

Annual Conversion Overview -- Same Tax Rate Pre & Post Conversion

Rate of Return on all Accounts is 8.0%			Roth IRA Conversion Account				Traditional IRA Account			Roth IRA is Better Off Than Traditional IRA	
Year	Amount Converted	Tax Rate on Conversion	Roth Account Value	Federal Tax Payment Side Fund		Combined Net Roth Value	Deductible Account Value 8.0%	Less Federal Taxes 28.0%	Net Account Value	\$	%
				Tax Payment	A/C Value Net of Tax						
		Start Value	100,000	-	-	-	100,000				
1	100,000	28.0%	108,000	(28,000)	(29,613)	78,387	108,000	(30,240)	77,760	627	0.8%
2	-	28.0%	116,640	-	(31,318)	85,322	116,640	(32,659)	83,981	1,341	1.6%
3	-	28.0%	125,971	-	(33,122)	92,849	125,971	(35,272)	90,699	2,149	2.4%
4	-	28.0%	136,049	-	(35,030)	101,019	136,049	(38,094)	97,955	3,063	3.1%
5	-	28.0%	146,933	-	(37,048)	109,885	146,933	(41,141)	105,792	4,093	3.9%
6	-	28.0%	158,687	-	(39,182)	119,505	158,687	(44,432)	114,255	5,250	4.6%
7	-	28.0%	171,382	-	(41,439)	129,944	171,382	(47,987)	123,395	6,548	5.3%
8	-	28.0%	185,093	-	(43,826)	141,267	185,093	(51,826)	133,267	8,000	6.0%
9	-	28.0%	199,900	-	(46,350)	153,550	199,900	(55,972)	143,928	9,622	6.7%
10	-	28.0%	215,892	-	(49,020)	166,873	215,892	(60,450)	155,443	11,430	7.4%
11	-	28.0%	233,164	-	(51,843)	181,320	233,164	(65,286)	167,878	13,442	8.0%
12	-	28.0%	251,817	-	(54,830)	196,987	251,817	(70,509)	181,308	15,679	8.6%
13	-	28.0%	271,962	-	(57,988)	213,975	271,962	(76,149)	195,813	18,162	9.3%
14	-	28.0%	293,719	-	(61,328)	232,391	293,719	(82,241)	211,478	20,914	9.9%
15	-	28.0%	317,217	-	(64,860)	252,357	317,217	(88,821)	228,396	23,960	10.5%
16	-	28.0%	342,594	-	(68,596)	273,998	342,594	(95,926)	246,668	27,330	11.1%
17	-	28.0%	370,002	-	(72,548)	297,454	370,002	(103,601)	266,401	31,053	11.7%
18	-	28.0%	399,602	-	(76,726)	322,876	399,602	(111,889)	287,713	35,162	12.2%
19	-	28.0%	431,570	-	(81,146)	350,424	431,570	(120,840)	310,730	39,694	12.8%
20	-	28.0%	466,096	-	(85,820)	380,276	466,096	(130,507)	335,589	44,687	13.3%
21	-	28.0%	503,383	-	(90,763)	412,620	503,383	(140,947)	362,436	50,184	13.8%
22	-	28.0%	543,654	-	(95,991)	447,663	543,654	(152,223)	391,431	56,232	14.4%
23	-	28.0%	587,146	-	(101,520)	485,626	587,146	(164,401)	422,745	62,881	14.9%
24	-	28.0%	634,118	-	(107,367)	526,751	634,118	(177,553)	456,565	70,186	15.4%
25	-	28.0%	684,848	-	(113,552)	571,296	684,848	(191,757)	493,090	78,205	15.9%

Notes: It is assumed that the Federal tax rate remains the same between now and the future.

It is assumed that only Federal income taxes are due upon conversion, and taxes are paid from non-IRA sources.

Withdrawals from retirement accounts are free of IL State income taxes.