

WPWealth SECURE Act Update

It's not too late! The SECURE Act has extended deadlines for setting up an Employer Only Funded Retirement Plan

2020 was an unprecedented year. Many businesses have found themselves with unexpected earnings. There is still an opportunity to generate business tax deductions as well as provide a benefit to employees who helped weather the storm.

Extended Deadline to Implement New Plans

The SECURE Act extended the deadline to implement a new plan. An employer now has until the due date of the business tax return (with extensions) to establish a new profit-sharing plan (without 401(k) provision) or cash balance plan for 2020. That means you could have until as late as September or October 2021 to set up and fund a plan for the 2020 tax year.



What are my options?

Profit Sharing only plans allow for an annual addition of up to \$57,000 depending on compensation.

Already maxing out your Defined Contribution Plan? Consider implementing a Defined Benefit Plan.



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