

§6166 INDEXED AMOUNTS & 2% INTEREST LIMITS

Year	Indexed Amount
1998	\$1,000,000
1999	\$1,010,000
2000	\$1,030,000
2001	\$1,060,000
2002	\$1,100,000
2003	\$1,120,000
2004	\$1,140,000

Year	Tax with 2% interest rate
1998	\$410,000
1999	\$416,500
2000	\$427,500
2001	\$441,000
2002	\$484,000
2003	\$493,800
2004	\$532,200

Business interests must comprise at least 35% of the adjusted gross estate to utilize §6166.

Only estate taxes attributable to business interests may be deferred.

A portion of the deferred taxes gets to use a 2% interest rate (the table above). The balance of the deferred taxes pays a market rate of interest determined by the IRS on a quarterly basis.