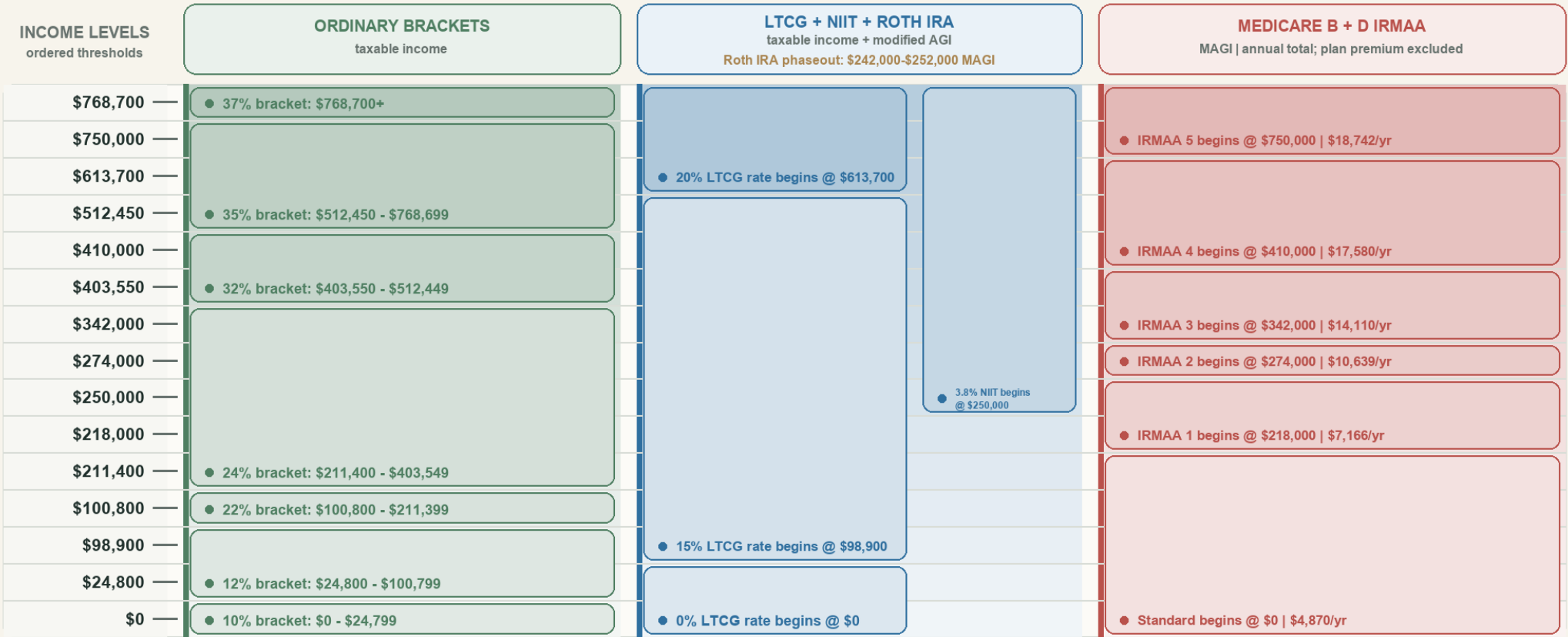


How income layers can overlap - Married Filing Jointly

2026 thresholds organized as an income ladder



EQUAL ROW SPACING KEEPS NEARBY THRESHOLDS LEGIBLE; ROW ORDER SHOWS LEVEL, NOT PROPORTIONAL DISTANCE. 2026 | MARRIED FILING JOINTLY

ORDINARY INCOME

Seven marginal brackets

Green steps show where each ordinary marginal bracket begins, using taxable income rather than AGI.

INVESTMENT INCOME

LTCG, NIIT and Roth limits

LTCG uses taxable income. NIIT and Roth IRA contribution limits use different modified-AGI definitions.

