

**A) Monthly Income Need: Essential Expenses**

Please fill in the amount of expenses you have now and expect to have in Year 1 and through the three stages of your retirement. Refer to pages 7-8 for examples of names of expense categories to use.

**Essential Expenses**

	Current Monthly Expenses	Year 1	Stage 1 Year <u>5</u>	Stage 2 Year <u>10</u>	Stage 3 Year <u>15</u>	
Name: <u>Linda</u>	Age: <u>55</u>	<u>57</u>				
Name: <u>Dave</u>	Age: <u>67</u>	<u>69</u>				
Years of retirement	<u>-</u>	<u>1</u>				
Housing (include property taxes)	\$ <u>1,168</u>	\$ <u>1,215</u>	\$	\$	\$	
Utilities	<u>225</u>	<u>234</u>				
Health care (including Medical insurance)	<u>250</u>	<u>260</u>				
Household (furnishings, equipment and supplies)	<u>200</u>	<u>208</u>				
Transportation	<u>525</u>	<u>350</u>				
Food at home	<u>300</u>	<u>312</u>				
Insurance (life and other personal)	<u>125</u>	<u>125</u>				
Debts	<u>250</u>	<u>250</u>				
Income taxes (including tax on Social Security benefits)	<u>950</u>	<u>720</u>				
Taxation of Social Security Benefits		<u>393</u>				
Total Essential Monthly	\$ <u>3,993</u>	\$ <u>4,067</u>	\$	\$	\$	
Choose a compounded inflation factor:	3%	-	1.03	1.16	1.34	1.56
	4%	-	1.04	1.22	1.48	1.80
	5%	-	1.05	1.28	1.63	2.08