

TAX CHANGES FOR TRUSTS AND ESTATES				
Topic	Pre-Tax Act		2017 Tax Act	
	Exemption	Rate	Exemption	Rate
FEDERAL ESTATE TAX (adjusted annually for inflation)	\$5.49M	Estates in excess of exemption amount are subject to 40% federal estate tax.	\$11.2M (expires at the end of 2025)	Estates in excess of exemption amount are subject to 40% federal estate tax.
GIFT TAX (adjusted annually for inflation)	\$5.49M	Gifts in excess of exemption amount are subject to 40% federal gift tax.	\$11.2M (expires at the end of 2025)	Gifts in excess of exemption amount are subject to 40% federal gift tax.
GST TAX (adjusted annually for inflation)	\$5.49M	Gifts or bequests to a skip person in excess of exemption amount are subject to 40% federal GST tax.	\$11.2M (expires at the end of 2025)	Gifts or bequests to a skip person in excess of exemption amount are subject to 40% federal GST tax.
TAX BASIS UPON DEATH	Stepped-up basis (<i>i.e.</i> , new basis equal to the fair market value as of date of death).		No change, stepped-up basis (<i>i.e.</i> , new basis equal to the fair market value as of date of death).	
INCOME TAX RATES FOR TRUSTS AND ESTATES	\$0–\$2,550	15%	\$0–\$2,550	10%
	\$2,551–\$6,000	25%	\$2,551–\$9,150	24%
	\$6,001–\$9,150	28%	\$9,151–\$12,500	35%
	\$9,151–\$12,500	33%	Over \$12,500	37%
	Over \$12,500	39.6%		