



Results/Benefits

- ▶ \$775,000/yr in additional tax deductible contributions for partners with supporting contributions of \$21,000 for employees
- ▶ Partners receive 97.3% of new contributions in the plan and have an estimated tax savings of \$340,000/yr
- ▶ **After all contributions and fees associated, net annual tax savings to partners is \$300,000**



Details

As part of the client evaluation, Cherry Bekaert provided the following:

Additional services

- Complimentary review of existing plan
- Determined objectives
- Created alternative plan designs at no cost

Innovative solution

Reviewed results with client and created a VIP plan design to best meet objectives of maximizing deductions for owner with minimal expense for staff.

Industry expertise

Avoided underfunding liability and investment inflexibility associated with other plan designs (i.e. cash balance plans) and approaches.



Services Provided

Individual tax work and transaction advisory services were provided, which established the client relationship. Because of this, Cherry Bekaert proactively presented the VIP plan (qualified retirement plan designed to optimize benefits) to the partners anticipating an interest in larger tax deductions.

Client

A leading private equity firm based in North Carolina

Size

4 partners; 16 employees



Contact

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