

2021 Updates

Provided by: *GotLTCi*, www.gotlctci.com info@gotlctci.com

LTC Insurance Premium as a Tax Deduction:

Attained age before the close of the taxable year:	Amount that counts as a medical expense per person OR paid through a Health Savings Account OR 1 st dollar tax deduction for self-employed:
40 or less	\$450
41-50	\$850
51-60	\$1,690
61-70	\$4,520
71 and older	\$5,640

Indemnity policies: Benefit payments above \$400 per day that exceed the actual cost of care will be taxed as income. [IRS §213(d)(10)]

Self-Employed Long-Term Care Insurance Deductions:

100% of age-based limits for owner and spouse. C-Corps 100% of premium.

Medicare:	
Part A Deductible	\$1,484
Skilled Nursing Facility Coinsurance	\$185.50
Part B Deductible	\$203
Part B Premium	\$148.50 (Income below \$88,000 Individual / \$176,000 Joint)
Qualified Medicare Beneficiary* (Annual amounts are issued in approximately February each year)	Individual: \$1,084 monthly income / \$7,860 assets Couple: \$1,457 monthly income / \$11,800 assets

Medicaid:	
Spouse's minimum asset allowance	\$26,076
Spouse's maximum asset allowance	\$130,380
Spouse's minimum income allowance*	\$2,155.00 (effective 7/1/20 – 6/30/21)
Spouse's monthly housing allowance*	\$646.50 (effective 7/1/20 – 6/30/21)
Spouse's maximum income allowance	\$3,259.50
Income cap states (3 x SSI)	\$2,382
Home equity limits	\$603,000 / \$906,000

Health Savings Accounts:	(Minimum Deductible \$1,400 Individual/\$2,800 Family)
Individual = Maximum contribution of \$3,600. Additional 2021 contribution of \$1,000 for 55+; Out-of-Pocket maximum: \$7,000.	Family = Maximum contribution of \$7,200. Additional 2021 contribution of \$1,000 for 55+; Out-of-Pocket maximum: \$14,000.

*Limits vary for AK and HI

Updated 1/1/2021