

Short Horizon, Massive Deduction

2023 Illustration Detail



Participant	Group	Near Age	Plan Comp	401(k) Deferral	401(k) Match	Safe Harbor Non-Elective	Add'l Profit Sharing	Defined Bft Allocation	Total Employer Contribution	Total Benefit Amount	Total Benefit Allocation
Owners											
Owner 1	1	64	\$330,000.00	\$30,000.00	\$0.00	\$0.00	\$19,800.00	\$477,500.00	\$497,300.00	\$527,300.00	50.7%
Owner 2	1	64	\$100,000.00	\$30,000.00	\$0.00	\$0.00	\$6,000.00	\$477,500.00	\$483,500.00	\$513,500.00	49.3%
Subtotal Owners			\$430,000.00	\$60,000.00	\$0.00	\$0.00	\$25,800.00	\$955,000.00	\$980,800.00	\$1,040,800.00	100.0%
Non-Owner HCEs											
Subtotal Non-Owner HCEs			\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	0.0%
Employees											
Subtotal Employees			\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	0.0%
TOTAL			\$430,000.00	\$60,000.00	\$0.00	\$0.00	\$25,800.00	\$955,000.00	\$980,800.00	\$1,040,800.00	100.0%

2023 Illustration Summary

Item	Value
1) Owner Benefits	\$1,040,800
2) Employer Paid Employee Benefits	\$0
3) Total Employer Deduction (Item 1 + Item 2)	\$1,040,800
4) Employee Paid Benefits	\$0
5) Total Benefits (Item 3 + Item 4)	\$1,040,800
6) Owner Paid Allocation (Item 1 / Item 3)	100.0%
7) Illustrative Tax Savings *	\$416,320
8) NET ILLUSTRATIVE TAX SAVINGS **	\$416,320

* Illustrative combined tax rate of 40%. Saber Pension does not provide tax advice. Consult with your tax professional for additional information.

** Illustrative tax savings less employee benefits paid by the employer (Item 7 - Item 2).

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2023 Data



Participant	Owner	HCE	Key	DOB	DOH	DOP	DOT	2023 Plan Comp	2022 Plan Comp	2021 Plan Comp	2020 Plan Comp
Owners											
Owner 1	Y	Y	Y	1/1/1960	1/1/2018	1/1/2023	N/A	\$330,000.00	\$305,000.00	\$290,000.00	\$285,000.00
Owner 2	Y	Y	Y	1/1/1960	1/1/2018	1/1/2023	N/A	\$100,000.00	\$100,000.00	\$100,000.00	\$100,000.00
Subtotal Owners								\$430,000.00	\$405,000.00	\$390,000.00	\$385,000.00
Non-Owner HCEs											
Subtotal Non-Owner HCEs								\$0.00	\$0.00	\$0.00	\$0.00
Employees											
Subtotal Employees								\$0.00	\$0.00	\$0.00	\$0.00
TOTAL								\$430,000.00	\$405,000.00	\$390,000.00	\$385,000.00

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Plan Provisions



General Provisions

Plan Effective Date:	January 1, 2023
Past Service Date:	January 1, 2018
Eligibility:	21 & 1
Vesting:	6-Yr Graded
Normal Retirement:	62 and 5 Part.
Normal Form:	Life Only
QJSA:	J&S 50%
Actuarial Equivalence	
Int. Rate:	5.00%
Pre-Ret. Mort.:	NoMort
Post-Ret. Mort.:	2023AMT
417(e) Look Back:	5 month(s)

Defined Benefit Plan

Avg Period	
Avg. Years:	3 Years
Total Years:	99 Years
Multiplier	
Group 1:	10.00% (10 Yr Cap)
Group 2:	10.00% (10 Yr Cap)

Cash Balance Plan

Int. Credit. Rate:	
Rate:	N/A
Timing:	N/A
Pay Credits	
Group 1:	N/A

401(k) Profit Sharing Plan

Safe Harbor	
Contribution:	None
Coverage:	N/A
Allocation	
Group 1:	6.00% of Pay
Group 2:	6.00% of Pay

Assumptions and Methods

Funding

Pre-ret. Decrements:	None
Post-ret. Decrements	
Mortality:	Combined Tables
Retirement:	Normal Retirement
Payment Form:	Lump Sum
Segment Look Back:	4 month(s)
Asset Method:	Market

Testing

Testing Period:	Annual
Testing Basis:	Benefits
Testing Age:	65
Grouping:	No
Permit. Disp.:	No
Pay Average:	Current
Testing Mortality:	UP84(0)
Testing Interest:	8.500%