

FIRST BANK WISDOM<sup>®</sup>:

Your money should be working as hard as you are.

Let's get results.

**Tax-Advantaged Accounts**

- **IRA** — An IRA (Individual Retirement Account) is a personal retirement fund. The earnings in a traditional IRA are not taxed until distribution. Contributions may be tax-deductible under certain circumstances.
- **Rollover IRA** — This is an individual retirement account that allows you to move, or roll over, assets from a qualified retirement plan. You can benefit from the tax-deferred growth potential of a Rollover IRA if you are changing jobs, retiring, or receiving a distribution from your employer's retirement plan.
- **SEP IRAs** — With a SEP-IRA (Simplified Employee Pension IRA) the employer, not the employee, makes the contributions. Generally, the SEP-IRA is designed for self-



We'll work with you to develop a detailed strategy that will help you achieve your long-term financial goals while minimizing your current tax liabilities.

employed persons operating as sole proprietorships, partnerships or corporations.

- **401(k)** — With a 401(k) plan sponsored by an employer, employees can elect to invest a portion of their wages in a tax-deferred account. Additionally, employers may contribute to a 401(k) plan through employer matching contributions or a profit sharing program.
- **Qualified Retirement Plans\*** — A qualified retirement plan is one that has been approved by the Internal Revenue Service and meets the requirements of the Internal Revenue Code. These plans receive tax advantages.

**Tax-Advantaged Investment Options**

- **Tax-Deferred Annuity** — A tax-deferred annuity is an investment product issued by an insurance

company. You do not pay taxes on the earnings credited until the earnings are withdrawn on annuities that are accorded "tax-deferred" status. An annuity can accumulate interest in three different ways: returns on the principal, returns on your earnings, and returns on the money you would otherwise have paid in taxes. Tax-deferred annuities are available in both fixed and variable forms.

*Purchasing annuities with qualified money does not result in additional tax benefit.*

- **Tax-Managed Mutual Funds** — Tax-managed funds consider in detail how an investment will impact the shareholder's tax bill. A mutual fund's turnover rate, for example, can have a significant impact on an investor's after-tax return.
- **Municipal Bonds** — Municipal bonds generally are tax-exempt debt obligations of states, cities, towns, municipalities, municipal authorities and governmental entities. The interest earned is free of federal income taxes and also may be free of state or local income taxes if purchased by residents of the issuing state.



Whether you are planning for retirement, trying to reduce current income taxes or maximize your current income, there are many tax advantaged options to consider.

Let's get results! Ask to speak with a First Bank Wealth Management Financial Advisor today.



FirstBankWealth.com  
866-715-3242



Investment and insurance products are offered through INFINEX INVESTMENTS, INC., Member FINRA/SIPC. First Bank Wealth Management is a trade name of First Bank. Infinex and First Bank are not affiliated. Infinex does insurance business in California as Infinex Insurance Agency, CA Agency License #0H30186. Products and investment advisory services made available through Infinex are not insured by the FDIC or any other agency of the United States and are not deposits or obligations of nor guaranteed or insured by any bank or bank affiliate. These products are subject to investment risk, including the possible loss of value. Infinex does not offer tax advice. Consult your tax advisor for more details.