MEDICARE

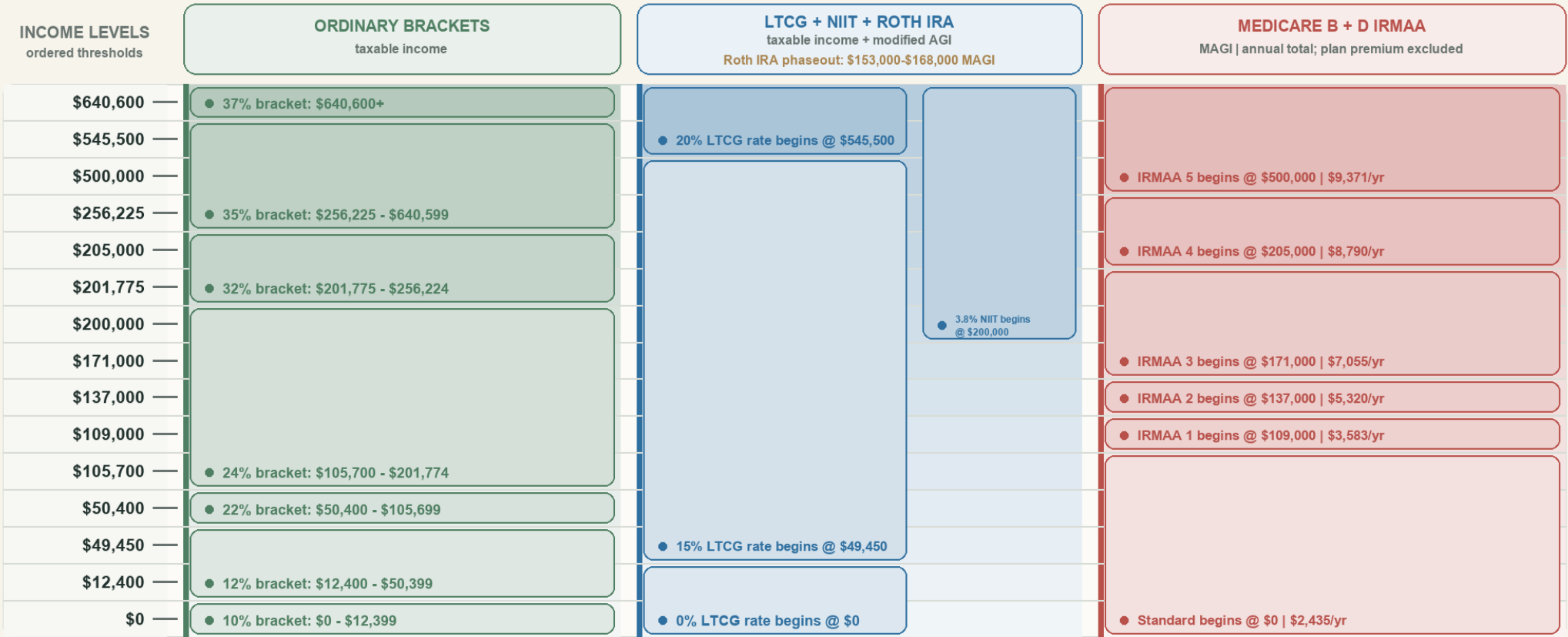
Annual B + D IRMAA - two Medicare lives

Red tiers include the full Part B premium plus Part D IRMAA. The separate, plan-specific Part D premium is not included.

Sources: IRS Rev. Proc. 2025-32 (2026 brackets and LTCG thresholds); IRS Notice 2025-67 (Roth IRA contribution limits); IRS Net Investment Income Tax; SSA 2026 Medicare Part B and Part D IRMAA tables. Medicare uses MAGI from two years earlier. Thresholds use different income definitions.

How income layers can overlap - Single

2026 thresholds organized as an income ladder



EQUAL ROW SPACING KEEPS NEARBY THRESHOLDS LEGIBLE; ROW ORDER SHOWS LEVEL, NOT PROPORTIONAL DISTANCE. 2026 | SINGLE

ORDINARY INCOME

Seven marginal brackets

Green steps show where each ordinary marginal bracket begins, using taxable income rather than AGI.

INVESTMENT INCOME

LTCG, NIIT and Roth limits

LTCG uses taxable income. NIIT and Roth IRA contribution limits use different modified-AGI definitions.

