Home
About Us
Products & Services
Testimonials
Business Partners
QuickBooks
Featured Client
Forms & Downloads
Career Opportunities
Our Newsletters
Contact Us

PayDay

AccuPay Payroll has received numerous requests from employees of our clients to discontinue funding their employer's 401K, SIMPLE-IRA or 403B annuity retirement plans.

WHY FUND MY RETIREMENT PLAN AND LOSE IT IN THE STOCK MARKET?

Instead of no longer contributing to your employer's retirement plan, consider the following reasons why you should continue your participation:

- Most employers "match" some % of what employees fund into their plans. If your employer matches 50% of the amount you contribute and you lose 30% on the invested funds, YOU ARE STILL DOLLARS AHEAD;
- Your employer's retirement plan provides tax-benefits - tax-deferred, or in some cases (Roth 401Ks), tax-free compounding of earnings. DO YOU WANT TO GIVE UP THOSE TAX BENEFITS; and
- Many employer retirement plans allow you to invest outside of the stock market, including U.S. government obligation money market funds. You can "park" your "new money" plan contributions in a money market fund and later consider where to invest your money long-term.

CONCLUSION

As your retirement funds shrink due to market turmoil, you likely need to increase your retirement plan funding, not discontinue it. Most plans include some employer funding matches, as well as tax benefits. And your plan likely allows you to put "new money" into money market funds as you wait out the stock market turbulence.

ON TRACK TO MEET YOUR FUNDING TARGETS FOR 2008? WE CAN HELP!!

If you tell AccuPay which employees wish to "max out" their payroll-deduction retirement plan funding for year 2008, we will calculate whether an employee is "on track" to hit the legal maximum (including age 50 catch-up funding) by December 31, 2008, and advise you of our findings. WE DO NOT CHARGE FOR THIS SERVICE - SIMPLY CALL YOUR PAYROLL SPECIALIST AT 885-7600, OR E-MAIL US YOUR REQUEST.

PayDay is an email communication of payroll news, legal updates and tax considerations intended to inform clients and colleagues of AccuPay about current payroll issues and planning techniques. You should consult with your CPA or tax advisor before implementing any ideas, comments or planning techniques.

AccuPay
584 N. Emerson Avenue
Greenwood, Indiana 46143