

## Historical and Future Federal Estate Tax Exclusions and Rates

Year	Estate Tax Exclusion	Top Estate Tax Rate
2000	\$675,000	55%
2001	\$675,000	55%
2002	\$1,000,000	50%
2003	\$1,000,000	49%
2004	\$1,500,000	48%
2005	\$1,500,000	47%
2006	\$2,000,000	46%
2007	\$2,000,000	45%
2008	\$2,000,000	45%
2009	\$3,500,000	45%
* 2010	\$5,000,000 or \$0	35% or 0%
2011	\$5,000,000	35%
** 2012	\$5,120,000	35%
** 2013	\$5,250,000	40%
2014	\$5,340,000	40%
2015	\$5,430,000	
2016	\$5,450,000	
2017	\$5,490,000	
*** 2018-2025	\$11,180,000****	
2026 and beyond	\$5,600,000****	

\* The heirs of decedents who died in 2010 will have the choice to use (i) the \$5,000,000 estate exclusion and a 35% estate tax rate or (ii) pay no estate tax but all of the decedents assets will use the modified carryover basis rule. This meant the estate gave up a large part of the step-up in basis at death.

\*\* On January 1, 2013, Congress passed the American Taxpayer Relief Act which, among other items, made the \$5,000,000 estate tax exclusion amount permanent subject to inflation adjustments. With inflation adjustments, the estate tax exclusion amount for 2013 was raised from \$5,120,000 to \$5,250,000.

\*\*\* On December 19, 2017, Congress passed the Tax Cuts and Jobs Act of 2017 which, among other items, doubled the Federal estate tax exclusion amount to \$10 million as of 1/1/2018 (with inflation adjustments). This law sunsets in 2026.

\*\*\*\* Subject to inflation adjustments.

### Some State Estate Tax Exemptions & Rates

State	State Estate Tax Exemption	Top Estate Tax Rate
<b>New York</b>		
04/01/14 - 03/31/15	\$2,062,500	16%
04/01/15 - 03/31/16	\$3,125,000	16%
04/01/16 - 03/31/17	\$4,187,500	16%
04/01/17 - 12/31/18	\$5,250,000	16%
01/19-12/25	\$5,600,000	16%
<b>New Jersey</b>		
2016	\$675,000	16%
2017	\$2,000,000	16%
2018	None	N/A
<b>Connecticut</b>		
2018	\$2,600,000	16%
2019	\$3,600,000	16%
<b>Florida</b>	N/A	N/A
<b>California</b>	N/A	N/A