

# Financial Plan Example

## Modest Income - Typical Savings

Money Mentor Presentation  
October 15, 2020

# Income and Expense Statement

Schedule 1

<b>Income (Annual)</b>	<b>His</b>	<b>Her</b>	<b>Total</b>	<b>Tax Rate</b>	<b>His Age</b>	<b>Her Age</b>	<b>Year</b>	<b>Net Income</b>	<b>Essential Expenses</b>
Wages or Retirement Income	\$50,000	\$20,000	\$70,000		53	48	2020	\$54,125	\$45,150
Commissions			\$0		54	49	2021	\$55,207	\$46,053
Bonus - Rental Income			\$0		55	50	2022	\$56,311	\$46,974
Dividend Income			\$0		56	51	2023	\$57,438	\$47,914
<b>Gross Income</b>	<b>\$50,000</b>	<b>\$20,000</b>	<b>\$70,000</b>		57	52	2024	\$58,586	\$48,872
Minus					58	53	2025	\$59,758	\$49,849
FICA: Social Security	\$3,100	\$1,240	\$4,340	6.20%	59	54	2026	\$60,953	\$50,846
Medicare	\$725	\$290	\$1,015	1.45%	60	55	2027	\$62,172	\$51,863
Federal Income Tax			\$7,399	<b>10.57%</b>	61	56	2028	\$63,416	\$52,900
MA State Income Tax			<u>\$3,121</u>	<b>5.10%</b>	62	57	2029	\$64,684	\$53,958
<b>Net Income (Annual)</b>	<b>\$46,175</b>	<b>\$18,470</b>	<b>\$54,125</b>	<b>15.67%</b>	63	58	2030	\$65,978	\$55,038
					64	59	2031	\$67,297	\$56,138
<b>Expenses (Annual)</b>			<b>Total</b>		65	60	2032	\$68,643	\$57,261
Housing			\$16,100		66	61	2033	\$70,016	\$58,406
Mortgage	\$10,000				67	62	2034	\$71,417	\$59,574
Property Tax	\$4,600				68	63	2035	\$72,845	\$60,766
Homeowners Insurance	\$1,500				69	64	2036	\$74,302	\$61,981
Other					70	65	2037	\$75,788	\$63,221
Utilities	\$5,600		\$5,600						
Personal			\$9,500						
Groceries	\$7,500								
Family Care									
Transportation			\$8,750						
<b>Essential Expenses</b>			<b>\$45,150</b>						
<b>Discretionary Expenses</b>									
Retirement Contribution-Him	<b>\$5,000</b>		<b>\$5,000</b>						
Retirement Contribution-Her									
Recreation/Vacation			\$1,500						
<b>Total Discretionary Expense</b>			<b>\$6,500</b>						
<b>Total Annual Expenses</b>			<b>\$53,150</b>						
<b>Discretionary Income/Savings</b>			<b>\$975</b>						
<b>Social Security (Current \$)</b>	<b>Him</b>	<b>Her</b>	<b>Combined</b>						
Age 62	\$13,668	\$6,834	\$13,668						
<b>Age 67</b>	<b>\$20,376</b>	<b>\$10,188</b>	<b>\$27,210</b>						
Age 70	\$25,896	\$12,948	\$36,084						
<b>Social Security (Future \$)</b>	<b>Him</b>	<b>Her</b>	<b>Total</b>						
Age 62	\$18,888	\$9,444	\$18,888					<b>Pension</b>	<b>Him</b>
<b>Age 67</b>	<b>\$31,824</b>	<b>\$15,912</b>	<b>\$41,268</b>					<b>Age 67</b>	<b>Her</b>
Age 70	\$43,848	\$21,924	\$59,760					Age 70	

**Inflation Rate = 2%**

**\$2,500 = Employer Contribution**

**\$0 = Employer Contribution**

## NOTES

Gross Wages, Taxes and Net Income are in the upper left. The 15% in income taxes is the sum of State and Federal taxes and will be used as the projected tax rate used during withdrawals during retirement years.

Below Income are the Essential Expenses of everyday living plus Discretionary Expenses, including vacations, eating out and gifts. Discretionary Expenses also include contributions to retirement plans. The Employer contribution or "match" is also listed.

