

SECTION 6166 ANALYSIS: ELIGIBILITY AND DETAILED CALCULATIONS

Client Facts

		Year	Principal 2.00%	Interest 2.00%	Principal 2.70%	Interest 2.70%	Total Interest	Total Payment
Year of Death	2005	1	539,900	10,906	584,100	15,985	26,891	26,891
Gross Estate	8,000,000	2	539,900	10,906	584,100	15,985	26,891	26,891
Value of 6166 Interest	3,000,000	3	539,900	10,906	584,100	15,985	26,891	26,891
Sections 2053-2054 Deductions	500,000	4	539,900	10,906	584,100	15,985	26,891	26,891
Net Federal Estate Tax	2,810,000	5	485,910	10,906	525,690	15,985	26,891	139,291
Underpayment Rate	6.00%	6	431,920	9,816	467,280	14,386	24,202	136,602
		7	377,930	8,725	408,870	12,788	21,513	133,913
		8	323,940	7,634	350,460	11,189	18,824	131,224
		9	269,950	6,544	292,050	9,591	16,135	128,535
Gross Estate	8,000,000	10	215,960	5,453	233,640	7,992	13,446	125,846
Sections 2053-2054 Deductions	500,000	11	161,970	4,363	175,230	6,394	10,757	123,157
		12	107,980	3,272	116,820	4,795	8,067	120,467
Adjusted Gross Estate	7,500,000	13	53,990	2,181	58,410	3,197	5,378	117,778
35% of Adjusted Gross Estate	2,625,000	14	0	1,091	0	1,598	2,689	115,089
		Total		103,611		151,857	255,468	1,379,468

Does 6166 Apply?

YES

6166 Detailed Calculations

Amount that Can be Deferred	<u>3,000,000</u>	2,810,000	1,124,000
	7,500,000		
Tax Due to be Paid at 706 Due Date	1,686,000		
2% Portion of the Tax	539,900		
Remaining Portion of the Tax	584,100		
45% of Rate for Underpayments	2.70%		