



Rhode Island Department of Revenue

Division of Taxation

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Tax Administration

ADVISORY FOR TAXPAYERS AND TAX PROFESSIONALS
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Inflation-adjusted amounts set for Tax Year 2025

Division also posts changes for certain items involving 2024 Tax Year

PROVIDENCE, R.I. – The Rhode Island Division of Taxation today provides the standard deduction amounts, tax bracket ranges, and other key items for Rhode Island Personal Income Tax for tax years beginning on or after January 1, 2025.

The inflation-adjusted amounts apply for Tax Year 2025. This means the adjusted amounts will not appear on tax returns in 2025 covering Tax Year 2024. However, they are important to know now for tax-planning purposes and will be the amounts on tax returns seen in early 2026 for Tax Year 2025.

The inflation-adjusted amounts will also aid tax professionals and taxpayers throughout 2025 for many purposes, including making any needed adjustments to withholding or estimated payments. The inflation-adjusted amounts are presented in the following tables.

Rhode Island standard deduction amounts by Tax Year		
Filing status	2024	2025
Single	\$10,550	\$10,900
Married filing jointly*	\$21,150	\$21,800
Head of household	\$15,850	\$16,350
Married filing separately	\$10,575	\$10,900

*Or qualifying widow or widower.
Note: Amounts are determined based on inflation as calculated by U.S. Bureau of Labor Statistics and applied to formulas under Rhode Island General Laws § 44-30-2.6.

Rhode Island personal and dependency exemption amounts by Tax Year	
2024	2025
\$4,950	\$5,100

Most taxpayers are able to claim the full amount of their applicable standard deduction, personal exemptions, and dependency exemptions. However, if a taxpayer's federal adjusted gross income (as modified for Rhode Island tax purposes) falls within a certain income range, these amounts are limited.

If income exceeds the range, the taxpayer cannot claim a standard deduction, personal or dependency exemption amount. The income ranges are listed in the following table.

Phase-out range for standard deduction, exemption amounts by Tax Year	
2024	2025
\$246,450 to \$274,650	\$254,250 to \$283,250

Phaseout increment (amount used in computing phaseout), which was \$7,050 for 2024, will be \$7,250 for 2025.

Personal Income Tax: uniform rate schedule

The Division of Taxation has recalculated tax bracket ranges for Tax Year 2025, as required by statute. The changes were made to the Rhode Island Personal Income Tax’s uniform tax rate schedule, which is used by all filers.

The General Assembly adopted a provision that requires the tax brackets to be adjusted annually with inflation. Standard deduction and exemption amounts are adjusted in similar fashion. The effect can be seen in the following two tables: one for Tax Year 2024, the other for Tax Year 2025.

Uniform tax rate schedule for Tax Year <u>2024</u> (Personal Income Tax)				
Taxable income:				
Over	But not over	Pay	+ percent on excess	of the amount over
\$ 0	\$ 77,450	\$ --	3.75%	\$ 0
77,450	176,050	2,904.38	4.75%	77,450
176,050	--	7,587.88	5.99%	176,050

Uniform tax rate schedule for Tax Year <u>2025</u> (Personal Income Tax)				
Taxable income:				
Over	But not over	Pay	+ percent on excess	of the amount over
\$ 0	\$ 79,900	\$ --	3.75%	\$ 0
79,900	181,650	2,996.25	4.75%	79,900
181,650	--	7,829.38	5.99%	181,650

Trusts and estates: income tax rate schedule

Each year, the Division of Taxation posts the income tax rate schedule that will be used by fiduciaries for many trusts and estates.

As a convenience, tables for Tax Year 2024 and Tax Year 2025 follow.

Income tax rate schedule for Tax Year <u>2024</u> (trusts and estates)				
Taxable income:				
Over	But not over	Pay	+ percent on excess	of the amount over
\$ 0	\$ 3,100	\$ --	3.75%	\$ 0
3,100	9,850	116.25	4.75%	3,100
9,850	--	436.88	5.99%	9,850

Table is for non-grantor trusts and non-bankruptcy estates. To calculate income tax for grantor trusts and bankruptcy estates, use Personal Income Tax table.

Income tax rate schedule for Tax Year <u>2025</u> (trusts and estates)				
Taxable income:				
Over	But not over	Pay	+ percent on excess	of the amount over
\$ 0	\$ 3,200	\$ --	3.75%	\$ 0
3,200	10,200	120.00	4.75%	3,200
10,200	--	452.50	5.99%	10,200

Table is for non-grantor trusts and non-bankruptcy estates. To calculate income tax for grantor trusts and bankruptcy estates, use Personal Income Tax table.

