Table of Contents

Dedu	ctions and Credits1
St	andard deduction1
Fil	ing threshold2
М	edical expenses2
	Nursing home or assisted living facility2
	In-home health care5
	Insurance premiums6
	Lifetime care—advance payments
	Meals, lodging and transportation
	Home improvements11
	Deductible amount
ln	vestment expenses12
	Deductible expenses
	Nondeductible expenses
Cr	redit for the elderly or the disabled13
	Qualified individual14
	Disability income
	Figuring the credit
Sa	aver's credit16
Ea	arned income tax credit19
Taxab	le and Nontaxable Income24
Re	etirement income24
	Individual retirement account
	Roth IRAs39
	Retirement plans, pensions and annuities
Lo	ong-term care benefits50
	Per diem limit51
Sc	ocial Security benefits52

	Taxable amount	. 54
	Lump-sum election	. 61
	Repayment	. 66
	Earnings test	. 68
Me	edicaid waiver payments	. 75
	IRS website Q&A	. 76
Planni	ng Considerations	. 85
Qu	alified charitable distribution	. 85
De	pendency qualification	. 86
	Qualifying relative	. 86
	Head of household	. 89
	Medical dependent	. 89
Re	tirement account considerations	. 90
	Eligible designated beneficiary	. 90
	Non-eligible designated beneficiaries	. 90
	Non-designated beneficiaries	. 91
	Death before RBD	. 91
	RMD for the year of death	. 93
	Death after RBD	. 93
	Taxation of distributions from Roth IRAs	. 94
Life	e estate	. 95
	Overview	. 95
	Benefits	. 96
	Pitfalls	. 97
	Sale of life estate and remainder interests	. 98
Indov		100