



Roth IRA Conversion

An Illustration of Converting a Traditional IRA to a Roth IRA

AN ANALYSIS PREPARED EXCLUSIVELY FOR

John & Mary Sample

John Converts IRA Rollover Account to Roth IRA in 2010

Disclaimer

This financial plan is designed to provide educational and/or general information and is not intended to provide specific legal, accounting and/or tax advice. Any comparisons and projections including expected rates of return are presented for purposes of illustration only. Nevertheless, we believe that the comparisons as well as the other projections shown provide an important and valid basis for consideration when planning for your financial future.

IMPORTANT: *The projections or other information generated by this financial plan regarding the likelihood of various investment outcomes are hypothetical in nature, do not reflect actual investment results and are not guarantees of future results. Results herein may vary with each use of the software tool(s) used to generate this financial plan and over time.*

The financial plan may contain ideas for your consideration concerning aspects of your life such as tax, retirement and estate planning, but these are not presented as, and must not be taken for, legal or tax advice. It is your responsibility to determine if, and how, the suggestions contained in the financial plan should be implemented or otherwise followed. You must carefully consider all relevant factors in making these types of decisions. For specific advice on these aspects of your overall financial plan, you should consult your professional tax and legal advisors. The report that follows is based upon:

- information and assumptions that you have provided or reviewed;
- current tax laws;
- appropriate financial planning concepts;
- historic asset class characteristics;
- additional assumptions and information discussed with your advisor.

The outcome of the analysis will be dependent to a significant extent upon the information and the reasonableness of the planning assumptions. It is your responsibility to provide accurate and complete information. Please contact your advisor with any changes to your information and/or planning assumptions. Inaccurate information and/or unreasonable planning assumptions can materially impact the results of this financial plan.

The simulation of returns at the individual asset, account and/or portfolio level drives the investment projections and proposed financial plan. In all cases investment projections are not to be considered definitive estimates of how the individual assets you own now or in the future will perform. Therefore, it is important that you recognize that the comparisons shown may include comparisons of two asset allocation models—the asset allocation of your current portfolio and the asset allocation projected in our proposed plan—and not comparisons of the individual securities you own. Model comparisons and the projected rates of return are based on past performance of the relevant asset classes. Past performance is not a guarantee of future results. No future rate of return can be predicted with certainty.

The report that follows does not make specific investment recommendations or analyze particular securities. Rather, the report typically contains a proposed asset allocation model based upon your stated risk tolerance, age, current asset allocation and value of your assets. The asset allocation models we use are continuously re-evaluated and are periodically changed as a result. We are under no obligation to revise any financial planning report already prepared if an allocation model is changed after it is issued to you.

Actual results are influenced by events that are both within and outside of your control. The rates actually returned by asset classes will differ from our projections. The rates actually returned by any allocation model noted within the financial plan will likely differ from those returned by any individual portfolio of securities constructed to follow a specific allocation model. Any rate of return shown or used in the financial plan is not intended to predict nor guarantee the actual results of an investment product.

Disclaimer

IMPORTANT: *Investments in stocks, bonds, mutual funds, and other securities are not bank products, are not FDIC insured, and may be subject to loss of principal.*

We have read and understand the above information and disclosures. We understand the basis upon which the report that follows was prepared. We recognize the nature of the asset allocation comparisons and estimated returns as illustrations only. We acknowledge that the report may contain a recommendation for adjusting the asset allocation of our current investment portfolio(s), but it does not provide any guaranteed rates of return, advice on particular securities or any specific legal, tax or accounting advice.

Customer Signature

Roth IRA Conversion - John Converts IRA Rollover Account to Roth IRA in 2010

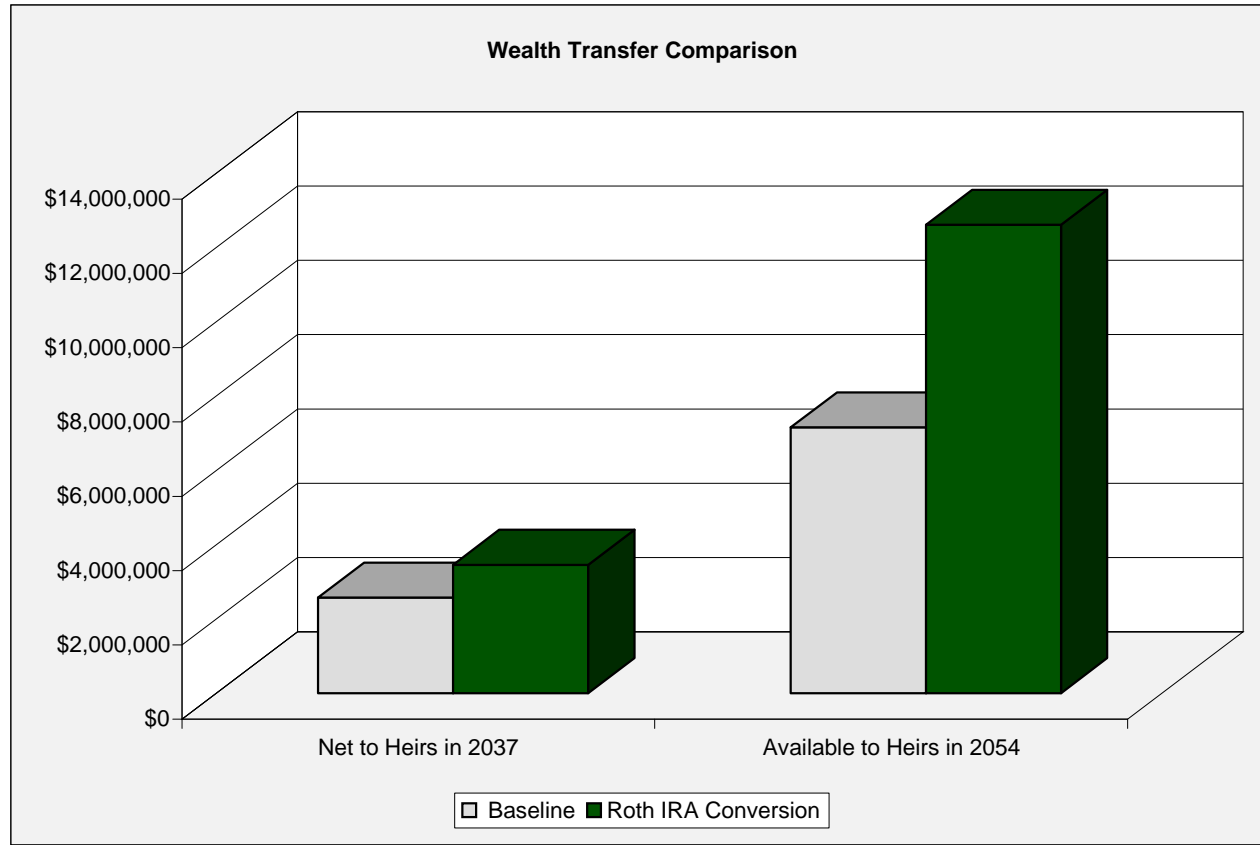
Summary

John & Mary Sample

At the End of the Senior Generation's Lifetime in 2037	Baseline	Roth IRA Conversion
Traditional IRA balance	1,909,108	0
Roth IRA balance	NA	5,873,708
Taxable investment balance	3,572,691	400,903
Combined balances	5,481,798	6,274,611
Estate taxes	-2,466,809	-2,823,575
IRD deduction	859,098	0
Income tax assuming total IRA distributions	-447,304	0
Net to heirs	2,567,685	3,451,036
Roth IRA conversion advantage		883,351
Present value of planning advantage @ 3.0%		386,123
At the End of the Heir's Lifetime in 2054	Baseline	Roth IRA Conversion
Traditional IRA balance	744,415	0
Income tax assuming total IRA distributions	-317,121	0
After-tax traditional IRA assets	427,294	0
Roth IRA	NA	2,290,323
Income tax assuming total IRA distributions	NA	0
After-tax Roth IRA assets	NA	2,290,323
Taxable investment balance	6,722,327	10,310,871
Net amount available to heirs before 2nd generation death taxes	7,149,621	12,601,194
Roth IRA conversion advantage		5,451,573
Present value of planning advantage @ 3.0%		1,441,752

Summary

John & Mary Sample



The chart above illustrates the advantages or disadvantages of converting a traditional IRA to a Roth IRA. This analysis assumes that conversion-related taxes are paid with non-IRA funds.

