

Planning for Retirement

Presented by

Stacey Braun Associates, Inc.

Provider of the I.U.O.E. Local 94
Financial Counseling Benefit



Planning for Retirement

- Pension
- Annuity
- Health Insurance
- Social Security
- Defining Retirement
- Cash Flow
- Investments
- Taxation
- Insurance
- Estate
- Financial Assistance



Define Retirement Goals

- ❑ Age at Retirement?
- ❑ Where will you live?
- ❑ What debt will you have?
- ❑ What will you do? (Travel, Hobbies, etc.)
- ❑ What will your lifestyle be?



Retirement Expenses

- ❑ If you want to maintain the same standard of living:

Current “take home” pay each month

- Expenses that will no longer exist

+ New retirement expenses

+ New taxes

+ Inflation

= What you need each month



- ❑ Understand your spending habits and develop a budget

Retirement Income

- + Pension
- + Social Security
- + Other Employment
- = Total Income
- Less amount needed (Step 1)
- = Deficit or Surplus*



* Will need to withdraw from retirement savings

Sources of Retirement Income

- Pension
- Social Security
- Annuity Fund
- Other Accounts



Pension

Obtain an estimate

Types

- ❑ Single Life (60 payments guaranteed)
- ❑ Joint (options - 50%, 66 2/3%, 100%)

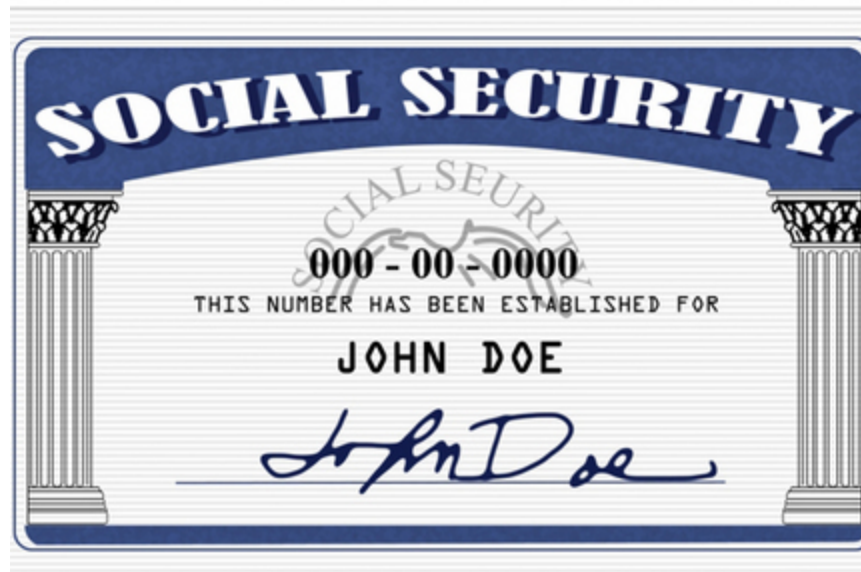
Factors

- ❑ Assume worst case scenario
- ❑ Does spouse have a pension?
- ❑ Insure your pension?



Social Security

When?



