



REPORT PREPARED FOR

## **Husband Sample & Wife Sample**

*The below Sample financial plan is static. As a client, we will work through bite-sized parts of this comprehensive plan over time, and we model the effects of changes REAL-TIME on meetings together!*

*A financial plan is a living, breathing, ever-evolving mechanism to make more informed and optimized decisions, so you can experience greater purpose, peace, and confidence through your life's journey.*

# Tasks

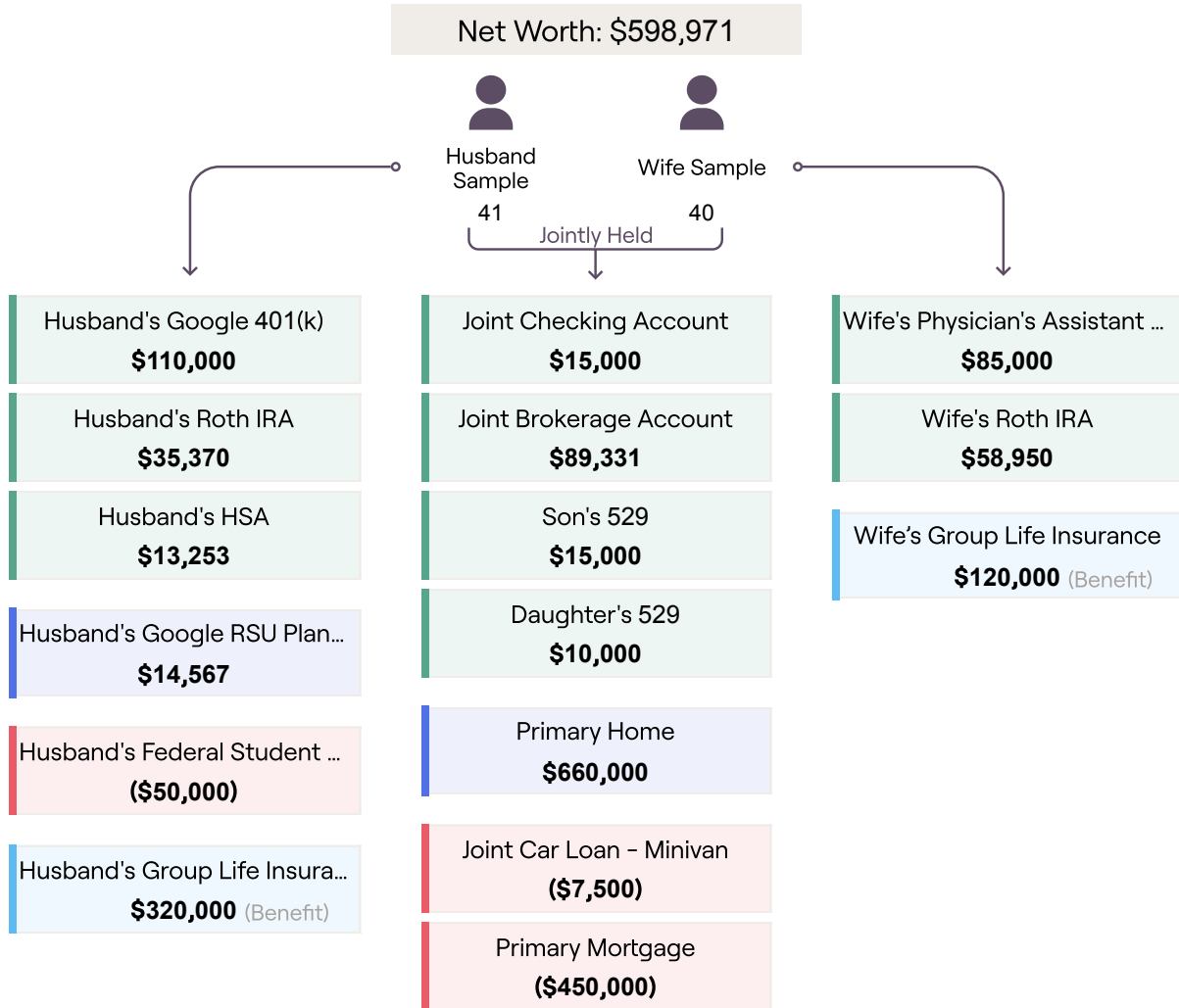
Due Date	Assigned to	Task
2024-09-21	Husband Sample & Wife Sample	ⓘ Provide annual open-enrollment documents so we can strategize on best health, dental, and vision insurance options available to you
2024-09-27	Husband Sample & Wife Sample	ⓘ Confirm desired Guardianship Elections for your 2 children so we begin to get your Estate Plan in place
2025-01-06	Husband Sample & Wife Sample	ⓘ Provide respective year-to-date paystubs for year-end tax projection

# Blueprint - Net Worth

- Bank & Investments
- Stock plan & Properties & Other assets
- Card & Loans
- Insurance

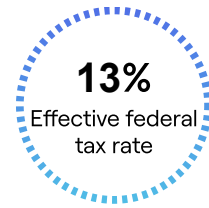
  
Daughter - 5

  
Son - 7



# Snapshot

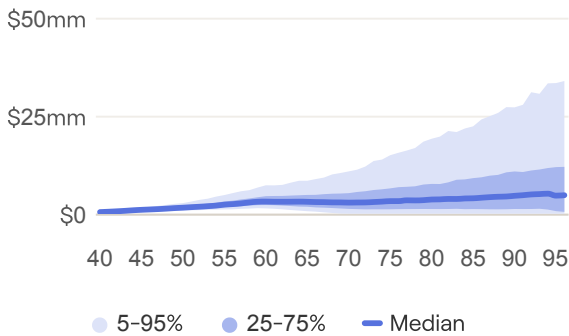
## Probability of success of Proposed plan



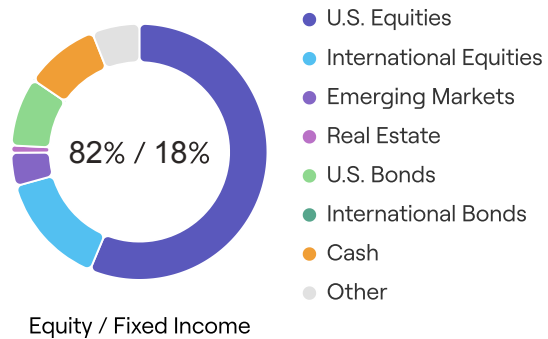
## Balance Sheet

Bank	\$15,000
Invested assets	\$416,904
Real estate assets	\$660,000
Life insurance cash value	\$0
Other assets	\$14,567
Credit cards	\$0
Mortgages	\$450,000
Home equities	\$0
Student loans	\$50,000
Other debts	\$7,500
<b>Net worth</b>	<b>\$598,971</b>

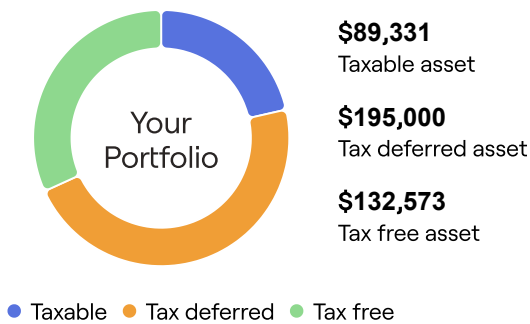
## Asset simulation results of Proposed plan



