

Marital Property Division on an After-Tax Basis

This report presents an educated guess of the marital property on an after-tax basis.

Key tax rates used:	Marginal Tax Rate at Retirement	Capital Gains Rate Currently
George		
Federal.....	<u>15.00</u>	<u>15.00</u>
State:.....	<u>6.60</u>	<u>6.60</u>

Marianne		
Federal:.....	<u>15.00</u>	<u>15.00</u>
State:.....	<u>2.20</u>	<u>2.20</u>

Result: Total Marital Property After Tax:

George	<u>\$ 288,525 (50.3%)</u>
Marianne	<u>\$ 284,904 (49.7%)</u>

Detail: Marital Property After-Tax Worksheet:

Description	(a)	(b)	(c)	(d)	(e)	(f)	(g)
	Pre-tax Marital Equity	----- % Kept	George ----- % Paid In Tax	----- After Tax Equity (a*b*(1-c))	----- % Kept	Marianne----- % Paid In Tax	----- After Tax Equity (a*e*(1-f))
Real Estate							
40 Winding Way	400,000	50	0.00	200,000	50	0.00	200,000
Vacation Home	81,250	100	0.00	81,250	0	0.00	0
Total Real Estate				<u>281,250</u>			<u>200,000</u>
Cash & Investments							
First Union	1,875	20	0.00	375	80	0.00	1,500
Vanguard Index 500	12,755	18	0.15	1,906	82	0.12	9,251
Bank of America	0		0.00	0		0.00	0
Nuveen Bond Fund	10,000	50	0.00	5,000	50	0.00	5,000
Municipal Bonds	20,000	45	0.00	9,000	55	0.00	11,000
Bank of America	3,292	0	0.00	0	100	0.17	2,732
Total Cash & Investments				<u>16,281</u>			<u>29,483</u>
Businesses							
Mary Kay franchise	0	0	0.00	0	100	0.00	0
Total Businesses				<u>0</u>			<u>0</u>
Personal Items							
Jewelry	1,500	100	0.00	1,500	0	0.00	0
Paintings	700	100	0.00	700	0	0.00	0
Honda civic	21,000	0	0.00	0	100	0.00	21,000
Toyota Corolla	24,000	0	0.00	0	100	0.00	24,000
Total Personal Items				<u>2,200</u>			<u>45,000</u>
IRA/401ks							
Vanguard IRA	12,555	0	0.00	0	100	0.17	10,421
Total IRA/401ks				<u>0</u>			<u>10,421</u>
Defined Benefit Pension							
School district	0	0	0.22	0	100	0.17	0
Total Defined Benefit Pension				<u>0</u>			<u>0</u>

Debts

MasterCard Bank Two	<u>3,456</u>	<u>100</u>	<u>0.00</u>	<u>3,456</u>	<u>0</u>	<u>0.00</u>	<u>0</u>
VISA Country Card	<u>7,750</u>	<u>100</u>	<u>0.00</u>	<u>7,750</u>	<u>0</u>	<u>0.00</u>	<u>0</u>
Total Debts				<u>11,206</u>			<u>0</u>

Result: Total Marital Property After Tax

<u>288,525</u>	<u>284,904</u>
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