Assumptions

John & Mary Sample

Personal	John	Mary
Age	65.0	62.0
Attained age at year-end	65.9	62.9
Calculated life expectancy	86.8	85.5
Life expectancy override	90.0	90.0
Year of death	2034	2037
Next Generation Beneficiary		
Age		40.0
Attained age at year-end		40.9
Year of death		2054
Planning Illustration		
Analysis date		01-Jan-2010
Tax Laws		
Tax laws to apply - EGTRRA 2001		New law provisions sunset after 2010
Tax laws to apply - JGTRRA 2003		New law provisions sunset after 2010
Tax laws to apply - estate, gift & GST		2009 tax rates and exemptions apply indefinitely
Required Minimum Distribution Planning		
Account owner illustrated		John
Beneficiary		Mary
Beneficiary qualifies as designated beneficiary		Yes
First required distribution = April 1 in post-70 1/2 yr		No
Spousal Rollover		
Surviving spouse elects to treat account as own		Yes
Surviving spouse's designated beneficiary		Heir
Taxable Investments		
Fair market value		500,000
Tax basis		400,000
Traditional IRAs		
		John
Current account balance		1,000,000
Current account basis		0

Roth IRA Conversion - John Converts IRA Rollover Account to Roth IRA in 2010

Assumptions

John & Mary Sample

Roth IRA	John
First year of conversion	2010
Last year of conversion	2010
Include 2010 conversion in income in 2010	No
Conversion timing	Start of year
First Roth IRA contribution year	2010
Total percentage of IRA to convert	100.0%
Conversion amount is fixed at first conversion year	Yes
Taxes are paid with non-IRA funds	Yes
Basis of property used to pay taxes	80.0%

IRA Distributions Consumed	
Method for determining distributions	User-defined
First distribution year	2010
Last distribution year	2037
Target distributions include RMDs	Yes

Tax Rates	Sr Generation	Heirs
Effective conversion tax rate	See schedule	NA
Federal ordinary income tax rate	See schedule	See schedule
Federal capital gains tax rate	See schedule	See schedule
State income tax rate	5.0%	5.0%
Estate tax rate	See schedule	NA
IRD deduction rate	See schedule	NA

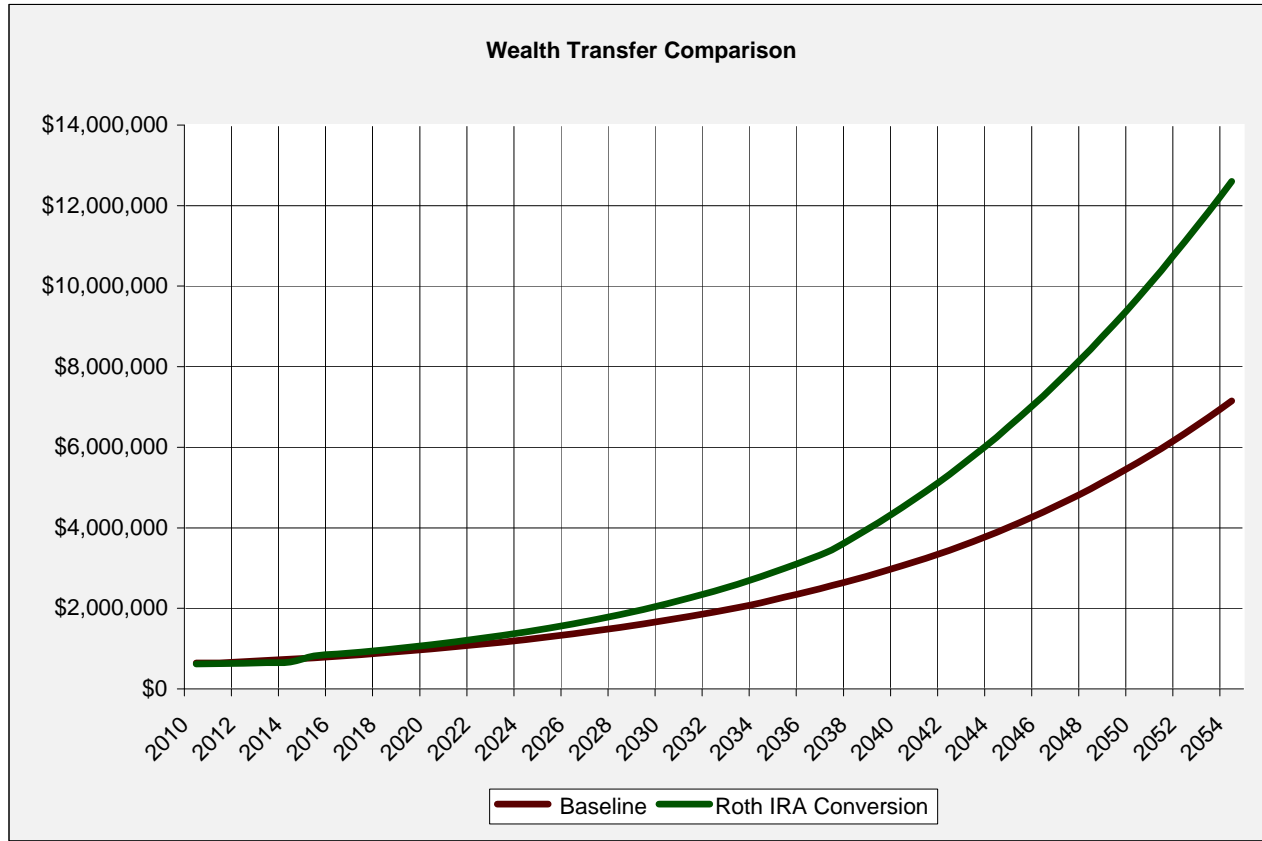
IRA Investment Rates	Sr Generation	Heirs
Current income rate	2.0%	2.0%
Growth rate	6.0%	6.0%

Taxable Investment Rates	Sr Generation	Heirs
Current income rate	2.0%	2.0%
Qualified dividend percentage	100.0%	100.0%
Growth rate	6.0%	6.0%
Portfolio turnover rate	25.0%	25.0%
Present value discount rate	3.0%	0.0%

Other	
% of overall step-up limit allocable - 1st death	100.0%

Annual Net to Heirs Comparison

John & Mary Sample



The chart above illustrates the advantages or disadvantages of converting a traditional IRA to a Roth IRA. This analysis assumes that conversion-related taxes are paid with non-IRA funds.

