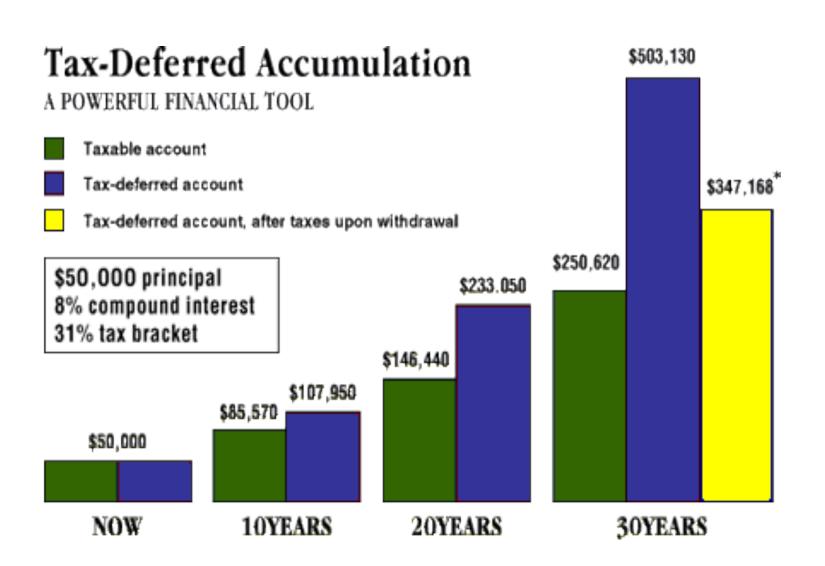
## Tax Deferral on NQ Funds



## CD interest causes Increased Taxes on your Social Security Benefits

When you do your taxes, a Form1099 for \$5,000 of CD interest will be generated, and your taxes may increase.

| Married Fili | ng J | ointl | v: |
|--------------|------|-------|----|
|--------------|------|-------|----|

- \$0-\$32k: \_\_\_\_\_
  no Social Security tax is imposed
- \$32k-44k: \_\_\_\_\_
  up to 50% of Social Security
  benefits are taxed
- \$44k and Up: \_\_\_\_\_
  up to 85% of Social Security
  benefits are taxed

## Single:

- \$0-\$25k: \_\_\_\_

  no Social Security tax is imposed
- \$25k-34k: \_\_\_\_
  up to 50% of Social Security
  benefits are taxed
- \$34k and Up: \_\_\_\_\_
  up to 85% of Social Security
  benefits are taxed

If you are married, and receive SS Benefits of \$15,000, the CD interest of \$5,000 may cause your taxable income to go over \$32,000, ½ of your SS benefit equals \$7,500. Federal tax of 20% on \$7,500=\$1,500