## Calculate Feature in Cash Flow and Tax Advisor Page

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The Calculate feature on the cash flow and tax advisor page enables SIPS to automatically determine the effective tax rate for your forecasted year. Below are the step by step guidelines for using the Calculate function on the Cash Flow and Tax Advisor page.

To learn more about the Cash Flow and Tax Advisor menu see articles:

- Condense/Uncondense Feature
- Hide/Unhide Tax Advisor
- Add Scenario Feature
- Calculating Feature

## To learn more about the Cash Flow and Tax Advisor individual column features see articles:

- Hide/Unhide Feature for Individual Tax Columns
- Permanent Deletion for Individual Tax Columns
- Downloading a 1040 Sample Tax Form

## To learn more about forecasting effective tax rates see articles:

- Part One: Forecasting Effective Tax Rates While the Client is working
- Part Two: Forecasting Effective Tax Rates While the Client is in retirement and before Social Security Disbursements
- Part Three: Forecasting Effective Tax Rates While the Client is in Retirement and Social Security Starts Up
- Part Four: Forecasting Effective Tax Rates in Retirement: RMDs, Social Security, and Roth Withdrawals
- Part Five: Adding Expenses into the Cash Flow and Tax Advisor Calculator

Step 1: First Year Income: See what incomes need to be modeled in the cashflow and tax advisor to determine the effective tax-rate for that year.

DOE, JO	Ohn Ard   Stru	JCTURED INCO	ME PLANNING	CASH FL	OW AND TAX A	DVISOR	ASSET ALLOCA	TION AND NET	worth   g	RAPHS   R	EPORTS   -	TOOLS	
Structu Edit Dynamic		ncom	e Plar	nning									
Scenario Calc	ulate Feature	in Cash Flow	and Tax Advis	sor			×						
			Acco	unts	×								
Planning Horizon	20 years 🗸	Non-Qualit	fied Account		RA			Incol	mes 🗚				
Year	John	Account	Income	Account	Income	Accounts Total	Planned Distribution	John Wages	John SS	Total Income	Target Income	Income Gap	Year
net return initial amount bonus % w/bonus	60	6.00 % 675,000 0.00 % 675,000		5.00 % 1,000,000 0.00 % 1,000,000	John IRA John inc	1,675,000 0 1,675,000	Subtotal of account incomes	Infl Factor	Infl Factor		Infl Factor	from total income to target	
end of 1	61	715,500	0	1,050,000	0	1,765,500	0	125,000	0	125,000	1000	50,000	
end of 2	62	758,430	0	1,102,500	0	1,860,930	0	127,500	U	127,500	76,500	51,000	end of 2
end of 3	63	803,936	0	1,157,625	0	1,961,561	0	130,050	0	130,050	78,030	52,020	end of 3
end of 4	64	852,172	0	1,215,506	0	2,067,678	0	132,651	0	132,651	79,591	53,060	end of 4
end of 5	65	822,120	81,182	1,276,282	0	2,098,401	81,182	0	0	81,182	81,182	0	end of 5
end of 6	66	788,641	82,806	1,340,096	0	2,128,736	82,806	0	0	82,806	82,806	0	end of 6
end of 7	67	751,497	84,462	1,407,100	0	2,158,597	84,462	0	0	84,462	84,462	0	end of 7
end of 8	68	/10,435	86,151	1,4/7,455	0	2,187,890	86,151	0	0	86,151	86,151	0	end of 8
end of 9	69	650,187	87,874	1,551,328	0	2,210,515	87,874	0	42.962	87,874	87,874	0	end of 9
end of 10	70	652,424	45,/09	1,020,094	0	2,200,223	45,/09	0	43,803	01,032	09,032	0	end of 10
end of 12	72	644 400	40,405	1,710,339	0	2,302,702	40,405	0	44,960	91,423	91,423	0	end of 12
end of 13	73	635 181	47,882	1 885 649	0	2,440,230	47,170	0	40,004	95,200	95,200	Ő	end of 13
end of 14	74	624,688	48,604	1,979,931	0	2,604,619	48,604	ő	48,417	97.020	97.020	ő	end of 14
end of 15	75	662,169	0	1,998,442	80,485	2.660.612	80,485	Ő	49.627	130,112	98,961	31,151	end of 15
end of 16	76	701.899	0	2.014.042	84.322	2.715.941	84,322	0	50,868	135,190	100,940	34,250	end of 16
end of 17	77	744,013	0	2,026,794	87,949	2,770,808	87,949	0	52,139	140,089	102,959	37,130	end of 17
end of 18	78	788,654	0	2,036,007	92,127	2,824,661	92,127	0	53,443	145,570	105,018	40,552	end of 18
end of 19	79	835,973	0	2,041,314	96,493	2,877,287	96,493	0	54,779	151,272	107,118	44,154	end of 19
end of 20	80	886,131	0	2,042,325	101,055	2,928,456	101,055	0	56,148	157,204	109,261	47,943	end of 20
			658,366		542,432		1,200,799	515,201	547,562	2,263,562	1,822,302	441,259	

