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FORUM 400™



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Financial Professionals®

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About our firm:
Tempewick Wealth Management is a wealth and insurance firm with professionals specializing in estate and investment planning, business succession and wealth transfer.

TEMPEWICK

WEALTH MANAGEMENT



Tax-Favored Retirement Savings

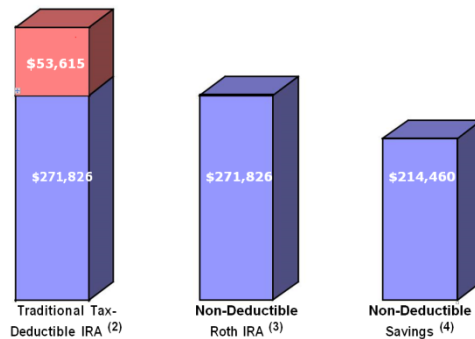
The Power of Tax Deductions and Tax-Deferred Accumulations

Those who qualify for a traditional tax-deductible IRA can use money that would otherwise be paid in taxes to establish a retirement fund that accumulates tax deferred. Taxes, however, must be paid as distributions are received from a tax-deductible IRA.

A second alternative for those who qualify is the Roth IRA. While contributions to a Roth IRA are not tax deductible, the retirement fund accumulates tax deferred and distributions are received free of income tax. Either a traditional tax-deductible IRA or a non-deductible Roth IRA can produce results superior to a savings plan whose growth is taxed.

20 Year Results

8% Hypothetical Annual Rate of Return/\$5,500 Annual Contribution/25% Income Tax Bracket.



⁽²⁾ **Traditional Tax-Deductible IRA:** Assumes the \$1,375 annual tax savings are invested in an account whose growth is taxed each year. If the \$271,826 value of the tax-deductible IRA is surrendered at the end of the 20th year, the principal amount remaining after payment of income tax is \$203,870 at a 25% rate (assumes no penalty tax is assessed). When added to the future value of the tax savings (\$53,615), on which income tax has already been paid, the after-tax value of the IRA plus the future value of the tax savings results in total cash available of \$257,485.

⁽³⁾ **Non-Deductible Roth IRA:** If surrendered at the end of the 20th year, the full principal amount of \$271,826 is available free of income tax (assumes no penalty tax is assessed).

⁽⁴⁾ **Non-Deductible Savings:** Assumes the income tax is paid out of investment earnings each year, meaning that the full principal amount of \$214,460 is available free of income tax at the end of the 20th year.

Securities offered through Kestra Investment Services, LLC (Kestra IS), Member FINRA / SIPC. Investment Advisory Services offered through Kestra Advisory Services, LLC (Kestra AS), an affiliate of Kestra IS. Kestra IS and Kestra AS are not affiliated with Tempewick Wealth Management LLC. This material is for informational purposes only and is not meant as Tax or Legal advice. Please consult with your tax or legal advisor regarding your personal situation.

The Five Star Wealth Manager award, administered by Crescendo Business Services, LLC (dba Five Star Professional), is based on 10 objective criteria: 1. Credentialed as a registered investment adviser or a registered investment adviser representative. 2. Active as a credentialed professional in the financial services industry for a minimum of 5 years. 3. Favorable regulatory and complaint history review*; 4. Fulfilled their firm review based on internal standards; 5. Accepting new clients. 6. one-year client retention rate 7. Five-year client retention rate 8. Non-institutional discretionary and/or non-discretionary client assets administered; 9. Number of client households served; 10. Education and professional designations. Wealth managers do not pay a fee to be considered or awarded. Once awarded, wealth managers may purchase additional profile ad space or promotional products. The award methodology does not evaluate the quality of services provided and is not indicative of the winner's future performance. 4,143 New Jersey wealth managers were considered for the award; 626 (16 percent of candidates) were named Five Star Wealth Managers.

Trusts should be drafted by an attorney familiar with such matters in order to take into account income, gift and estate tax laws (including generation skipping transfer tax). Failure to do so could result in adverse tax treatment of trust proceeds.