

PROS & CONS OF PHASED RETIREMENT

A PHASED RETIREMENT ALLOWS YOU TO WIND DOWN YOUR WORK LIFE IN STAGES, **BUT IS THAT THE RIGHT PLAN FOR YOU?**



HERE'S A HANDY LIST OF PROS AND CONS TO HELP YOU DECIDE.

Extra Income:
Even a small salary can give your savings time to grow and delay when you take Social Security benefits, which means more money in retirement.



Time to Strategize:
If you aren't sure what you want your life to look like in retirement, you can try different activity and lifestyle options before you commit.

New Challenges:
Even light work can help you stay mentally, socially, and physically engaged.

PROS

A Flexible Calendar:
Fewer hours at work means more time for vacations and hobbies.



Benefit Gaps:
Many employers don't offer health coverage for part-time employees. If you don't have Medicare or Tricare, your costs can add up quickly.

CONS

Contribution Cutback:
You may need to work full-time to qualify for employer contributions and matches to retirement accounts like your 401(k).

Negotiating a Reduced Schedule:
Some workplaces may be concerned your limited hours will place a higher demand on other staff.

Limited Availability:
Though gaining in popularity, few employers offer formal phased retirement plans.



If you want to leave work gradually, you need to plan carefully. **AWM&T** can help by **making a personalized strategy** for your retirement needs.

CALL US AT 910-307-3500
OR VISIT US AT WWW.AAFMAA.COM/WEALTH
TO LEARN MORE!



AAFMAA Wealth Management & Trust LLC

FINANCIAL PLANNING • INVESTMENT MANAGEMENT • TRUST SERVICES
639 Executive Place, Suite 200, Fayetteville, NC 28305
• 1-910-307-3500 • www.aafmaa.com/wealth

Financial Planning, Investment Management, and Trust Services provided by AAFMAA Wealth Management & Trust, a North Carolina Limited Liability Company wholly owned by AAFMAA. Physical address: 639 Executive Place, Suite 200, Fayetteville, NC 28305. Information provided by AAFMAA Wealth Management & Trust LLC is not intended to be tax or legal advice and we encourage you to seek guidance from your tax and legal advisors. Past performance does not guarantee future results. Investments are not FDIC or SIPC insured, are not deposits, nor are they insured by, issued by, or guaranteed by obligations of any government agency or any bank, and they involve risk including possible loss of principal.