## Current allocation

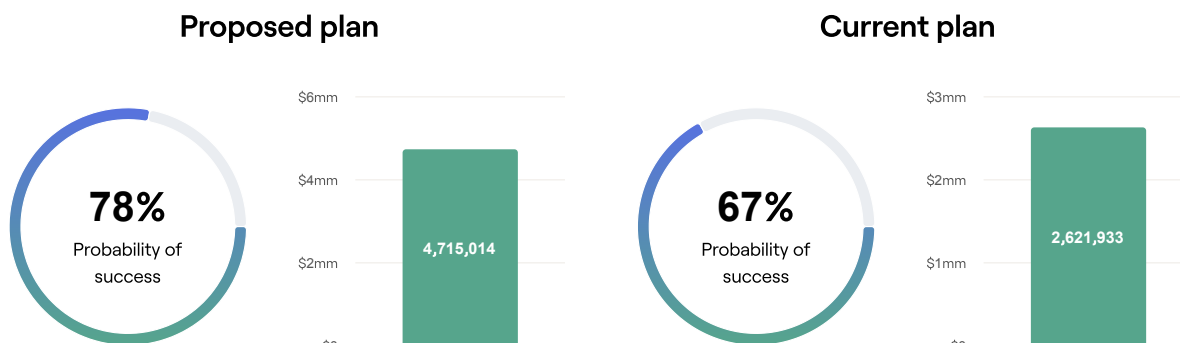


## Tax allocation summary

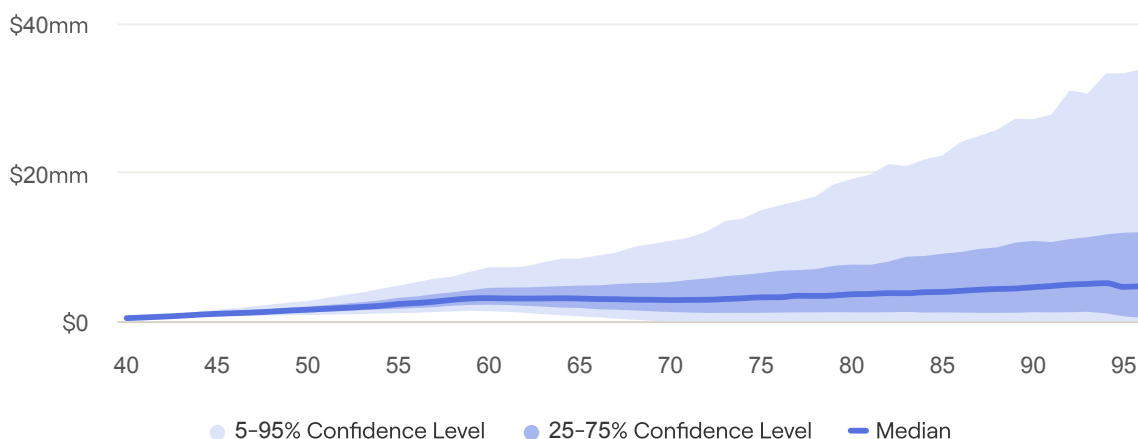


# Monte Carlo Analysis

Use of a detailed retirement analysis tool is important to help determine whether you are on track for a successful retirement. Monte Carlo simulations, stress tests, and viewing specific scenarios can help you evaluate your retirement plans and see the impact of potential changes.



## Asset simulation results - Proposed plan



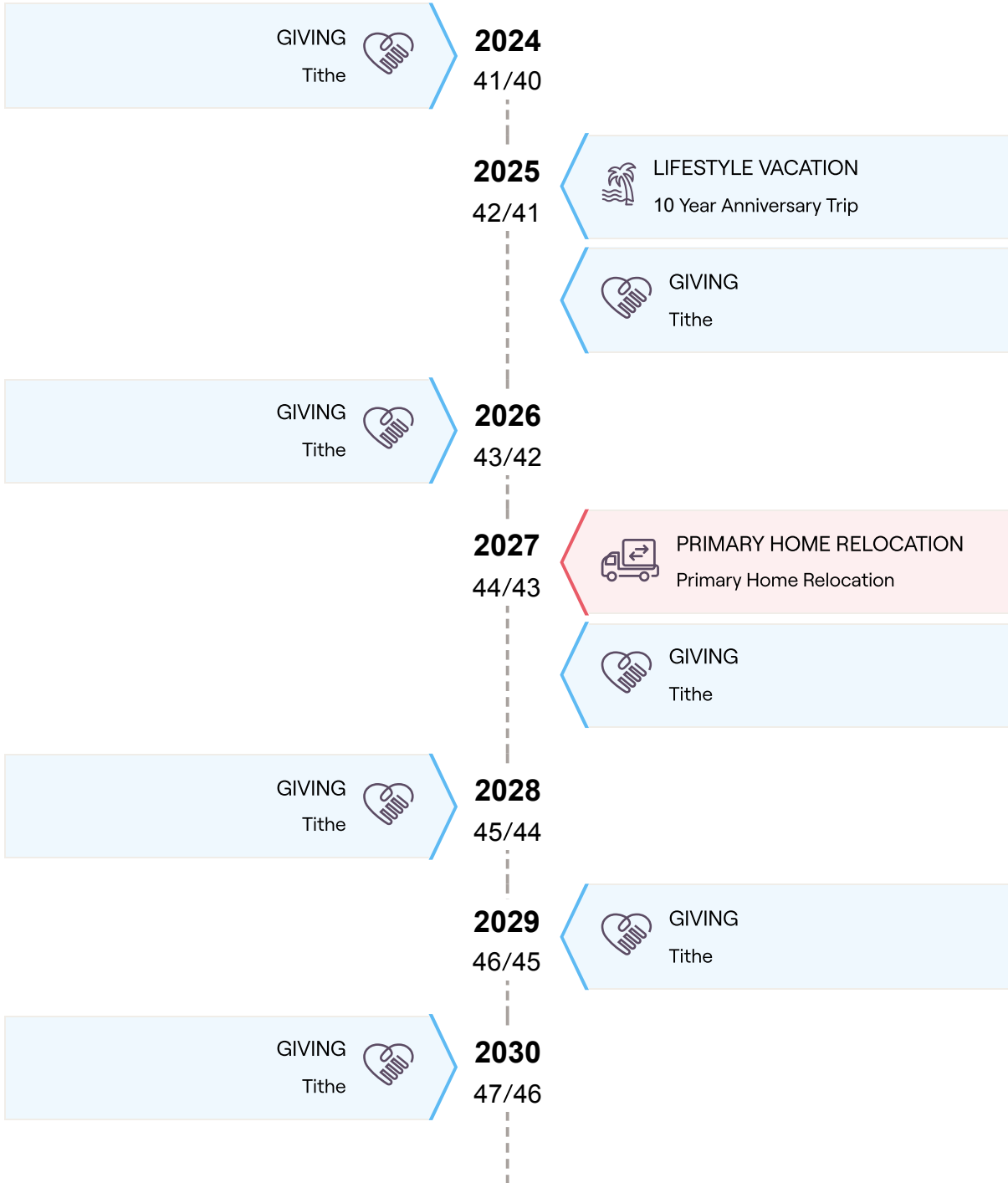
This section of the report displays the results of Monte Carlo simulations run on the current and proposed plans. The results are derived from 1000 simulations and the specified retirement cash flows. The chart of probability of success represents the overall likelihood of success in both the current and proposed plan.

**IMPORTANT:** The projections or other information generated by RightCapital 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 are based on return and volatility assumptions from a number of market indices shown in disclosure sections 5, 6 and 8.4. Fees and expenses are not included, and thus, are excluded, including, but not limited to, fund fees, account fees, product fees and advisor fees. Inclusion of those fees results in lower returns, which would affect the probability of achieving any particular outcome. Results may vary with each use and over time. The analysis must be reviewed in conjunction with assumptions, limitations and methodologies in the disclosure section. This report is not complete without the accompanying disclosure page.

