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## Course Information

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**Course Title:** *Estate Tax Planning*

**#290324**

### **Recommended CPE credit hours recommended for this course**

In accordance with the standards of the Certified Financial Planner Board of Standards, Inc., the Institute for Divorce Financial Analysts, the National Registry of CPE Sponsors, and the Internal Revenue Service, CPE credits have been granted based on a 50-minute hour.

**CFP® 3** (Registered with the CFP Board (course ID 298398, sponsor #1008)

**CDFA® 4** (Registered with the Institute for Divorce Financial Analysts)

**CPA 4** (Registered with NASBA, accepted in all states)

National Registry of CPE Sponsors ID Number: 107615.

Sponsor numbers for states requiring sponsor registration

Florida Division of Certified Public Accountancy: 0004761 (Ethics #0011467)

Hawaii State Board of Public Accountancy 14003

New York State Board of Accountancy (for ethics): 002146

Ohio State Board of Accountancy: CPE .51 PSR

Pennsylvania Board of Accountancy: PX178025

Texas State Board of Accountancy: 009349

**EA, OTRP 4** (All states). IRS: Qualified Sponsor number: FWKKO.

### **Course Description**

*Estate Tax Planning* examines the various aspects of planning for the estate tax liability. The course begins with a discussion of the genesis of estate taxation in English common law and continues with an examination of the estate and its administration.

The subjects discussed in the course are a) the estate and its administration, b) federal gift and estate taxes, c) common estate planning trusts, d) calculating federal estate taxes, e) state inheritance and estate taxation, and f) estate tax payment. The text serves as an introduction to the issues of estate settlement and includes a discussion of the probate estate and the federal gross estate.

The steps taken to calculate federal estate tax liability are discussed. In that discussion, the federal gross estate, tentative taxable estate, taxable estate and tentative tax are examined. The various estate tax credits and deductions are considered and their place in the federal estate tax calculation is explained.

The role of trusts in estate tax minimization is considered. The common trusts employed in estate tax planning are explained, and the uses of credit shelter trusts, QTIP trusts and irrevocable life insurance trusts are demonstrated. State death taxes are considered, and inheritance taxes are compared to estate taxes with respect to the party liable for payment and the role of decedent/beneficiary relationships in inheritance taxation. Finally, the traditional sources of estate tax payment are examined and compared.

### **Course Content**

Publication/Revision Date: 1/15/2024.

Author: Paul J. Winn, CLU, ChFC

Final Exam (online): 41 questions (multiple choice)

**Program Delivery Method:** Self-Study (NASBA QAS Self-Study/Interactive)

### **Subject Codes/Field of Study**

CFP Board of Standards, Inc.: Estate Planning Benefits and Strategies, Taxes

IDFA, NASBA (CPA): Taxes

IRS (EA, OTRP): Federal Tax Law

### **Course Level, Prerequisites, and Advance Preparation Requirements**

Program Level: CFP Board, IDFA: Intermediate; NASBA/CPA, IRS: Overview.

This program is appropriate for professionals at all organizational levels.

Prerequisites: Basic familiarity with federal taxation

Advance Preparation: None

### Instructions for Taking This Course

- Log in to your secure account at [www.bhfe.com](http://www.bhfe.com). Go to "My Account."
- You must complete this course within one year of purchase (If the course is "Expired," contact us and we will add the latest edition of the course to your account (no charge).
- **To retain the course-PDF after completion (for future reference) and to enable enhanced navigation:** From "My Account," Download and save the course-PDF to your computer. This will enable the search function (Menu: Edit>Find) and bookmarks (icon on left side of document window).
- **Complete the course by** following the learning objectives listed for the course, studying the text, and, if included, studying the review questions at the end of each major section (or at the end of the course).
- **Once you have completed studying the course** and you are confident that the learning objectives have been met, answer the final exam questions (online).

### Instructions for Taking the Online Exam

- Log in to your secure account at [www.bhfe.com](http://www.bhfe.com). Go to "My Account."
- A passing grade of at least **70%** is required on the exam for this course.
- You will have three attempts to pass the exam (call or email us after three unsuccessful attempts for instructions).
- The exam is not timed, and it does not need to be completed in one session.
- For a printed copy of the exam questions, open the exam and press "Print Exam."
- Once you pass the exam, the results (correct/incorrect answers) and certificate of completion appear in "My Account." A confirmation email is also sent.
- CFP Board and IRS credit hours, if applicable, are reported on Tuesdays and at the end of the month.

**Have a question?** Call us at 800-588-7039 or email us at [contact@bhfe.com](mailto:contact@bhfe.com).

# Learning Objectives

Upon completion of this course, you should be able to:

- Explain the differences between an estate for tax purposes and a probate estate;
- Identify the assets that comprise the federal gross estate;
- Compare state inheritance taxes and estate taxes and the typical beneficiary classifications for state inheritance tax purposes;
- Explain how gifts are taxed under the federal gift tax system;
- List the deductions and credits allowed under the federal system of estate taxation;
- Describe the common trusts employed in estate tax planning;
- Perform an estate tax calculation; and
- Identify the methods of estate tax payment and their cost consequences.

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