

Thursday, October 1, 2020

FACT or FICTION: Nearly 3 in 10 Americans have decreased or stopped their retirement savings due to the economic fallout of Covid-19.

FACT! One survey found that savers, especially those who lost their jobs or work hours, may have no other option.
(Source: CNBC)

<https://www.cnbc.com/2020/09/14/americans-are-forced-to-raid-retirement-savings-during-the-pandemic.html>

Remember your RMD's! Qualified retirement accounts like IRA accounts, 401(k)s, 457 plans and other tax-deferred retirement savings plans like a TSP, 403(b), TSA, SEP, or SIMPLE IRA plan require withdrawals in retirement. When do you have to start taking distributions? For most accounts, you must take your first distribution by April 1 of the year following the calendar year in which you reach age 72. If you retire after that age, you must take your first RMD from your 401(k), profit-sharing, 403(b), or other defined contribution plan by April 1 of the year following the calendar year in which you retire.

(Source: NASDAQ)

<https://www.nasdaq.com/articles/know-these-3-facts-to-avoid-paying-half-your-retirement-income-to-the-irs-september-14>