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# 2021 Tax Update: What Biden's Tax Plan Could Mean To You

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All attendee mics are muted for optimal sound quality

Questions will be answered at the end of the session

Email your questions to: [shannon@kingwealth.com](mailto:shannon@kingwealth.com)

Session is being recorded

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# Family Rule Changes

Expands childcare and dependent care tax credit to \$8000 (\$16,000 multiple)

Increase child tax credit to \$3000 for children 17 and under plus bonus credit of \$600 for children under six

Reverts top individual rate above \$400K from 37% to 39.6%



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## Capital Gains and Tax Basis

Long/term capital gains  
at ordinary income rate  
of 39.6% on income  
greater than \$1 million

Eliminate step-up in  
basis for death for  
capital gains taxes

Deductions capped at  
28% of value for those  
earning more than  
\$400,000/year

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## Real Estate Impacts

Eliminate step-up in basis for death for capital gains taxes and real estate

Re-establishes first time home-buyer's tax credit up to \$15,000

Eliminates 1031 tax-deferred exchange for real estate sales over \$1 million

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## Estate Taxes

Reduces estate and gift tax to  
2009 levels – \$3.5 million per  
person

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# Tax Planning

Proposal and Negotiation Stages

Implementation

Rule Making

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# Questions & Answers

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# 2021 Tax Update

Thank you for attending!

See you at our next event!

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