

# Massachusetts Millionaire's Tax

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## MA Millionaire's Tax Basics

- Beginning in 2023, taxable income over \$1 million on any Massachusetts income tax return will be taxed an additional 4% on top of the State's current income tax;
- Applies to both personal and fiduciary/trust income taxes;
- Possible exceptions in the future?

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# MA Millionaire's Planning Opportunities

- Charitable contributions slated to be allowed in MA starting in 2023;
- Installment sales;
- US obligations and MA municipal bond interest not taxable in MA;
- Establish trusts outside of MA;
- Gifting assets that produce income subject to the additional tax;
- Changing domicile;
- Review all financial and estate plans for possible implications.

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