Roth IRA Conversion - John Converts IRA Rollover Account to Roth IRA in 2010

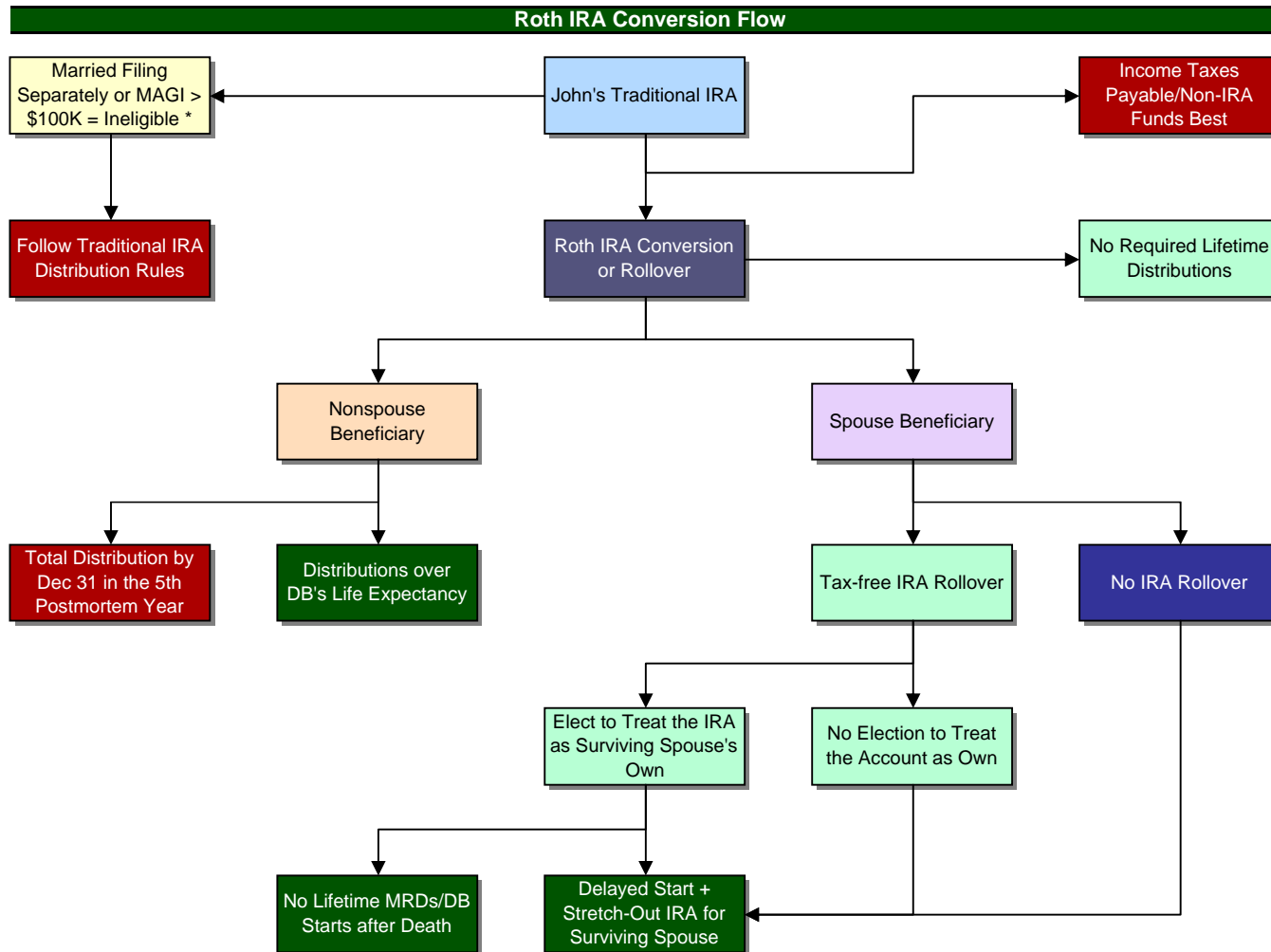
Annual Net to Heirs Comparison

John & Mary Sample

Year	Net to Heirs		Comparison	
	Baseline Scenario	Roth IRA Conversion Scenario	Roth IRA Conversion Adv/Disadv	Present Value Adv/Disadv 3.0%
2010	642,253	618,603	-23,650	-22,963
2011	644,953	630,251	-14,702	-13,859
2012	673,988	637,740	-36,249	-33,175
2013	705,098	652,998	-52,100	-46,294
2014	738,396	670,401	-67,995	-58,659
2015	774,009	818,293	44,283	37,091
2016	812,082	865,933	53,851	43,789
2017	852,771	917,506	64,736	51,107
2018	896,247	973,276	77,029	59,042
2019	942,683	1,033,537	90,854	67,612
2020	992,259	1,098,616	106,357	76,839
2021	1,045,164	1,168,873	123,710	86,775
2022	1,101,594	1,244,703	143,108	97,460
2023	1,161,759	1,326,531	164,772	108,947
2024	1,225,874	1,414,824	188,950	121,287
2025	1,294,166	1,510,085	215,919	134,565
2026	1,366,873	1,612,859	245,986	148,841
2027	1,444,244	1,723,736	279,493	164,193
2028	1,526,537	1,843,354	316,817	180,687
2029	1,614,023	1,972,402	358,378	198,441
2030	1,706,984	2,111,622	404,638	217,535
2031	1,805,714	2,261,819	456,105	238,067
2032	1,910,522	2,423,859	513,337	260,120
2033	2,021,730	2,598,680	576,950	283,844
2034	2,139,673	2,787,291	647,618	309,337
2035	2,276,641	2,992,309	715,669	331,892
2036	2,418,983	3,213,110	794,127	357,529
2037	2,567,685	3,451,036	883,351	386,123
2038	2,719,139	3,781,193	1,062,054	450,724
2039	2,881,765	4,132,386	1,250,622	515,302
2040	3,056,171	4,505,961	1,449,790	579,933
2041	3,243,020	4,903,174	1,660,154	644,751
2042	3,443,027	5,325,201	1,882,173	709,701
2043	3,656,957	5,773,139	2,116,181	774,711
2044	3,885,622	6,248,000	2,362,378	839,601
2045	4,129,880	6,750,702	2,620,822	904,342
2046	4,390,633	7,282,052	2,891,418	968,674
2047	4,668,830	7,842,725	3,173,895	1,032,359
2048	4,965,461	8,433,238	3,467,777	1,095,029
2049	5,281,557	9,053,915	3,772,357	1,156,535
2050	5,616,984	9,704,844	4,087,860	1,216,785
2051	5,970,881	10,385,827	4,414,946	1,275,894
2052	6,343,890	11,096,309	4,752,419	1,333,339
2053	6,736,619	11,835,290	5,098,671	1,388,847
2054	7,149,621	12,601,194	5,451,573	1,441,752

Roth IRA Conversion Eligibility and Planning

John & Mary Sample



* These restrictions do not apply to post-2009 Roth IRA conversions.



Roth IRA Conversion

Sensitivity Analyses

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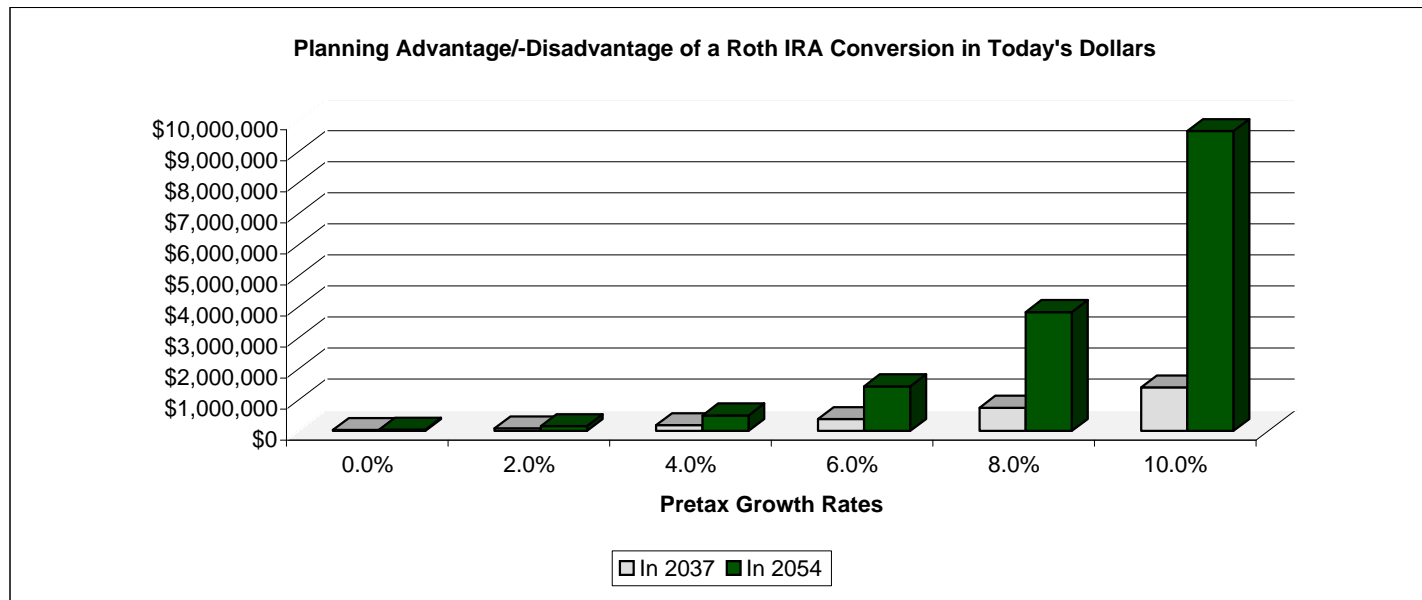
John & Mary Sample

John Converts IRA Rollover Account to Roth IRA in 2010

Sensitivity Analysis - Growth Rates

John & Mary Sample

Beneficiary = Mary	Net to Heirs in 2037		Available to Heirs in 2054		Planning Adv-/Disadv	
	Baseline	Roth IRA Conversion	Baseline	Roth IRA Conversion	In 2037	In 2054
0.0%	365,563	439,130	443,850	610,869	73,567	167,019
2.0%	731,598	921,221	1,184,387	1,778,089	189,622	593,703
4.0%	1,418,415	1,844,984	3,014,097	4,912,982	426,569	1,898,885
6.0%	2,567,685	3,451,036	7,149,621	12,601,194	883,351	5,451,573
8.0%	4,467,253	6,188,972	16,306,370	30,810,877	1,721,720	14,504,507
10.0%	7,569,272	10,781,185	36,217,154	72,781,866	3,211,912	36,564,712

