



Certified Public Accountants
& Business Advisors

*A Firm That Cares About Its Clients
Large Enough To Know, Small Enough To Care*

II. Estate and Gift Tax Changes

Increase in Estate and Gift Tax Exemption

TCJA doubles the estate and gift tax exemption amount. This is accomplished by increasing the basic exclusion amount provided in Code Sec. 2010(c)(3) from \$5 million to \$10 million. The \$10 million amount is indexed for inflation occurring after 2011.

The provision is effective for decedents dying, generation-skipping transfers, and gifts made after December 31, 2017, and expires for years beginning after December 31, 2025. TCJA omits a provision from the House Bill that would have repealed the estate and generation-skipping transfer tax beginning in 2025.