

# Building Financial Security



The Queensland Local Government Superannuation Board ABN 94 085 088 484  
AFS Licence No. 230511 RSE Licence No. LD000178 Local Government  
Superannuation Scheme ABN 23 053 121 564 RSE Registration No. R1000160.



# Disclaimer

This seminar provides general information only. It has been prepared without taking into account your individual objectives, financial situation or needs. You must not rely on this information alone as a sole or primary source of advice or guidance for the purpose of making decisions about your superannuation options.

If you are interested in exercising your options in LGIAsuper in relation to a matter referred to in this presentation you should obtain the relevant Product Disclosure Statement and consider contacting an LGIAsuper representative who can give you appropriate advice which does take into account your particular objectives, financial situation and needs.



# Let's talk about



- Budgeting and planning
- Growing your super
- Reviewing investments
- Protecting yourself and your family
- Nominating a beneficiary
- How we can help

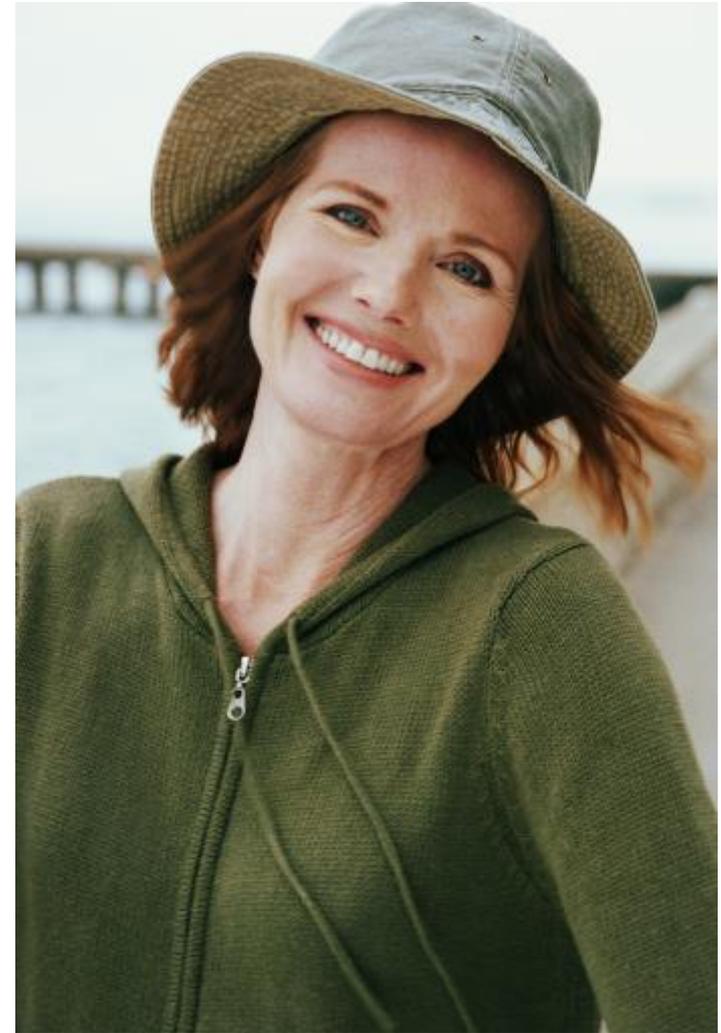


# Women

# Women tend to



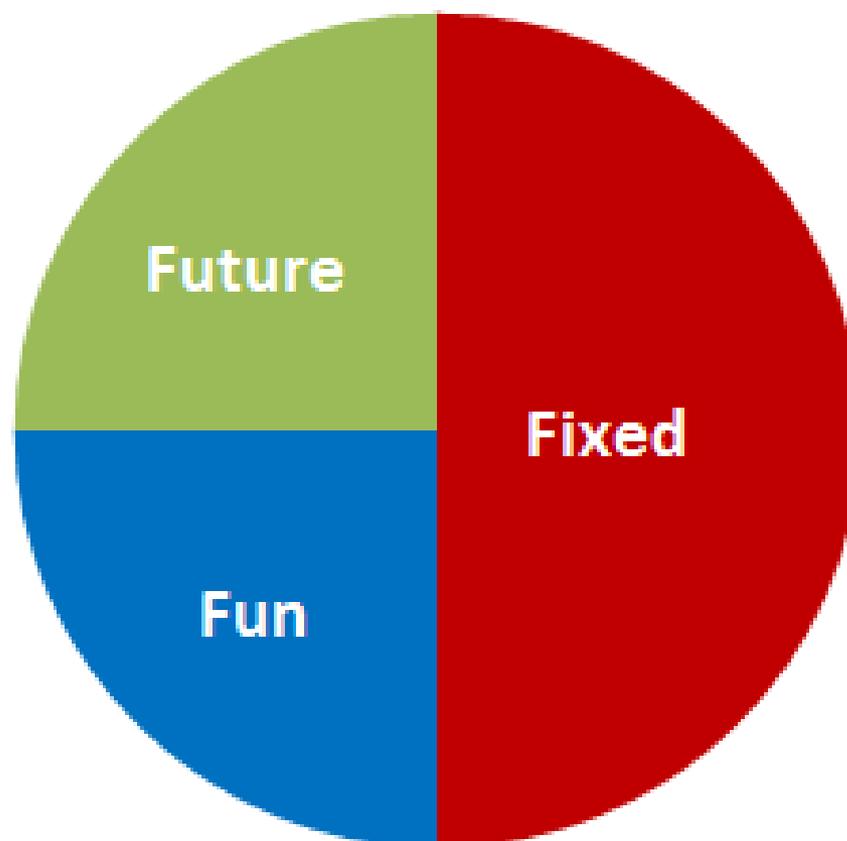
- Have varying work patterns
- Be more likely to work part-time
- Have lower life time average earnings
- Have more conservative attitudes towards risk
- Live longer





