

## Owner Only – Defined Benefit Plans

Owner only Defined Benefit Plans (DB) are a great way to for sole practitioners and other owner only businesses to create big contributions, tax deductions and savings for retirement. While a traditional 401(k) or SEP is limited to \$57,000 annually (\$63,500 if age 50+), contributions in a DB plan can go as high as \$300,000 or more per year.

### Why Choose an Owner Only Defined Benefit Plan?

- **Easy to Setup and Operate.** These plans are easy to setup and operate. Our trained consultants and administrators can help you every step of the way.
- **Tax Savings.** Get immediate tax savings. Contributions are tax deductible and grow tax-deferred.
- **Larger Contributions.** For example:
  - 40 year old making \$90,000 can make a \$125,000 contribution.
  - 50 year old making \$90,000 can make a \$205,000 contribution.
  - 60 year old making \$90,000 can make a \$275,000 contribution.

If you need an estimate, contact us. We will prepare a proposal reflecting maximum contributions available at no cost.

- **Access to Your Money.** You can borrow from your account balance, and the loan is tax free, as long as it is paid back in a timely manner.
- **Self-Directed Investments.** You and your financial consultant choose the investments that are right for you within the law. Beware of self-dealing rules. Avoid prohibited transactions and issues of UBTI.
- **IRS Approved Documents.** We use prototype plan documents that have been pre-approved by IRS.
- **Inexpensive.** Less actuarial reporting allows us to keep fees lower than DB plans with employees.
- **Add to an Existing Plan.** A Defined Benefit Plan may be added to an existing 401(k) or Defined Contribution Plan to increase annual deductions.
- **Technical and Legal Answers.** We are here to help and answer questions regarding all aspects of the operation of your plan.

### How Much Does It Cost?

	DB Only	DB & 401(k)
• Installation/Documents: (Takeover - no charge)	\$1,300	\$1,700
• Annual Administration:	\$1,700	\$2,100