The upper right is a forecast of Income and Essential Expenses inflated by 2% per year from the present until the target retirement.

Estimates of Social Security benefits can be accessed at [www.SSA.gov](http://www.SSA.gov). Pension benefits, if available would also be listed. These income items will replace current income during retirement.

Asset Inventory  
Schedule 2

<b>His Retirement Plan</b>			<b>Her Retirement Plan</b>		
<b>Investment</b>	<b>2020</b>	<b>%</b>	<b>Investment</b>	<b>2020</b>	<b>%</b>
Money Market Fund	\$3,000	5%	Money Market Fund	\$2,000	5%
Bond Funds	\$15,000	25%	Bond Funds	\$10,000	25%
US Large Company Stocks	\$24,000	40%	US Large Company Stocks	\$16,000	40%
US Smaller Company Stks	\$9,000	15%	US Smaller Company Stks	\$6,000	15%
Foreign Stocks	<u>\$9,000</u>	<u>15%</u>	Foreign Stocks	<u>\$6,000</u>	<u>15%</u>
<b>Total</b>	<b>\$60,000</b>	<b>100%</b>	<b>Total</b>	<b>\$40,000</b>	<b>100%</b>

<b>Cash Reserves Account</b>		
<b>Investment</b>	<b>2020</b>	<b>%</b>
Money Market Fund	\$3,000	20%
Bond Funds	\$7,500	50%
US Large Company Stocks	\$3,000	20%
US Smaller Company Stks	\$1,500	10%
Foreign Stocks	<u>\$0</u>	<u>0%</u>
<b>Total</b>	<b>\$15,000</b>	<b>100%</b>

<b>Property Investments</b>	<b>2020</b>	<b>Debt</b>
Primary Home	\$325,000	-\$150,000
Vacation Home		
	<b>\$325,000</b>	

<b>Life Insurance</b>	
Term Life Insurance	\$50,000
Cash Value	\$0

**Net Worth** **\$290,000**

**NOTES**

Both Retirement Plans are allocated 30% to cash and bonds and 70% to stocks, a Moderate Allocation for a couple at least 10 years from retirement. If they were younger, a Growth Allocation with 15% cash and bonds and 85% in stocks might be more appropriate but more volatile in up and down markets.

The Cash Reserves or Emergency account is an Income Portfolio: 70% cash and bonds. However, this account would cover only 3 months of Essential Expenses - Not nearly enough.

Net Worth is the sum of all investment assets plus home equity plus insurance cash value.

# Accumulation Portfolio(s)

## Schedule 3

### Accumulation Portfolio

Tax Deferred IRA						Std.	Bear
Percent	Balances	Asset Class	Income	Cap-Gain	Total	Dev.	Market
5.0%	\$5,000	Money Market Fund	1.0%	0.0%	1.0%	1.0%	-1.0%
25.0%	\$25,000	Bond Funds	3.5%	0.0%	3.5%	-3.0%	9.5%
40.0%	\$40,000	US Large Company Stocks	2.0%	5.0%	7.0%	15.0%	-23.0%
15.0%	\$15,000	US Smaller Company Stks	1.0%	7.0%	8.0%	20.0%	-32.0%
<u>15.0%</u>	<u>\$15,000</u>	Foreign Stocks	<u>2.0%</u>	<u>5.0%</u>	<u>7.0%</u>	<u>17.0%</u>	<u>-27.0%</u>
100.0%	\$100,000	Composite	2.2%	3.8%	6.0%	10.9%	-15.7%

  