Withholding tables, W-4 withholding certificate

Employers use withholding tables to calculate how much to withhold from an employee's pay for Rhode Island Personal Income Tax purposes. The booklet of income tax withholding tables for Tax Year 2025 will be posted on the [Division's website](#). In addition to the withholding tables, the Withholding Tax Booklet also includes a payment calendar listing the due dates for submitting the tax withheld to the Division, as well as a copy of the 2025 version of Form RI W-4, "Employee's Withholding Allowance Certificate."

The following items are for the 2024 Tax Year:

Social Security and pension modification amounts for Tax Year 2024

The Division of Taxation has set key numbers associated with the Social Security and pension/annuity/401(k) modifications for the 2024 Tax Year. The Division has also established the maximum credit amount for the statewide property-tax relief credit (Form RI-1040H) for the 2024 Tax Year. These numbers apply to the tax year beginning on or after January 1, 2024, and will appear on forms and instructions during the filing season which begins in January 2025.

Social Security

Rhode Island legislation enacted in 2015 established a modification involving the Personal Income Tax. Effective for tax years beginning on or after January 1, 2016, the modification decreases federal adjusted gross income (AGI) for Rhode Island purposes for qualifying taxpayers who receive Social Security benefits. In general, a taxpayer is eligible for the modification if all three of the following conditions are met:

- The taxpayer's federal AGI includes taxable income from Social Security;
- The taxpayer has reached "full retirement age" as defined by the Social Security Administration; and
- The taxpayer's federal AGI is below a certain amount (see following table).

Social Security modification – income limits by Tax Year		
Filing status	2023	2024
Single	\$101,000	\$104,200
Married filing jointly*	\$126,250	\$130,250
Head of household	\$101,000	\$104,200
Married filing separately	\$101,025	\$104,225

*Or qualifying widow or widower. For more information on this modification, see Rhode Island General Laws § 44-30-12.

Pensions, 401(k) plans, annuities, etc.

In 2016, Rhode Island legislation established a new modification involving the Personal Income Tax. Effective for tax years beginning on or after January 1, 2017, the modification decreases federal adjusted gross income for Rhode Island purposes for qualifying taxpayers who receive income from 401(k) plans, 403(b) plans, private-sector pensions, federal government pensions, state government pensions, local government pensions, federal Thrift Savings Plan, annuities, and/or certain other sources.

In general, a taxpayer is eligible for the modification if all three of the following conditions are met:

- The taxpayer’s federal AGI includes taxable income from pensions, 401(k) plans, annuities, and/or other such sources;
- The taxpayer has reached “full retirement age” as defined by the Social Security Administration; and
- The taxpayer’s federal AGI is below a certain amount (see following table).

Pension/401(k)/Annuity modification – income limits by Tax Year		
Filing status	2023	2024
Single	\$101,000	\$104,200
Married filing jointly*	\$126,250	\$130,250
Head of household	\$101,000	\$104,200
Married filing separately	\$101,025	\$104,225

* Or qualifying widow or widower.

Note: Starting with Tax Year 2024, if the taxpayer meets all requirements, he or she may reduce federal AGI, for Rhode Island tax purposes, by up to \$20,000 of federally taxable pension/401(k)/403(b)/annuity income (via the Rhode Island modification). For more information on this modification, see [Rhode Island General Laws § 44-30-12](#).

Property tax relief credit (Form RI-1040H)

The Division of Taxation has set the percent of income ranges for the property tax relief credit for the 2024 Tax Year. The income ranges and percent of income allowed as a credit for taxpayers that qualify for the property tax relief credit are presented in the following table.

Property tax relief credit –income ranges by tax year					
2023			2024		
Household income	Percentage of income allowable as credit		Household income	Percentage of income allowable as credit	
	1 person	2 or more		1 person	2 or more
Less than \$6,496	3%	3%	Less than \$6,741	3%	3%
\$6,496 - \$9,740	4%	4%	\$6,741 - \$10,105	4%	4%
\$9,741 - \$12,985	5%	5%	\$10,106 - \$13,470	5%	5%
\$12,986 - \$16,230	6%	5%	\$13,471 - \$16,835	6%	5%
\$16,231 - \$37,870	6%	6%	\$16,836 - \$39,275	6%	6%

The Division of Taxation has also set the maximum property tax relief credit for the 2024 Tax Year. The maximum credit amount is listed in the following table.

Property tax relief credit – maximum credit amount by tax year	
2023	2024
\$650	\$675

Note: For Tax Year 2023, the maximum credit amount of \$650 was determined by statute. For tax years beginning on or after January 1, 2024, the maximum credit amount is adjusted for inflation. For more information on this credit, see [Rhode Island General Laws § 44-33-9](#). Rules governing credit are shown on Form RI-1040H.

The Rhode Island Division of Taxation, part of the Rhode Island Department of Revenue, is open to the public from 8:30 a.m. to 3:30 p.m. business days. For more information, contact the Division of Taxation at (401) 574-8829 or see <https://tax.ri.gov/about-us/contact-us>.