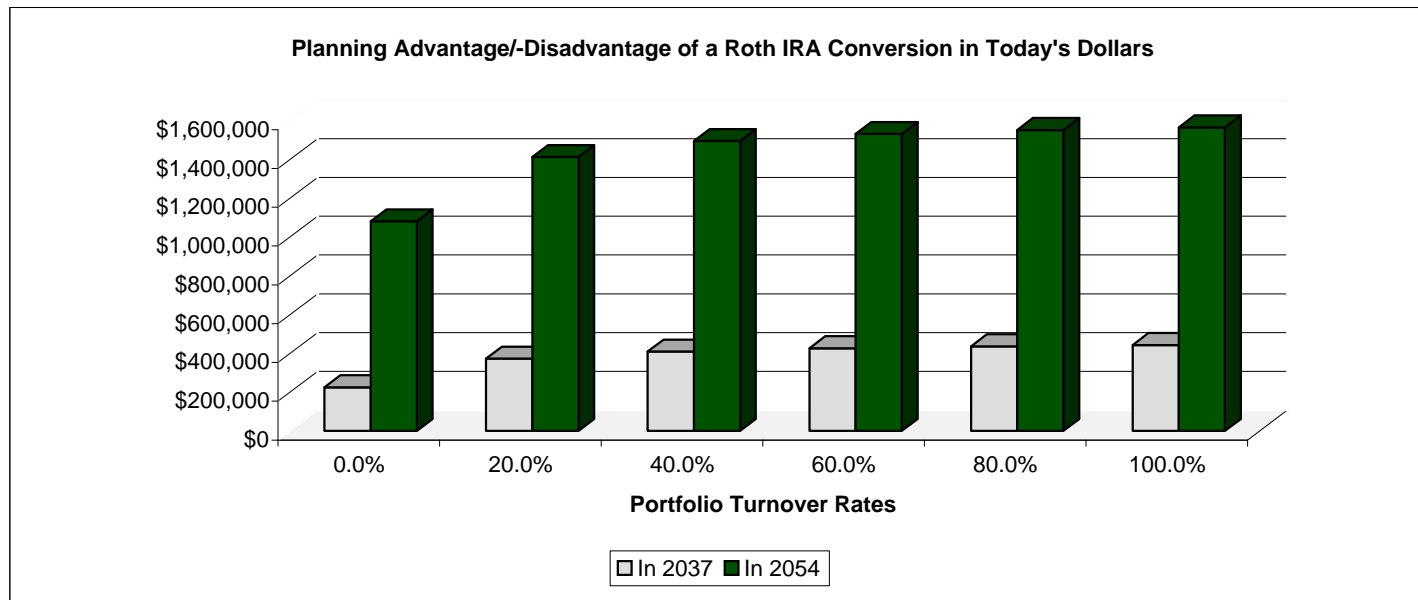


The illustration above shows the impact of pretax growth rate assumptions on the projected results. The graph shows the advantages or disadvantages of converting John's traditional IRA to a Roth IRA in today's dollars. All other assumptions are the same as those listed on the Assumptions schedule.

Sensitivity Analysis - Portfolio Turnover Rates

John & Mary Sample

Beneficiary = Mary	Net to Heirs in 2037		Available to Heirs in 2054		Planning Adv-/Disadv	
	Baseline	Roth IRA Conversion	Baseline	Roth IRA Conversion	In 2037	In 2054
0.0%	3,091,609	3,608,441	8,828,020	12,915,248	516,832	4,087,228
20.0%	2,604,473	3,458,698	7,270,948	12,612,807	854,226	5,341,859
40.0%	2,500,906	3,438,992	6,928,480	12,581,808	938,086	5,653,329
60.0%	2,455,434	3,432,809	6,778,113	12,569,912	977,375	5,791,799
80.0%	2,430,325	3,430,757	6,695,007	12,565,115	1,000,431	5,870,108
100.0%	2,415,248	3,430,572	6,644,507	12,564,213	1,015,323	5,919,706



The illustration above shows the impact of portfolio turnover rate assumptions on the projected results. The graph shows the advantages or disadvantages of converting John's traditional IRA to a Roth IRA in today's dollars. All other assumptions are the same as those listed on the Assumptions schedule.



Roth IRA Conversion

Supporting Schedules for
TRADITIONAL IRA SCENARIO

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John & Mary Sample

John Converts IRA Rollover Account to Roth IRA in 2010

Baseline Scenario - Senior Generation Estate Illustration

John & Mary Sample

Year	Pretax Transfer			Net to Heirs			
	Traditional IRA Balance	Taxable Investment Balance	Combined Balances	Estate Tax	IRD Deduction	Income Tax	Net to Heirs
2010	1,030,000	532,223	1,562,223	703,000	463,500	216,970	642,253
2011	1,062,400	562,823	1,625,223	731,351	478,080	248,920	644,953
2012	1,097,392	595,530	1,692,922	761,815	493,826	257,119	673,988
2013	1,135,183	630,402	1,765,585	794,513	510,833	265,973	705,098
2014	1,175,998	667,515	1,843,513	829,581	529,199	275,536	738,396
2015	1,220,078	706,965	1,927,043	867,169	549,035	285,864	774,009
2016	1,267,684	748,862	2,016,546	907,446	570,458	297,018	812,082
2017	1,319,099	793,330	2,112,428	950,593	593,594	309,065	852,771
2018	1,371,222	842,458	2,213,680	996,156	617,050	321,277	896,247
2019	1,423,305	896,992	2,320,297	1,044,134	640,487	333,480	942,683
2020	1,475,017	957,448	2,432,464	1,094,609	663,757	345,596	992,259
2021	1,525,972	1,024,390	2,550,362	1,147,663	686,687	357,535	1,045,164
2022	1,576,070	1,098,235	2,674,305	1,203,437	709,231	369,273	1,101,594
2023	1,624,516	1,179,817	2,804,333	1,261,950	731,032	380,624	1,161,759
2024	1,671,169	1,269,610	2,940,779	1,323,351	752,026	391,555	1,225,874
2025	1,715,495	1,368,334	3,083,829	1,387,723	771,973	401,941	1,294,166
2026	1,756,897	1,476,764	3,233,662	1,455,148	790,604	411,641	1,366,873
2027	1,794,707	1,595,736	3,390,442	1,525,699	807,618	420,500	1,444,244
2028	1,828,178	1,726,148	3,554,326	1,599,447	822,680	428,342	1,526,537
2029	1,856,486	1,868,965	3,725,451	1,676,453	835,419	434,975	1,614,023
2030	1,879,566	2,024,736	3,904,302	1,756,936	845,805	440,382	1,706,984
2031	1,896,629	2,194,451	4,091,080	1,840,986	853,483	444,380	1,805,714
2032	1,906,820	2,379,162	4,285,981	1,928,692	858,069	446,768	1,910,522
2033	1,909,222	2,579,979	4,489,201	2,020,140	859,150	447,331	2,021,730
2034	1,902,858	2,798,074	4,700,932	2,115,419	856,286	445,840	2,139,673
2035	1,913,082	3,041,237	4,954,320	2,229,444	860,887	448,235	2,276,641
2036	1,915,493	3,298,658	5,214,150	2,346,368	861,972	448,800	2,418,983
2037	1,909,108	3,572,691	5,481,798	2,466,809	859,098	447,304	2,567,685

Baseline Scenario - Traditional IRA Illustration

John & Mary Sample

Year	Year-End Attained Ages			Beginning Balance	Growth	IRA Distributions			Ending Balance
	John's Age	Mary's Age	Heir's Age			Applicable Divisor	Minimum Distributions	Discretionary Distributions	
2010	65.9	62.9	40.9	1,000,000	80,000	0.0	0	50,000	1,030,000
2011	66.9	63.9	41.9	1,030,000	82,400	0.0	0	50,000	1,062,400
2012	67.9	64.9	42.9	1,062,400	84,992	0.0	0	50,000	1,097,392
2013	68.9	65.9	43.9	1,097,392	87,791	0.0	0	50,000	1,135,183
2014	69.9	66.9	44.9	1,135,183	90,815	0.0	0	50,000	1,175,998
2015	70.9	67.9	45.9	1,175,998	94,080	27.4	42,920	7,080	1,220,078
2016	71.9	68.9	46.9	1,220,078	97,606	26.5	46,041	3,959	1,267,684
2017	72.9	69.9	47.9	1,267,684	101,415	25.6	49,519	481	1,319,099
2018	73.9	70.9	48.9	1,319,099	105,528	24.7	53,405	0	1,371,222
2019	74.9	71.9	49.9	1,371,222	109,698	23.8	57,614	0	1,423,305
2020	75.9	72.9	50.9	1,423,305	113,864	22.9	62,153	0	1,475,017
2021	76.9	73.9	51.9	1,475,017	118,001	22.0	67,046	0	1,525,972
2022	77.9	74.9	52.9	1,525,972	122,078	21.2	71,980	0	1,576,070
2023	78.9	75.9	53.9	1,576,070	126,086	20.3	77,639	0	1,624,516
2024	79.9	76.9	54.9	1,624,516	129,961	19.5	83,309	0	1,671,169
2025	80.9	77.9	55.9	1,671,169	133,694	18.7	89,367	0	1,715,495
2026	81.9	78.9	56.9	1,715,495	137,240	17.9	95,838	0	1,756,897
2027	82.9	79.9	57.9	1,756,897	140,552	17.1	102,743	0	1,794,707
2028	83.9	80.9	58.9	1,794,707	143,577	16.3	110,105	0	1,828,178
2029	84.9	81.9	59.9	1,828,178	146,254	15.5	117,947	0	1,856,486
2030	85.9	82.9	60.9	1,856,486	148,519	14.8	125,438	0	1,879,566
2031	86.9	83.9	61.9	1,879,566	150,365	14.1	133,303	0	1,896,629
2032	87.9	84.9	62.9	1,896,629	151,730	13.4	141,539	0	1,906,820
2033	88.9	85.9	63.9	1,906,820	152,546	12.7	150,143	0	1,909,222
2034	89.9	86.9	64.9	1,909,222	152,738	12.0	159,102	0	1,902,858
2035	0.0	87.9	65.9	1,902,858	152,229	13.4	142,004	0	1,913,082
2036	0.0	88.9	66.9	1,913,082	153,047	12.7	150,636	0	1,915,493
2037	0.0	89.9	67.9	1,915,493	153,239	12.0	159,624	0	1,909,108
2038	0.0	0.0	68.9	1,909,108	152,729	18.6	102,640	0	1,959,196
2039	0.0	0.0	69.9	1,959,196	156,736	17.6	111,318	0	2,004,614
2040	0.0	0.0	70.9	2,004,614	160,369	16.6	120,760	0	2,044,223
2041	0.0	0.0	71.9	2,044,223	163,538	15.6	131,040	0	2,076,721
2042	0.0	0.0	72.9	2,076,721	166,138	14.6	142,241	0	2,100,617
2043	0.0	0.0	73.9	2,100,617	168,049	13.6	154,457	0	2,114,210
2044	0.0	0.0	74.9	2,114,210	169,137	12.6	167,794	0	2,115,552
2045	0.0	0.0	75.9	2,115,552	169,244	11.6	182,375	0	2,102,421
2046	0.0	0.0	76.9	2,102,421	168,194	10.6	198,342	0	2,072,273
2047	0.0	0.0	77.9	2,072,273	165,782	9.6	215,862	0	2,022,193
2048	0.0	0.0	78.9	2,022,193	161,775	8.6	235,139	0	1,948,830
2049	0.0	0.0	79.9	1,948,830	155,906	7.6	256,425	0	1,848,311
2050	0.0	0.0	80.9	1,848,311	147,865	6.6	280,047	0	1,716,129
2051	0.0	0.0	81.9	1,716,129	137,290	5.6	306,452	0	1,546,968
2052	0.0	0.0	82.9	1,546,968	123,757	4.6	336,297	0	1,334,428
2053	0.0	0.0	83.9	1,334,428	106,754	3.6	370,674	0	1,070,508
2054	0.0	0.0	84.9	1,070,508	85,641	2.6	411,734	0	744,415

