

Hollis, Raymond & Erin Financial Plan

Protect retirement spending before deciding on the McCall cabin

Prepared by: Hazel · Client: Raymond and Erin Hollis · Date: September 22, 2026

Executive summary

The household has a strong base of retirement assets, cash reserves, and pension income. The central decision is how much spending the plan can support under the firm-selected inflation assumption while preserving room for the cabin and Erin's inheritance.

**MODELED
ASSETS**
\$2,350,000
Includes two
provisional balances

**CURRENT
SPENDING**
\$108,000
Annual target

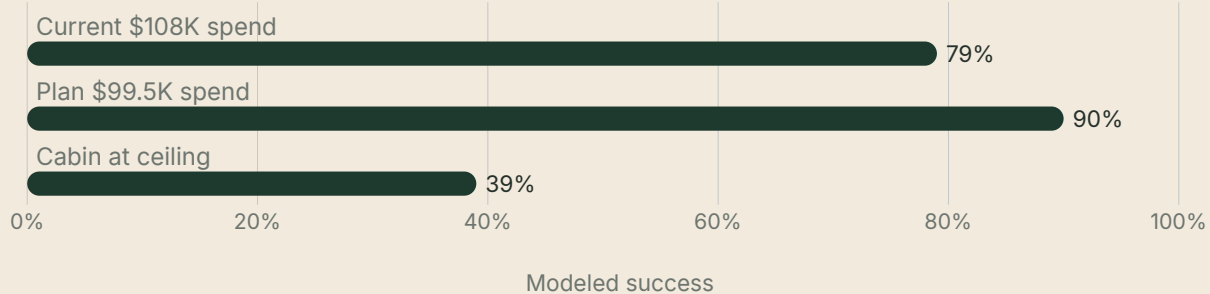
PLAN SPENDING
\$99,500
At the 90% firm floor

PENSION INCOME
\$41,496
Annual, no COLA
modeled

Primary recommendation Do not make a cabin offer at the current 450,000-dollar ceiling. First refresh the taxable account, Roth IRA, and Social Security figures, then rerun the spring 2027 decision under the firm assumptions.

What the model says

Probability of success by scenario



Attribute	Current target	★ Recommended plan	Cabin at ceiling
Annual spending	\$108,000	\$99,500	\$117,800
Cabin cash outflow	\$0	\$0	\$450,000
Modeled success	79%	90%	39%
Decision	Reduce spending	Use as planning baseline	Defer and refresh

Assets and income on record

Pre-tax retirement
\$2,000,000

Cash and CDs
\$150,000

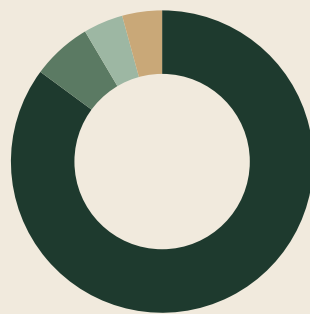
Taxable account
\$100,000 modeled

Roth IRA
\$100,000 modeled

Annual pension
\$41,496

Social Security at 70
\$48,000 modeled

Modeled investable assets



- Pre-tax retirement
\$2,000,000 | 85.1%
- Cash and CDs
\$150,000 | 6.4%
- Taxable account — modeled
\$100,000 | 4.3%
- Roth IRA — modeled
\$100,000 | 4.3%

The taxable and Roth balances are working assumptions because current custodian values were not available in the filed documents.

McCall cabin decision

Cash price ceiling
\$450,000

Annual carrying cost
\$9,800

First-year commitment
\$459,800

Earliest offer date
March 2027

Required success floor
90%

Ceiling-case success
39%

1. Wait until March 2027, consistent with the household decision rule.
2. Obtain current taxable, Roth, and pre-tax account statements plus the current Social Security estimate.
3. Rerun the price and carrying-cost case under the firm assumptions.
4. Proceed only if the refreshed result clears the 90% success floor and Raymond expects at least six weeks of annual use.

Why the answer changed The earlier household memo used a lower inflation framework. This report applies the firm-selected 6.5% inflation assumption and 1.05% annual advisory fee, which materially reduce long-horizon capacity.

Retirement income and guardrails

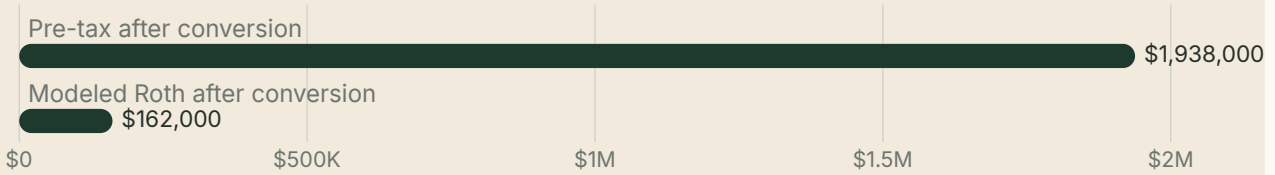
Plan element	Current setting	Planning treatment
Annual spending	\$99,500	Starting plan level at 90% success
Pension	\$41,496	Flat nominal income; no COLA modeled
Social Security	\$48,000	Modeled from age 70; replace with SSA estimate
Safe reserve	3 years	Cash, T-bills, and short-duration bonds
Roth conversion	\$62,000	Resize after final income; do not cross next IRMAA tier
RMD start age	75	Current law for the 1960 birth cohort

Cash-flow stress result The deterministic ledger first shows a shortfall in 2050 under frozen 2026 federal rules and 6.5% inflation. It indicates either a 13.99% spending reduction or about 620,592 dollars of added capital would clear that stress result.

Legacy for Erin

Raymond's intent is to leave Erin an organized inheritance while directing 10% of the traditional IRA to the Boise State Foundation. Using the current pre-tax balance as an illustration, the remaining share implies roughly 233,108 dollars per year over a ten-year inherited-IRA window at the calculation default growth rate.

Illustrative one-year conversion shift



1. Continue annual Roth conversions only within the firm IRMAA guardrail.
2. Pay conversion taxes from outside funds rather than withholding from the IRA.
3. Re-size the December conversion after final dividends, interest, and realized gains.
4. Complete the planned family walkthrough with Erin and the estate attorney.

Assumptions and limitations

Assumption	Value	Status
General inflation	6.5%	Firm override
Annual advisory fee	1.05%	Firm setting
Portfolio allocation	60% / 40%	Recorded household mix
Taxable balance	\$100,000	Working assumption
Roth balance	\$100,000	Working assumption
Social Security at 70	\$48,000	Working assumption
Idaho income-tax schedule	2025 schedule	Carried forward because 2026 was not published

IMPORTANT DISCLOSURES

This plan is informational and does not constitute tax, legal, or investment advice. Results depend on assumptions and incomplete account data. Update the plan with current custodian statements and an SSA estimate before acting on the cabin or Roth-conversion recommendations.