# Making (and sticking to) a realistic budget

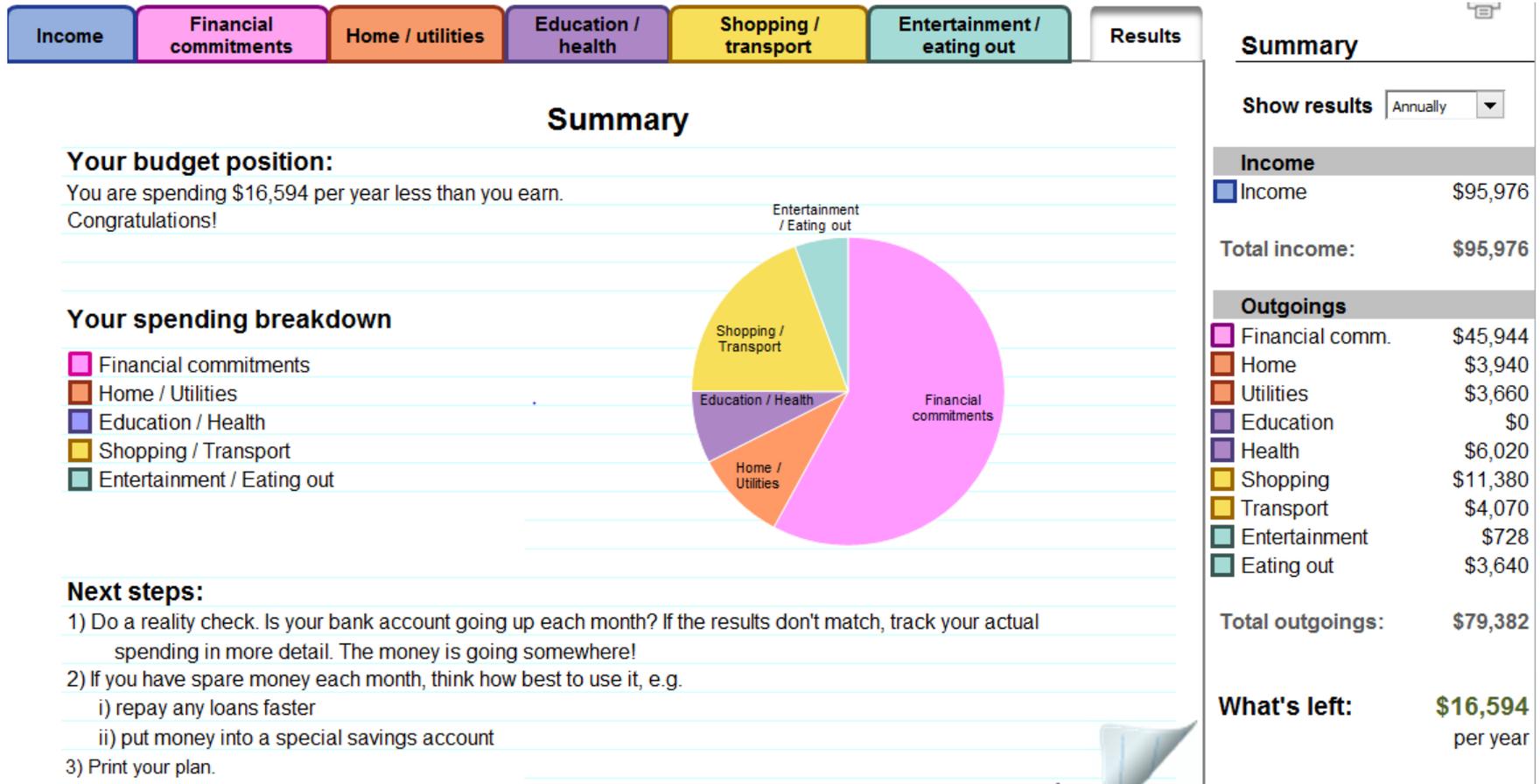
# Allocation of income



# Helpful tools



<https://www.moneysmart.gov.au/tools-and-resources/calculators-and-apps/budget-planner>