Step 2: Cash Flow and Tax Advisor: Click on the Cash Flow and Tax Advisor button underneath the Client's name heading.

Doe, Jo	Doe, John												
CLIENT DASHBO	CLIENT DASHBOARD   STRUCTURED INCOME PLANNING CASH FLOW AND TAX ADVISOR ASSET ALLOCATION AND NET WORTH   GRAPHS   REPORTS   TOOLS												
Structu Edit Dynamic	ured Ir	ncom	e Plar	ning	1								
Scenario Calc	enario Calculate Feature in Cash Flow and Tax Advisor												
	[		Acco	unts	, <sup>st</sup>	-							
Planning Horizon	20 years 🗸	Non-Quali	fied Account		RA			Inco	mes 🗡				
Year	John	Account	Income	Account	Income	Accounts Total	Planned Distribution	John Wages	John SS	Total Income	Target Income	Income Gap	Year
net return initial amount bonus % w/bonus	60	6.00 % 675,000 0.00 % 675,000		5.00 % 1,000,000 0.00 % 1,000,000	John IRA John inc	1,675,000 0 1,675,000	Subtotal of account incomes	Infl Factor 2.00 %	Infl Factor 2.50 %		Infl Factor 2.00 %	from total income to target	
end of 1 end of 2 end of 3 end of 4	61 62 63 64	715,500 758,430 803,936 852,172	0 0 0 0	1,050,000 1,102,500 1,157,625 1,215,506	0 0 0 0	1,765,500 1,860,930 1,961,561 2,067,678	0 0 0 0	125,000 127,500 130,050 132,651	0 0 0 0	125,000 127,500 130,050 132,651	75,000 76,500 78,030 79,591	50,000 51,000 52,020 53,060	end of 1 end of 2 end of 3 end of 4
end of 5 end of 6	65 66	822,120 788.641	81,182 82,806	1,276,282	0	2,098,401	81,182 82,806	0	0	81,182 82,806	81,182 82,806	0	end of 5 end of 6
end of 7 end of 8 end of 9 end of 10	67 68 69 70	751,497 710,435 665,187 659,329	84,462 86,151 87,874 45,769	1,407,100 1,477,455 1,551,328 1,628,894	0 0 0 0	2,158,597 2,187,890 2,216,515 2,288,223	84,462 86,151 87,874 45,769	0 0 0	0 0 0 43,863	84,462 86,151 87,874 89,632	84,462 86,151 87,874 89,632	0 0 0	end of 7 end of 8 end of 9 end of 10
end of 11 end of 12 end of 13 end of 14	71 72 73 74	652,424 644,400 635,181 624,688	46,465 47,170 47,882 48,604	1,710,339 1,795,856 1,885,649 1,979,931	0 0 0	2,362,762 2,440,256 2,520,830 2,604,619	46,465 47,170 47,882 48,604	0 0 0	44,960 46,084 47,236 48,417	91,425 93,253 95,118 97,020	91,425 93,253 95,118 97,020	0 0 0	end of 11 end of 12 end of 13 end of 14
end of 15 end of 16 end of 17	75 76 77	662,169 701,899 744,013	0	1,998,442 2,014,042 2,026,794	80,485 84,322 87,949	2,660,612 2,715,941 2,770,808	80,485 84,322 87,949	0	49,627 50,868 52,139	130,112 135,190 140,089	98,961 100,940 102,959	31,151 34,250 37,130	end of 15 end of 16 end of 17
end of 18 end of 19 end of 20	78 79 80	788,654 835,973 886,131	0 0 0 658,366	2,036,007 2,041,314 2,042,325	92,127 96,493 101,055 542,432	2,824,661 2,877,287 2,928,456	92,127 96,493 101,055 1,200,799	0 0 0 515,201	53,443 54,779 56,148 547,562	145,570 151,272 157,204 2,263,562	105,018 107,118 109,261 1,822,302	40,552 44,154 47,943 441,259	end of 18 end of 19 end of 20

