

HCLC Outreach Ministries



Camden, AL

Funeral Arrangements

August 19, 2023

Sharing information
today for your future
use!

1

1/31/25

HCLC Outreach Ministries



Camden, AL

- TODAY'S PRESENTATION
 - Practical example/sample process
 - Personal and Financial Planning issues defined
 - Questions

2

1/31/25

HCLC Outreach Ministries



Camden, AL

- Funeral Arrangements
 - Practical example/sample process



What is a Financial Plan?

- A Financial Plan is a roadmap that helps you achieve your goals.
 - Financial Planning can be done on your own or with a professional
 - A Financial Plan paints a comprehensive picture of your current finances, your financial goals and any strategies you've set to achieve those goals.



What is Financial Planning?

- Financial Planning (FP) is an ongoing process that looks at your entire financial picture in order to create strategies for achieving your short- and long-term goals.
 - It can reduce your stress about money, support your current needs and help you build a nest egg for goals such as retirement.
 - Creating a financial plan is important because it allows you to make the most of your assets and gives you the confidence to weather any bumps along the way.



Financial Planning in 9 steps

1. Set financial goals
2. Track your money
3. Budget for emergencies
4. Tackle high-interest debt
5. Plan for retirement
6. Optimize your finances with tax planning
7. Invest to build your future goals
8. Grow your financial well-being
9. Estate planning: Protect your financial well-being



Financial Planning Benefits:

- One of the first and most useful benefits of the FP process is the way it requires you to evaluate your present position
 - See net worth; cash flow; budgeting
- FP calls for identifying and prioritizing your goals
- Providing for savings is fundamental to FP
- FP involves understanding and accommodating your personal risk tolerance
- FP also addresses the end of life and beyond
 - Estate plan helps to make sure dependents are taken care of
 - Support charitable organizations



Understanding the Different Types of Financial Planning

- **Tax Planning** – address certain tax issues; maximize tax refunds; minimize tax liability
- **Estate Planning** – seeks to make things easier for loved ones; prepare for estate tax
- **Retirement Planning** – helps you prepare for your retirement; ensures you've saved enough money to live the lifestyle you want in retirement
- **Philanthropic Planning** – giving to people who need it or help a cause close to your heart; ensure you're doing it efficiently
- **Education Funding Planning** – can help make sure you help children/dependents who wish to pursue educational goals



Understanding the Different Types of Financial Planning (cont.)

- **Investment Planning** – helps with your investment portfolio by mapping out how much you should be investing and in which types of investments
- **Insurance Planning** – helps evaluate your insurance needs
- **Budgeting (cash flow analysis)** – cornerstone of FP; making sure you are spending the right amount given your income; make sure you are not going into debt
- **Debt management**– helps figure out which debts to prioritize paying first; focus on debt management; identify ways to lower interest payments; strategize ways to repay your debts

HCLC Outreach Ministries



Camden, AL

How much money do you need for FP?

- The cost of FP depends largely on the advisor you work with and that advisor's fee schedule
 - Many advisors may offer services on either a flat fee or hourly basis
- Flat fee means you will pay a single fee for all FP services
 - Total fee likely depends on the value of your assets under the advisor's management; complexity of FP services
- Hourly fee means you'll pay a set fee for each hour of work that your advisor puts in

10

1/31/25

HCLC Outreach Ministries



Camden, AL

How much money do you need for FP? (cont.)

- A financial advisor or financial planner who offers both financial planning and investment advisory services may charge a wrap fee
 - Pay a single rate for the advisor's services, transactional fees and custodial fees
 - Wrap fee rates are generally based on a percentage of the client's overall assets under management (AUM)

11

1/31/25

Questions?





Suggested Sources of Information

- <https://www.nerdwallet.com/article/investing/what-is-a-financial-plan>
- <https://www.fidelity.com/learning-center/smart-money/what-is-financial-planning>
- <https://smartasset.com/financial-advisor/what-is-a-financial-plan>
- https://www.investopedia.com/terms/f/financial_plan.asp
- <https://www.forbes.com/advisor/investing/how-to-choose-a-financial-advisor/>
- <https://www.investor.gov/free-financial-planning-tools>
- <https://www.pcmag.com/picks/the-best-personal-finance-services>
- <https://money.usnews.com/financial-advisors/articles/how-to-choose-the-best-financial-planning-software>
- <https://www.kiplinger.com/retirement/financial-planning-balance-the-tale-of-two-fathers>
- <https://farbergroup.com/services/individual/>
- <https://www.thebalancemoney.com/financial-planning-basics-personal-finance-101-1289798>