

# Key Points from The One Big Beautiful Bill



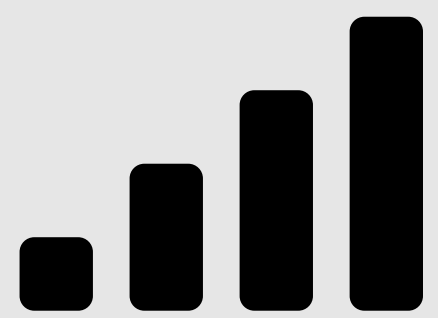
## Overview

- The bill makes many provisions from the Tax Cuts and Jobs Act permanent, providing long-term stability for both income tax and estate planning



## Estate Tax Changes

- Estate tax exemption increased to \$15M per person
- Annual exclusion remains \$19k per person
- Ultra-high-net-worth families may benefit from gifting exemption amounts into irrevocable trusts



## Planning by Wealth Level

### Ultra-High-Net-Worth

- Long-term dynasty trust remains advantageous for estate tax protection and asset protection

### High-Net-Worth

- Focus remains on revocable trusts, basis planning, and control strategies



## Income Tax Updates

- Standard deduction remains elevated: (\$32.2k joint; \$16.1k single)
- New senior deduction: additional \$6k per person age 65+
- New exclusions: Up to \$25k tax-free tips and up to \$12k for single, \$25k for married filing jointly for overtime income
- Child tax credits increased to \$2.2k



## Trump Accounts (Child Savings Accounts)

- New tax-advantaged accounts for minors, invested in the S&P 500 Index
- \$1,000 government seed funding for births between 2025-2028
- Contributions: \$5k individual employer annually
- Accessible at 18 for qualified uses; treated like a traditional IRA
- Demonstrated benefits in both financial behavior and long-term planning shown from state pilot programs