Retirement Accounts

- Annuity Account
- IRA Rollovers
- Roth IRAs



Timeline

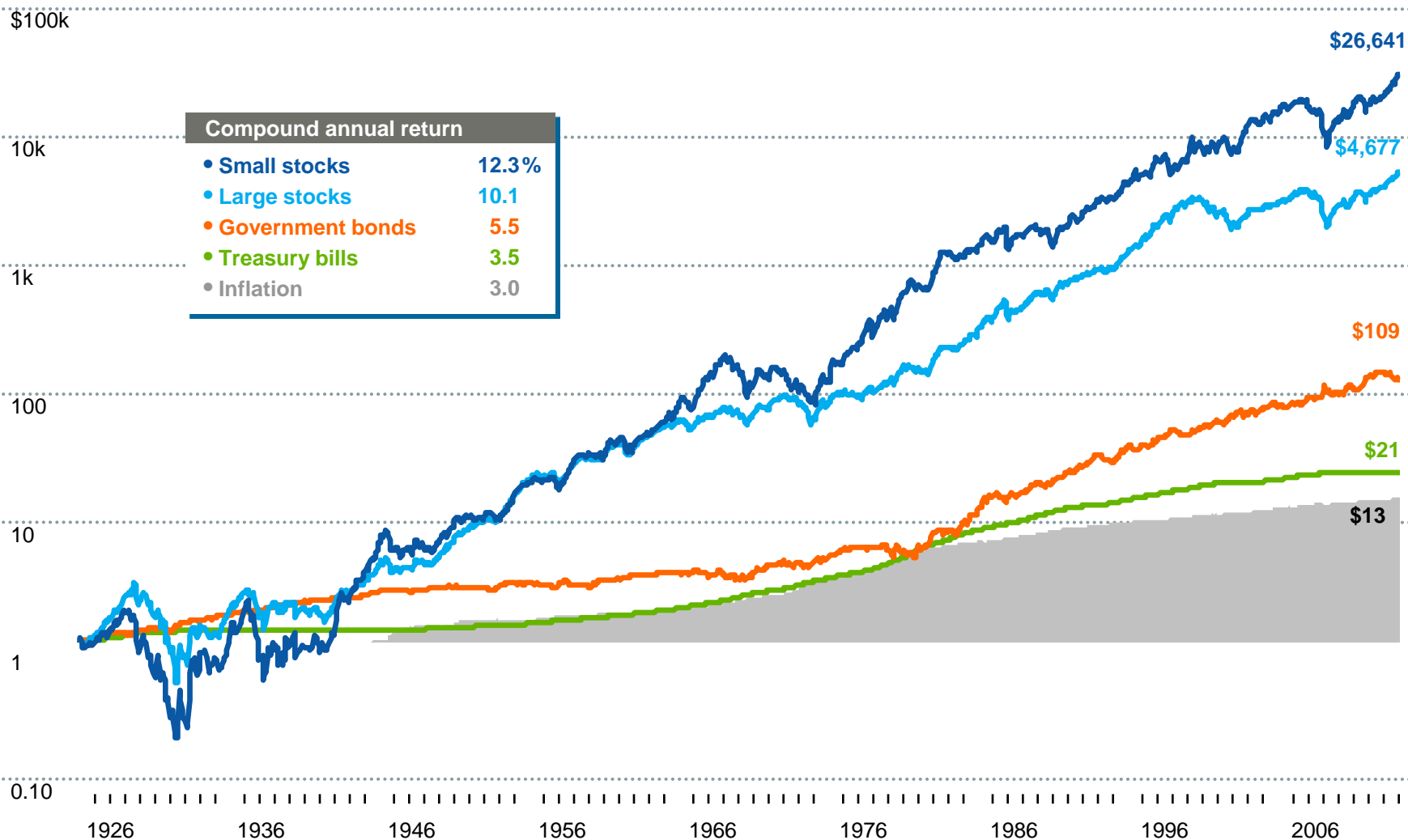


Investments

- ❑ Take a “Financial Snapshot”
- ❑ Stocks, bonds and cash
- ❑ The closer you are to needing the funds, the safer the funds should be
- ❑ Understand risk vs. reward
- ❑ Diversify



Historical Returns



Past performance is no guarantee of future results. Hypothetical value of \$1 invested at the beginning of 1926. Assumes reinvestment of income and no transaction costs or taxes. This is for illustrative purposes only and not indicative of any investment. An investment cannot be made directly in an index. © 2014 Morningstar. All Rights Reserved.

Taxation



- ❑ Pension: Fully taxable at Federal and State level
- ❑ Social Security: Not taxed by New York. Up to 85% will be taxed at Federal level.
- ❑ Retirement Accounts: Fully taxable at Federal level. After \$20,000 New York State tax exclusion, fully taxable at NY State level.
- ❑ Required Minimum Distributions: Required at age 70 ½ from your retirement accounts.

Insurance

- Life
- Long-Term Care



Estate Planning

- Wills
- Health Care Proxies/Living Wills/Power of Attorney
- Trusts/TOD Accounts
- Check Beneficiaries



Financial Assistance

- ❑ Financial Counseling Benefit – Stacey Braun Associates
- ❑ Hiring a Professional
- ❑ Fees vs. Commission
- ❑ Designations and Fiduciary Responsibility



Roadblocks to Financial Success

- *No goals*
- *Lack of understanding*
- *Debt*
- *Poor investment choices*
- *Inflation*
- *Taxation*
- *Procrastination*



Helpful Hints

- ❑ Set Goals
- ❑ Take a Financial Snapshot
- ❑ Know your monthly expenses
- ❑ Make sure debt is under control or paid off
- ❑ Ensure assets are invested according to a plan
- ❑ Obtain your pension projection
- ❑ Obtain your social security benefit projection
- ❑ Meet with a financial counselor (Stacey Braun)
- ❑ Protect your assets (insurance, estate documents, etc)
- ❑ Make sure affairs are in order (estate docs, beneficiaries, etc.)



Call to Schedule your FREE consultation!

1-888-949-1925