



## Scenario Analysis - Professor , Peter and Paula | 2024 Projections

Note - Calculations are not audited and should be reviewed with a tax professional

	SCENARIO 1 Tax Year 2023	SCENARIO 2 Tax Year 2024 Baseline	CHANGE Scenario 2→Scenario 3	SCENARIO 3 Tax Year 2024 ROTH Conversion
<b>GENERAL INFORMATION</b>				
Year	2023	2024		2024
Calculation	Current Law	Current Law		Current Law
Inflation Assumption		2.00%		2.00%
<b>INCOME</b>				
<b>1040 INCOME</b>				
Wages	\$124,000	\$124,000		\$124,000
Taxable Interest	\$6,000	\$6,000		\$6,000
Qualified Dividends	\$17,000	\$17,000		\$17,000
Total Dividends (incl. Qualified)	\$20,000	\$20,000		\$20,000
IRA Distributions	\$9,750	\$0		\$0
Roth Conversion		\$0	+\$25,000	\$25,000
<b>SCHEDULE D INCOME</b>				
Short Term Capital Gains	\$2,500	\$2,500		\$2,500
Long Term Capital Gains	\$19,500 <i>LT loss to carry forward: \$0</i>	\$19,500 <i>LT loss to carry forward: \$0</i>		\$19,500 <i>LT loss to carry forward: \$0</i>
Total Capital Gains	\$22,000	\$22,000		\$22,000
<b>SCHEDULE 1 INCOME</b>				
Schedule C Income	\$52,900	\$52,900		\$52,900
Total Income	\$234,650	\$224,900	+\$25,000	\$249,900
Schedule 1 Deductions	\$3,737	\$3,737		\$3,737
Adjusted Gross Income	\$230,912	\$221,163	+\$25,000	\$246,163
Standard/Itemized Deductions	\$42,000	\$42,000 <i>(itemized)</i>		\$42,000 <i>(itemized)</i>
QBI Deduction	\$9,832	\$9,833		\$9,833
Taxable Income	\$179,080	\$169,330	+\$25,000	\$194,330
Total Tax	\$25,233	\$22,578	+\$5,500	\$28,078
Marginal Bracket	22.0%	22.0%		22.0%
Effective Rate	14.1%	13.3%	+1.11%	14.4%
Total Tax (Net of Refundable Credits)	\$25,232	\$22,578	+\$5,500	\$28,078
Effective Tax on Next \$1,000 Ordinary Income		22.0%		22.0%
Effective Tax on Next \$1,000 Capital Gains		15.0%		15.0%

FEDERAL WITHHOLDING CALCULATOR .....

<b>Total Tax</b>	\$25,233	\$22,578	<b>+\$5,500</b>	\$28,078
<b>Safe Harbor</b> 90% of Total Tax		\$20,320	<b>+\$4,950</b>	\$25,270
<b>Total Withholding</b>	\$25,000	\$0		\$0
<b>Difference</b>	\$233	\$22,578	<b>+\$5,500</b>	\$28,078

*This report is for illustration purposes and the information herein may not represent data or information that is complete and/or accurate. Please consult with your financial advisor and/or tax advisor prior to using the information included in this report to make any decisions related to your financial situation.*