part A. Individuals who are ineligible for free Part A can still enroll, but must pay a premium. See the table *Medicare Part A Premiums (2025)* on Page 14-30.
- *Part B: Medical insurance.* See the table *Medicare Part B Premiums (2025)* on Page 14-31.
- *Part C: Combined Part A and Part B.* Private insurance companies approved by Medicare provide this combined coverage through Medicare Advantage Plans like HMOs and PPOs.
- *Part D: Prescription drug coverage.* Optional coverage—see *Medicare Drug Plans (Part D)* on Page 14-31.

Note: See the table *2025 Medicare Benefits* on Page 14-32 for a listing of covered services.

Medicare premium assistance. If a Medicare recipient has limited income and assets, programs are available to help pay medical costs. State rules vary. Contact the applicable state medical assistance (Medicaid) office. Contact information for each state is available at www.medicare.gov. Choose "Talk to someone", "Find Your State Office," and select your state.

1) *Qualified Medicare Beneficiary (QMB).* Pays Medicare premiums, deductibles, coinsurance, and copayments for certain elderly and disabled persons entitled to Medicare Part A.

- 2) *Specified Low-Income Medicare Beneficiary (SLMB).* Pays the medical insurance (Part B) premium for persons with incomes up to 20% over the national poverty level.
- 3) *Qualifying Individual (QI).* Pays the Part B premiums only.
- 4) *Qualified Disabled & Working Individuals (QDWI).* Pays Part A premiums only.

Eligibility for Hospital Insurance (Part A)

Age 65 and older. A person is eligible for Medicare Part A if he:

- 1) Is receiving social security or railroad retirement benefits,
- 2) Is not receiving social security or railroad retirement benefits, but has worked long enough to be eligible for them,
- 3) Is entitled to social security benefits based on his spouse's (or divorced spouse's) work record, and that spouse is at least age 65 (the spouse does not have to apply for benefits in order for the person to be eligible based on the spouse's work) or
- 4) Has worked long enough in federal, state or local government to be insured for Medicare.

Under age 65. A person is eligible for Medicare Part A if he:

- Has been entitled to social security disability benefits for at least 24 months,
- Has received a disability pension from the railroad retirement board and meets certain conditions, or
- Has Lou Gehrig's disease or end-stage renal disease.

Family members:

- 1) Under certain conditions, a spouse, divorced spouse, surviving spouse, and dependent parent may be eligible for hospital insurance at age 65.
- 2) Disabled surviving spouse under age 65, disabled divorced surviving spouse under age 65, and disabled children may be eligible, usually after a 24-month qualifying period.

Permanent kidney failure. People with end-stage renal disease are eligible for Medicare Part A at any age if they receive maintenance dialysis or a kidney transplant and:

- Are insured or are getting monthly benefits under social security or the railroad retirement system or
- Have worked long enough in government for Medicare insurance.

Notes:

- A spouse or child with this condition may be eligible for coverage based on another's work record.
- There may be a three-month waiting period after dialysis treatments begin for coverage to commence.

Medicare Part A Premiums (2025) ¹	
Quarters of Covered Employment	Monthly Premium
30–39.....	\$285
Less than 30.....	\$518

¹ Applies only if ineligible for premium-free Part A. Part A is generally free when individual (or spouse) has at least 40 quarters of coverage.

Eligibility for Medical Insurance (Part B)


- 1) A person age 65 or older, or a person entitled to Part A hospital insurance benefits, can enroll in Part B plan by paying a monthly premium. No social security or government work quarters of coverage are needed.
- 2) Aliens age 65 or older not eligible for premium-free Part A must be lawfully admitted permanent residents and live in the U.S. for five continuous years before they can enroll in Part B.

Higher Part B premiums for higher income individuals. Certain Medicare Part B enrollees pay a higher Part B premium based on their income.

Medicare Part B Premiums (2025)			
Annual Income ¹			Monthly Premium
Single, HOH, QSS	MFJ	MFS	
≤ \$106,000	≤ \$212,000	≤ \$106,000	\$185.00
\$106,001–133,000	\$212,001–266,000	N/A	259.00
\$133,001–167,000	\$266,001–334,000	N/A	370.00
\$167,001–200,000	\$334,001–400,000	N/A	480.90
\$200,001–499,999	\$400,001–749,999	\$ 106,001–393,999	591.90
\$500,000 or more	\$750,000 or more	\$394,000 or more	628.90

¹ 2023 AGI plus tax-exempt interest and exclusions for U.S. savings bond interest and foreign earned income and housing.


