



4 COMMON MISCONCEPTIONS

ABOUT RETIREMENT STRATEGIES
DISPELLED



www.lifeplangroup.com

Given the complexities of preparing for retirement these days, working with a financial professional to prepare a retirement strategy may seem like a no-brainer.

Yet, thousands of people still attempt to retire without the help of a professional, and in some cases without even developing a strategy at all! Over the years, we've heard lots of reasons why people don't pursue a retirement strategy, and we've identified four common misconceptions that may keep people from planning for their financial futures.



MISCONCEPTION # 1

Retirement strategies are only necessary for the wealthy.

Fact: It doesn't matter what your income is. If you have a paycheck, you should have a strategy.¹ The point of having a retirement strategy is to help ensure you can continue living life to its fullest every single day, with financial confidence.

MISCONCEPTION # 2

Putting away a consistent amount of money every month is enough.

Fact: This misconception is why many people don't see the need for working with a financial professional. It's true that saving for retirement is great — and the sooner you start the better — but that doesn't mean that's all you need to do.² It's equally important to know what amount you should save before retiring. A professional can help you calculate what that number is and the possible role of insurance or investment products in your financial roadmap. And don't forget that a retirement strategy has two phases — the first is about accumulating money, but the second is about distributions and how you will turn that money into income that will last throughout your retirement. No matter how much you have, if you don't know how to turn your savings into income, you're only halfway prepared for retirement, at best.

MISCONCEPTION # 3

All financial professionals are exactly the same.

Fact: Some financial professionals might offer similar products, but that doesn't mean they're all the same.³ When searching for *your* financial professional, find someone you trust completely. Find someone you connect with on a personal level, not just professionally. Find someone who truly understands you and your family and will go the extra mile to help you pursue your goals.

MISCONCEPTION # 4

Having a retirement strategy means you're locked into a pre-determined lifestyle and you lose the ability to change your mind about what you might want to do in retirement.

Fact: Not necessarily.⁴ Sure, it's important to have a basic "game plan" laid out, but it's also important to leave room for the unexpected. Maybe taxes will increase dramatically in 10 years. Maybe you'll have six grandchildren to spoil instead of two. Maybe you'll decide to pursue a new hobby. Maybe you'll live to be 105 years old! There are a lot of unknowns when planning for the future, so it's important to talk to someone who understands what unknowns may arise and their potential impact. A financial professional can help make sure you are preparing for the unexpected, including pursuing new options once you've retired.

A retirement strategy, designed by an experienced and knowledgeable financial professional, can help keep you on the path to your retirement goals.

Let us help you work toward your desired financial future!

¹ Stephen Chen. Forbes. May 19, 2019. "Why You Need A Retirement Plan A, B And C." <https://www.forbes.com/sites/stephenchen/2019/05/19/why-you-need-a-retirement-plan-a-b-and-c/#4886b0f52bd3>. Accessed May 12, 2020.

² Rebecca Lake. smartasset.com. Sept. 19, 2019. "Should You Hire a Retirement Advisor?" <https://smartasset.com/retirement/retirement-advisor>. Accessed May 12, 2020.

³ Rickie Houston. smartasset.com. July 31, 2019. "Investment Advisor vs. Financial Planner: Which Is Right for You?" <https://smartasset.com/financial-advisor/investment-advisor-vs-financial-planner>. Accessed May 12, 2020.

⁴ Fidelity.com. Nov. 6, 2019. "3 keys to your retirement income plan." <https://www.fidelity.com/viewpoints/retirement/3-retirement-building-blocks>. Accessed May 12, 2020.



Prepared on behalf of:



LIFEPLAN GROUP

Investing in your life

7201 Creedmoor Road, Suite 147

Raleigh, NC 27613

919-858-6119

www.lifeplangroup.com

This content is provided for informational purposes only and is not intended to serve as the basis for financial decisions.

We are an independent financial services firm helping individuals create retirement strategies using a variety of investment and insurance products to custom suit their needs and objectives.

Investing involves risk, including the potential loss of principal. No investment strategy can guarantee a profit or protect against loss in periods of declining values. Any references to lifetime income generally refer to fixed insurance products, never securities or investment products. Insurance and annuity product guarantees are backed by the financial strength and claims-paying ability of the issuing insurance company.

Our firm is not permitted to offer tax or legal advice. Individuals are encouraged to consult with a qualified professional before making any decisions about their personal situation.

LifePlan Group is a DBA for LifePlan Investment Advisors, INC, a Registered Investment Advisory Firm with the State of North Carolina; and LifePlan Tax and Insurance Group, INC, a firm licensed to sell insurance.

Content prepared by Advisors Excel.

