



Citizens' Council for Health Freedom

Health Freedom Minute

June 7, 2019

Lower Your 3.8% Obamacare Investment Tax

Obamacare taxes net investment income such as interest, dividends, capital gains and more if total income exceeds \$200,000 for singles or \$250,000 for couples.

For example, if you're retired with net investment income of \$150,000, there's no tax. But if your IRA required minimum distribution is more than \$50,000, your investment income will cross over into the 3.8% tax zone where you'll be taxed on all income above \$200,000. Until Obamacare is repealed, you can lower this tax by donating up to \$100,000 of the required distribution to a non-profit organization. It's a win-win for both of you.

“How IRA Withdrawals in The Crossover Zone Can Trigger The 3.8% Medicare Surtax,” Michael Kitces, Nerd's Eye View, July 23, 2014:

<https://www.kitces.com/blog/how-ira-withdrawals-in-the-crossover-zone-can-trigger-the-3-8-medicare-surtax-on-net-investment-income/>

“Questions and Answers on the Net Investment Income Tax,” IRS, last updated May 15, 2019: <https://www.irs.gov/newsroom/questions-and-answers-on-the-net-investment-income-tax>

Presented daily by Twila Brase, President, Citizens' Council for Health Freedom.

*The Health Freedom Minute is now heard in 47 states:
Mornings M-Th at AM1280 (The Patriot) in MN and 91.5 AM WHKC (FreedomFM) in OH,
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