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The Best Tax-Free Municipal Bonds For 2021.

The yield on the 10-year Treasury is exhausted after its epic run to nearly 1.2%. It's due for a breather.

Anyone who buys the long bond today can still "lock in" a 1.1% yield. But remember, this bounty won't escape the tax man. Any interest income we earn from Treasuries—no matter how sad—is subject to federal and state taxes.

So, if we're multiplying your nest egg (let's use \$500K) by 1.1%, we must remember that the final answer is probably not \$5,500 in annual income. Because if we're raking in income from any other sources, we should lop off a chunk of this for taxes.

Continue reading.

Forbes

by Brett Owens

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