



Tax Promises

Tax Analysis	Trump	Biden
Income Tax (2020) ¹	37.00%	37.00%
Income Tax (starting in 2021) ¹	37.00%	39.60% ¹
Capital Gains Tax 2020	23.80% ²	23.80% ²
Dividend Tax 2020	23.80% ²	23.80% ²
Capital Gains Tax (starting in 2021)	18.80% ²	43.40% ²
Dividend Tax (starting in 2021)	18.80% ²	43.40% ²
Estate Tax ¹	40.00%	60.00% ³
Current Estate Tax Exemption 2020	\$23,160,000	\$23,160,000
Estate Tax Exemption (starting in 2021) ¹	\$23,160,000 ⁴	<u>\$7,000,000</u> ⁵
Step-Up in Basis at Death	Yes	No

¹ minimum expected Biden income tax in 2021

² including investment gain surtax of 3.8%

³ starting in 2021 (According to the Tax Institute, it could go as high as 67%.)

⁴ per couple (indexed) (through 2026; then reverting to 2017 rules)

⁵ per couple (indexed)

Below is a summary of the Favaro's current net worth.

Favaro's Net Worth	
\$ 1,000,000	Taxable Assets @ 4.00%
4,000,000	Retirement Plan Assets @ 7.00%
10,000,000	Tax Exempt Assets @ 3.00%
52,000,000	Equity Assets @ 7.00% growth; 2.00% dividend
10,000,000	S Corporation (5% growth; 5% income)
<u>2,000,000</u>	Personal Residence @ 4.00%
\$ 79,000,000	Net Worth

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