**2025 Minister Estimated Taxes**

I am often asked by ministers how to estimate the quarterly estimated tax payments or amount of federal withholding. The instructions for the W-4 do not work for ministers and ministers must also pay their own Self Employment Tax. This example is for a relatively simple situation and will work for most ministers with housing allowance even up to a family income of about $135,000 if married filing jointly.

**Federal Income Tax Estimate**

1. Salary (don’t include housing allowance) $\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
2. Bonus/love offering $\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
3. Social Security offset $\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
4. Taxable benefits such as non-accountable car allowance, $\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
health plan that doesn’t qualify, etc.
5. Estimate income from weddings, funerals, revivals, etc. $\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

6. Total Minister Income Subject to Federal Income Tax $\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

7. Add multiple jobs income/ spouse income, etc. if any $\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

8. Less Standard Deduction ($30,000 married or $15,000 single) $\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

9. Total Family Taxable Income $\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

10. Multiply line 9 X .12= (12% tax rate) $\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

11. Less $2000 for each child under age 17 $\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

12. Less $500 for each other dependent $\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

13. Estimated 2024 Federal Income Tax (line 10 – lines 11&12) $\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

If less than $0, see IRS instructions for refundable portion of child tax credit.

**Self-Employment Tax Estimate**

1. Minister Taxable Income from line 6 above $\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
2. Housing allowance $\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
3. Total Subject to SE tax (add lines 1 and 2) $\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

4. Multiply line 3 X .9235, then multiply that result X .153 $\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
This is your estimated Self Employment Tax

5. Add line 4 and line 13 above for Total Tax Estimate $\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

6. Less Federal withholding at other jobs/spouse’s work 2024 $\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

7. Amount to be included in quarterly estimates or ministerial $\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
income tax withholding. Subtract line 6 from line 5.

**Divide line 7 by four for quarterly estimates or by the number of pay periods in a year for Income Tax Withholding. Withhold all as Federal Income Tax only. Do not do FICA on an ordained minister.**

**Note:** For simplicity, line 10 skips the 10% tax bracket since 10% and 12% are very close. This will result in a slightly high estimate. Also, this form may not work correctly when other types of income are involved such as Social Security income, capital gains, etc.