Step 3: Edit: Click on the green Edit button underneath the Cashflow and Tax Advisor heading.

Cashflow	and Ta	x Advis	or
1	Tax Filing	John ~	2022 ~
		Scen	ario 1
Income Wages		Cash Flow	Tax Return
2 Tax Exempt Int		-	
2 Taxable Interest			
3 Qualified Divident 3 All Dividentia	55		
4 Client 1 Distribution	205		
4 Client 2 Distributio	ms		
Other			
Client1 Pension			1
4 Other			
4 Roth Conversion		-	-
64 Client1 Social Sec	ounity		
6ª Client2 Social Ser	ounity		
7 Short Term Can C	curity		
7 Long Term Cap G	ains		
S1 Self Employ Biz -	QBI		
S1 Self Employ Biz -	not QBI		
ST Sch E (no SE Tax	) - QBI		
ST All Other School of	e 1 Income		
S1 SE Tax Deduction			
S1 All Other Adjt to In	ncome		
11 In	come Total :	S	
Expanses			
Medical Expenses	s (7.5%)		
Property & State	Taxes		
Mortgage Interest			
Charities			
Montrage - Rent	FA		
Home Insurance			
Utilities			
Phone - Cable			
Maint - Landscep	ng		
Car Insurance			
Car gas and main	denance		
Boat - RV			
Life Insurance			
Food and Grocery Clothes - Mome o			
Entertainment - M	leals		
Travel - Hobbies			
Credit Cards			
Savings Other Execution		-	
Income Taxes			
Exp	enses Total 3	5	
Sector 28 Col			
Standard Deduction		overrides	
12 Largest Ded - Sch	nd A or Std		
13 Qual Biz Income I	Deduction		
Cap Gains and Q	ual Dividnds		
15 TAXABLE INCON	Æ		
23 Self Employment	Taxes		
and the second s		% Tax Bracket	0.0% EN Tax Rate
24 Approximate Tax	Calc		
Approximate State	e Tax Calo	*	
Discretion	ary Income	ş	
Used on "Print	1040" Form (	Only	
25d Tax Payments Wi	thheld		
32 All other tax credit	ts		
32 Estimated Tax Pa	yments	-	
34 Refund		-	
37 Amount you owe		1	
			Print 1040

Step 4: Tax Filing Name: Tax Filing Name: Click on the dropdown to select the tax filing (client 1, client 2, or joint).



Step 5: Tax Filing Year: Click on the dropdown and select which tax year you would like to use. SIPS has the ability to create hypothetical returns for past and future years.



Step 6: Scenario Title: Enter in a new title for the scenario.



Step 7: Incomes: Enter in incomes into the wage's cash flow and tax return columns.