MEDICARE

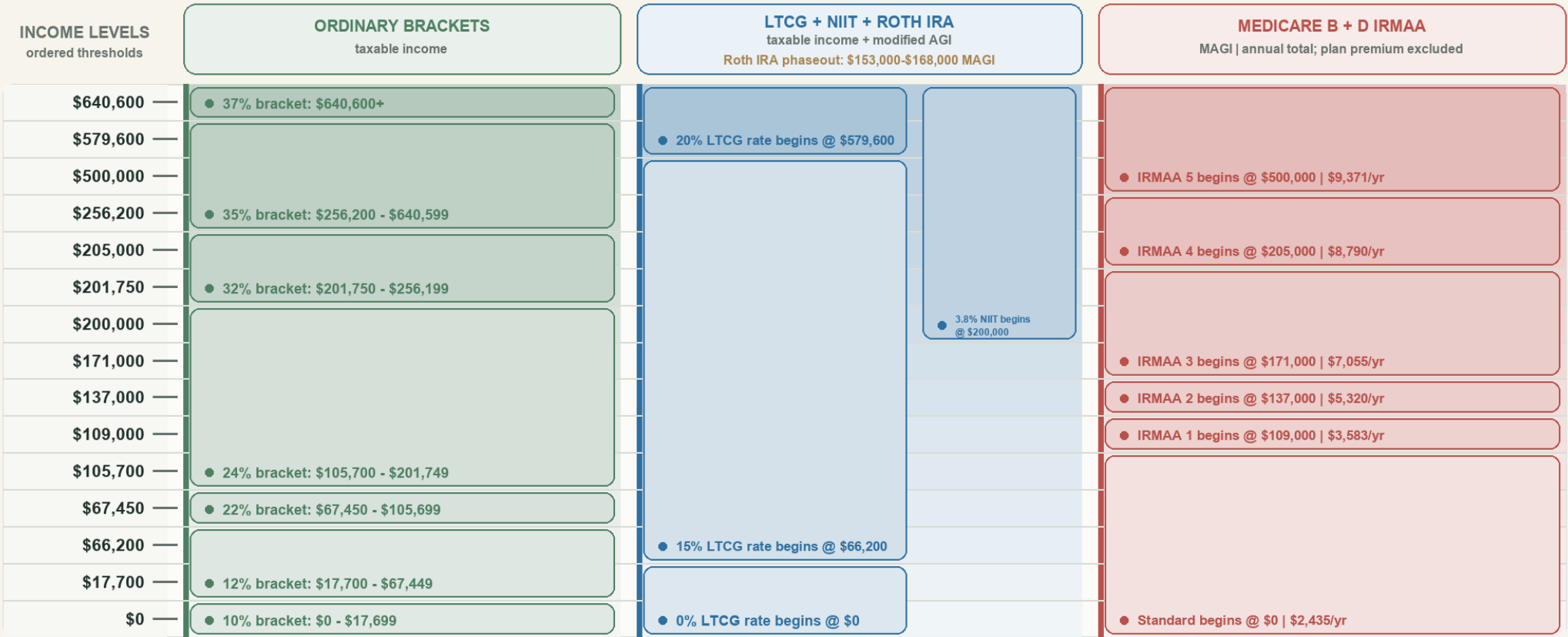
Annual B + D IRMAA - one Medicare life

Red tiers include the full Part B premium plus Part D IRMAA. The separate, plan-specific Part D premium is not included.

Sources: IRS Rev. Proc. 2025-32 (2026 brackets and LTCG thresholds); IRS Notice 2025-67 (Roth IRA contribution limits); IRS Net Investment Income Tax; SSA 2026 Medicare Part B and Part D IRMAA tables. Medicare uses MAGI from two years earlier. Thresholds use different income definitions.

How income layers can overlap - Head of Household

2026 thresholds organized as an income ladder



EQUAL ROW SPACING KEEPS NEARBY THRESHOLDS LEGIBLE; ROW ORDER SHOWS LEVEL, NOT PROPORTIONAL DISTANCE. 2026 | HEAD OF HOUSEHOLD

ORDINARY INCOME

Seven marginal brackets

Green steps show where each ordinary marginal bracket begins, using taxable income rather than AGI.

INVESTMENT INCOME

LTCG, NIIT and Roth limits

LTCG uses taxable income. NIIT and Roth IRA contribution limits use different modified-AGI definitions.