# Blueprint - Goals

- Retirement
- Education
- Asset Purchase
- Other

## Goals

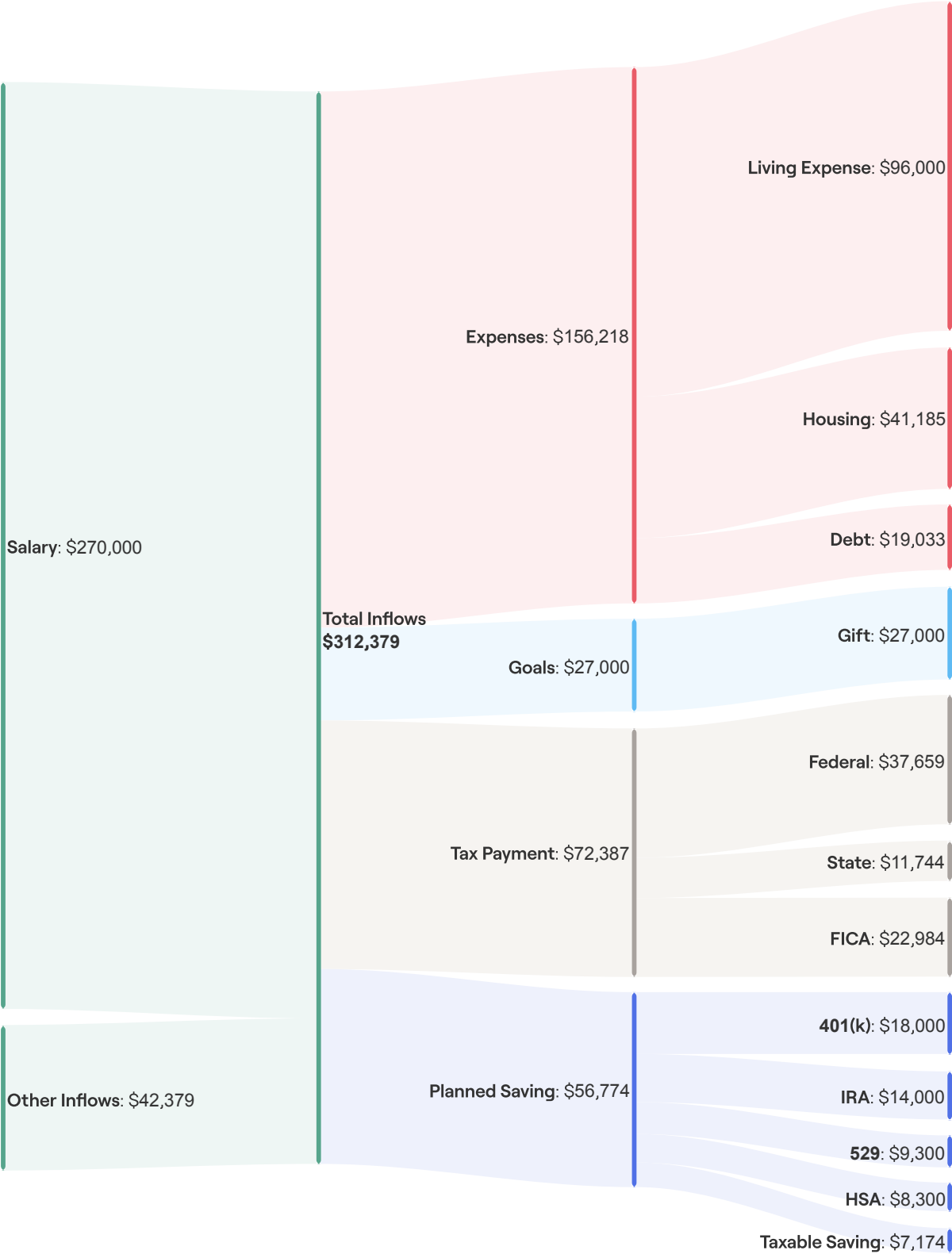


# Cash Flows – Proposed Plan

Maps

Baseline

Cash flow year 2024 (41/40)



# Education Funding Analysis for Son

The cost of education has risen substantially over the years. Projecting the future cost of education, as well as your current funding level, will help you in determining the proper course of action based on your goals, the type of funding you are using, and your time horizon.

## Son's projected education cost is \$162,842



## To achieve desired education funding level

Son's College Goal	
Annual education cost	\$28,840
Scholarship/other	\$0
Student borrowing	\$6,750
Annual net cost	\$22,090
Current 529 balance	
529 balance	\$15,000

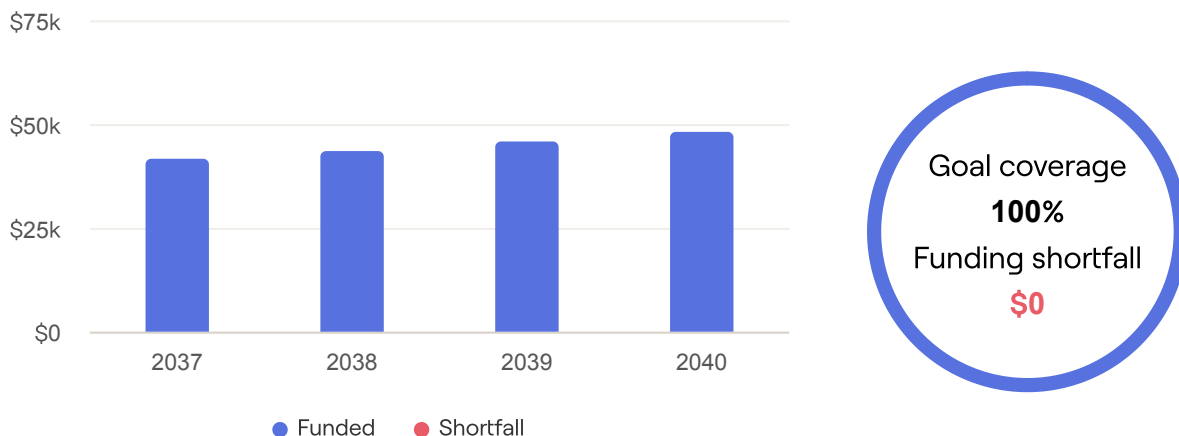
Strategy	
529 asset allocation	Most Aggressive
Funding sources	529 only
Annual 529 savings	
Lump sum saving	\$0
Additional annual 529 saving	\$4,750



# Education Funding Analysis for Daughter

The cost of education has risen substantially over the years. Projecting the future cost of education, as well as your current funding level, will help you in determining the proper course of action based on your goals, the type of funding you are using, and your time horizon.

## Daughter's projected education cost is \$179,535



## To achieve desired education funding level

Daughter's College Goal	
Annual education cost	\$28,840
Scholarship/other	\$0
Student borrowing	\$6,750
Annual net cost	\$22,090
Current 529 balance	
529 balance	\$10,000

Strategy	
529 asset allocation	Most Aggressive
Funding sources	529 only
Annual 529 savings	
Lump sum saving	\$0
Additional annual 529 saving	\$4,550

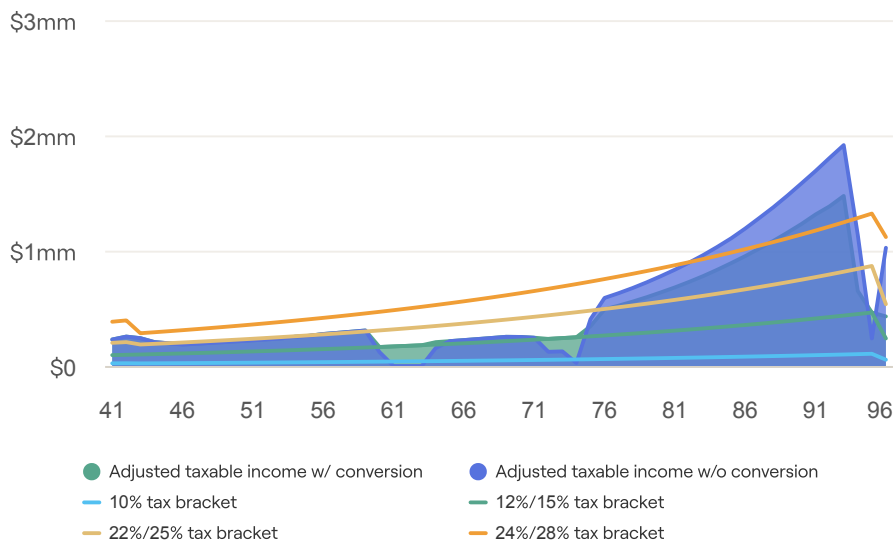
# Retirement Analysis Action Items

	Proposed	Current
<b>Financial goals</b>		
Husband's retirement age	60	60
Wife's retirement age	60	60
Retirement Monthly Expense	\$7,000	\$7,000
<b>Savings</b>		
Husband's Google 401(k)	8%	8%
Wife's 401(k)	5%	5%
Husband's HSA	Max	\$2,500
Husband's Roth IRA	Max	\$ 0
Wife's Roth IRA	Max	\$ 0
<b>Expenses</b>		
Pre-retirement Living Expenses	\$8,000	\$8,000
<b>Strategies</b>		
Asset allocation	Most Aggressive	Current allocation
Retirement allocation	Growth	Growth
Social Security	Optimal strategy	Current strategy
Husband Sample	Age 70	Full retirement age
Wife Sample	Age 70	Full retirement age
Debt strategy	Current payments	Current payments
Student loan strategy	Student loan proposal	Current payments
Distribution strategy	Distribution proposal	Current strategy
Education strategy	Education proposal	Current strategy
Retirement Spending	Inflation Adjusted	Inflation Adjusted
<b>Primary home relocations</b>		
Primary Home Relocation	2027	2027

This report is not complete without the accompanying disclosure page.

