

# Financial Plan

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**Husband:** Ozzie A Nelson  
**Wife:** Harriet K Nelson  
**Date:** 06/29/2006 - 2:33pm  
**Case:** 06-08349-XM  
**Judge:** Hon. Nanaruth Carpenter  
**Prepared by:** Dennis DeKok, Financial Advisor  
Family Capital Management  
80 Ottawa Ave  
Suite 101  
Grand Rapids, MI 49503  
Phone: 616-774-4560 Fax: 616-774-4568  
Email: dennis@familycapitalmgt.com

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## Contact & Background Information

### Ozzie A Nelson

Birth Date: 2/9/1950  
State where Ozzie A Nelson lives: MI  
Address: , IL

### Harriet K Nelson

Birth Date: 8/18/1950  
State where Harriet K Nelson lives: MI  
Address: , IL

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## Children

### Richard

Birth Date: 5/24/1988  
Richard is a child of this marriage.  
Richard is too old to be eligible for child support.  
Harriet K Nelson will claim the tax exemption.  
Richard will be a tax exemption until 21.

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# Division of Marital Property

Property division report for Ozzie A Nelson and Harriet K Nelson.

	Ozzie Amount	Pct	Harriet Amount	Pct	Total Amount
<b>Residence Equity</b>					
1050 Spaulding	\$0	0%	\$133,000	100%	\$133,000
<b>Investments</b>					
Investment #1	\$0	50%	\$0	50%	\$0
<b>Personal Items</b>					
Sports Collectables	\$50,000	100%	\$0	0%	\$50,000
Bedroom set	\$500	100%	\$0	0%	\$500
2 chests of drawers	\$400	100%	\$0	0%	\$400
Mirror	\$50	100%	\$0	0%	\$50
Chair	\$400	100%	\$0	0%	\$400
Leather couch-New	\$900	100%	\$0	0%	\$900
Leather chair & ottoman	\$900	100%	\$0	0%	\$900
Coffee table	\$150	100%	\$0	0%	\$150
Side table	\$75	100%	\$0	0%	\$75
Side Board	\$75	100%	\$0	0%	\$75
Old leather chair & Ottoma	\$100	100%	\$0	0%	\$100
Drawing table and lights	\$150	100%	\$0	0%	\$150
2 bookcases	\$200	100%	\$0	0%	\$200
Beechwood table & Chairs	\$300	100%	\$0	0%	\$300
2 sanded wooden blocks	\$100	100%	\$0	0%	\$100
2 Polk Audio Speakers	\$200	100%	\$0	0%	\$200
JVC Receiver	\$100	100%	\$0	0%	\$100
Book collection	\$900	100%	\$0	0%	\$900
Fran Larson Water color	\$3,000	100%	\$0	0%	\$3,000
Scott Hartley Water color	\$300	100%	\$0	0%	\$300
1996 Pontiac Grand Prix	\$3,105	100%	\$0	0%	\$3,105
1981 Mercedes 240D	\$4,525	100%	\$0	0%	\$4,525
Movado	\$800	100%	\$0	0%	\$800
Tag Heuer	\$1,400	100%	\$0	0%	\$1,400
Dive watch	\$400	100%	\$0	0%	\$400
Eco Drive	\$600	100%	\$0	0%	\$600
10+ Misc Watches	\$2,000	100%	\$0	0%	\$2,000
Palm Pilot- New	\$300	100%	\$0	0%	\$300
3 Jenny Hertzog water colo	\$600	100%	\$0	0%	\$600
3 Frank Lloyd Wright paint	\$300	100%	\$0	0%	\$300
3 Antique bowling pins	\$225	100%	\$0	0%	\$225
Water color of FLW window	\$1,000	100%	\$0	0%	\$1,000
Misc Art	\$1,000	100%	\$0	0%	\$1,000
Tools	\$1,500	100%	\$0	0%	\$1,500
Books	\$1,000	100%	\$0	0%	\$1,000
Kitchen Table and Chairs	\$0	0%	\$400	100%	\$400
Dining set	\$0	0%	\$300	100%	\$300
Couch	\$0	0%	\$100	100%	\$100
2 side chairs & Ottoman	\$0	0%	\$125	100%	\$125
Coffee Table	\$0	0%	\$75	100%	\$75
2 Lamps	\$0	0%	\$25	100%	\$25
Couch (Den)	\$0	0%	\$25	100%	\$25
2 Bookcases	\$0	0%	\$200	100%	\$200

