Creating a Paycheck in Retirement



Sounds simple enough, right? But, for many, creating a paycheck in retirement is a source of anxiety. How do I turn my savings, Social Security benefit, and other income sources into reliable income to fund my spending in retirement? This summary is a good place to start, and by consulting with your advisor, you can determine the most efficient strategy that works for you based on your goals and objectives.

Non-Portfolio Income Sources		Consolidated Investment Portfolio		
Social Security Benefits	Annuities, Pension, Rental Income, Part- Time Work, etc.	Taxable Investment Accounts	Pre-Tax Retirement Accounts	Roth Accounts
This benefit amount is based on your household work history and when you elect to begin receiving income.	Many retirees may have these other sources of income to cover a portion of their spending needs in retirement.	For many, this is the first account used to supplement spending. Preferential tax treatment on long-term gains, dividends, and tax-exempt income.	Ordinary income taxes are withheld on distributions and RMDs begin at age 72. Roth conversions may be advised in early retirement years.	Can be used for supplemental income to minimize taxes or to pass to heirs. Qualified distributions are tax-free.
Monthly	Monthly, typically	Recurring or as needed	Annual or as needed	Supplemental
Cash Flow Accounts Recurring or as needed, via ACH transfer				
BANK ACCOUNT TO FUND RETIREMENT SPENDING				

Source: CAPTRUST Research