MEDICARE

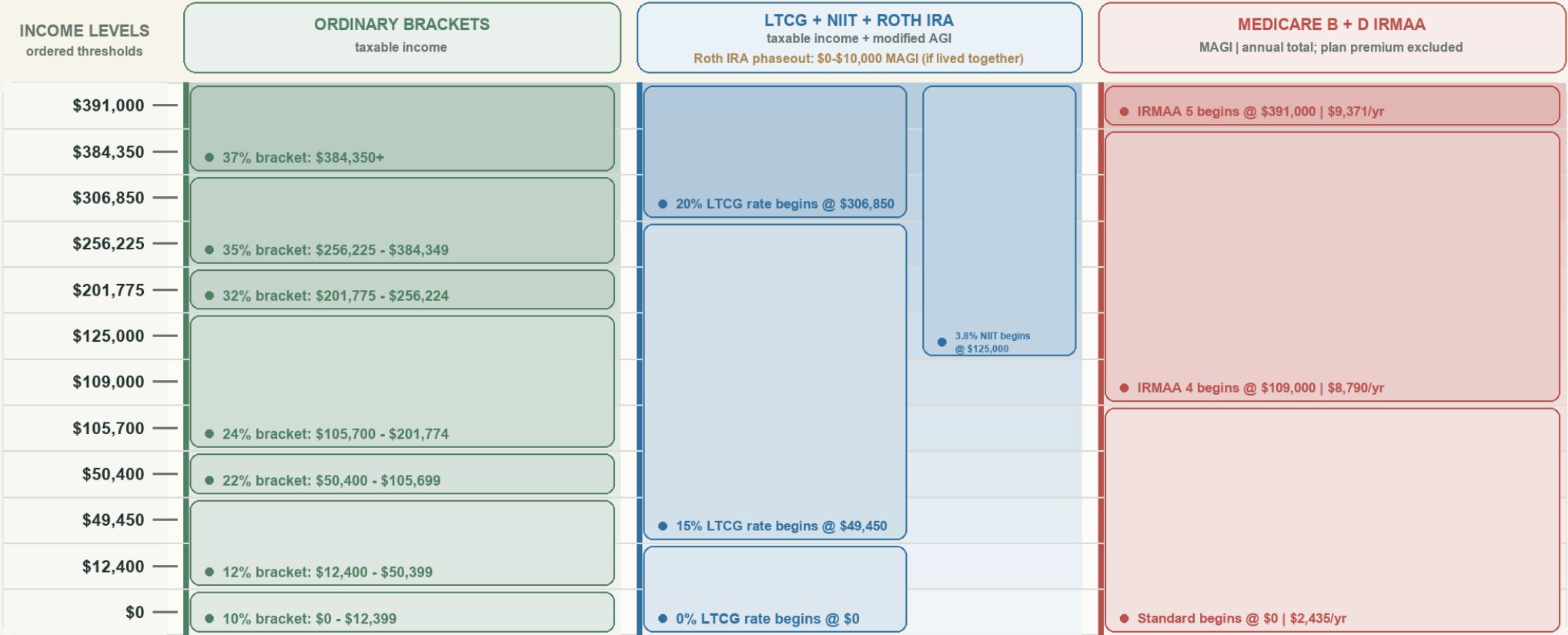
Annual B + D IRMAA - one Medicare life

Red tiers include the full Part B premium plus Part D IRMAA. The separate, plan-specific Part D premium is not included.

Sources: IRS Rev. Proc. 2025-32 (2026 brackets and LTCG thresholds); IRS Notice 2025-67 (Roth IRA contribution limits); IRS Net Investment Income Tax; SSA 2026 Medicare Part B and Part D IRMAA tables. Medicare uses MAGI from two years earlier. Thresholds use different income definitions.

How income layers can overlap - Married Filing Separately

2026 thresholds organized as an income ladder



EQUAL ROW SPACING KEEPS NEARBY THRESHOLDS LEGIBLE; ROW ORDER SHOWS LEVEL, NOT PROPORTIONAL DISTANCE. 2026 | MARRIED FILING SEPARATELY

ORDINARY INCOME

Seven marginal brackets

Green steps show where each ordinary marginal bracket begins, using taxable income rather than AGI.

INVESTMENT INCOME

LTCG, NIIT and Roth limits

LTCG uses taxable income. NIIT and Roth IRA contribution limits use different modified-AGI definitions.