Baseline Scenario - Taxable Investments Illustration

John & Mary Sample

Part 1 of 2

Year	Beginning Balance	Estate Taxes Paid	Current-Year Returns		Realized Gains	Unrealized Gains	IRA Distributions		
			Current Income	Growth			Gross Distributions	Current-Year IRD Deduction	Taxable Distributions
2010	500,000	0	10,000	30,000	32,500	97,500	50,000	0	50,000
2011	532,223	0	10,644	31,933	32,358	97,075	50,000	0	50,000
2012	562,823	0	11,256	33,769	32,711	98,133	50,000	0	50,000
2013	595,530	0	11,911	35,732	33,466	100,399	50,000	0	50,000
2014	630,402	0	12,608	37,824	34,556	103,667	50,000	0	50,000
2015	667,515	0	13,350	40,051	35,930	107,789	50,000	0	50,000
2016	706,965	0	14,139	42,418	37,552	112,655	50,000	0	50,000
2017	748,862	0	14,977	44,932	39,397	118,190	50,000	0	50,000
2018	793,330	0	15,867	47,600	41,447	124,342	53,405	0	53,405
2019	842,458	0	16,849	50,547	43,722	131,167	57,614	0	57,614
2020	896,992	0	17,940	53,819	46,247	138,740	62,153	0	62,153
2021	957,448	0	19,149	57,447	49,047	147,140	67,046	0	67,046
2022	1,024,390	0	20,488	61,463	52,151	156,453	71,980	0	71,980
2023	1,098,235	0	21,965	65,894	55,587	166,760	77,639	0	77,639
2024	1,179,817	0	23,596	70,789	59,387	178,162	83,309	0	83,309
2025	1,269,610	0	25,392	76,177	63,585	190,754	89,367	0	89,367
2026	1,368,334	0	27,367	82,100	68,213	204,640	95,838	0	95,838
2027	1,476,764	0	29,535	88,606	73,312	219,935	102,743	0	102,743
2028	1,595,736	0	31,915	95,744	78,920	236,759	110,105	0	110,105
2029	1,726,148	0	34,523	103,569	85,082	255,246	117,947	0	117,947
2030	1,868,965	0	37,379	112,138	91,846	275,538	125,438	0	125,438
2031	2,024,736	0	40,495	121,484	99,256	297,767	133,303	0	133,303
2032	2,194,451	0	43,889	131,667	107,358	322,075	141,539	0	141,539
2033	2,379,162	0	47,583	142,750	116,206	348,619	150,143	0	150,143
2034	2,579,979	0	51,600	154,799	125,854	0	159,102	0	159,102
2035	2,798,074	0	55,961	167,884	141,971	125,913	142,004	0	142,004
2036	3,041,237	0	60,825	182,474	177,097	231,291	150,636	0	150,636
2037	3,298,658	0	65,973	197,919	197,303	0	159,624	0	159,624
2038	3,572,691	2,466,809	22,118	66,353	16,588	49,765	102,640	46,188	56,452
2039	1,259,706	0	25,194	75,582	31,337	94,010	111,318	50,093	61,225
2040	1,427,779	0	28,556	85,667	44,919	134,758	120,760	54,342	66,418
2041	1,611,971	0	32,239	96,718	57,869	173,607	131,040	58,968	72,072
2042	1,814,222	0	36,284	108,853	70,615	211,845	142,241	64,009	78,233
2043	2,036,575	0	40,731	122,194	83,510	250,530	154,457	69,506	84,951
2044	2,281,210	0	45,624	136,873	96,851	290,552	167,794	75,507	92,287
2045	2,550,475	0	51,010	153,029	110,895	332,685	182,375	82,069	100,306
2046	2,846,922	0	56,938	170,815	125,875	377,625	198,342	89,254	109,088
2047	3,173,339	0	63,467	190,400	142,006	426,019	215,862	97,138	118,724
2048	3,532,793	0	70,656	211,968	159,497	478,490	235,139	105,812	129,326
2049	3,928,679	0	78,574	235,721	178,553	535,658	256,425	66,213	190,212
2050	4,343,828	0	86,877	260,630	199,072	597,216	280,047	0	280,047
2051	4,769,285	0	95,386	286,157	220,843	662,530	306,452	0	306,452
2052	5,235,303	0	104,706	314,118	244,162	732,486	336,297	0	336,297
2053	5,746,400	0	114,928	344,784	269,317	807,952	370,674	0	370,674
2054	6,307,977	0	126,160	378,479	296,608	889,823	411,734	0	411,734

Baseline Scenario - Taxable Investments Illustration

John & Mary Sample

Part 2 of 2

Year	Taxes		Distributions Consumed	After-Tax Investments		
	Ordinary Income Tax	Capital Gains Tax		Ending Balance	Deferred Capital Gains Tax	After-Tax Balance
2010	19,150	7,778	30,850	532,223	17,843	514,380
2011	25,835	7,442	28,700	562,823	22,327	540,496
2012	26,095	7,524	28,700	595,530	22,571	572,960
2013	26,374	7,697	28,700	630,402	23,092	607,310
2014	26,671	7,948	28,700	667,515	23,843	643,672
2015	26,987	8,264	28,700	706,965	24,791	682,174
2016	27,323	8,637	28,700	748,862	25,911	722,952
2017	27,680	9,061	28,700	793,330	27,184	766,146
2018	29,510	9,533	28,700	842,458	28,599	813,859
2019	31,721	10,056	28,700	896,992	30,168	866,823
2020	34,120	10,637	28,700	957,448	31,910	925,537
2021	36,719	11,281	28,700	1,024,390	33,842	990,548
2022	39,391	11,995	28,700	1,098,235	35,984	1,062,251
2023	42,431	12,785	28,700	1,179,817	38,355	1,141,462
2024	45,541	13,659	28,700	1,269,610	40,977	1,228,633
2025	48,888	14,624	28,700	1,368,334	43,873	1,324,461
2026	52,485	15,689	28,700	1,476,764	47,067	1,429,697
2027	56,350	16,862	28,700	1,595,736	50,585	1,545,151
2028	60,500	18,152	28,700	1,726,148	54,455	1,671,693
2029	64,952	19,569	28,700	1,868,965	58,707	1,810,259
2030	69,360	21,125	28,700	2,024,736	63,374	1,961,362
2031	74,038	22,829	28,700	2,194,451	68,486	2,125,965
2032	78,993	24,692	28,700	2,379,162	74,077	2,305,084
2033	84,232	26,727	28,700	2,579,979	80,182	2,499,797
2034	89,759	28,947	28,700	2,798,074	0	2,798,074
2035	84,333	9,653	28,700	3,041,237	28,960	3,012,277
2036	90,082	17,732	28,700	3,298,658	53,197	3,245,461
2037	96,105	24,680	28,700	3,572,691	0	3,572,691
2038	33,471	3,815	0	1,259,706	11,446	1,248,260
2039	36,814	7,207	0	1,427,779	21,622	1,406,156
2040	40,459	10,331	0	1,611,971	30,994	1,580,976
2041	44,437	13,310	0	1,814,222	39,930	1,774,292
2042	48,784	16,241	0	2,036,575	48,724	1,987,851
2043	53,541	19,207	0	2,281,210	57,622	2,223,588
2044	58,750	22,276	0	2,550,475	66,827	2,483,648
2045	64,461	25,506	0	2,846,922	76,518	2,770,405
2046	70,727	28,951	0	3,173,339	86,854	3,086,485
2047	77,613	32,661	0	3,532,793	97,984	3,434,809
2048	85,192	36,684	0	3,928,679	110,053	3,818,626
2049	114,503	41,067	0	4,343,828	123,201	4,220,627
2050	156,310	45,787	0	4,769,285	137,360	4,631,926
2051	171,183	50,794	0	5,235,303	152,382	5,082,921
2052	187,867	56,157	0	5,746,400	168,472	5,577,928
2053	206,867	61,943	0	6,307,977	185,829	6,122,148
2054	229,143	68,220	0	6,926,986	204,659	6,722,327