## Division of Marital Property (cont.)

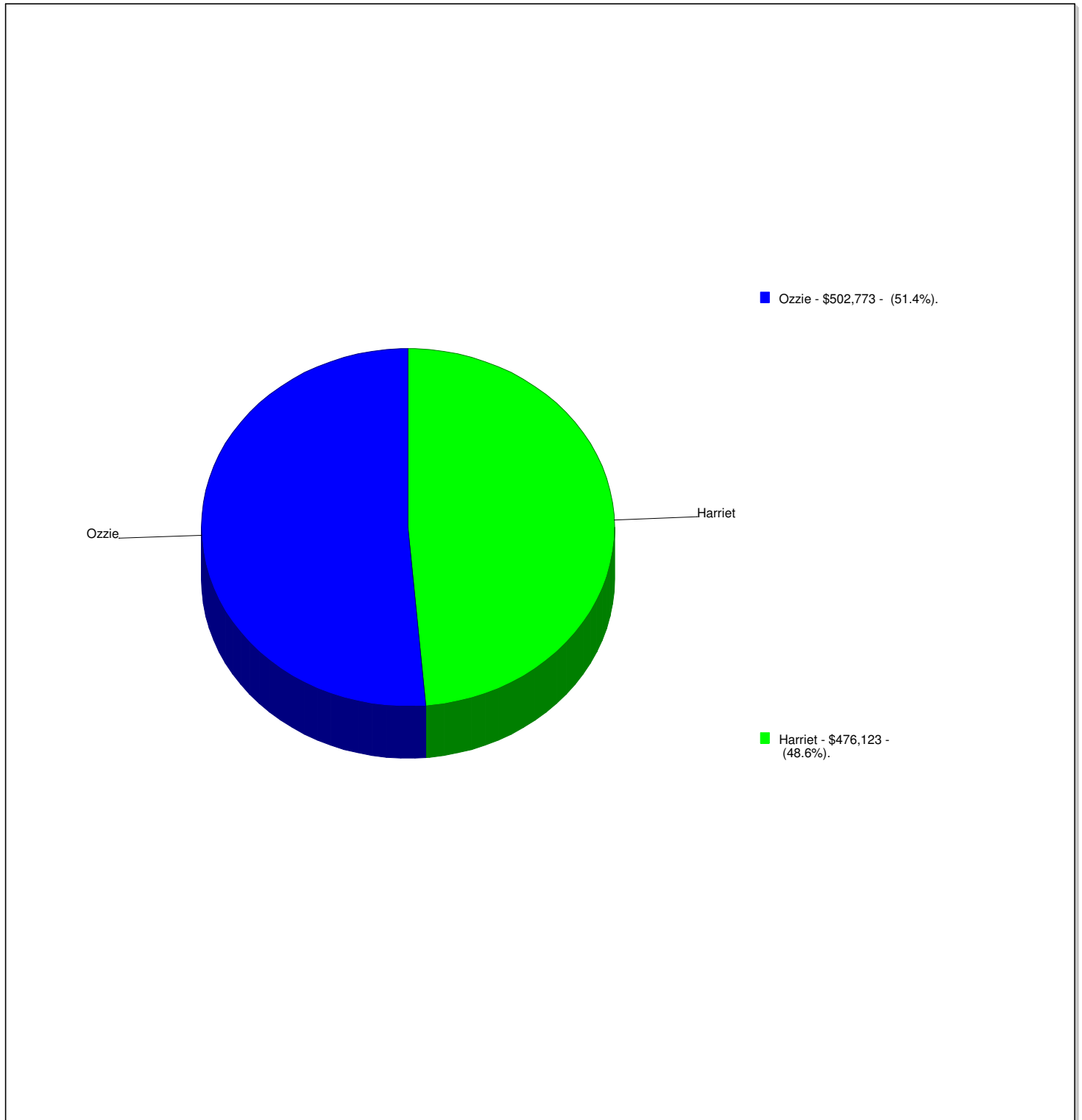
Chair	\$0	0%	\$400	100%	\$400
Desk	\$0	0%	\$75	100%	\$75
Washer	\$0	0%	\$75	100%	\$75
Dryer	\$0	0%	\$50	100%	\$50
John Lennon Print	\$0	0%	\$500	100%	\$500
1997 Oldsmobile	\$0	0%	\$3,185	100%	\$3,185
1 kt diamond ring	\$0	0%	\$1,000	100%	\$1,000
Pearl Ring	\$0	0%	\$50	100%	\$50
Ring w/ Blue stone	\$0	0%	\$50	100%	\$50
Gold Shell Charm	\$0	0%	\$30	100%	\$30
Movado watch	\$0	0%	\$600	100%	\$600
Tools	\$0	0%	\$500	100%	\$500
Books	\$0	0%	\$500	100%	\$500
<b>Total Personal Items</b>	<b>\$77,555</b>	<b>90%</b>	<b>\$8,265</b>	<b>10%</b>	<b>\$85,820</b>
<b>Subtotal Non-Retirement</b>	<b>\$77,555</b>	<b>35%</b>	<b>\$141,265</b>	<b>65%</b>	<b>\$218,820</b>
<b>IRAs and 401(k)s</b>					
Harriet's 403b	\$0	0%	\$39,000	100%	\$39,000
Ozzie's 457	\$13,115	100%	\$0	0%	\$13,115
Ozzie's 401k	\$19,997	100%	\$0	0%	\$19,997
<b>Total IRAs and 401(k)s</b>	<b>\$33,112</b>	<b>46%</b>	<b>\$39,000</b>	<b>54%</b>	<b>\$72,112</b>
<b>Defined Benefit Pensions</b>					
Ozzie's Pension	\$392,106	100%	\$0	0%	\$392,106
Harriet's Pension	\$0	0%	\$295,858	100%	\$295,858
<b>Total Pensions</b>	<b>\$392,106</b>	<b>57%</b>	<b>\$295,858</b>	<b>43%</b>	<b>\$687,964</b>
<b>Subtotal Retirement</b>	<b>\$425,218</b>	<b>56%</b>	<b>\$334,858</b>	<b>44%</b>	<b>\$760,076</b>
<b>Total Assets</b>	<b>\$502,773</b>	<b>51%</b>	<b>\$476,123</b>	<b>49%</b>	<b>\$978,896</b>
<b>Total Debts</b>	<b>\$0</b>	<b>0%</b>	<b>\$0</b>	<b>0%</b>	<b>\$0</b>
<b>Total Property</b>	<b>\$502,773</b>	<b>51%</b>	<b>\$476,123</b>	<b>49%</b>	<b>\$978,896</b>

