

MENDONCA INSURANCE SERVICES
949.954.4445
HOW LONG WILL YOUR MONEY LAST

**Money Family
INCOME**

Mr. Money		<u>Age</u>	<u>Yearly</u>	<u>Increase/</u> <u>Decrease%</u>	<u>10 Years</u> <u>Later</u>	<u>Keep</u>	<u>Net Income</u> <u>After Tax</u>
Current		57					
Gross			\$45,000	0	\$45,000		
*Pre-Tax Deposit 750 Month			\$9,000				
Taxable Income			\$36,000			80%	\$28,800
Retirement		67					

Mrs. Money		<u>Age</u>	<u>Yearly</u>	<u>Increase/</u> <u>Decrease%</u>	<u>10 Years</u> <u>Later</u>	<u>Keep</u>	<u>Net Income</u> <u>After Tax</u>
Current		55					
Gross			\$45,000	0	\$45,000		
*Pre-Tax Deposit 750 Month			\$9,000				
Taxable Income			\$36,000			80%	\$28,800
Retirement		67					

EXPENSES

Mr. Money		<u>Age</u>	<u>Yearly</u>	<u>Increase/</u> <u>Decrease%</u>	<u>10 Years</u> <u>Later</u>
Current		57	\$27,000		
Expenses Grow To At First Retiree		67	\$27,000	2%	\$32,913

Mrs. Money		<u>Age</u>	<u>Yearly</u>	<u>Increase/</u> <u>Decrease%</u>	<u>10 Years</u> <u>Later</u>
Current		55	\$27,000		
Expenses Grow To At First Retiree			\$27,000	2%	\$32,913

TOTALS

Total Current Net Income After Tax	\$57,600	
Total Current Expenses	\$54,000	
Current Disposable Income	\$3,600	
What Expenses Will Grow To At Retirement		\$65,826

SAVINGS / INVESTMENTS

Pre-Tax Savings/Investments

	<u>Current</u>	<u>RR</u>	<u>FV (9 yrs)</u>	<u>Keep</u>	<u>After Tax</u>	
(Non Taxable) IRA,401k	\$63,000	4%				
(Non Taxable) IRA,401k	\$34,000	4%				
(Non Taxable) IRA,401k	\$9,000	4%				
(Non Taxable) IRA,401k						
(Non Taxable) IRA,401k						
Total	\$106,000		\$150,871	100%	\$150,871	\$150,871

Contribution(s)

*1500 per month 9 years	\$18,000	4%	\$195,261	100%	\$195,261	\$195,261
*750 per month 2 years	\$9,000	4%	\$18,770	100%	\$18,770	\$18,770

Total Pre-Tax Savings/Investments

Total Pre-Tax Savings/Investments

9 years	\$346,132
2 years	\$18,770

Taxed Savings/Investments

	<u>Current</u>	<u>RR</u>	<u>FV (9 yrs)</u>	<u>Keep</u>	<u>After Tax</u>	
CDs	\$26,000	3%	\$33,924	80%	\$27,139	
	\$15,000	3%	\$19,572	80%	\$15,658	
Total	\$41,000		\$53,496	80%	\$42,797	\$42,797

Total Taxable Savings / Investments

\$42,797

Tax-Free Savings/Investments

Roth, Muni Bonds	\$18,000	4%	\$25,620	100%	\$25,620	
Total	\$18,000		\$25,620		\$25,620	\$25,620

Total Tax-Free Savings/Investments

\$25,620

Total Savings/Investments Year 1 Retirement

\$414,549

Added To Savings/Investments 2 Years Later

\$18,770

Guaranteed Retirement Income

Mr. Money	<u>Age</u>	<u>Yearly</u>	<u>FV (9 yrs)</u>	<u>Keep</u>	<u>After Tax</u>	<u>With Annuity</u>
Social Security	67	\$24,000	\$24,000	100%	\$24,000	
Pension		\$4,200	\$4,200	100%	\$4,200	
Annuity						
Total					\$28,200	

Mrs. Money	<u>Age</u>	<u>Yearly</u>	<u>FV (9 yrs)</u>	<u>Keep</u>	<u>After Tax</u>	
Social Security	67	\$18,000	\$18,000	100%	\$18,000	\$18,000
Pension						
Annuity						
Total					\$18,000	\$18,000
					\$46,200	\$18,000

Guaranteed Retirement Income in Year 1

\$46,200

What Expenses Will Grow To At Retirement

\$65,826

Income Surplus/Shortfall Before Taxes

Shortfall -\$19,626

The results of any calculation performed by this tool is hypothetical and does not assume the effect of fees, commissions, tax rates, or changes in interest rates or the rate of inflation. The hypothetical illustration is not intended to be representative of any specific investment vehicle and project or guarantee the actual results of any investment product or strategy. Prior to making any financial decisions you should obtain tax or legal advice from a qualified professional.