Roth IRA Conversion

Supporting Schedules for
ROTH IRA CONVERSION SCENARIO

AN ANALYSIS PREPARED EXCLUSIVELY FOR

John & Mary Sample

John Converts IRA Rollover Account to Roth IRA in 2010

Roth IRA Conversion Scenario - Senior Generation Estate Illustration

John & Mary Sample

Year					Net to Heirs			
	Roth IRA Balance	Taxable Investment Balance	Accrued Taxes Payable	Combined Balances	Estate Tax	Roth IRA IRD Deduction	Income Tax	Net to Heirs
2010	1,049,150	532,223	426,000	1,155,373	519,918	36,000	16,852	618,603
2011	1,104,382	324,364	213,000	1,215,746	547,086	73,769	38,409	630,251
2012	1,164,033	102,967	0	1,266,999	570,150	113,527	59,110	637,740
2013	1,228,455	105,957	0	1,334,412	600,485	155,432	80,928	652,998
2014	1,298,032	109,888	0	1,407,919	633,564	199,657	103,955	670,401
2015	1,373,174	114,631	0	1,487,805	669,512	0	0	818,293
2016	1,454,328	120,096	0	1,574,424	708,491	0	0	865,933
2017	1,541,974	126,219	0	1,668,194	750,687	0	0	917,506
2018	1,636,632	132,960	0	1,769,592	796,317	0	0	973,276
2019	1,738,863	140,295	0	1,879,157	845,621	0	0	1,033,537
2020	1,849,272	148,212	0	1,997,483	898,868	0	0	1,098,616
2021	1,968,514	156,711	0	2,125,225	956,351	0	0	1,168,873
2022	2,097,295	165,801	0	2,263,096	1,018,393	0	0	1,244,703
2023	2,236,378	175,497	0	2,411,875	1,085,344	0	0	1,326,531
2024	2,386,588	185,819	0	2,572,407	1,157,583	0	0	1,414,824
2025	2,548,816	196,793	0	2,745,609	1,235,524	0	0	1,510,085
2026	2,724,021	208,450	0	2,932,471	1,319,612	0	0	1,612,859
2027	2,913,242	220,824	0	3,134,066	1,410,330	0	0	1,723,736
2028	3,117,602	233,951	0	3,351,553	1,508,199	0	0	1,843,354
2029	3,338,310	247,875	0	3,586,185	1,613,783	0	0	1,972,402
2030	3,576,675	262,638	0	3,839,313	1,727,691	0	0	2,111,622
2031	3,834,109	278,289	0	4,112,398	1,850,579	0	0	2,261,819
2032	4,112,138	294,879	0	4,407,017	1,983,158	0	0	2,423,859
2033	4,412,409	312,463	0	4,724,872	2,126,192	0	0	2,598,680
2034	4,736,701	331,100	0	5,067,801	2,280,511	0	0	2,787,291
2035	5,086,937	353,625	0	5,440,562	2,448,253	0	0	2,992,309
2036	5,465,192	376,825	0	5,842,017	2,628,908	0	0	3,213,110
2037	5,873,708	400,903	0	6,274,611	2,823,575	0	0	3,451,036

Roth IRA Conversion - John Converts IRA Rollover Account to Roth IRA in 2010

Roth IRA Conversion Scenario - IRA Conversion Illustration

John & Mary Sample

Year	Conversion Income Recognition			Immediate Tax Costs Incurred			
	Beginning of Year Conversion	Beginning of Year Basis Recovery	Gross Income Directly Related to Conversion	Income Taxes Owed as a Result of Conversion	Gain on Disposition of Assets to Pay Taxes	Capital Gains Tax on Disposition	Total Conversion Tax Cost
2010	1,000,000	0	0	0	0	0	0
2011	0	0	500,000	213,000	44,654	10,270	223,270
2012	0	0	500,000	213,000	44,654	10,270	223,270

Roth IRA Conversion Scenario - Roth IRA Illustration

John & Mary Sample

Year	Year-End Attained Ages			Beginning of Year Conversion Addition	Adjusted Beginning Balance	Growth	IRA Distributions			Ending Balance
	John's Age	Mary's Age	Heir's Age				Applicable Divisor	Minimum Distributions	Discretionary Distributions	
2010	65.9	62.9	40.9	1,000,000	1,000,000	80,000	0.0	0	30,850	1,049,150
2011	66.9	63.9	41.9	0	1,049,150	83,932	0.0	0	28,700	1,104,382
2012	67.9	64.9	42.9	0	1,104,382	88,351	0.0	0	28,700	1,164,033
2013	68.9	65.9	43.9	0	1,164,033	93,123	0.0	0	28,700	1,228,455
2014	69.9	66.9	44.9	0	1,228,455	98,276	0.0	0	28,700	1,298,032
2015	70.9	67.9	45.9	0	1,298,032	103,843	0.0	0	28,700	1,373,174
2016	71.9	68.9	46.9	0	1,373,174	109,854	0.0	0	28,700	1,454,328
2017	72.9	69.9	47.9	0	1,454,328	116,346	0.0	0	28,700	1,541,974
2018	73.9	70.9	48.9	0	1,541,974	123,358	0.0	0	28,700	1,636,632
2019	74.9	71.9	49.9	0	1,636,632	130,931	0.0	0	28,700	1,738,863
2020	75.9	72.9	50.9	0	1,738,863	139,109	0.0	0	28,700	1,849,272
2021	76.9	73.9	51.9	0	1,849,272	147,942	0.0	0	28,700	1,968,514
2022	77.9	74.9	52.9	0	1,968,514	157,481	0.0	0	28,700	2,097,295
2023	78.9	75.9	53.9	0	2,097,295	167,784	0.0	0	28,700	2,236,378
2024	79.9	76.9	54.9	0	2,236,378	178,910	0.0	0	28,700	2,386,588
2025	80.9	77.9	55.9	0	2,386,588	190,927	0.0	0	28,700	2,548,816
2026	81.9	78.9	56.9	0	2,548,816	203,905	0.0	0	28,700	2,724,021
2027	82.9	79.9	57.9	0	2,724,021	217,922	0.0	0	28,700	2,913,242
2028	83.9	80.9	58.9	0	2,913,242	233,059	0.0	0	28,700	3,117,602
2029	84.9	81.9	59.9	0	3,117,602	249,408	0.0	0	28,700	3,338,310
2030	85.9	82.9	60.9	0	3,338,310	267,065	0.0	0	28,700	3,576,675
2031	86.9	83.9	61.9	0	3,576,675	286,134	0.0	0	28,700	3,834,109
2032	87.9	84.9	62.9	0	3,834,109	306,729	0.0	0	28,700	4,112,138
2033	88.9	85.9	63.9	0	4,112,138	328,971	0.0	0	28,700	4,412,409
2034	89.9	86.9	64.9	0	4,412,409	352,993	0.0	0	28,700	4,736,701
2035	0.0	87.9	65.9	0	4,736,701	378,936	0.0	0	28,700	5,086,937
2036	0.0	88.9	66.9	0	5,086,937	406,955	0.0	0	28,700	5,465,192
2037	0.0	89.9	67.9	0	5,465,192	437,215	0.0	0	28,700	5,873,708
2038	0.0	0.0	68.9	0	5,873,708	469,897	18.6	315,791	0	6,027,814
2039	0.0	0.0	69.9	0	6,027,814	482,225	17.6	342,489	0	6,167,549
2040	0.0	0.0	70.9	0	6,167,549	493,404	16.6	371,539	0	6,289,414
2041	0.0	0.0	71.9	0	6,289,414	503,153	15.6	403,168	0	6,389,400
2042	0.0	0.0	72.9	0	6,389,400	511,152	14.6	437,630	0	6,462,921
2043	0.0	0.0	73.9	0	6,462,921	517,034	13.6	475,215	0	6,504,740
2044	0.0	0.0	74.9	0	6,504,740	520,379	12.6	516,249	0	6,508,870
2045	0.0	0.0	75.9	0	6,508,870	520,710	11.6	561,110	0	6,468,470
2046	0.0	0.0	76.9	0	6,468,470	517,478	10.6	610,233	0	6,375,715
2047	0.0	0.0	77.9	0	6,375,715	510,057	9.6	664,137	0	6,221,635
2048	0.0	0.0	78.9	0	6,221,635	497,731	8.6	723,446	0	5,995,920
2049	0.0	0.0	79.9	0	5,995,920	479,674	7.6	788,937	0	5,686,657
2050	0.0	0.0	80.9	0	5,686,657	454,933	6.6	861,615	0	5,279,975
2051	0.0	0.0	81.9	0	5,279,975	422,398	5.6	942,853	0	4,759,520
2052	0.0	0.0	82.9	0	4,759,520	380,762	4.6	1,034,678	0	4,105,603
2053	0.0	0.0	83.9	0	4,105,603	328,448	3.6	1,140,445	0	3,293,606
2054	0.0	0.0	84.9	0	3,293,606	263,489	2.6	1,266,772	0	2,290,323