Note: "Total Amount" column may not add due to rounding.

Equalization payment is \$ 62,270 to Harriet [ 45% Ozzie / 55% Harriet ]

# Division of Marital Property (cont.)

## Division of Marital Property:



# Pension Valuation Report

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This valuation is for the plan: Ozzie's Pension.

This report values the plan as of the evaluation date, which is: 7/7/2005.

Based on the information entered (see below), the value of the pension as of the evaluation date is:

\$392,106, using the RP-2000 mortality tables and a gender-specific approach.

As of 7/7/2005, 100.00% of this pension is so-called 'marital property.'

The "marital amount" is typically the amount the judge will divide. (The rest stays with the employee.)

Using a gender-specific approach, the marital amount of the pension plan is \$392,106 (that is, 100.00% of \$392,106).

Using a gender-specific approach, if the judge divides the pension 50/50, say, then \$196,053.00 (half of \$392,106) would be awarded to each spouse.

These comments about marital property apply in most states, even community property states.

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## Value of Pension at Retirement:

This is typically more than the value as of the evaluation date because, like money in a bank account, a pension's value increases over time.

Knowing the value at earliest retirement age tends to be most useful if the worker is near retirement, or is likely to reach retirement with this company.

If the non-worker spouse is considering taking a share of the payout, as opposed to a cash buyout today, this number helps both spouses see what that payout might be.

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## This report is based on the following data entered:

### Key Dates:

2/9/1950	Employee's birth date.
6/5/1971	Date the employee was married.
12,451	Number of days from marriage to separation.
01/01/1978	Date the employee started in the plan.
7/7/2005	Date the employment stopped being 'marital.' (This is usually the separation date).
7/7/2005	Date to evaluate the plan. (This is usually today or trial date).
65	Employee's regular retirement age.
50	Employee's earliest retirement age.
YES	Is the employee already retired?
1/1/1998	Retirement date.

# Pension Valuation Report (cont.)

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## **The Plan:**

- \$1,872 Monthly benefit, estimated outside the software, at "as if" retirement date.
- 1.0% Cost of living adjustment (COLA) percent.
- 4.75% Interest rate (also known as the "discount rate").

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## **Calculation Options Selected:**

The pension benefit and marital portion are calculated "as if" the employee works until the cut-off date.

"Cut-off" means the date after which the plan is no longer marital. This is typically the separation date.

The pension's value is calculated assuming the employee retired or will retire on the regular retirement date.

The employee is a male.

# Pension Valuation Report (cont.)

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## Pension Valuation Report

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This valuation is for the plan: Harriet's Pension.

This report values the plan as of the evaluation date, which is: 7/7/2005.

Based on the information entered (see below), the value of the pension as of the evaluation date is:

\$295,858, using the RP-2000 mortality tables and a gender-specific approach.

As of 7/7/2005, 100.00% of this pension is so-called 'marital property.'

The "marital amount" is typically the amount the judge will divide. (The rest stays with the employee.)

Using a gender-specific approach, the marital amount of the pension plan is \$295,858 (that is, 100.00% of \$295,858).

Using a gender-specific approach, if the judge divides the pension 50/50, say, then \$147,929.00 (half of \$295,858) would be awarded to each spouse.