# Do I have enough?



- It's all about the money!
- How much is enough?
  - Must haves
  - Would likes
  - Wish list



# How much is enough?



Status	Modest	Comfortable
Single male (Queensland)	\$23,747	\$40,921
Single female (Queensland)	\$23,926	\$43,208
Couple (Queensland)	\$34,403	\$59,245

Source: ASFA Retirement Standard (December Quarter 2015)

# LGIAsuper calculator



## Super balance at retirement

Your super balance \$417,598  
Partner's balance \$259,774

## After-tax income until age 87

Joint income \$65,741 p.a.  
Target income \$59,000 p.a.  
**Income surplus per year \$6,741 p.a.**





# Strategies to grow your super

# Consolidate



- Save on fees
- Easier to keep track of and manage
- ATO Super Search

# Types of contributions



- Employer
- Member
  - After tax
  - Salary sacrifice
- Spouse
- Government
  - LISC
  - Co-contribution

# Contribution comparison



Example 1	After tax	Salary sacrifice
Annual salary	\$80,000	\$80,000
6% member contribution	\$4,800	\$4,080*
Taxable income	\$80,000	\$75,200
Less PAYG tax (incl Medicare)	\$19,147	\$17,491
Take home pay	\$56,053	\$57,710

\*Please note that in this example, the net salary sacrifice contributions are \$4,080

# Contribution caps



## Concessional

	Under age 50	Age 50 plus
Contribution cap	\$30,000*	\$35,000*
Employer	Salary sacrifice	Deductible

\* Proposed budget changes include reducing the concessional contributions cap to \$25,000 per financial year from 1 July 2017, for all individuals

# Contribution caps



## Non-concessional

	Under age 65	Age 65 plus
Contribution cap	\$180,000* Bring forward rule \$540,000 over 3 years	\$180,000*

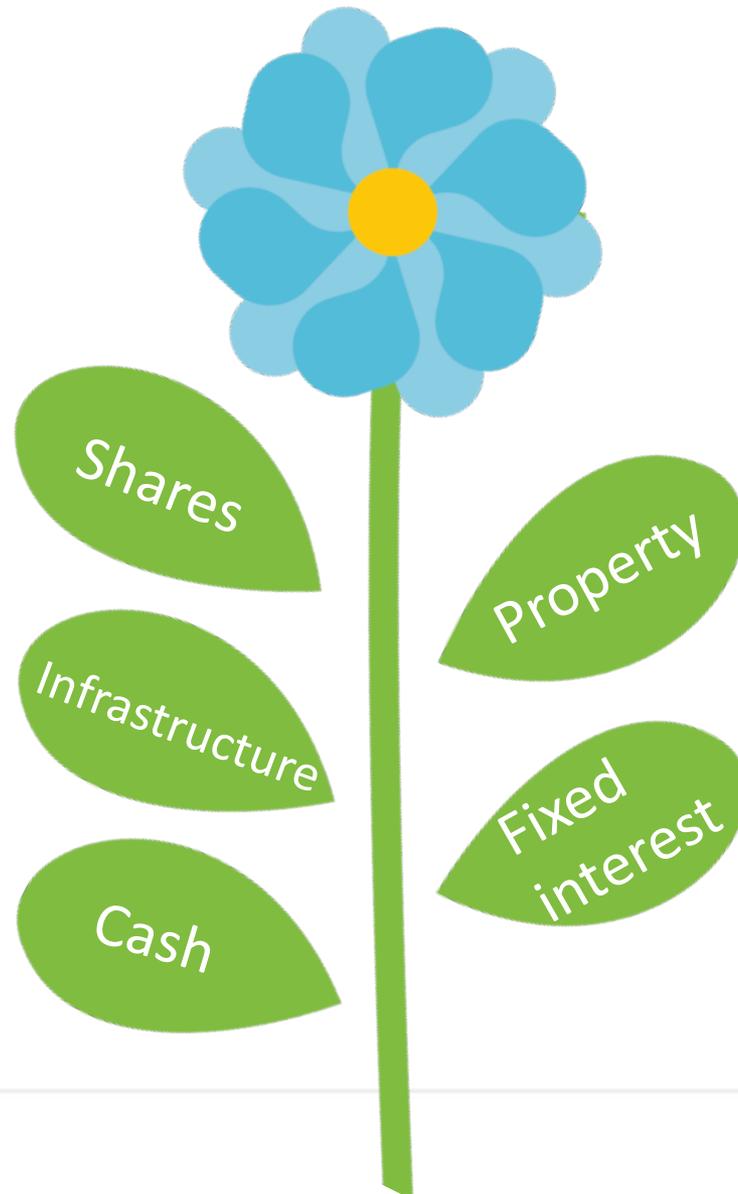
After tax	Spouse
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\* Proposed budget changes include reducing the non-concessional contributions cap to \$100,000 per financial year or \$300,000 over 3 years under the bring forward rule from 1 July 2017.



