

WORKSHEET B: RETIREMENT INCOME WORKSHEET

Name _____ Date _____

The previous worksheet helped you determine the retirement income you will need to cover your expenses after income taxes. This worksheet will help you calculate the income you will need before income taxes.

1. Annual retirement expenses after income taxes (from Worksheet A) _____

2. Enter factor from table below. _____
 Instructions: Look under the appropriate column (married filing jointly or single) \div _____
 Find your yearly income in the listed ranges
 Copy the factor associated with your income range

3. Divide #1 by #2. This is your retirement income needed before income taxes. _____
 Example: If you are married filing a joint tax return and have taxable income of
 \$40,000, you are in the 15% marginal tax bracket. The corresponding factor is
 0.85. \$40,000 divided by 0.85 equals \$47,059

2010 Marginal Federal Tax Rates

Married (filing jointly) Adjusted Gross Income

Income Range	Tax Rate	Factor
\$0 - \$16,750	10%	0.90
\$16,751 - \$68,000	15%	0.85
\$68,001 - \$137,300	25%	0.75
\$137,301 - \$209,250	28%	0.72
\$209,251 - \$373,650	33%	0.67
\$373,651 and over	35%	0.65

Single Adjusted Gross Income

Income Range	Tax Rate	Factor
\$0 - \$8,375	10%	0.90
\$8,376 - \$34,000	15%	0.85
\$34,001 - \$82,400	25%	0.75
\$82,401 - \$171,850	28%	0.72
\$171,851 - \$373,650	33%	0.67
\$373,651 and over	35%	0.65

* The rates used above are federal marginal tax rates. Consult your tax advisor to estimate your average federal and state tax rates.