

IRS News Release

Media Relations Office

Washington, D.C.

Media Contact: 202.622.4000

www.irs.gov/newsroom

Public Contact: 800.829.1040

In 2013, Various Tax Benefits Increase Due to Inflation Adjustments

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WASHINGTON — For tax year 2013, the Internal Revenue Service announced today annual inflation adjustments for more than two dozen tax provisions.

- The annual exclusion for gifts rises to \$14,000 for 2013, up from \$13,000 for 2012.
- The amount used to reduce the net unearned income reported on a child's tax return subject to the "kiddie tax," is \$1,000, up from \$950 for 2012.
- The foreign earned income exclusion rises to \$97,600, up from \$95,100 in 2012.

Details on these inflation adjustments and others such as the low-income housing credit, the dollar limits for high-deductible health plans and other amounts can be found in Revenue Procedure 2012-41, which will be published in Internal Revenue Bulletin 2012-45 on Nov. 5, 2012.