IMPORTANT: The above numbers DO NOT take into account what a number of publications are reporting that a couple age 65 today will need approx. \$250,000 to pay for out of pocket medical care. The \$250,000 does not include the cost of long-term care. The above numbers DO NOT include the cost of pension maximization.

SUMMARY

Withdrawal from Savings/Investment & Retirement Income Calculation

Total	RR (5%)	Total After RR	Withdrawal %	Keep	New Expenses	New Balance	Age
\$414,549	105.00%	\$435,276	6.00%	80%	\$67,143	\$253	67
\$408,757	105.00%	\$429,195	6.50%	80%	\$68,485	\$356	68
\$419,676	105.00%	\$440,660	6.75%	80%	\$69,855	\$471	69
\$410,536	105.00%	\$431,063	7.25%	80%	\$71,252	\$297	70
\$399,445	105.00%	\$419,417	8.00%	80%	\$72,677	\$739	71
\$385,514	105.00%	\$404,789	8.75%	80%	\$74,131	\$799	72
\$369,038	105.00%	\$387,490	9.50%	80%	\$75,613	\$447	73
\$350,366	105.00%	\$367,884	10.50%	80%	\$77,126	\$408	74
\$328,965	105.00%	\$345,413	11.75%	80%	\$78,668	\$455	75
\$304,560	105.00%	\$319,788	13.25%	80%	\$80,242	\$331	76
\$277,175	105.00%	\$291,034	15.25%	80%	\$81,846	\$358	77
\$246,439	105.00%	\$258,761	18.00%	80%	\$83,483	\$502	78
\$212,003	105.00%	\$222,603	22.00%	80%	\$85,153	\$777	79
\$173,483	105.00%	\$182,157	28.00%	80%	\$86,856	\$722	80
\$131,043	105.00%	\$137,595	38.00%	80%	\$88,593	\$26	81
\$85,238	105.00%	\$89,500	61.00%	80%	\$90,365	\$128	82
\$34,876	105.00%	\$36,620	100.00%	80%	\$92,172	-\$16,262	83
\$0	105.00%	\$0	0.00%	80%	\$94,016	-\$47,816	84
\$0	105.00%	\$0	0.00%	80%	\$95,896	-\$49,696	85
\$0	105.00%	\$0	0.00%	80%	\$97,814	-\$51,614	86
\$0	105.00%	\$0	0.00%	80%	\$99,770	-\$53,570	87
\$0	105.00%	\$0	0.00%	80%	\$101,766	-\$55,566	88
\$0	105.00%	\$0	0.00%	80%	\$103,801	-\$57,601	89
\$0	105.00%	\$0	0.00%	80%	\$105,877	-\$59,677	90
\$0	105.00%	\$0	0.00%	80%	\$107,995	-\$61,795	91
\$0	105.00%	\$0	0.00%	80%	\$110,154	-\$63,954	92
\$0	105.00%	\$0	0.00%	80%	\$112,358	-\$66,158	93
\$0	105.00%	\$0	0.00%	80%	\$114,605	-\$68,405	94
\$0	105.00%	\$0	0.00%	80%	\$116,897	-\$70,697	95
\$0	105.00%	\$0	0.00%	80%	\$119,235	-\$73,035	96
\$0	105.00%	\$0	0.00%	80%	\$121,619	-\$75,419	97
\$0	105.00%	\$0	0.00%	80%	\$124,052	-\$77,852	98
\$0	105.00%	\$0	0.00%	80%	\$126,533	-\$80,333	99
\$0	105.00%	\$0	0.00%	80%	\$129,063	-\$82,863	100

All goes as planned: Out of Money 15 Years Into Retirement