There is also a Part B deductible each year before Medicare starts to pay its share.

 **Note:** The *Medicare Access and CHIP Reauthorization Act* (MACRA) increased the amount that Medicare beneficiaries pay for Medicare Part B premiums based on modified adjusted gross income (MAGI) levels for years beginning in 2018. The income threshold levels were frozen through 2019 and indexed for inflation beginning in 2020.


Medicare Options

Most Medicare beneficiaries can choose to receive all Medicare benefits either through the original fee-for-service program (Parts A and B) or through a variety of managed care and other programs under Medicare Advantage (Part C).

- 1) *Fee-for-service (Parts A & B).* Medicare pays a set percentage of hospital, doctor and other health care expenses, and the beneficiary is responsible for certain deductibles and coinsurance payments. Beneficiaries choose Medicare-approved licensed physicians, hospitals, health care providers, or facilities.

 **Note:** A Medigap policy can supplement fee-for-service coverage.

- 2) *Medicare Advantage Plans (Part C).* Medicare Advantage Plans are private medical plans approved by Medicare designed to provide coverage offered by Original Medicare (Parts A and B) but may include additional services. There are different types of Medicare Advantage Plans including: health maintenance organizations (HMOs), preferred provider organizations (PPOs) private fee-for-service plans (PFFSs), medical savings account (MSAs), special needs plans (SNPs), and HMO point-of-service (HMOPOSs). Generally, services must be obtained from the provider's network unless for an emergency inside/outside the service area. The organization receives a monthly payment from Medicare and the beneficiary must be enrolled in and pay the monthly premium for Medicare Part B. A monthly premium and a co-payment each time a service is used is typically charged. In addition, some benefits beyond Medicare may be provided, including preventative care, prescription drugs, dental care, hearing aids, and eyeglasses.


 **Note:** A Medigap policy is usually not needed with an advantage plan.

Medicare Drug Plans (Part D)

Everyone with Medicare can join a Medicare prescription drug plan (Part D) in their area. Individuals may sign up when they first become eligible for Medicare (three months before the month they turn age 65 until three months after the month they turn age 65). Individuals who receive Medicare due to a disability can join from three months before to three months after their 25th month of cash disability payments.

Individuals can also join, switch or drop Medicare Part D coverage during the open enrollment period, which runs from October 15–December 7. The change will take effect the following January 1. But,

individuals who don't sign up when first eligible may pay a penalty (premiums increase by 1% for every month enrollment is delayed).

 **Caution:** If an individual who is enrolled in a Medicare Advantage Plan that includes prescription drug coverage joins a Medicare prescription drug (Part D) plan, he will be disenrolled from his Medicare Advantage Plan and returned to Original Medicare.

Medicare Drug Coverage Cost Components	
The actual dollar amounts vary depending on the plan chosen and the drugs purchased.	
Component	Additional Cost
Monthly Premium	Paid in addition to Part B premium
Yearly Deductible	Amount paid before the plan pays
Copayments	Individual per-prescription share of cost


Source: www.medicare.gov
Note: In 2025, out-of-pocket costs for covered drugs are capped at \$2,000.

Income-related premium adjustment. An individual's monthly Medicare Part D premium is increased when his annual income reaches a certain level. This applies to Part D coverage he gets from a Medicare prescription drug plan, a Medicare Advantage Plan with prescription drug coverage (like an HMO or PPO), or a Medicare cost plan that includes Medicare prescription drug coverage.

