

**Taxable Social Security Benefits Example
With and Without Required Minimum Distributions ("RMD's")
Assuming Married Filing Joint Tax Status**

	<u>Case A</u> <u>RMD's</u>	<u>Case B</u> <u>No RMD's</u>
Social Security benefits	20,000	20,000
Multiply by 50%	50%	50%
One-half of Social Security benefits	<u>10,000</u>	<u>10,000</u>
Taxable interest and dividends	9,000	9,000
Taxable pensions	10,000	10,000
Tax-exempt interest income	3,000	3,000
Taxable IRA's ("RMD's")	<u>18,000</u>	<u>0</u>
Provisional Income	50,000	32,000
Base Amount	<u>32,000</u>	<u>32,000</u>
Provisional Income in Excess of Base Amount	<u>18,000</u>	<u>0</u>
Social Security Benefits taxable?	Yes	No
Taxable Social Security Benefits	11,100	0