

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>	<u>62</u>	<u>67</u>	<u>72</u>	
Name: <u>Dave</u>	Age: <u>67</u>	<u>69</u>	<u>74</u>	<u>-</u>	<u>-</u>	
Years of retirement	<u>-</u>	<u>1</u>	<u>5</u>	<u>10</u>	<u>15</u>	
Housing (include property taxes)	\$ <u>1,168</u>	\$ <u>1,215</u>	\$ <u>1,236</u>	\$ <u>800</u>	\$ <u>900</u>	
Utilities	<u>225</u>	<u>234</u>	<u>285</u>	<u>346</u>	<u>421</u>	
Health care (including Medical insurance)	<u>250</u>	<u>260</u>	<u>405</u>	<u>561</u>	<u>684</u>	
Household (furnishings, equipment and supplies)	<u>200</u>	<u>208</u>	<u>250</u>	<u>308</u>	<u>375</u>	
Transportation	<u>525</u>	<u>350</u>	<u>277</u>	<u>280</u>	<u>342</u>	
Food at home	<u>300</u>	<u>312</u>	<u>396</u>	<u>371</u>	<u>453</u>	
Insurance (life and other personal)	<u>125</u>	<u>125</u>	<u>125</u>	<u>50</u>	<u>50</u>	
Debts	<u>250</u>	<u>250</u>	<u>250</u>	<u>100</u>	<u>100</u>	
Income taxes (including tax on Social Security benefits)	<u>950</u>	<u>720</u>	<u>606</u>	<u>662</u>	<u>807</u>	
Taxation of Social Security Benefits		<u>393</u>	<u>698</u>	<u>568</u>	<u>692</u>	
Total Essential Monthly	\$ <u>3,993</u>	\$ <u>4,067</u>	\$ <u>4,531</u>	\$ <u>4,046</u>	\$ <u>4,824</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