Cashflow and Tax Adviso							
80	Save Cancel Condense Hide	Tax	Advisor Add 1	xenario Calculate			
	Tax Filin	9	John v	2025 (PROV ~			
	Income		Wo Cash Eleni	ing Tax Baturn			
1	Wages	Ľ.	Gash Flow	Tax Return			
20	Tax Exempt Int	9					
20	Taxable Interest			_			
30	All Dividends	2					
4	Client 1 Distributions	0					
4	Client 2 Distributions						
4	Other Client! Densing			_			
4	Client2 Pension	1					
4	Other						
4	Roth Conversion						
64	Client's Social Security	٩					
60	Total Social Security						
7	Short Term Cap Gains	0					
7	Long Term Cap Gains	0					
81	Self Employ Biz - QBI Self Employ Biz - out OBI	0					
81	Sch E (no SE Tax) - QBI	0					
51	Sch E (no SE Tax) - not QBI	0					
51	All Other Schedule 1 Income	0					
51	all Other Adit to Income	0					
11	Income Total S	0	-	_			
	Expenses	10					
	Property & State Taxes						
	Mortgage Interest						
	Charities						
	All other Schedule A						
	Home Insurance						
	Utilities		-				
	Phone - Cable						
	Maint - Landscaping						
	Car Insurance						
	Car gas and maintenance						
	Boat - RV						
	Life Insurance						
	Food and Grocery Clothes - Home woods						
	Entertainment - Meals						
	Travel - Hobbies						
	Credit Cards						
	Other Expenses						
	Income Taxes						
	Expenses Tota	al \$					
	Income Taxes		047157151				
	Standard Deduction	0	oversides				
12	Largest Ded - Schd A or Std	0					
13	Qual Biz Income Deduction	0					
15	TAXABLE INCOME						
19	Enter Tax Credits						
23	Self Employment Taxes	0					
24	Annualmake Tay Oals	0	% Tax Bracket	0.0 % Eff Tax Rate			
-	Approximate Tax Calc	0					
	Discretionary Incom	e S					
250	Used on "Print 1040" Form C Tax Payments Withhold	mh					
32	All other tax credits						
32	Estimated Tax Payments						
33	Total Payments						
37	Amount you own						
-	renoun you owe			Print 1040			

Step 8: Expenses: Enter in the expenses for the particular tax year. If you do not have the data for expenses, skip this step.



Step 9: Calculate: Click on the green calculate button underneath the Cashflow and Tax Advisor heading.

Cashflow and Ta	ax A	dvisor	
Effe Save Cancel Condense His	de Tax Ac	Ivisor Add S	cenario Calcula
Tax Fili	ng J	ohn v Hide Work	2025 (PROV
Income	0	ash Flow	Tax Return
1 Wages 20 Tax Example Int	-	125,000	125,000
2b Taxable Interest			
3a Qualified Dividends	0		
3b All Dividends	0		
Client 1 Distributions Client 2 Distributions			_
4 Other			
4 Client1 Pension			
4 Client2 Pension			
4 Roth Conversion			
6a Client1 Social Security	0		
ta Client2 Social Security			
7 Short Term Can Gains	0		
7 Long Term Cap Gains	0		
S1 Self Employ Biz - QBI	0		
S1 Self Employ Biz - not QBI	0		-
St Sch E (no SE Tax) - QBI			
51 All Other Schedule 1 Income	0		
51 SE Tax Deduction	0		S 8
51 All Other Adjt to Income	0		\$ 1
Income Total	20		
Expenses			
Medical Expenses (7.5%)		4,150	
Property & State Taxes	-	4,000	
Charities		12,000	
All other Schedule A		0,000	1
Mortgage - Rent			
Home Insurance		1,700	
Phone - Cable		1,800	
Maint - Landscaping		12,000	
Cars			
Car Insurance		1,500	
Boat - RV		6.000	
Life Insurance			
Food and Grocery		6,500	
Clothes - Home goods	-	1,000	
Travel - Hobbies		3,500	
Credit Cards		24,000	
Savings			
Other Expenses			
Expenses To	tal S		
Liptilite to			
Income Taxes		overrides	
12 Largest Ded - Schd A or Std			
13 Qual Biz Income Deduction	0		
Cap Gains and Qual Dividnds	0		
19 TAXABLE INCOME	0		
23 Self Employment Taxes	0		
and the second second	0	S Tax Bracket	0.0 % EM Tax Rate
24 Approximate Tax Calc	0		
Approximate State Tax Calc	0	*	
Discretionary Incor	me ş		
Used on "Print 1040" Form	Only		
25d Tax Payments Withheld			
32 All other tax credits 32 Estimated Tax Documents	1		
33 Total Payments			
34 Refund	-		
37 Amount you owe			in and the
			Print 1040