# Distribution and Conversion

## Ordinary income tax bracket - Proposed Plan



Proposed Strategy  
**\$1,617,325 more**  
tax adjusted ending  
portfolio than a  
taxable, tax-deferred,  
tax-free withdrawal  
strategy w/o  
conversion

### Proposed distribution strategy

Proposed withdrawal strategy: Taxable, tax-deferred, tax-free

Roth IRA conversion: Fill up to the 12%/15% ordinary income tax bracket

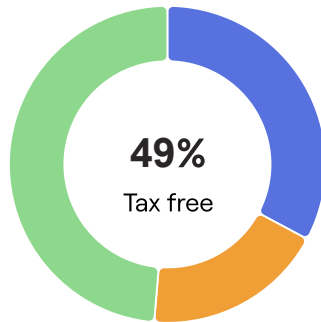
Estimated terminal tax rate: 15%

Conversion refers to a process converting assets in a Traditional IRA or 401k account to a Roth IRA account. It is important to evaluate whether a conversion is appropriate for your specific financial circumstances and evaluate any consequences and tax implications of this strategy. Tax Cuts and Jobs Act repeals the rules permitting recharacterizations of Roth conversions, effective starting in 2018.

# Distribution and Conversion

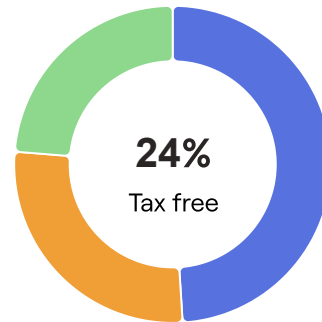
Tax adjusted ending wealth

Proposed strategy



● Taxable ● Tax deferred ● Tax free

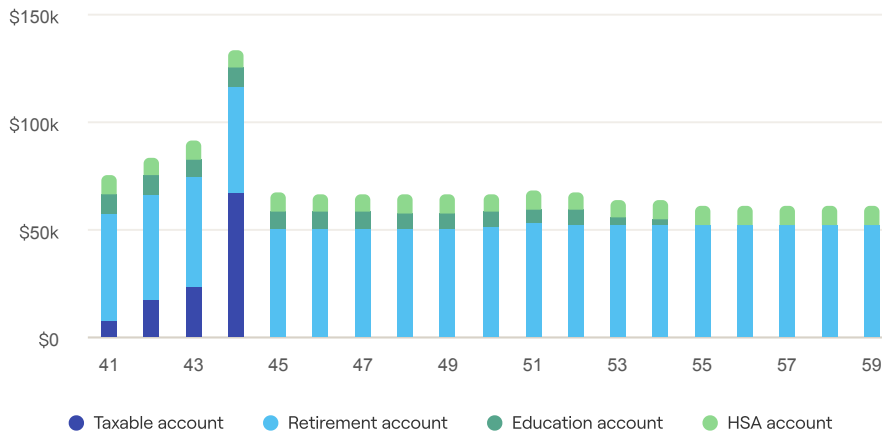
Taxable, tax-deferred, tax-free w/o conversion



● Taxable ● Tax deferred ● Tax free

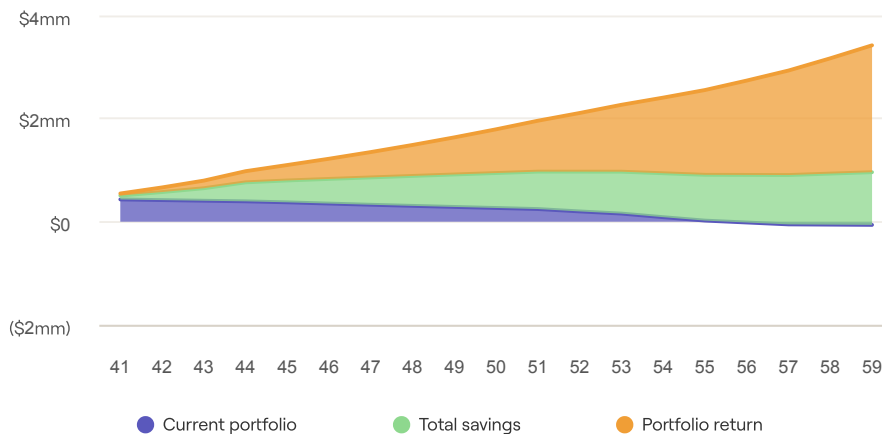
# Saving Analysis – Proposed plan

### Savings over time of Proposed plan



Total savings of  
**\$1,022,023**  
 Average savings rate of  
**18.0%**  
 with total income of  
 \$5,561,724

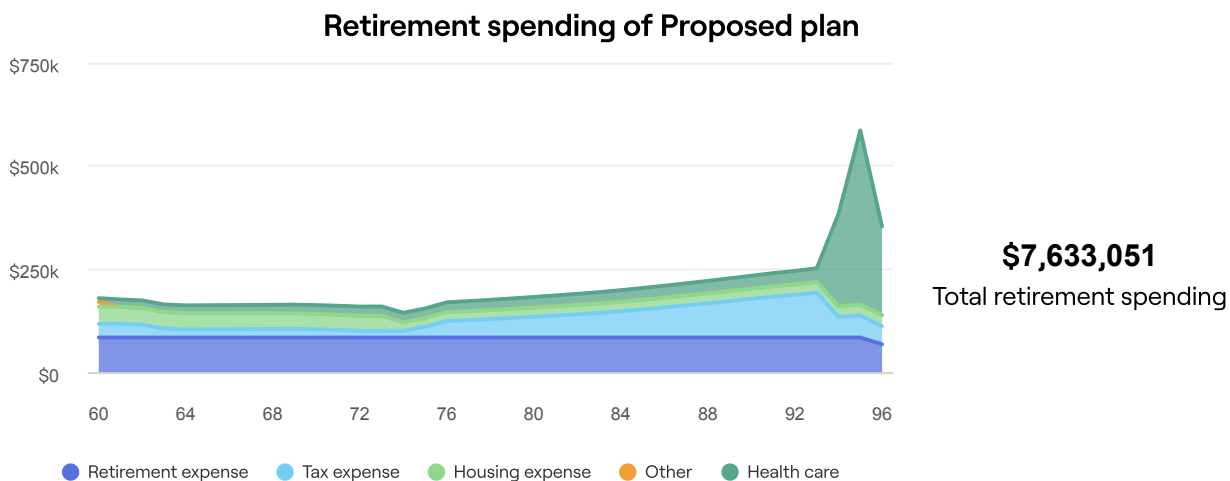
### Total savings and returns of Proposed plan



Total invested asset  
**\$3,421,228**  
 at retirement  
**\$1,022,023** total savings  
**\$2,460,797** portfolio return

**IMPORTANT:** The projections or other information generated by RightCapital 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 are based on return and volatility assumptions from a number of market indices shown in disclosure sections 5, 6 and 8.4. Fees and expenses are not included, and thus, are excluded, including, but not limited to, fund fees, account fees, product fees and advisor fees. Inclusion of those fees results in lower returns, which would affect the probability of achieving any particular outcome. Results may vary with each use and over time. The analysis must be reviewed in conjunction with assumptions, limitations and methodologies in the disclosure section. This report is not complete without the accompanying disclosure page.