Medicare Part D Premium Adjustment (2025)			
Annual Income ¹			Premium Adjustment ²
Single, HOH, QSS	MFJ	MFS	
≤ \$106,000	≤ \$212,000	≤ \$106,000	\$ 0
\$106,000–133,000	\$212,001–266,000	N/A	13.70
\$133,001–167,000	\$266,001–334,000	N/A	35.30
\$167,001–200,000	\$334,001–400,000	N/A	57.00
\$200,001–499,999	\$400,001–749,999	\$ 106,001–393,999	78.60
\$ 500,000 or more	\$ 750,000 or more	\$394,000 or more	85.80

¹ 2023 AGI plus tax-exempt interest and exclusions for U.S. savings bond interest and foreign earned income and housing.
² This amount is paid in addition to the plan's premium.

Individuals will be notified by social security if they have to pay the additional Part D premium.

 **Law Change Alert:** As part of the Inflation Reduction Act (IRA), the coverage gap phase (also called the *donut hole*) will be eliminated. The coverage gap was a temporary limit on what the drug plan would pay for drugs. Beginning in 2025, Part D coverage will consist of a three-phase benefit: 1) a deductible phase, 2) an initial coverage phase, and 3) a catastrophic phase. There will be no initial coverage limit, and the initial coverage phase will extend to the maximum annual out-of-pocket threshold, at which point the catastrophic phase will begin. **Note:** As part of the IRA changes, out-of-pocket costs for covered drugs are capped at \$2,000 for 2025.

Extra Help. Individuals who meet certain income and resource limits may qualify for Extra Help from Medicare to pay the costs of Medicare prescription drug coverage. Individuals automatically qualify if they have Medicare and meet any of these conditions:

- Have full Medicaid coverage.
- Get help from their state Medicaid program paying their Part B premiums (in a Medicare savings program).
- Get Supplemental Security Income (SSI) benefits.

MEDIGAP INSURANCE

Medicare supplemental insurance policies (Medigap) are private insurance policies designed to cover all or part of the deductible and coinsurance amounts not covered by the original fee-for-service Medicare plan. Medigap policies may also cover certain things that Medicare doesn't cover.


2025 Medicare Benefits (Not All-Inclusive)			
Hospital Insurance (Medicare Part A)—2025 Benefits per Benefit Period			
Service	Benefit	Medicare Pays	Recipient Pays ¹
Hospitalization. Semi-private room and board, drugs as part of inpatient treatment, general nursing and other hospital services and supplies (includes mental health care).	First 60 days	All but \$1,676.00	\$1,676.00
	61st–90th day	All but \$419.00 per day	\$419.00 per day
	91st–150th day ²	All but \$838.00 per day	\$838.00 per day
	Beyond 150 days	Nothing	All costs
Skilled nursing facility care (following a hospital stay). Semi-private room and board, skilled nursing and rehabilitative services, and other services and supplies. ³	First 20 days	100% of approved amount	Nothing
	21st–100th day	All but \$209.50 per day	Up to \$209.50 per day
	Beyond 100 days	Nothing	All costs
Home health services. Medically-necessary part-time or intermittent skilled nursing care and/or physical therapy, speech-language pathology services, and/or services for people with a continuing need for occupational therapy. The patient must be homebound.	As long as medically necessary.	100% of approved amount; 80% of approved amount for durable medical equipment.	Nothing for services; 20% of approved amount for durable medical equipment.
Hospice care. Pain relief, symptom management, and support services for the terminally ill. Inpatient respite care (up to five days per stay) so usual caregiver can rest.	For as long as doctor certifies need.	Amounts over \$209.50 for outpatient drugs; 95% of Medicare-approved amount for inpatient respite care.	Up to \$209.50 for outpatient drugs and 5% of approved amount for inpatient respite care.
Medical Insurance (Medicare Part B)—2025 Benefits per Calendar Year			
Service	Benefit	Medicare Pays ⁴	Recipient Pays ^{1,4}
Medical expenses. Doctors' services, inpatient and outpatient medical and surgical services and supplies, physical and speech therapy, durable medical equipment, and other services.	Unlimited if medically necessary.	80% of approved amount.	20% of approved amount and limited charges above approved amount.
Laboratory services. Blood tests, urinalysis, diagnostic x-ray tests, some screening tests and more.	Unlimited if medically necessary.	Generally, 100% of approved amount.	Nothing for services.
Home health services. Medically-necessary part-time or intermittent skilled nursing care and/or physical therapy, speech-language pathology services, and/or services for people with a continuing need for occupational therapy. The patient must be homebound.	Unlimited if medically necessary.	100% of approved amount; 80% of approved amount for durable medical equipment.	Nothing for services; 20% of approved amount for durable medical equipment.
Outpatient hospital services. Services for the diagnosis or treatment of illness or injury.	Unlimited if medically necessary.	80% of approved amount.	20% of approved amount, plus co-pay for other than doctor's services.
Mental health care (outpatient). Counseling, psychotherapy.	Unlimited if medically necessary.	80% of approved amount.	20% of approved amount.
Ambulatory surgical services	Unlimited if medically necessary.	Generally, 80% of approved amount.	20% of approved amount.
Preventative services. Certain services, including flu and pneumonia vaccines, mammograms, pap smears, and pelvic exams.	Unlimited if medically necessary.	Generally, 100% of approved amount.	Nothing. May have to pay 20% of the charge for a doctor's visit.
¹ Either the recipient or the recipient's insurance company is responsible for paying the amounts listed in the "Recipient Pays" column. ² Sixty reserve days may be used only once in a lifetime. ³ Must be after a three-day minimum medically-necessary inpatient hospital stay. ⁴ Must meet the Part B deductible before Medicare pays. For 2025, the Part B deductible is \$209.50.			

