

2016 Annual Estate Planning Limits

Estate Planning	2014	2015	2016
Annual Gift Tax Exclusion	\$14,000	\$14,000	\$14,000
Annual Gift Tax Exclusion to a Noncitizen Spouse	\$145,000	\$147,000	\$148,000
Applicable Exclusion Amount:			
• Gift Tax	\$5,340,000	\$5,430,000	\$5,450,000
• Estate Tax	\$5,340,000	\$5,430,000	\$5,450,000
Applicable Credit Amount:			
• Gift Tax Credit Equivalent	\$2,081,800	\$2,117,800	\$2,125,800
• Estate Tax Credit Equivalent	\$2,081,800	\$2,117,800	\$2,125,800
Maximum Estate and Gift Tax Rate	40%	40%	40%
GSTT Exclusion Amount	\$5,340,000	\$5,430,000	\$5,450,000
Estate Installments (Section 6166)	\$1,450,000	\$1,470,000	\$1,480,000
Special Use Valuation (Section 2032A)	\$1,090,000	\$1,100,000	\$1,110,000

Income Tax Rate Schedule for Estates and Trusts (2016)

If taxable income is:	The tax is:
Not over \$2,550	15% of taxable income
Over \$2,550 but not over \$5,950	\$382.50 plus 25% of the amount over \$2,550
Over \$5,950 but not over \$9,050	\$1,232.50 plus 28% of the amount over \$5,950
Over \$9,050 but not over \$12,400	\$2,100.50 plus 33% of the amount over \$9,050
Over \$12,400	\$3,206.00 plus 39.6% of the amount over \$12,400