

### Exemptions and Tax Rates - 1998 to 2011

Year	Estate Tax Applicable Amounts*	Applicable Credit Amounts**	Gift Tax Lifetime Exemption	Starting Tax Rate on Estate (or Gift) Above Exclusion Amount	Top Marginal Rate	GST Tax Exemption	Washington Exemption	Washington Estate Tax (if taxable estate equals Estate Tax Applicable Amount)
1998	625,000	202,050	675,000*	37%	55%	1,000,000		
1999	650,000	211,300	675,000*	37%	55%	1,010,000		
2000	675,000	220,550	675,000+	37%	55%	1,030,000		
2001	675,000	220,550	675,000+	37%	55%	1,060,000	675,000	0
2002	1,000,000	345,800	1,000,000	41%	50%	1,100,000	700,000	33,200
2003	1,000,000	345,800	1,000,000	41%	49%	1,120,000	700,000	33,200
2004	1,500,000	555,800	1,000,000	45%	48%	1,500,000	850,000	64,400
2005	1,500,000	555,800	1,000,000	45%	47%	1,500,000	950,000	64,400
2006	2,000,000	780,800	1,000,000	46%	46%	2,000,000	1,000,000	99,600
2007	2,000,000	780,800	1,000,000	45%	45%	2,000,000	1,000,000	99,600
2008	2,000,000	780,800	1,000,000	45%	45%	2,000,000	1,000,000	99,600
2009	3,500,000	1,455,800	1,000,000	45%	45%	3,500,000	1,000,000	229,200
2010	-0-	-0-	1,000,000	45%	0%	-0-	1,000,000	229,200
2011	1,000,000	345,800	1,000,000	41%	55%	1,100,000++	1,000,000	0

\* The unified tax credit is reduced by 20% of the prior law's lifetime \$30,000 specific gift tax exemption used in the calculation of taxable gifts made after September 8, 1976 and before 1977 [IRC 2010(b)].

\*\* The "applicable exclusion amount" is the taxable amount that would produce each year's credit amount shown above if that taxable amount were subject to tax computed on the unified transfer tax rate table [see IRC 2010(c)].

+ Combined with estate tax.

++ Plus inflation adjustment