Roth IRA Conversion - John Converts IRA Rollover Account to Roth IRA in 2010

Roth IRA Conversion Scenario - Roth IRA Basis

John & Mary Sample

Year	Beginning Basis	Basis Additions 100.0%	Distributable Basis	Basis Recovery	Ending Basis
2010	0	1,000,000	1,000,000	30,850	969,150
2011	969,150	0	969,150	28,700	940,450
2012	940,450	0	940,450	28,700	911,750
2013	911,750	0	911,750	28,700	883,050
2014	883,050	0	883,050	28,700	854,350
2015	854,350	0	854,350	28,700	825,650
2016	825,650	0	825,650	28,700	796,950
2017	796,950	0	796,950	28,700	768,250
2018	768,250	0	768,250	28,700	739,550
2019	739,550	0	739,550	28,700	710,850
2020	710,850	0	710,850	28,700	682,150
2021	682,150	0	682,150	28,700	653,450
2022	653,450	0	653,450	28,700	624,750
2023	624,750	0	624,750	28,700	596,050
2024	596,050	0	596,050	28,700	567,350
2025	567,350	0	567,350	28,700	538,650
2026	538,650	0	538,650	28,700	509,950
2027	509,950	0	509,950	28,700	481,250
2028	481,250	0	481,250	28,700	452,550
2029	452,550	0	452,550	28,700	423,850
2030	423,850	0	423,850	28,700	395,150
2031	395,150	0	395,150	28,700	366,450
2032	366,450	0	366,450	28,700	337,750
2033	337,750	0	337,750	28,700	309,050
2034	309,050	0	309,050	28,700	280,350
2035	280,350	0	280,350	28,700	251,650
2036	251,650	0	251,650	28,700	222,950
2037	222,950	0	222,950	28,700	194,250
2038	194,250	0	194,250	194,250	0
2039	0	0	0	0	0
2040	0	0	0	0	0
2041	0	0	0	0	0
2042	0	0	0	0	0
2043	0	0	0	0	0
2044	0	0	0	0	0
2045	0	0	0	0	0
2046	0	0	0	0	0
2047	0	0	0	0	0
2048	0	0	0	0	0
2049	0	0	0	0	0
2050	0	0	0	0	0
2051	0	0	0	0	0
2052	0	0	0	0	0
2053	0	0	0	0	0
2054	0	0	0	0	0

Roth IRA Conversion Scenario - Taxable Investments Illustration

John & Mary Sample

Part 1 of 2

Year	Beginning Balance	Estate Taxes Paid	Current-Year Returns		Realized Gains	Unrealized Gains	Roth IRA Distributions		
			Current Income	Growth			Gross Distributions	Current-Year IRD Deduction	Taxable Distributions
2010	500,000	0	10,000	30,000	32,500	97,500	30,850	0	0
2011	308,952	0	6,179	18,537	29,009	87,028	28,700	0	0
2012	101,093	0	2,022	6,066	23,273	69,820	28,700	0	0
2013	102,967	0	2,059	6,178	19,000	56,999	28,700	0	0
2014	105,957	0	2,119	6,357	15,839	47,517	28,700	0	0
2015	109,888	0	2,198	6,593	13,528	40,583	28,700	0	0
2016	114,631	0	2,293	6,878	11,865	35,595	28,700	0	0
2017	120,096	0	2,402	7,206	10,700	32,101	28,700	0	0
2018	126,219	0	2,524	7,573	9,919	29,756	28,700	0	0
2019	132,960	0	2,659	7,978	9,433	28,300	28,700	0	0
2020	140,295	0	2,806	8,418	9,179	27,538	28,700	0	0
2021	148,212	0	2,964	8,893	9,108	27,323	28,700	0	0
2022	156,711	0	3,134	9,403	9,181	27,544	28,700	0	0
2023	165,801	0	3,316	9,948	9,373	28,119	28,700	0	0
2024	175,497	0	3,510	10,530	9,662	28,987	28,700	0	0
2025	185,819	0	3,716	11,149	10,034	30,102	28,700	0	0
2026	196,793	0	3,936	11,808	10,477	31,432	28,700	0	0
2027	208,450	0	4,169	12,507	10,985	32,954	28,700	0	0
2028	220,824	0	4,416	13,249	11,551	34,653	28,700	0	0
2029	233,951	0	4,679	14,037	12,172	36,517	28,700	0	0
2030	247,875	0	4,957	14,872	12,847	38,542	28,700	0	0
2031	262,638	0	5,253	15,758	13,575	40,726	28,700	0	0
2032	278,289	0	5,566	16,697	14,356	43,067	28,700	0	0
2033	294,879	0	5,898	17,693	15,190	45,570	28,700	0	0
2034	312,463	0	6,249	18,748	16,079	0	28,700	0	0
2035	331,100	0	6,622	19,866	4,967	14,900	28,700	0	0
2036	353,625	0	7,072	21,217	9,029	27,088	28,700	0	0
2037	376,825	0	7,537	22,610	12,424	0	28,700	0	0
2038	400,903	2,823,575	-48,453	-145,360	-36,340	-109,020	315,791	0	0
2039	-2,271,695	0	-45,434	-136,302	-61,330	-183,991	342,489	0	0
2040	-2,077,481	0	-41,550	-124,649	-77,160	-231,480	371,539	0	0
2041	-1,836,693	0	-36,734	-110,202	-85,420	-256,261	403,168	0	0
2042	-1,545,166	0	-30,903	-92,710	-87,243	-261,728	437,630	0	0
2043	-1,197,918	0	-23,958	-71,875	-83,401	-250,203	475,215	0	0
2044	-789,148	0	-15,783	-47,349	-74,388	-223,164	516,249	0	0
2045	-312,198	0	-6,244	-18,732	-60,474	-181,422	561,110	0	0
2046	240,504	0	4,810	14,430	-41,748	-125,244	610,233	0	0
2047	877,531	0	17,551	52,652	-18,148	-54,444	664,137	0	0
2048	1,608,568	0	32,171	96,514	10,518	31,553	723,446	0	0
2049	2,444,575	0	48,891	146,674	44,557	133,670	788,937	0	0
2050	3,398,002	0	67,960	203,880	84,388	253,163	861,615	0	0
2051	4,483,097	0	89,662	268,986	130,537	391,611	942,853	0	0
2052	5,716,377	0	114,328	342,983	183,649	550,946	1,034,678	0	0
2053	7,117,423	0	142,348	427,045	244,498	733,493	1,140,445	0	0
2054	8,710,387	0	174,208	522,623	314,029	942,087	1,266,772	0	0

