

# Roadmap to Retirement

Use this worksheet to get an estimate of how much you need to save each year in order to retire with the funds you need.

Name(s): \_\_\_\_\_

Date: \_\_\_\_\_

	Example	Yours										
<b>Retirement Goal</b>												
1. Annual income needed at retirement in today's dollars.	1. \$45,000	\$ _____										
2. Estimated Social Security retirement benefit in today's dollars. Enter the actual benefit amount from your most recent benefit statement or use the table below. To request a statement call SSA at 800-772-1213.	2. - \$12,264	- \$ _____										
<table border="1"> <tr> <td>Annual Income in Today's Dollars</td> <td>less than \$25,000</td> <td>\$25,000 to \$40,000</td> <td>over \$40,000</td> </tr> <tr> <td>Benefit</td> <td>\$8,000</td> <td>\$12,000</td> <td>\$14,500</td> </tr> </table> <p>For married couples, the lower earning spouse should enter either their own benefit based on their income or 50% of the higher earning spouse's benefit, whichever is higher.</p>	Annual Income in Today's Dollars	less than \$25,000	\$25,000 to \$40,000	over \$40,000	Benefit	\$8,000	\$12,000	\$14,500				
Annual Income in Today's Dollars	less than \$25,000	\$25,000 to \$40,000	over \$40,000									
Benefit	\$8,000	\$12,000	\$14,500									
3. Defined benefit plan from an employer (ask your retirement benefit adviser how much you will receive annually in today's dollars). This is not a 401(k)-type plan. Those plans go on line 7.	3. -\$0	- \$ _____										
4. Additional annual income needed at retirement in today's dollars. Subtract lines 2 and 3 from line 1.	4. = \$32,736	= \$ _____										
5. Choose the number closest to the age you plan to retire. Enter the factor on line 5.	5. x 16.4	x _____										
<table border="1"> <tr> <td>Age of Retirement</td> <td>55</td> <td>60</td> <td>65</td> <td>70</td> </tr> <tr> <td>Factor</td> <td>21.0</td> <td>18.9</td> <td>16.4</td> <td>13.6</td> </tr> </table>	Age of Retirement	55	60	65	70	Factor	21.0	18.9	16.4	13.6		
Age of Retirement	55	60	65	70								
Factor	21.0	18.9	16.4	13.6								
6. Multiply line 4 by line 5. This is your retirement goal.	6. = \$536,870	= \$ _____										
<b>Amount Already Available as Savings/Investments</b>												
7. Employer savings plans, such as a 401(k).	7. \$64,037	\$ _____										
8. IRAs and Keoghs.	8. + \$16,000	+ \$ _____										
9. Other investments, such as mutual funds, stocks, bonds, real estate and other assets available for retirement.	9. + \$0	+ \$ _____										
10. Total retirement savings (add lines 7, 8, and 9).	10. = \$80,037	= \$ _____										

## Future Value of Current Savings/Investments

11. Choose the number in the table that is the closest to the number of years until you retire. Enter the factor on line 11.

Years to Retirement	5	10	15	20	25	30	40
Factor	1.28	1.63	2.08	2.65	3.39	4.32	7.04

12. Multiply line 10 by line 11.

13. Additional retirement savings and investments needed at time of retirement. Subtract line 12 from line 6.

Example

11.      x 4.32

12. = \$345,760

13. = \$191,110

Yours

x \_\_\_\_\_

= \$ \_\_\_\_\_

= \$ \_\_\_\_\_

## Annual Savings Needed to Reach Retirement Goal

14. Choose the number in the table that is the closest to the number of years until you retire. Enter the factor on line 14.

Years	5	10	15	20	25	30	40
Factor	5.53	12.58	21.58	33.07	47.73	66.44	120.80

15. Divide line 13 by line 14. This is the amount you need to save each year in order to reach your retirement goal.

14.      ÷ 66.44

15.      = \$2,876

÷ \_\_\_\_\_

= \$ \_\_\_\_\_

(Source: *The Financial Checkup*, Alena C. Johnson, Faculty, Utah State University. Reprinted with permission.)

“...low levels of savings and high levels of personal and real estate debt are serious problems for many people nearing retirement. Many households have ‘relatively little wealth to rely on for retirement income.’”

(Source: AARP Health and Retirement Study)