

ESTATE, GIFT, AND TRUST This section includes amounts and limitations related to Forms 706, 709, and 1041.

Form 706—U.S. Estate (and Generation-Skipping Transfer) Tax Return

	2012	2013	2014
Estate tax applicable exclusion amount	\$5,120,000*	\$5,250,000*	\$5,340,000*
Estate tax applicable credit amount	\$1,772,800	\$2,045,800	\$2,081,800
Special use valuation reduction limit	\$1,040,000	\$1,070,000	\$1,090,000
Generation-skipping transfer exemption (GST)	\$5,120,000	\$5,250,000	\$5,340,000
Estate value qualifying for 2% interest for installment payments	\$1,390,000	\$1,430,000	\$1,450,000

* If the estate elects, the amount of the exclusion that is unused by the estate of the first spouse to die can be used by the estate of the second spouse to die.

Form 709—U.S. Gift (and Generation-Skipping Transfer) Tax Return

	2012	2013	2014
Gift tax applicable exclusion amount	\$5,120,000*	\$5,250,000*	\$5,340,000*
Gift tax applicable credit amount	\$1,772,800	\$2,045,800	\$2,081,800
Annual exclusion for gifts	\$13,000	\$14,000	\$14,000

* If the estate elects, the amount of the exclusion that is unused by the estate of the first spouse to die can be used by the surviving spouse.

Estate and Gift Tax Unified Tax Rates

The following tax rates apply to the taxable estate or taxable gift without reduction for the applicable exclusion amount. The resulting tax is reduced by the applicable credit amount.

Rates for 2012

Column A Taxable Amount Over	Column B Taxable Amount Not Over	Column C Tax on Amount in Column A	Column D Tax Rate on Excess over Amount in Column A
\$ 0	\$ 10,000	\$ 0	18%
10,000	20,000	1,800	20%
20,000	40,000	3,800	22%
40,000	60,000	8,200	24%
60,000	80,000	13,000	26%
80,000	100,000	18,200	28%
100,000	150,000	23,800	30%
150,000	250,000	38,800	32%
250,000	500,000	70,800	34%
500,000	-----	155,800	35%

Rates after 2012

Column A Taxable Amount Over	Column B Taxable Amount Not Over	Column C Tax on Amount in Column A	Column D Tax Rate on Excess Over Amount in Column A
\$ 0	\$ 10,000	\$ 0	18%
10,000	20,000	1,800	20%
20,000	40,000	3,800	22%
40,000	60,000	8,200	24%
60,000	80,000	13,000	26%
80,000	100,000	18,200	28%
100,000	150,000	23,800	30%
150,000	250,000	38,800	32%
250,000	500,000	70,800	34%
500,000	750,000	155,800	37%
750,000	1,000,000	248,300	39%
1,000,000		345,800	40%

Form 1041—2014 U.S. Income Tax Return for Estate and Trusts Exemption Deductions

Regular Tax Exemption Deduction Amount			AMT Exemption Deduction	AMT Exemption Deduction Phaseout
Estate	Simple Trust	Complex Trust		
\$600	\$300	\$100	\$23,500	\$78,250-\$172,250

Estimated Income Tax Requirement for Estates and Trusts

Tax payments must equal or exceed lesser of	2012	2013	2014
% of current year tax liability or	90%	90%	90%
% of prior year liability			
if AGI ≤ \$150,000	100%	100%	100%
if AGI > \$150,000	110%	110%	110%