



IRS ANNOUNCES 2021 ESTATE AND GIFT TAX INFLATION ADJUSTMENTS

November 16, 2020

In Revenue Procedure 2020-25, the IRS announced the inflation adjustments for the estate and gift tax exemptions and annual exclusions. Absent further legislation passed by Congress and the Biden administration, the following numbers will apply for 2021:

	2020	2021
Gift Tax Exemption	\$11,580,000	\$11,700,000
Estate Tax Exemption	\$11,580,000	\$11,700,000
Annual Exclusion	\$ 15,000	\$ 15,000
Annual Exclusion for Non-Citizen Spouse	\$ 157,000	\$ 159,000
6166 "2-Percent Portion"	\$ 1,570,000	\$ 1,590,000