# Retirement Analysis Details – Proposed plan

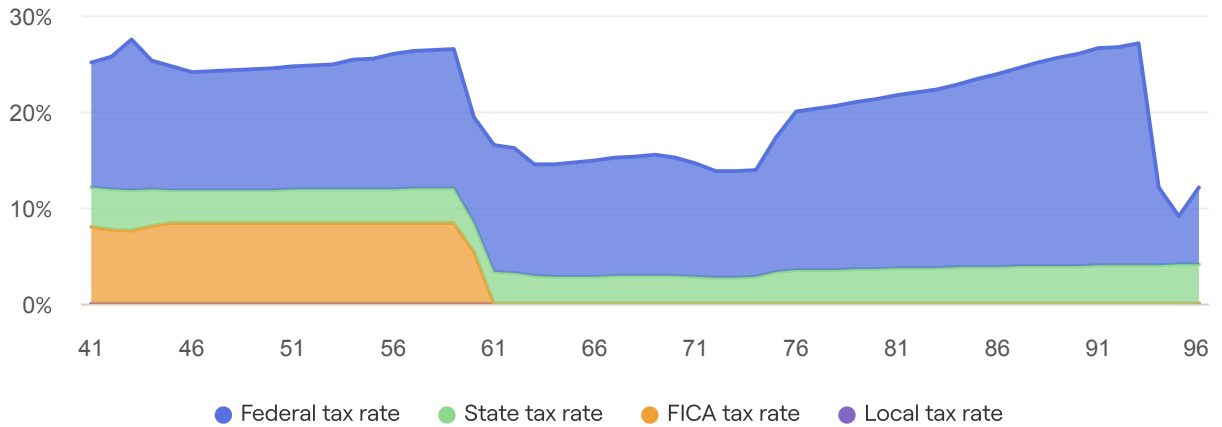


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# Tax Estimate

Taxes can have a significant impact on your future and are an important factor in financial planning. Estimated taxes below are based on your inputs and your proposed retirement plan, using current tax rates and methodologies.

### Effective tax rate - Proposed Plan



# Estate Checklist

To protect and control the financial future of your family and loved ones, keep track of your progress on creating important estate checklist documents.

## Important estate checklist tasks

	Husband	Wife
<b>Will</b>		
Document created		
<b>Power of Attorney</b>		
Document created		
<b>Living Will</b>		
Document created		
<b>Health Care Proxy</b>		
Document created		
<b>Beneficiary Designations</b>		
Created and reviewed		
<b>Living Trust</b>		
Document created		



# Beneficiaries

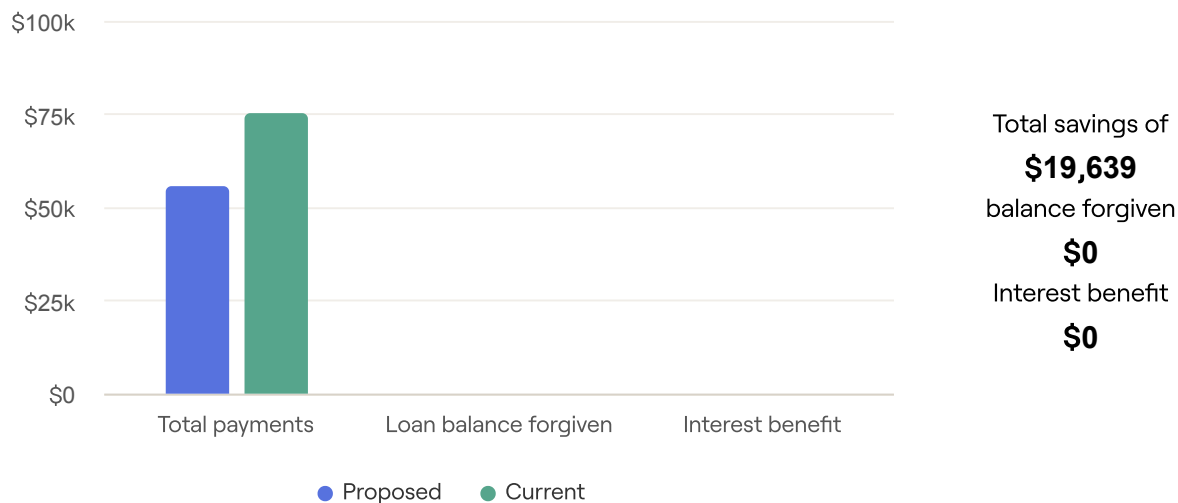
Life changes, it is important to review your beneficiaries periodically to ensure your money will go where you intended.

	Account Balance	Death Benefit	Primary Beneficiary	Contingent Beneficiary
<b>Bank</b>				
<a href="#">Joint Accounts</a>				
Joint Checking Account	\$15,000			
<b>Invested Assets</b>				
<a href="#">Husband's Accounts</a>				
Husband's Google 401(k)	\$110,000			
Husband's Roth IRA	\$35,370			
Husband's HSA	\$13,253			
<a href="#">Wife's Accounts</a>				
Wife's Physician's Assistant 401(k)	\$85,000			
Wife's Roth IRA	\$58,950			
<a href="#">Joint Accounts</a>				
Joint Brokerage Account	\$89,331			
Son's 529	\$15,000			
Daughter's 529	\$10,000			
<b>Life Insurance</b>				
<a href="#">Husband's Accounts</a>				
Husband's Group Life Insurance (2x Salary)		\$320,000		
<a href="#">Wife's Accounts</a>				
Wife's Group Life Insurance		\$120,000		

# Student Loans Summary

A proper student loan strategy can help minimize your payments or take advantage of the Public Service Loan Forgiveness program.

## Student loan summary



## Information

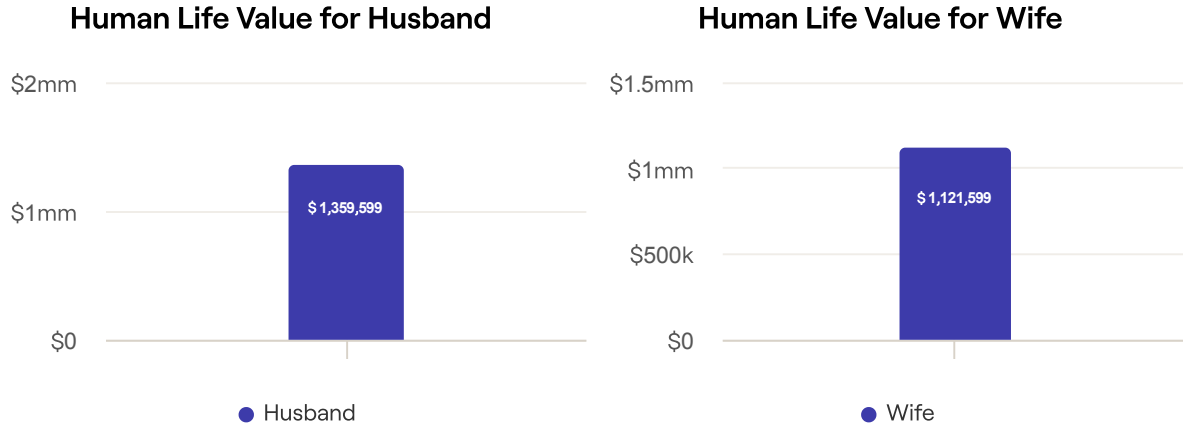
	Husband	Wife
New borrower as of	Before October 1, 2007	Between October 1, 2007 and July 1, 2014
Tax filing status	Married filing jointly	

## Proposals

	Husband	Wife
Planned career	Plan to work for private sector	Plan to work for private sector
Proposed payment plan	SAVE	None
Loan consolidation	Do not consolidate	

# Human Life Value

The human life value calculator is designed to help you understand the value of your future earnings in today's dollars prior to retirement and determine the potential amount of life insurance needed for planning purposes



	Husband's Information	Wife's Information
Annual income	\$ 150,000	\$ 120,000
Years to retirement	19	20
Discount rate	5%	5%
Tax rate	25%	25%