Step 10: Tax Bracket: Scroll down the page and take note of the marginal tax bracket and effective tax-rate.



Step 11: Save: Click on the green Save button underneath the Cashflow and Tax Advisor heading.

Ca	ashflow and Ta	X	Advisor	
201	Encel Condense Hide	Tax	Advisor Add Sci	enerio Calcul
	Tax Filin	9	John v 1	025 (PROV ~
		1	Hide	Delete 🛶
Ir	nox <mark>m</mark> e		Cash Flow	Tax Return
1 1	Na( 25		125,000	125,000
28 T 25 T	lax Exempt Int	•		
38 0	Que fied Dividends	0		
3b #	All C widends			
4 0	Clie t 1 Distributions	0		
4 9	Clie t 2 Distributions		<u> </u>	
4 0	Clie H Pension	1		
40	Clie 12 Pension			
4 0	)th <mark>y</mark>			
4 6	Rot Conversion			
68 C	Client'l Social Security	0		
60	Total Social Security			
7 5	Short Term Cap Gains	0		
71	ong Term Cap Gains	0		
51 5	Self Employ Biz - QBI	0	1	
51 5	Self Employ Biz - not QBI	0		
51 5	Sch E (no SE Tax) - QBI	9		
51 4	son E (no SE Tax) - not QBI	-		
51 5	SE Tax Deduction	0		
51 1	All Other Adjt to Income	0		
22	Income Total \$		125,000	125,000
2				
E	xpenses			
-	Redical Expenses (7.5%)		4,150	4000
A	Vortgage Interest		12,000	12,000
C	Charities		3,200	3,200
1	All other Schedule A			
	Schedule A Deducti	ole S		19,200
N	Nortgage - Rent			
1	tome insurance		1,700	
	Phone - Cable		1,700	
N	Maint - Landscaping		12,000	
C	Cars			
0	Car Insurance		1,500	
9	Car gas and maintenance		6,000	
1	Soat - RV			
	are insurance Sout and Cancery		6.500	
0	Clothes - Home goods		1,000	
E	Entertainment - Meals		3,500	
1	Travel - Hobbies		5,000	
C	Credit Cards		24,000	
2	Savings			
0	Other Expenses			
	Expenses Tot	als	88.050	
	Expenses for		00,000	
Ir	ncome Taxes	1000	overrides	
5	Standard Deduction	0		14,881
12 L	argest Ded - Schd A or Std	0		19,200
-	Can Gains and Qual Divideds	0		
15 T	AXABLE INCOME	0		105,800
19 E	Enter Tax Credits			
23 5	Self Employment Taxes	0		
	and the second	0	24 % Tax Bracket	14.6 % EM Tax Rate
24 1	Approximate Tax Calo	0	1	18,300
1	oproximate State Tax Calc		19650	
	Discretionary incom	G 2	18,050	
U	Ised on "Print 1040" Form 0	Inly		
25d T	fax Payments Withheld			
32 /	All other tax credits			
32 E	Estimated Tax Payments			
34	iotal Payments Refund			
37	lanount vou owe			18 300
-	anoun you owe			10,300

If you feel you need more support or would like to set up demo time with one of our representatives, please contact us at: +1-888-449-6917 or support@planscout.com.