Enrollment. After the effective date of Medicare Part B, there is a six-month open enrollment period for Medigap policies. During this period, a person age 65 or older cannot be denied or charged a higher premium due to poor health.


Pre-existing conditions. Policies may exclude coverage for pre-existing conditions during the first six months the policy is in effect. Pre-existing conditions are conditions diagnosed or treated during the six-month period before the effective date of the Medigap policy.

Standard Medigap Policies

Insurance companies can only sell standardized Medigap policies. Each standardized policy must have specific benefits. There are 10 different standardized Medigap policies (Medigap Plans A-D, F, G, and K-N). Each plan has a different combination of basic and extra benefits. *Exception:* In Massachusetts, Minnesota, and Wisconsin, Medigap policies are standardized in a different way. See "Supplements and Other Insurance" at www.medicare.gov for details on all the standardized plans.

 **Note:** Starting June 1, 2010, plans E, H, I, and J are no longer available to buy. But, individuals who already have those plans (or who bought them before June 1, 2010) can keep them.

Starting January 1, 2020, plans C and F are no longer available for individuals that turn 65 on or after this date. But, individuals who already have those plans (enrolled before January 1, 2020) can keep them. Every Medigap policy must follow federal and state laws and must be clearly identified as *Medicare Supplement Insurance*. Insurance companies can sell only standardized Medigap policies. All plans offer the same basic benefits but some offer additional benefits. Insurance companies decide which Medigap policies they want to offer. Although the plans are standardized, insurance companies can charge different premiums for them.

 **Practice Tip:** Married individuals must each buy their own Medigap policy. A Medigap policy won't cover any health care costs for the insured's spouse.

MEDICAID
www.medicaid.gov

Medicaid is a program of medical assistance for people with low income and limited assets. It is a joint venture between the federal and state governments. States are required by the federal government to provide coverage to certain categories of

- (5) address of a reporting company with no principal place of business in the U.S.
- (6) subsidiaries partially controlled by an exempt and non-exempt entity do not qualify for the subsidiary exemption.
- (7) how FinCEN identifiers are used.

Litigation

On March 1, 2024, a U.S. District Court ruled that the CTA was unconstitutional because it “exceeds the Constitution’s limits on the legislative branch and lacks a sufficient nexus to an enumerated power to be a necessary or proper means of achieving Congress’ policy goal.” In this instance, the plaintiffs, National Small Business Association (NSBA) and an NSBA member, sued the Treasury Department after FinCEN issued the final rule, alleging that the mandatory disclosure requirements exceed Congress’ authority under Article I of the Constitution and violate the First, Fourth, Fifth, Ninth, and Tenth Amendments. In its conclusion, the Court ruled in favor of the plaintiffs and prohibited FinCEN from enforcing the CTA against them. Currently, FinCEN is not currently enforcing the CTA against the plaintiffs involved in the case. Specifically, FinCEN will not require the NSBA or members of the NSBA as of March 1, 2024, to provide BOI information “at this time.” On March 11, 2024, Treasury filed a Notice of Appeal, confirming that FinCEN is not in agreement with the limited enforcement currently in place.