# Stock Plans Grant Details

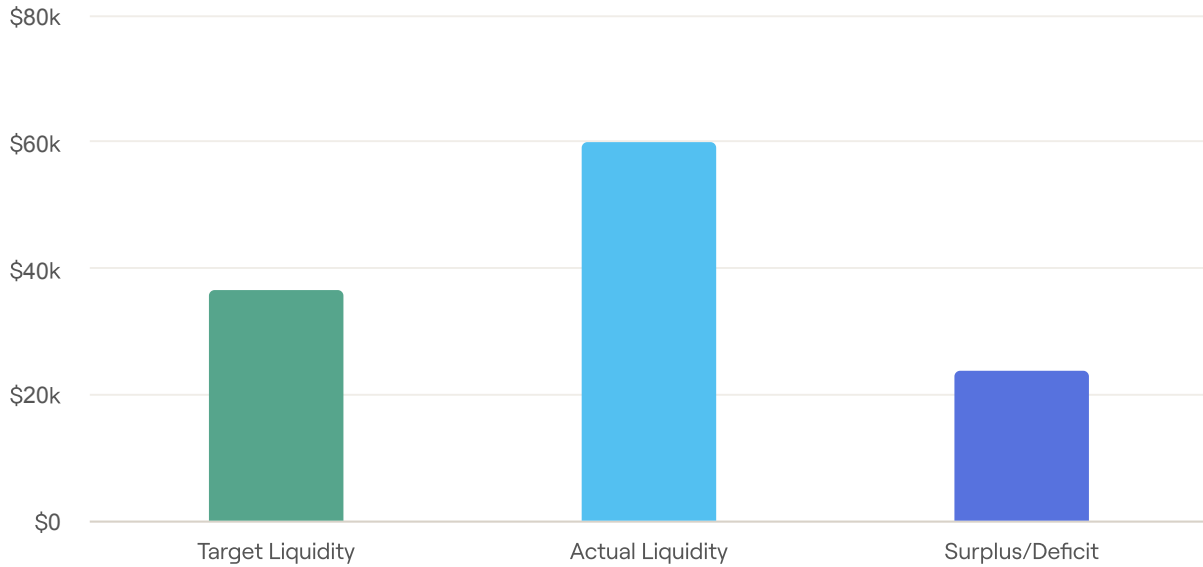
## Values

Grant Type	Grant Date	Expiration Date	Strike Price	Shares Granted	Vested & Unexercised	Vested & Held	Total Vested	Total Unvested	Total Shares
<b>Husband's Google RSU Plan ("GSU's")</b>									
RSU	03/04/2024			300	\$0	\$0	\$0	\$48,555	\$48,555
RSU	03/06/2023			360	\$0	\$21,850	\$21,850	\$43,700	\$65,549
RSU	03/07/2022			600	\$0	\$0	\$0	\$48,555	\$48,555
Total Husband's Google RSU Plan ("GSU's")				1,260	\$0	\$21,850	\$21,850	\$140,810	\$162,659
<b>Total stock plans</b>				<b>1,260</b>	<b>\$0</b>	<b>\$21,850</b>	<b>\$21,850</b>	<b>\$140,810</b>	<b>\$162,659</b>

# Liquidity

If a job loss or other financial hardship arises, a liquid emergency fund can help pay bills without dipping into savings or using high interest credit or loans. Your emergency fund should include easily accessible funds like cash and money market funds.

## Liquidity analysis



## Covered expenses

Current monthly expenses	\$12,132
Proposed expense buffer	\$0
Total covered expenses	\$12,132

## Liquidity target

Liquidity target	3 months of covered expenses, \$36,396
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# Liquidity Details

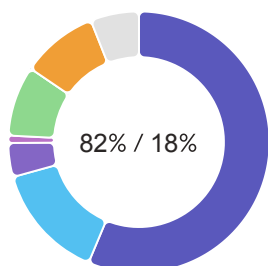
Current monthly expenses	
Living expense	\$8,000
Housing	\$3,432
Debt	\$700
Health care	\$0
Insurance premium	\$0
Rental and vacation home	\$0
Other expense	\$0
<b>Total monthly expenses</b>	<b>\$12,132</b>

Current liquidity	
Joint Checking Account	\$15,000
Joint Brokerage Account	\$45,000
<b>Total current liquidity</b>	<b>\$60,000</b>

# Asset Allocation

## Current allocation

All accounts

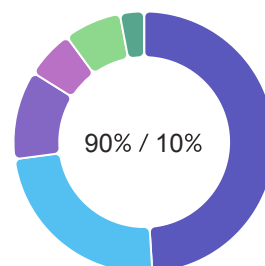


Equity / Fixed Income

56.3%	● U.S. Equities	49%
14.4%	● International Equities	23.9%
4.2%	● Emerging Markets	11%
0.9%	● Real Estate	6%
8.7%	● U.S. Bonds	7.1%
0%	● International Bonds	3%
9.5%	● Cash	0%
6%	● Other	0%

## Target allocation

Most Aggressive



Equity / Fixed Income

### To balance back to your target portfolio:

U.S. Equities	Sell	\$30,434	U.S. Bonds	Sell	\$6,670
International Equities	Buy	\$39,606	International Bonds	Buy	\$12,507
Emerging Markets	Buy	\$28,349	Cash	Sell	\$39,606
Real Estate	Buy	\$21,262	Other	Sell	\$25,014

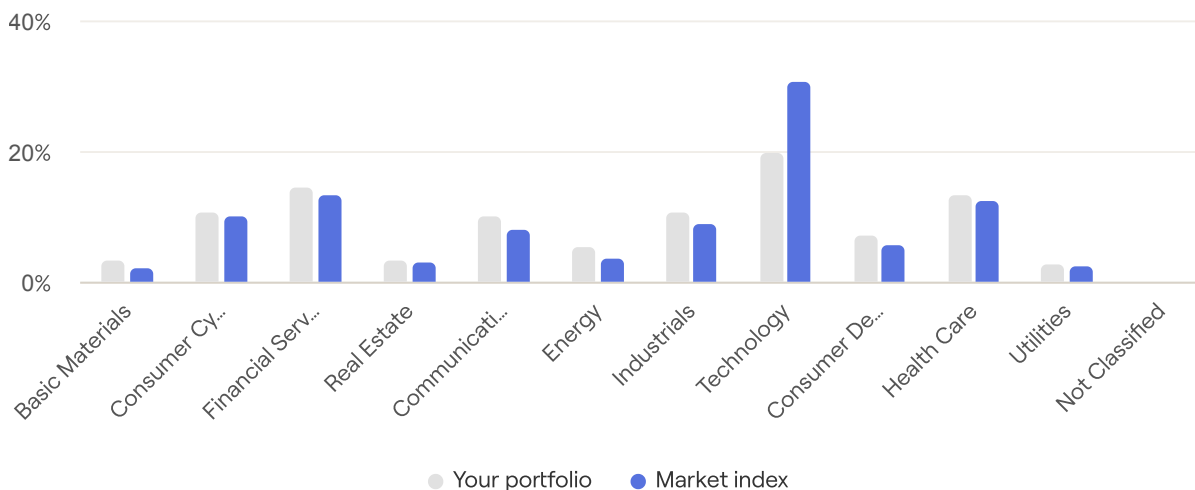
This page shows a need to increase or decrease the amounts currently represented in these asset classes of the current portfolio.

Returns presented are calculated using historical return data of indices, which serve as proxies for their respective asset classes. They are not returns of actual investments and do not include fees or operating expenses. These indices are unmanaged and the returns are shown for illustrative purposes. Please refer to sections 5 and 8.4 of the disclosure section for more information.