Roth IRA Conversion Scenario - Taxable Investments Illustration

John & Mary Sample

Part 2 of 2

Year	Total Conversion Tax Cost	Other Taxes			Distributions Consumed	After-Tax Investments		
		Ordinary Income	Ordinary Income Tax	Capital Gains Tax		Ending Balance	Deferred Capital Gains Tax	After-Tax Balance
2010	0	0	0	7,778	30,850	532,223	17,843	514,380
2011	223,270	6,179	2,632	6,672	28,700	324,364	20,016	304,347
2012	223,270	2,022	861	5,353	28,700	102,967	16,059	86,908
2013	0	2,059	877	4,370	28,700	105,957	13,110	92,847
2014	0	2,119	903	3,643	28,700	109,888	10,929	98,959
2015	0	2,198	936	3,111	28,700	114,631	9,334	105,297
2016	0	2,293	977	2,729	28,700	120,096	8,187	111,909
2017	0	2,402	1,023	2,461	28,700	126,219	7,383	118,836
2018	0	2,524	1,075	2,281	28,700	132,960	6,844	126,116
2019	0	2,659	1,133	2,170	28,700	140,295	6,509	133,786
2020	0	2,806	1,195	2,111	28,700	148,212	6,334	141,878
2021	0	2,964	1,263	2,095	28,700	156,711	6,284	150,427
2022	0	3,134	1,335	2,112	28,700	165,801	6,335	159,466
2023	0	3,316	1,413	2,156	28,700	175,497	6,467	169,029
2024	0	3,510	1,495	2,222	28,700	185,819	6,667	179,152
2025	0	3,716	1,583	2,308	28,700	196,793	6,923	189,870
2026	0	3,936	1,677	2,410	28,700	208,450	7,229	201,221
2027	0	4,169	1,776	2,527	28,700	220,824	7,580	213,244
2028	0	4,416	1,881	2,657	28,700	233,951	7,970	225,981
2029	0	4,679	1,993	2,800	28,700	247,875	8,399	239,476
2030	0	4,957	2,112	2,955	28,700	262,638	8,865	253,773
2031	0	5,253	2,238	3,122	28,700	278,289	9,367	268,922
2032	0	5,566	2,371	3,302	28,700	294,879	9,905	284,974
2033	0	5,898	2,512	3,494	28,700	312,463	10,481	301,982
2034	0	6,249	2,662	3,698	28,700	331,100	0	331,100
2035	0	6,622	2,821	1,142	28,700	353,625	3,427	350,198
2036	0	7,072	3,013	2,077	28,700	376,825	6,230	370,595
2037	0	7,537	3,211	2,858	28,700	400,903	0	400,903
2038	0	-48,453	-20,641	-8,358	0	-2,271,695	-25,075	-2,246,621
2039	0	-45,434	-19,355	-14,106	0	-2,077,481	-42,318	-2,035,163
2040	0	-41,550	-17,700	-17,747	0	-1,836,693	-53,240	-1,783,453
2041	0	-36,734	-15,649	-19,647	0	-1,545,166	-58,940	-1,486,226
2042	0	-30,903	-13,165	-20,066	0	-1,197,918	-60,198	-1,137,721
2043	0	-23,958	-10,206	-19,182	0	-789,148	-57,547	-731,602
2044	0	-15,783	-6,724	-17,109	0	-312,198	-51,328	-260,871
2045	0	-6,244	-2,660	-13,909	0	240,504	-41,727	282,231
2046	0	4,810	2,049	-9,602	0	877,531	-28,806	906,337
2047	0	17,551	7,477	-4,174	0	1,608,568	-12,522	1,621,090
2048	0	32,171	13,705	2,419	0	2,444,575	7,257	2,437,318
2049	0	48,891	20,828	10,248	0	3,398,002	30,744	3,367,258
2050	0	67,960	28,951	19,409	0	4,483,097	58,227	4,424,869
2051	0	89,662	38,196	30,024	0	5,716,377	90,071	5,626,307
2052	0	114,328	48,704	42,239	0	7,117,423	126,717	6,990,706
2053	0	142,348	60,640	56,234	0	8,710,387	168,703	8,541,684
2054	0	174,208	74,213	72,227	0	10,527,551	216,680	10,310,871



Roth IRA Conversion

Supporting Schedules for
TAX & INVESTMENT RATES

AN ANALYSIS PREPARED EXCLUSIVELY FOR

John & Mary Sample

John Converts IRA Rollover Account to Roth IRA in 2010

Tax & Investment Rates

John & Mary Sample

Part 1 of 2

Year	Senior Generation						Heirs					
	Federal Ordinary Income Tax Rate	Effective State Income Tax Rate 5.0%	Combined Ordinary Income Tax Rate	Combined Capital Gains Tax Rate	Estate Tax Rate	IRD Deduction Tax Rate	Federal Ordinary Income Tax Rate	Effective State Income Tax Rate 5.0%	Combined Ordinary Income Tax Rate	Combined Capital Gains Tax Rate		
2010	35.0%	3.3%	38.3%	18.3%	45.0%	45.0%	35.0%	3.3%	38.3%	18.3%		
2011	39.6%	3.0%	42.6%	23.0%	45.0%	45.0%	39.6%	3.0%	42.6%	23.0%		
2012	39.6%	3.0%	42.6%	23.0%	45.0%	45.0%	39.6%	3.0%	42.6%	23.0%		
2013	39.6%	3.0%	42.6%	23.0%	45.0%	45.0%	39.6%	3.0%	42.6%	23.0%		
2014	39.6%	3.0%	42.6%	23.0%	45.0%	45.0%	39.6%	3.0%	42.6%	23.0%		
2015	39.6%	3.0%	42.6%	23.0%	45.0%	45.0%	39.6%	3.0%	42.6%	23.0%		
2016	39.6%	3.0%	42.6%	23.0%	45.0%	45.0%	39.6%	3.0%	42.6%	23.0%		
2017	39.6%	3.0%	42.6%	23.0%	45.0%	45.0%	39.6%	3.0%	42.6%	23.0%		
2018	39.6%	3.0%	42.6%	23.0%	45.0%	45.0%	39.6%	3.0%	42.6%	23.0%		
2019	39.6%	3.0%	42.6%	23.0%	45.0%	45.0%	39.6%	3.0%	42.6%	23.0%		
2020	39.6%	3.0%	42.6%	23.0%	45.0%	45.0%	39.6%	3.0%	42.6%	23.0%		
2021	39.6%	3.0%	42.6%	23.0%	45.0%	45.0%	39.6%	3.0%	42.6%	23.0%		
2022	39.6%	3.0%	42.6%	23.0%	45.0%	45.0%	39.6%	3.0%	42.6%	23.0%		
2023	39.6%	3.0%	42.6%	23.0%	45.0%	45.0%	39.6%	3.0%	42.6%	23.0%		
2024	39.6%	3.0%	42.6%	23.0%	45.0%	45.0%	39.6%	3.0%	42.6%	23.0%		
2025	39.6%	3.0%	42.6%	23.0%	45.0%	45.0%	39.6%	3.0%	42.6%	23.0%		
2026	39.6%	3.0%	42.6%	23.0%	45.0%	45.0%	39.6%	3.0%	42.6%	23.0%		
2027	39.6%	3.0%	42.6%	23.0%	45.0%	45.0%	39.6%	3.0%	42.6%	23.0%		
2028	39.6%	3.0%	42.6%	23.0%	45.0%	45.0%	39.6%	3.0%	42.6%	23.0%		
2029	39.6%	3.0%	42.6%	23.0%	45.0%	45.0%	39.6%	3.0%	42.6%	23.0%		
2030	39.6%	3.0%	42.6%	23.0%	45.0%	45.0%	39.6%	3.0%	42.6%	23.0%		
2031	39.6%	3.0%	42.6%	23.0%	45.0%	45.0%	39.6%	3.0%	42.6%	23.0%		
2032	39.6%	3.0%	42.6%	23.0%	45.0%	45.0%	39.6%	3.0%	42.6%	23.0%		
2033	39.6%	3.0%	42.6%	23.0%	45.0%	45.0%	39.6%	3.0%	42.6%	23.0%		
2034	39.6%	3.0%	42.6%	23.0%	45.0%	45.0%	39.6%	3.0%	42.6%	23.0%		
2035	39.6%	3.0%	42.6%	23.0%	45.0%	45.0%	39.6%	3.0%	42.6%	23.0%		
2036	39.6%	3.0%	42.6%	23.0%	45.0%	45.0%	39.6%	3.0%	42.6%	23.0%		
2037	39.6%	3.0%	42.6%	23.0%	45.0%	45.0%	39.6%	3.0%	42.6%	23.0%		
2038	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	39.6%	3.0%	42.6%	23.0%		
2039	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	39.6%	3.0%	42.6%	23.0%		
2040	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	39.6%	3.0%	42.6%	23.0%		
2041	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	39.6%	3.0%	42.6%	23.0%		
2042	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	39.6%	3.0%	42.6%	23.0%		
2043	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	39.6%	3.0%	42.6%	23.0%		
2044	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	39.6%	3.0%	42.6%	23.0%		
2045	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	39.6%	3.0%	42.6%	23.0%		
2046	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	39.6%	3.0%	42.6%	23.0%		
2047	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	39.6%	3.0%	42.6%	23.0%		
2048	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	39.6%	3.0%	42.6%	23.0%		
2049	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	39.6%	3.0%	42.6%	23.0%		
2050	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	39.6%	3.0%	42.6%	23.0%		
2051	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	39.6%	3.0%	42.6%	23.0%		
2052	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	39.6%	3.0%	42.6%	23.0%		
2053	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	39.6%	3.0%	42.6%	23.0%		
2054	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	39.6%	3.0%	42.6%	23.0%		

Tax & Investment Rates

John & Mary Sample

Part 2 of 2

Year	Applicable Tax Rates		IRAs		Taxable Investments		
	Ordinary Income Tax Rate	Capital Gains Tax Rate	Current Income	Growth	Current Income	Growth	Portfolio Turnover
2010	38.3%	18.3%	2.0%	6.0%	2.0%	6.0%	25.0%
2011	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2012	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2013	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2014	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2015	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2016	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2017	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2018	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2019	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2020	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2021	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2022	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2023	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2024	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2025	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2026	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2027	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2028	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2029	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2030	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2031	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2032	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2033	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2034	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2035	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2036	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2037	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2038	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2039	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2040	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2041	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2042	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2043	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2044	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2045	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2046	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2047	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2048	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2049	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2050	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2051	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2052	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2053	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%
2054	42.6%	23.0%	2.0%	6.0%	2.0%	6.0%	25.0%