



# *JPM Principles for Successful Retirement*

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# Today's Gameplan

- ▶ Posted 2 pdf files on Chapter website [aaiihouston.org](http://aaiihouston.org)
  - ▶ JPM 2024 Guide to Retirement (long form ~ 50 slides)
  - ▶ JPM 2024 Principles for Successful Retirement (short form ~ 7 slides)
- ▶ Review of Seven Key JPM Principles
- ▶ Most of you may have crossed a lot of these bridges but still need updates
  - ▶ May also benefit younger friends & family facing retirement to understand the key principles involved
- ▶ Ask questions as we go though a broad set of subjects

# ***Summary - Seven Key Retirement Principles***

- ▶ Create retirement plan for your family needs
- ▶ Plan for a longer life than you imagine
- ▶ Make informed Social Security timing decisions
- ▶ Prepare for rising LT medical care costs
- ▶ Minimize taxes throughout your life to maximize nest egg
- ▶ Use time to your advantage (compounding) while protecting ST volatility
- ▶ Be well diversified & stay invested
- ▶ One slide on each principle

# ***Expiration of Jobs & Tax Cuts Act in 2025***

- ▶ Depending on the presidential election, taxes may go up a lot or may stay close to where they are today
- ▶ This leaves 6-8 weeks of 2024 to take advantage of Roth IRA conversion :
- ▶ Pros:
  - ▶ Allow you ability to mitigate impact of the higher tax rates in 2025 & beyond
  - ▶ Amount converted will be forever tax free
  - ▶ Will also reduce the amount of your Traditional IRA basis for RMD purposes
- ▶ Cons:
  - ▶ Wished we had more tax-years left to benefit from conversion
  - ▶ Must pay one-time tax rates on amount converted at the time of filing
  - ▶ May have to pay slightly more in Medicare taxes for one year (IRMAA)



# ***Questions & Comments***