



Retirement Starts Today

Many folks are overly confident about their retirement plans, but advisors see a different picture. According to a survey by Allspring Global Investments, while over two-thirds of those near retirement feel ready, only about 40 percent of them actually are, as reported by 320 advisors.

Interestingly, people think they can slash their retirement spending by 25% before feeling the pinch. But Kashif Ahmed from American Private Wealth warns that reality often hits harder. Many have not truly assessed their expenses and might not be willing to cut back on the things they enjoy.

When it comes to Social Security and Medicare, people feel more confident than they actually are. While over half of retirees believe they have it covered, advisors disagree, with only a small percentage of clients being truly knowledgeable.

Ahmed emphasizes that many people overestimate their financial savvy. Even those with expertise can misjudge the significance of their savings. He shared an example of a couple wanting to retire and buy an expensive RV, only to realize they could not afford it with their savings.

Source: Investment News