While the appeal is being determined in the Eleventh Circuit, additional cases have been brought in other jurisdictions. Most of these cases are pending the outcome of the appeal in the NSBA case. In addition to the lawsuits challenging the CTA, legislation was recently introduced by Senator Tommy Tuberville (R-AL) and Representative Warren Davidson (R-OH) to repeal the CTA, posing additional uncertainty to the fate of the CTA in the wake of the ruling in the NSBA case. There has been no legislative action on these bills since their introduction. The American Institute of Certified Public Accountants (AICPA) and many state CPA organizations have written to the Department of Treasury asking that enforcement of the CTA reporting requirements be suspended until one year after all the court cases have been resolved. The concern is that many small businesses will still potentially be caught off guard with the CTA reporting requirements based on the confusion surrounding the meaning of the court cases and the introduced legislation.

⚠️ Caution: Due to recent litigation, BOI reports are not currently required to be filed and are not subject to penalties for failure to file. However, reporting companies may continue to voluntarily submit BOI reports. Practitioners should continue to monitor the situation.

A Practitioner’s Liability

Due to the impact of BOI on many small and midsize businesses as well as sole practitioners, a client’s first thought might be to turn to their tax practitioner for advice on BOI reporting. Practitioners who decide not to provide BOI services could potentially face professional liability risk for a client’s noncompliance in certain situations. If a client is penalized for noncompliance, they may blame the practitioner for failing to advise them about the filing requirements. To help reduce this risk, consider sending a general client notice by letter or email alerting your clients to the BOI reporting

requirements. Be sure to retain copies of the letter/emails and proof of distribution. If you plan not to provide CTA services, state this in all engagement letters stating that CTA services will not be provided. A simple statement that BOI reporting is not within the scope of the engagement and that the client is responsible for compliance with the CTA including BOI reporting should suffice. Also, provide information regarding the BOI reporting requirements and a link to the FinCEN website for reference. Advise your clients to consult legal counsel regarding the applicability of the CTA to their business. If compelled to provide a high-level response of a general nature in response to a client question, be sure to follow up the advice with written documentation to the client advising them of the limitations of your advice and direct the client to retain a qualified professional for a more detailed response. Providing technical or interpretive advice on the CTA may rise to the practice of law. The “practice of law” is defined by the states, and many have an express prohibition against the unlicensed practice of law. Accountants have a limited grant to “interpret” tax law under Title 26 of the U.S. Code (the Internal Revenue Code) via Treasury Circular No. 230 and state accountancy statutes. It is unclear whether interpretation of CTA statutes, which are under Title 31 of the U.S. Code (Money and Finance) is similarly permissible. Depending on a client’s fact pattern, CTA compliance may require affected entities to obtain legal advice and analysis. If a non-attorney is determined to have practiced law without a license, this act would be excluded under their professional liability policy. Also, there could be the risk of aiding and abetting if the practitioner is accused of assisting a client who is found to have intentionally falsified reports. If you decide to provide services related to CTA compliance, understanding the risks is critical in understanding how to manage them. Careful planning and consistent application of risk mitigation strategies including a separate engagement letter that narrowly defines the scope of services is essential. Consultation with your legal counsel and professional liability insurance carrier is strongly recommended to help you understand your risks.



Additional Information

FinCEN issued an updated Version 1.1 of the Small Entity Compliance Guide for Beneficial Ownership Information Reporting Requirements. The Guide includes interactive flowcharts, checklists, and other aids to help determine whether a company needs to file a BOI report with FinCEN, and if so, how to comply with the reporting requirements. The Guide will be updated periodically with new or revised information.

Additional information about the Reporting Rule and guidance materials are available at www.fincen.gov/boi. FinCEN has issued and will continue to issue frequently asked questions to address specific questions on the topic. They can be found at: www.fincen.gov/boi-faqs. In addition, questions regarding BOI reporting obligations can be addressed through FinCEN at www.fincen.gov/contact. FinCEN has also created several informational videos that can be accessed at www.youtube.com/@fincentreasury.