# Equity Sector and Style

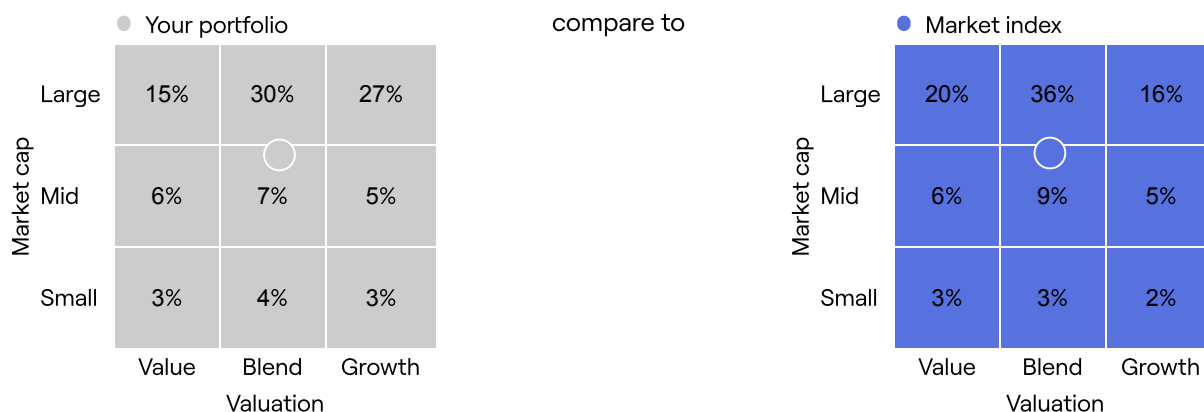
Equity investments can be categorized by sector. They are also each assigned a style based on their market cap and valuation. It is important to construct a well-diversified equity portfolio that balances risk with return, while meeting your specific financial goals. Sector and Style data is provided by Morningstar.

## Equity sector comparison



Amongst the equity sector, you are most **overweight in Communication Services and underweight Technology.**

## Equity style comparison



Amongst the equity styles, you are most **overweight in Large Growth and most underweight in Large Blend.**

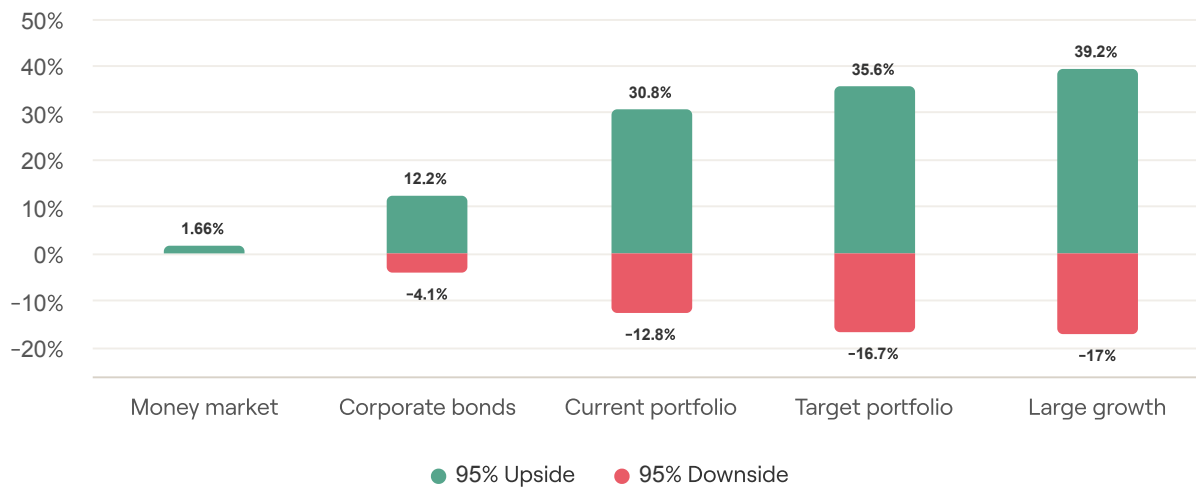
\* Broad market index refers to the Vanguard Total Stock Market Index.

These broad investment categories are not specific securities, funds, or investment products. The assumed rates of return of these broad categories are based on the return of indices. Please refer to section 8.4 of the disclosure section for more information.



# Risk Tolerance Analysis

## Potential annual range of returns



In 95% of hypothetical scenarios, annual returns are expected to be higher than the downside value. In 95% of hypothetical scenarios, annual returns are expected to be lower than the upside value.

# Summary of User Input

Your financial plan is based on the following information:

## Family

Name	Date of Birth	Planning Horizon	Relationship
Husband	May 31, 1983	95	Client
Wife	Jul 14, 1984	95	Co-client
Son	Sep 24, 2017		Child
Daughter	Mar 28, 2019		Child

## Income

Name	Annual Amount	Starting	Ending	Annual Increase
Husband's Google Salary	\$150,000	Already started	Husband's retirement	3%
Wife's PA Salary	\$120,000	Already started	Wife's retirement	3%
Husband's Social Security	Estimated using Salary			
Wife's Social Security	Estimated using Salary			

## Retirement Goals

Name	Retirement age	Annual retirement Health care	Annual retirement Long term care	Long term care duration
Husband	60	\$6,092	\$68,640	2
Wife	60	\$6,092	\$68,640	2

## Other Goals

Name	Amount	Starting	Ending	Frequency
Retirement Monthly Expense	\$7,000	Husband's retirement	End of both plans	Every 1 year

This report is not complete without the accompanying disclosure page.

Name	Amount	Starting	Ending	Frequency
Primary Home Relocation	\$750,000	2027		
10 Year Anniversary Trip	\$7,500	2025	2025	One time
Tithe	10%	2024	End of both plans	Every 1 year
Son's College Goal	\$28,840	18	21	Every 1 year
Daughter's College Goal	\$28,840	18	21	Every 1 year

# Disclosure

1. **No Warranties.** RightCapital makes no warranties, expressed or implied, as to accuracy, completeness, or results obtained from any information on [www.rightcapital.com](http://www.rightcapital.com) (the "Platform"). The Platform uses simplified assumptions derived and/or obtained from historical data that are used to create assumptions about potential investment returns.
2. **Advice.** RIGHTCAPITAL DOES NOT PROVIDE LEGAL, TAX, ACCOUNTING, INVESTMENT OR FINANCIAL ADVICE. RIGHTCAPITAL DOES NOT PROVIDE RECOMMENDATIONS FOR ANY PRODUCTS OR SECURITIES. Your financial professional may not provide tax or legal advice. The appropriate professionals should be consulted on all legal and accounting matters prior to or in conjunction with implementation of any strategy. Use prospectus for any discussions about securities.
3. **Data** provided by you or your financial professional for your assets, liabilities, goals, accounts, and other assumptions are key inputs for the calculations at RightCapital. The information should be reviewed periodically and updated whenever there is a change in information or circumstances.
4. **Monte Carlo Simulation methodology.** RightCapital generated Monte Carlo simulations calculating the results of your plan by running the projection 1000 times. Some sequences of returns will give you better results, and some will give you worse results. These multiple trials provide a range of possible results. RightCapital considers a trial to be "successful" if at the end of the planning horizon your invested assets are greater than zero. The percentage of trials that were successful is the Probability of Success of your plan, with all its underlying assumptions.
5. **Asset classes used in Monte Carlo simulation** RightCapital uses only a few asset classes. The default return and volatility assumptions of the asset classes are estimated based on the historical return data of indices, which serve as proxies for their respective asset classes. They are not returns of actual investments. The historical return data used to derive returns for all asset classes are:

Large Growth, Large Value and Other: S&P 500 Total Return Index - 12/1973 – 12/2023  
Mid Cap: Russell Midcap Index - 12/1995 – 12/2023  
Small Cap: Russell 2000 Index - 12/1980 – 12/2023  
International Equities: MSCI EAFE Index - 12/1973 – 12/2023  
Emerging Markets: MSCI Emerging Market Index - 12/1987 – 12/2023  
Real Estate: MSCI US REIT Index - 12/2009 – 12/2023  
Government: 10 Year Treasury Bond - 12/1999 – 12/2023  
Municipal: Bloomberg Municipal Bond Index - 12/1999 – 12/2023  
Corporate and International Bonds: Bloomberg US Aggregate Bond Index - 12/1999 – 12/2023  
High Yield: ICE BofA US High Yield Index - 12/1999 – 12/2023  
Cash: 3 Month Treasury Bill - 12/1999 – 12/2023