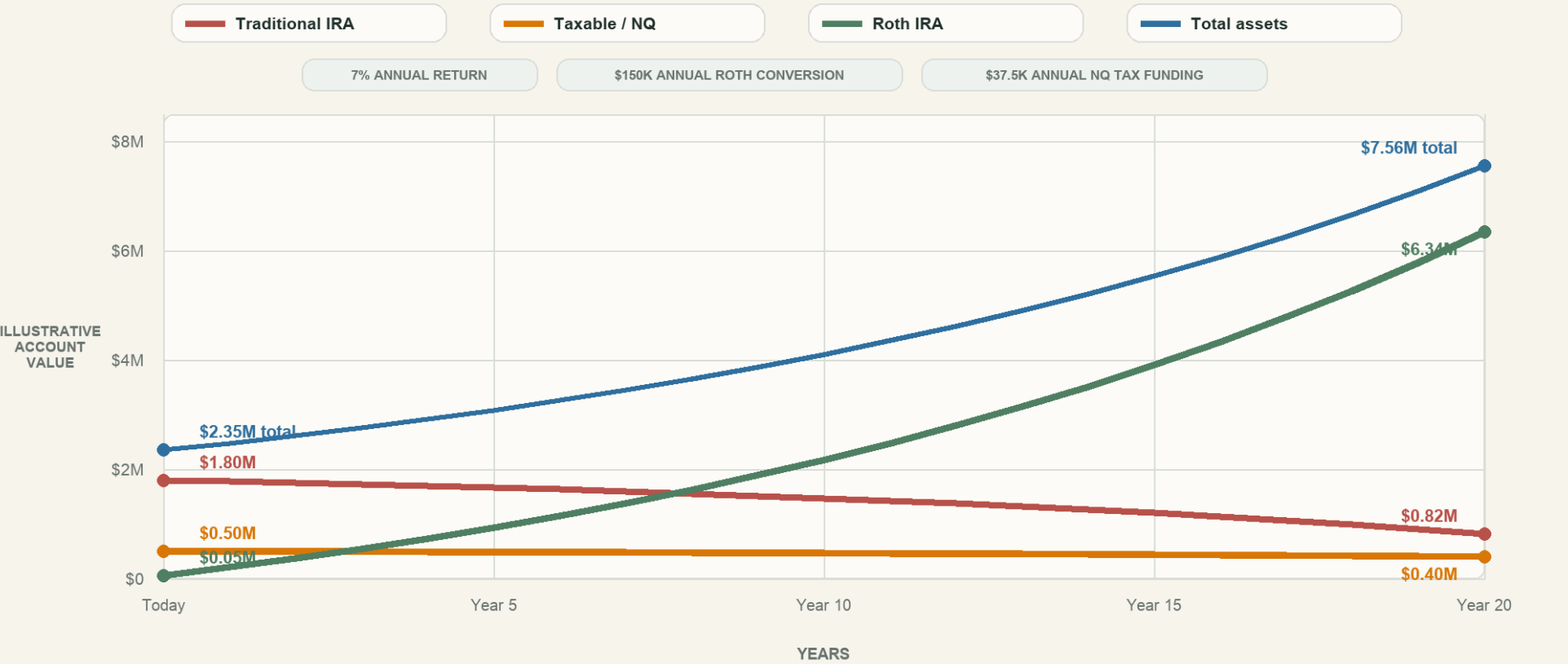
MEDICARE

Annual B + D IRMAA - one Medicare life

Red tiers include the full Part B premium plus Part D IRMAA. The separate, plan-specific Part D premium is not included.

Sources: IRS Rev. Proc. 2025-32 (2026 brackets and LTCG thresholds); IRS Notice 2025-67 (Roth IRA contribution limits); IRS Net Investment Income Tax; SSA 2026 Medicare Part B and Part D IRMAA tables. Medicare uses MAGI from two years earlier. Thresholds use different income definitions.

A 20-year Roth conversion illustration



TRADITIONAL IRA

Starts at \$1.80M

The red line applies 7% growth, then illustrates a \$150,000 annual conversion that gradually reduces the tax-deferred account.

TAXABLE / NQ

May help fund taxes or spending

The orange line starts at \$500,000, earns 7% and illustrates \$37,500 of annual tax funding from the account.

ROTH IRA

Starts at \$50,000, then rises

The green line earns 7% and receives the illustrated annual conversion. The blue line tracks total assets across all three accounts.

Illustrative assumptions: beginning values of \$1.80M traditional IRA, \$500,000 taxable/NQ and \$50,000 Roth IRA; 7% annual return on all accounts; \$150,000 converted annually from the traditional IRA to the Roth IRA; and \$37,500 withdrawn annually from NQ as a simplified tax-funding assumption. No RMD, other withdrawal, fee, tax-law change or estate outcome is modeled.