

# Roth Conversion Five Stage

# Taxes Paid from Within the IRA and/or NonIRA Funds

The figures below do not include state taxes or additional taxes due to any increase in taxable Social Security income. Consult your tax advisor for actual figures.  
**This is not intended to sell a product. This is for illustrative purposes only.**

Initial IRA Value:	\$200,000						After Tax Value
Tax Bracket:	22.1%	The income tax liability accrued in the traditional IRA is:					\$155,800
Bonus:	\$10,000	Future Traditional IRA					Accrued Income Tax
Rate of Return:	7.0%	After 5 Years					Net of Accrued Tax
		Convert to Roth Yr 1	Convert to Roth Yr 2	Convert to Roth Yr 3	Convert to Roth Yr 4	Convert to Roth Yr 5	
Rate of Return:	4.0%						
Allocation %:	22.35%	17.70%	16.54%	15.46%	14.45%	13.50%	
Allocation \$:	\$46,941	\$37,167	\$34,735	\$32,463	\$30,339	\$28,354	
Taxes Pd Outside:	\$0	Numbers illustrated do not take into consideration required minimum distributions.					
		Convert Start of Yr. 1	Convert Start of Yr. 2	Convert Start of Yr. 3	Convert Start of Yr. 4	Convert Start of Yr. 5	
Custom Label:	\$10,000						
Start Yr 1	\$0	\$37,167	\$34,735	\$32,463	\$30,339	\$28,354	
End Yr 1	\$10,544	\$39,769	\$37,167	\$34,735	\$32,463	\$30,339	
End Yr 2	\$10,544	\$42,552	\$39,769	\$37,167	\$34,735	\$32,463	
End Yr 3	\$10,544	\$45,531	\$42,552	\$39,769	\$37,167	\$34,735	
End Yr 4	\$10,544	\$48,718	\$45,531	\$42,552	\$39,769	\$37,167	
End Yr 5	\$10,544	\$52,129	\$48,718	\$45,531	\$42,552	\$39,769	
End Yr 6		\$55,778	\$52,129	\$48,718	\$45,531	\$42,552	
End Yr 7		\$59,682	\$55,778	\$52,129	\$48,718	\$45,531	
End Yr 8		\$63,860	\$59,682	\$55,778	\$52,129	\$48,718	
End Yr 9		\$68,330	\$63,860	\$59,682	\$55,778	\$52,129	
End Yr 10		\$73,113	\$68,330	\$63,860	\$59,682	\$55,778	
End Yr 15		\$102,545	\$95,836	\$89,567	\$83,707	\$78,231	
End Yr 20		\$143,824	\$134,415	\$125,622	\$117,404	\$109,723	
End Yr 25		\$201,721	\$188,524	\$176,191	\$164,665	\$153,892	
End Yr 30		\$282,924	\$264,415	\$247,117	\$230,951	\$215,842	



100.00%  
\$210,000

Roth Balance After All Income & Conversion Taxes	After-Tax Annual Increase From Today
\$228,699	8.0%
\$244,708	7.8%
\$261,838	7.7%
\$280,166	7.6%
\$299,778	7.5%
\$320,762	7.5%
\$449,886	7.3%
\$630,988	7.2%
\$884,993	7.2%
\$1,241,249	7.2%

Calculation of Conversion Tax and Tax on IRA Distributions Used to Pay Conversion Tax*				
Yr 1 Conversion Tax*	Yr 2 Conversion Tax*	Yr 3 Conversion Tax*	Yr 4 Conversion Tax*	Yr 5 Conversion Tax*
\$10,544	\$10,544	\$10,544	\$10,544	\$10,544

\* Taxes include the Roth conversion tax and taxes on IRA distributions used to pay the conversion tax. Taxes may not be due until the following tax-year depending on specific conversion dates and taxpayer circumstances.