

February 2025

## IMPORTANT DATES

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### February 28<sup>th</sup>

- Businesses should send copies of all Form 1099-MISC filed to the IRS.
- If we prepare your business tax returns, Form 1065 and 1120-S, please send your information to us by Friday, February 28<sup>th</sup>. Otherwise, we may have to request an extension.

### March 17<sup>th</sup>

- Deadline to file partnership and S-Corporation tax returns (1065 and 1120-S) or request an extension.

## WHAT'S NEW?

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### 2.5% Social Security Increase

If you receive Social Security benefits, you may have noticed that your January payment increased by **2.5% over December's payment**. On average, this results in approximately \$50 more per month per individual.

Offsetting this increase, **Medicare Part B premiums increased by about 6%** for 2025 compared to 2024. This year's standard monthly Medicare Part B premium is \$185, up \$10.30 from \$174.70 in 2024. Medicare Part B monthly premiums for the highest earners increased from \$594 in 2024 to \$628.90 in 2025. As a reminder, beginning in 2025 seniors with Medicare Part D prescription drug plans won't have to pay more than \$2,000 in out-of-pocket costs for their prescription drugs.

### Corporate Transparency Act – Back On!

The BOIR roller coaster continues – on February 18, 2025, a U.S. District Court ruling lifted the injunction stopping report filing requirements, making **BOI reporting mandatory once again**. FinCEN has granted a short extension, but businesses **must now file by March 21, 2025**, just 30 days away.

If you have not yet filed, here is the link: [BOIR](#). More information about the CTA and reporting entities affected can be found in our year-end Tax & Planning Newsletter (link: [2024 Year End Letter](#)) and January Newsletter (link: [Jan 2025](#)).

### 40% Bonus Depreciation

Bonus depreciation allows businesses to immediately deduct a large percentage of qualifying property purchases in the year they are placed in service. As part of the Tax Cuts and Jobs Act's planned phase-out schedule, **bonus depreciation will be set at 40% for qualified property placed in service during 2025**. This means businesses can deduct 40% of the purchase price upfront, while the remaining 60% must be depreciated according to standard depreciation schedules.

Thank you for taking the time to read this letter. As always, please let us know if you have any questions related to your investments, taxes, or general financial planning or if there have been any changes to your overall situation.