# Investing your super

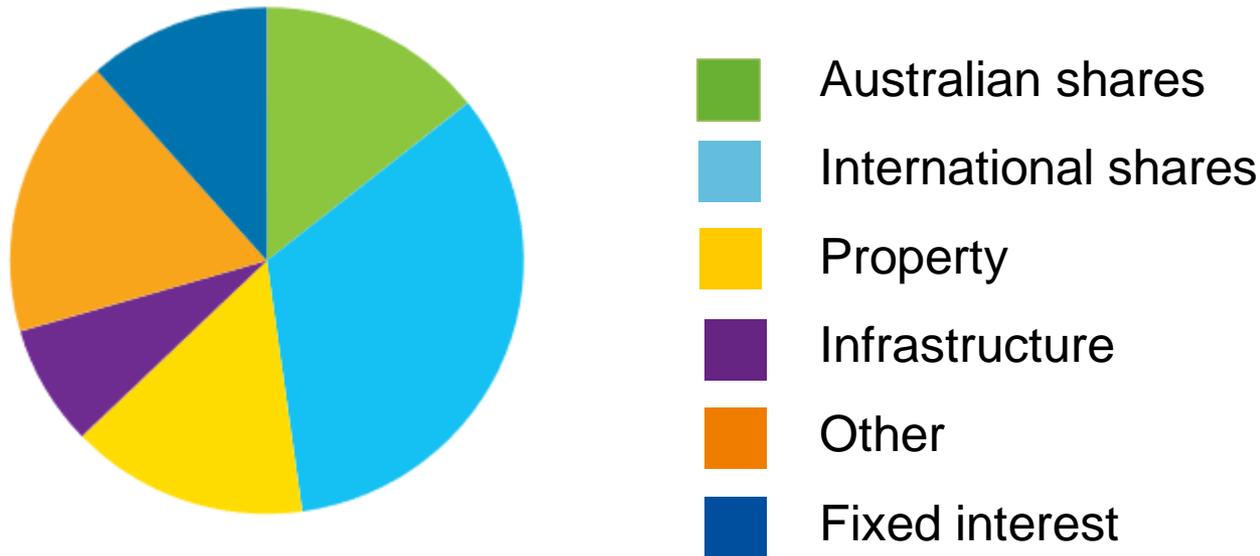
# Diversification



# MySuper Lifecycle



## Strategic asset allocation



# Your options



- Ready-made
- Single asset
- Socially responsible

# What to consider



- Timeframe
- Understand return and volatility
- Risk tolerance



# Protect yourself and your family



# Default cover



## Death

- Unit based
- Reduces with age

## TPD

- Unit based
- Reduces with age
- Waiting period

## Income

- 90 day wait
- 2 year benefit
- 75% of salary

Default cover automatically accepted

# Tailor your cover



- Cover to suit you
- Occupational risk
- How much is enough?
- Beneficiaries



# Nominate a beneficiary

# Beneficiaries



Nominations can be

- Preferred
- Binding
- Reversionary



# In summary



- Make and maintain a budget
- Consolidate your superannuation and review your contribution arrangements
- Review investments
- Protect yourself and your family
- Nominate a beneficiary

# Helping you grow



## Getting the right advice



- Information
- Personalised advice – over the phone and face to face
- Website: [lgiasuper.com.au](http://lgiasuper.com.au)
- Email: [info@lgiasuper.com.au](mailto:info@lgiasuper.com.au)
- Phone: 1800 444 396

# Grow with us.



The Queensland Local Government Superannuation Board · ABN 94 085 088 464 · AFS Licence No. 230511  
Local Government Superannuation Scheme · ABN 23 053 121 564

T 1800 444 396  
F 07 3244 4344  
E [info@LGIAsuper.com.au](mailto:info@LGIAsuper.com.au)  
[lgiasuper.com.au](http://lgiasuper.com.au)

Level 20, 333 Ann Street  
Brisbane Qld 4000  
GPO Box 264  
Brisbane Qld 4001

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