GIFT TAX FACTS

Use this quick guide to help clear up common misconceptions your clients may have about the gift tax.

Annual Gift Tax Limit*

The current annual tax-free gift limit is $18,000.

- This is how much someone can gift a recipient in 2024 without having to file a gift tax return (IRS Form 709)
- Exceeding the annual limit doesn't mean having to pay taxes due to a **high limit on tax-free gifts that can be given in one's lifetime**
- The lifetime limit is projected to be reduced by about $7 million or less in 2026

Lifetime Exemption: Up to $13.61 million

This limit can save most people from federal gift tax penalties.

How could this help your first-time homebuyers?

Since they're able to gift a large sum of money without a tax penalty, parents, grandparents, and other relatives can help first-time buyers with their down payment. That way buyers don't have to wait to achieve their long-term homeownership dreams.

We're here to help. Contact us today!

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