Note: The S&P500 Total Return Index is made up of both large cap growth and large cap value stocks. This index return and volatility data is used for both large cap growth and large cap value asset classes in the RightCapital system as it is an appropriate benchmark for both. RightCapital uses the S&P500 total return index as the best proxy for any unclassified assets labeled as 'Other'

## 6. Return and volatility assumptions used in Monte Carlo simulations

Asset Class	Total Return	Volatility
Large Growth	11.1%	17%
Large Value	11.1%	17%
Mid Cap	10.31%	17.98%
Small Cap	10.33%	18.18%
International Equities	8.62%	20.66%
Emerging Markets	9.45%	31.45%

Asset Class	Total Return	Volatility
Real Estate	9.35%	16.97%
Government	3.89%	8.85%
Municipal	4.35%	4.75%
Corporate	4.05%	4.92%
High Yield	6.33%	14.94%
International Bonds	4.05%	4.92%

Asset Class	Total Return	Volatility
Cash	1.66%	1.78%
Other	11.1%	17%

7. **Tax and Inflation assumptions used in Monte Carlo simulations** Starting federal and state standard deductions, exemptions and the tax brackets used in projections are as of 2024. The following inflation assumptions are used in the projection: General inflation 3%; Education inflation 5%; Tax inflation 3%; Social Security inflation 3%; Health inflation: 5%

## 8. Assumption and calculation limitations of Monte Carlo Simulations

8.1 **Your resources and goals may be different from the estimates that you provided:** The report is intended to help you in making decisions on your financial future based, in part, on information that you have provided and reviewed including, but not limited to, your age, income, assets, liabilities, anticipated expenses and retirement age. Some of this information may change in unanticipated ways in the future and those changes may make this RightCapital projection less useful.

8.2 **Inherent limitations in RightCapital financial model results:** Investment outcomes in the real world are the results of a near infinite set of variables, few of which can be accurately anticipated. Any financial model, such as RightCapital, can only consider a small subset of the factors that may affect investment outcomes and the ability to accurately anticipate those few factors is limited. For these reasons, investors should understand that the calculations made in this report are hypothetical, do not reflect actual investment results, and are not guarantees of future results.

8.3 **Results may vary with each use and over time:** The results presented in this report are not predictions of actual results. Actual results may vary to a material degree due to external factors beyond the scope and control of this report. As investment returns, inflation, taxes, and other economic conditions vary from the assumptions, your actual results will vary from those

## Important Information

This report is intended to provide you with an analysis of your financial plan. It is based on the data and assumptions provided by you and your financial professional including but not limited to asset expected returns, volatility, and inflation assumptions. Detailed information regarding assumptions can be found on the disclosure page of this report.

The report shows comparisons of your current plan and a proposed plan. The proposed plan is a recommendation formulated by your financial professional. The report also shows comparisons of your current asset allocation and a proposed asset allocation. The proposed asset allocation is the recommendation formulated by your financial professional.

The report shows the Probability of Success of your plan using a Monte Carlo simulation calculated by running the projection 1,000 separate times. Some sequences of returns used in the Monte Carlo simulation will give you better results, and some will give you worse results. These multiple trials provide a range of possible results. RightCapital considers a trial to be "successful" if, at the end of your planning horizon, your invested assets are greater than zero. The percentage of trials that were successful is the Probability of Success of your plan, with all its underlying assumptions. Detailed disclosure regarding the calculations can be found on the disclosure page of this report.

presented in RightCapital. Small changes in these inputs and assumptions may have a significant impact on the results.

**8.4 RightCapital considers investments in only a few Broad Investment Categories:** RightCapital utilizes U.S. Large Growth, U.S. Large Value, U.S. Mid Cap, U.S. Small Cap, Real Estate, International Equities, Emerging Markets Equity, U.S. Government, U.S. Corporate, U.S. High Yield, International Bonds and Cash. These broad investment categories are not specific securities, funds, or investment products. The assumed rates of return of these broad categories are based on the returns of indices. These indices do not include fees or operating expenses and are not available for investment. These indices are unmanaged and the returns are shown for illustrative purpose. It is important to note that the broad categories that are used are not comprehensive and other investments that are not considered may have characteristics that are similar or superior to the categories that are used in RightCapital.

**8.4.1 Investment Risk:** Clients and prospective clients should be prepared to bear investment loss including loss of original principal. Clients should assess their tolerance for risk with their financial professional and update when a change in financial status occurs. Investments are subject to many risks depending on the asset class, including but not limited to: Large Growth, Large Value, Mid Cap, Small Cap, Real Estate: Either the stock market as a whole, or the value of an individual company, may go down resulting in a decrease in the value of client investments. Common stocks are susceptible to general stock market fluctuations and to volatile increases and decreases in value as market confidence in and perceptions of their issuers change. If you held common stock, or common stock equivalents, of any given issuer, you would generally be exposed to greater risk than if you held preferred stocks and debt obligations of the issuer. Small cap stocks may be subject to risks such as but not limited to volatility, lack of available information and liquidity due to low trading volume. International Equities, Emerging Markets: Foreign investments may carry risks associated with investing outside the United States, such as currency fluctuation, economic or financial instability, lack of timely or reliable financial information or unfavorable political or legal developments. Those risks are increased for investments in emerging markets. Foreign securities can be more volatile than domestic (U.S.) securities. Government, Municipal, Corporate, High Yield, International Bonds: Investments in fixed income are subject to various risks including changes in interest rates, credit quality, inflation risk, market valuations, prepayments, corporate events, tax ramifications and other factors. Investing in securities involves risk of loss. Further, depending on the different types of investments there may be varying degrees of risk.

**8.5 Insurance, Annuities and other related calculations.** RightCapital may include Life insurance, annuity or other products in the calculation. The return or returns of any such life insurance product, annuity or other product, as may be included in the calculation, are hypothetical and shall not be used as proxy, replacement for nor construed as actual performance of the product or to predict or project investment results of those products. Product fees, expenses and detailed features may not be completely included and modeled in the calculation. This report should not be construed as an insurance policy application or pre-qualification.

**8.6 Fees and expenses:** The portfolio returns assume that the portfolio is rebalanced on an annual basis to reflect the target allocation. No portfolio rebalancing costs are deducted from the portfolio value. Fees and expenses are not included, and thus, are excluded, including, but not limited to, fund fees, account fees, product fees and advisor fee. Inclusion of those fees results in lower returns, which would affect the probability of achieving any particular outcome.

- 8.7 **Taxes:** RightCapital includes limited accounting for taxes. RightCapital calculates taxes based on your input. RightCapital estimates federal, state and local taxes based on current laws with simplified deduction, exemption, and tax bracket parameters of the current year. In the projection, tax parameters are adjusted by an inflation assumption provided by you or your financial professional. Future tax laws may be significantly different than current tax laws and may result in higher or lower taxes due than what are reflected within this report. Roth IRA distribution are tax free if made 5 years after the initial contribution to the plan and you are over 59 1/2. Before investing in a 529 plan, consider whether your state offers a 529 plan that provides residents with favorable state tax benefits. RightCapital includes limited accounting for Federal Estate Tax with simplified deduction, exemption, and tax bracket parameters of the current year. RightCapital does not include any State Estate tax.
- 8.8 **Current Dollars and Future Dollars:** The results of RightCapital calculations are in future dollars. To help you compare dollar amounts in different years, results can also be expressed in current dollars by discounting the future dollars by the inflation rate you or your financial professional provides.
- 8.9 **Current allocation and target allocation:** Current allocation is the allocation based on the current portfolio holdings entered in the system as well as asset classification data from Morningstar. The target allocation is the allocation recommended by your financial professional.
- 8.10 **Current plan and proposed plan:** Current plan is the plan based on the information you and your financial professional input in the profile section. Proposed plan is the plan recommended by your financial professional, with the plan details as shown in the retirement analysis section.
9. **Liquidation of holdings:** this report may include liquidation of holdings, recommended by your financial professional. The transaction cost of liquidation is not included in the analysis. The liquidation will also result in the loss of future earnings.