These comments about marital property apply in most states, even community property states.

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### Value of Pension at Retirement:

The value of the pension is \$554,653 (gender-specific approach) as of regular retirement age.

This is typically more than the value as of the evaluation date because, like money in a bank account, a pension's value increases over time.

Knowing the value at earliest retirement age tends to be most useful if the worker is near retirement, or is likely to reach retirement with this company.

If the non-worker spouse is considering taking a share of the payout, as opposed to a cash buyout today, this number helps both spouses see what that payout might be.

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### This report is based on the following data entered:

#### Key Dates:

- 8/18/1950 Employee's birth date.
- 6/5/1971 Date the employee was married.
- 12,451 Number of days from marriage to separation.
- 9/1/1972 Date the employee started in the plan.
- 7/7/2005 Date the employment stopped being 'marital.'  
(This is usually the separation date).
- 7/7/2005 Date to evaluate the plan.  
(This is usually today or trial date).
- 67 Employee's regular retirement age.
- 55 Employee's earliest retirement age.
- NO Is the employee already retired?

## Pension Valuation Report (cont.)

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### **The Plan:**

- \$2,970 Monthly benefit, estimated outside the software, at "as if" retirement date.
- 3.0% Cost of living adjustment (COLA) percent.
- 4.75% Interest rate (also known as the "discount rate").

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### **Calculation Options Selected:**

The pension benefit and marital portion are calculated "as if" the employee works until the cut-off date.

"Cut-off" means the date after which the plan is no longer marital. This is typically the separation date.

The pension's value is calculated assuming the employee retired or will retire on the regular retirement date.

The employee is a female.

# Defined Benefit Plan Payouts Report

Defined benefit plan payouts report for Ozzie A Nelson or Harriet K Nelson.

This amount is calculated as follows:

- Both the annual and lump sum values are based on the value of the plan at retirement.
- If there is more than one defined benefit plan, these numbers reflect the combined values of all plans.

## Data Entries:

### Ozzie's Pension:

47	Estimated age at which Ozzie will retire.
100%	Percent of pension that Ozzie will keep.
NO	Will Ozzie take the payout in a lump-sum distribution?
\$2,007	Estimated monthly dollar benefit on retirement.
\$24,084	Estimated annual benefit on retirement = 12 * monthly benefit.
1.0%	Cost of living adjustment (COLA) percent.

### Harriet's Pension:

67	Estimated age at which Harriet will retire.
100%	Percent of pension that Harriet will keep.
NO	Will Harriet take the payout in a lump-sum distribution?
\$2,970	Estimated monthly dollar benefit on retirement.
\$35,640	Estimated annual benefit on retirement = 12 * monthly benefit.
3.0%	Cost of living adjustment (COLA) percent.

## Defined Benefit Pension Payout Totals:

### Annual Pension Payments

Ozzie										
2006-2015	26,080	26,340	26,604	26,870	27,138	27,410	27,684	27,961	28,240	28,523
2016-2025	28,808	29,096	29,387	29,681	29,978	30,278	30,580	30,886	31,195	31,507
2026-2035	31,822	32,140	32,462	32,786	33,114	33,445	33,780	34,117	34,459	34,803
Harriet										
2006-2015	0	0	0	0	0	0	0	0	0	0
2016-2025	0	14,850	36,709	37,810	38,945	40,113	41,317	42,556	43,833	45,148
2026-2035	46,502	47,897	49,334	50,814	52,339	53,909	55,526	57,192	58,907	60,675

### Lump-Sum Pension Payments

Ozzie										
2006-2015	0	0	0	0	0	0	0	0	0	0
2016-2025	0	0	0	0	0	0	0	0	0	0
2026-2035	0	0	0	0	0	0	0	0	0	0
Harriet										
2006-2015	0	0	0	0	0	0	0	0	0	0
2016-2025	0	0	0	0	0	0	0	0	0	0
2026-2035	0	0	0	0	0	0	0	0	0	0

# Defined Benefit Plan Payouts (cont.)

## Total Pension Payments

### Ozzie

2006-2015	26,080	26,340	26,604	26,870	27,138	27,410	27,684	27,961	28,240	28,523
2016-2025	28,808	29,096	29,387	29,681	29,978	30,278	30,580	30,886	31,195	31,507
2026-2035	31,822	32,140	32,462	32,786	33,114	33,445	33,780	34,117	34,459	34,803

### Harriet

2006-2015	0	0	0	0	0	0	0	0	0	0
2016-2025	0	14,850	36,709	37,810	38,945	40,113	41,317	42,556	43,833	45,148
2026-2035	46,502	47,897	49,334	50,814	52,339	53,909	55,526	57,192	58,907	60,675

## Total Pension Payments Graph:

