



Retirement Income and Estate Planning Services offered through
Plancorr Wealth Management, LLC Registered Investment Advisor.

Government & 403(b) Employees

CSRS Employee

If you are a CSRS employee you are eligible to contribute to the Thrift Savings Plan (TSP). Unfortunately, you will not receive a matching contribution from your employer. Therefore, it may not be a good idea to contribute to the TSP, and place your hard earned money towards paying off debt or contributing to a Roth IRA, or towards purchasing a Long Term Care Insurance, Disability Insurance or Life Insurance policy.

FERS Employee

If you are a FERS employee, you are eligible to receive an employer matching contribution of 100% on 3 % percent of your income, and 50% on 2% of your income for a total of about 5 percent. Depending on your debt load and retirement income goals, you may want to keep your pretax TSP contributions to no more than 5%.

Catch Up Provision

If you are over the age of 50 you may contribute an additional \$5,500 towards your TSP. However, you may be better served by using this money to pay off debt, open a Roth IRA or buy a Long Term Care Insurance, Disability Insurance or Life Insurance policy.

Note:

Please remember that contributions placed in to a TSP will lower your current taxable income. However, once retirement commences, you will have to pay taxes on your contributions, your employer contributions and the investment earnings on each one. As no one knows for certain that you will be in a lower tax bracket throughout retirement, you may want to consider other investment or savings plan options.

G,F,C,S,I & L Funds

There is a difference between saving for retirement and investing for retirement. When you are saving for retirement, you want to make sure that your money will be there when you need it most. Therefore, the G-Fund will accomplish this goal. All of the other funds are investment options. This means that your money is at risk and may not be there when you need it most. In short, If a potential higher return rate and no guarantee is what you are looking for, the F,C, S,I &L fund options may suit your needs. On the other hand, If a return of your money plus interest is more important to you, the G-Fund may be your best option.



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Roth IRA

Please be aware that contributions from Roth IRA may be withdrawn at any time and without any penalty from the IRS. The interest earned on a Roth IRA must remain in the account for five years or to age 59 ½ whichever is longer. Furthermore, unless your Roth IRA is a fixed annuity or bank CD, your money is at risk. Any guarantees offered by an insurance company is only as strong as its claims paying ability and are not FDIC insured.

If you have retirement questions and would like to speak to one of our financial coaches, please fill out the profile form.