
Estate and Gift Tax Forecaster

Prepared for: Sample

Prepared by: Brentmark

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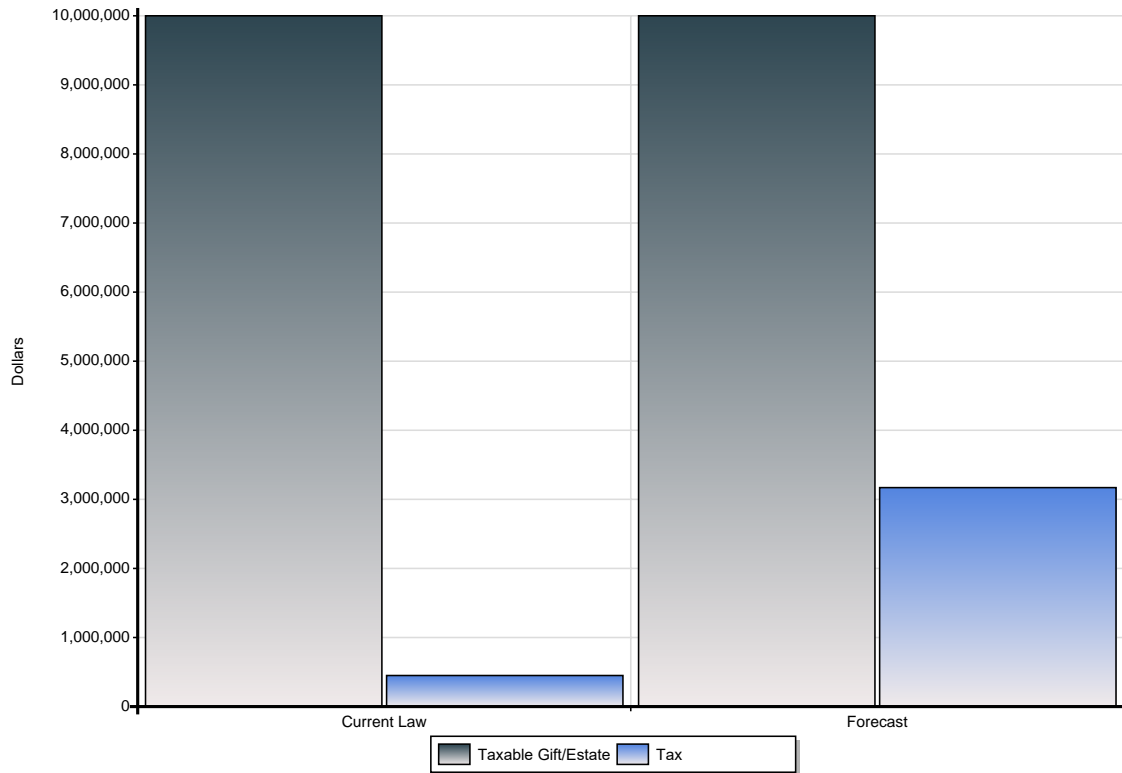
Projected Year of Gift:	2024
Tax Calculation:	Estate Tax
Taxable Estate:	\$10,000,000
Prior Taxable Gifts:	\$1,000,000
State Estate/Inheritance Tax:	\$450,000
Deceased Spouse:	Include
Spouse Death Year:	2014
Spouse Unused Exclusion:	\$5,340,000
Inflation Rate:	3.00%
Forecast Estate Exclusion:	\$3,500,000
Allow Clawback?	Yes
DSUE Option	No Portability
Use Current Rates?	No

Bracket	Floor	Ceiling	Rate
1	\$3,500,000	\$3,500,000	20.00%
2	\$3,500,000	\$4,000,000	25.00%
3	\$4,000,000	\$4,500,000	35.00%
4	\$4,500,000	\$4,500,000+	40.00%

	Current Regulations	Forecast Changes
Last Regulation Year:	2022	N/A
Taxable Estate:	\$10,000,000	\$10,000,000
Prior Taxable Gifts:	\$1,000,000	\$1,000,000
Basic Applicable Exclusion:	\$12,790,000	\$3,500,000
Deceased Spousal Exclusion:	\$5,340,000	\$0
Total Allowable Exclusion Remaining:	\$17,130,000	\$2,500,000
Estate Tax:	\$0	\$2,720,000
State Estate/Inheritance Tax:	\$450,000	\$450,000
Total Tax:	\$450,000	\$3,170,000
Net Estate Remaining:	\$9,550,000	\$6,830,000
Taxes as Percentage of Taxable Estate:	4.50%	31.70%

This scenario is a hypothetical illustration based on the assumptions you entered via the inputs inside the program. It is to be used solely as a conceptual guide to understand and quantify your planning needs. It would be wise to consider this illustration together with all other information you deem necessary in making your investment decisions. This illustration is not a guarantee of the performance of any specific investment. Actual performance from your investments and assets may vary. This illustration is not legal or tax advice. You should consult with your attorney and accountant to review this information and determine its appropriateness for your particular situation. The provider of this illustration provides no guarantee and assumes no responsibility or liability for the accuracy of the information provided (including whether the interest rate you have selected is in fact "reasonable") or for your reliance based on this information.

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This scenario is a hypothetical illustration showing existing Estate and Gift Tax laws, and projected changes that may be implemented for future calculations. The illustration displays the projected exclusion values, as well as tax brackets and rates that can be applied to the Taxable Gift/Estate.

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With new Presidency administrations, uncertainty regarding the Estate and Gift Tax always surfaces. The current law is set to Sunset on 1/1/2026. However, there have been several scenarios that have come to light.

Current law (2021) allows for the Estate Tax exclusion of \$11,700,000. The Gift Exclusion has matched the Estate Tax exclusion for many years, but one scenario shows that the Gift Tax exclusion will be significantly lower than the Estate Tax exclusion. Preliminary talks suggest that the estate tax exclusion will be set to \$3.5 million, and the gift tax exclusion set to \$1 million. In 2011, the portability of the Deceased Spousal Unused Exclusion (DSUE) was introduced, and is still in effect as of 2021. It appears as though the portability of the DSUE will still be allowed, but nothing is certain.

Also, the top Estate Tax rate for the current law is 40%. It appears as though this will change, with a sliding scale of rates based on the taxable estate.

This model allows you to compare the current law with a "Forecast" or projected set of changes, that includes the user defined Estate Tax exclusion, the user defined Gift Tax exclusion. In addition, you can select to use the current rate structure, or create a tiered bracket of rates.

This model is for projections only. When filling out an Estate tax return, you should continue to use the Estate Tax model that is included in the program. Additionally, Prior Adjusted Taxable Gifts assumes that no Gift Tax was paid at the time of the gift (i.e. the client used their lifetime exclusion).