<b>Inflation Rate</b>	<b>Inc Tax Rate</b>	<b>Cap Gain Rate</b>
2.0%	15.0%	15.0%

Year	His Age	Her Age	Total Expenses	Net Income	Retirement Contribution	Taxes	Portfolio Earnings	Year-End Balance	Bear Mkt Balance	Home Value
2020	53	48	\$53,150	\$54,125				100,000		\$325,000
2021	54	49	\$54,213	\$55,207	7,500	0	5,975	113,475	95,631	\$331,500
2022	55	50	\$55,297	\$56,311	7,650	0	6,780	127,905	107,792	\$338,130
2023	56	51	\$56,403	\$57,438	7,803	0	7,642	143,350	120,809	\$344,893
2024	57	52	\$57,531	\$58,586	7,959	0	8,565	159,875	134,734	\$351,790
2025	58	53	\$58,682	\$59,758	8,118	0	9,553	177,545	149,626	\$358,826
2026	59	54	\$59,856	\$60,953	8,281	0	10,608	196,434	165,545	\$366,003
2027	60	55	\$61,053	\$62,172	8,446	0	11,737	216,618	182,554	\$373,323
2028	61	56	\$62,274	\$63,416	8,615	0	12,943	238,176	200,723	\$380,789
2029	62	57	\$63,519	\$64,684	8,787	0	14,231	261,194	220,121	\$388,405
2030	63	58	\$64,790	\$65,978	8,963	0	15,606	285,764	240,827	\$396,173
2031	64	59	\$66,085	\$67,297	9,142	0	17,074	311,980	262,922	\$404,097
2032	65	60	\$67,407	\$68,643	9,325	0	18,641	339,947	286,490	\$412,179
2033	66	61	\$68,755	\$70,016	9,512	0	20,312	369,770	311,624	\$420,422
2034	67	62	\$70,130	\$71,417	9,702	0	22,094	401,566	338,420	\$428,831
2035	68	63	\$71,533	\$72,845	9,896	0	23,994	435,456	366,980	\$437,407
2036	69	64	\$72,964	\$74,302	10,094	0	26,018	471,568	397,414	\$446,155
2037	70	65	\$74,423	\$75,788	10,296	0	28,176	510,040	429,836	\$455,078

2034	67	62	Potential retirement date & ages	Account Balance =	\$401,566
2037	70	65	Potential retirement date & ages	Account Balance =	\$510,040

### NOTES

The shaded area illustrates a sample Moderate Allocation Portfolio with 30% in cash and bonds and 70% in stocks.

The account will earn a level 6% per year but could be down 15.7% during a 20% Market Correction.

There are no taxes on Qualified Retirement Plans during the Accumulation period.

During the Accumulation years, it is assumed income, expenses and the value of their home will inflate by 2% per year.

The man will contribute 10% of his gross income to the retirement plan with a 50% employer match.

At Age 67 the Retirement Account could be worth about \$401,000. At Age 70, the Account could be worth about \$510,000.

**Withdrawal Portfolio at Age 67**  
**Traditional IRA or Taxable Portfolio**  
**Schedule 4**

Tax Deferred IRA						Std.	Bear
Percent	Balances	Asset Class	Income	Cap-Gain	Total	Dev.	Market
15.0%	\$60,235	Money Market Fund	1.0%	0.0%	1.0%	1.0%	-1.0%
35.0%	\$140,548	Bond Funds	3.5%	0.0%	3.5%	-3.0%	9.5%
30.0%	\$120,470	US Large Co Stocks	2.0%	5.0%	7.0%	15.0%	-23.0%
10.0%	\$40,157	US Smaller Co Stks	1.0%	7.0%	8.0%	20.0%	-32.0%
10.0%	\$40,157	Foreign Stocks	2.0%	5.0%	7.0%	17.0%	-27.0%
100.0%	\$401,566	Composite	2.3%	2.7%	5.0%	7.3%	-9.6%

  

Inflation Rate	Inc Tax Rate	Cap Gain Rate
2.0%	15.0%	15.0%

Year	His Age	Her Age	Expenses	Social Security	Investment Withdrawal	Portfolio Earnings	Taxes	Year-End Balance	Long-Term Care Cost	Bear Mkt Balance	Home Value	Estate Value	Life Expectancy	Withdrawal Rate = 12.2%		Discretionary Expense = 0.0%	
														Total	Withdrawal Rate =	Total	Discretionary Expense =
2034	67	62	62,288					401,566			\$291,061	\$692,628	31.1				
2035	68	63	63,534	41,268	37,986	19,978	10,960	278,556		251,745	\$296,883	\$575,438	30.2				
2036	69	64	64,805	42,935	38,030	13,858	11,179	243,205		219,796	\$302,820	\$546,025	29.2				
2037	70	65	66,101	43,794	38,791	12,099	11,402	205,111		185,369	\$308,877	\$513,988	28.3				
2038	71	66	67,423	44,670	39,567	10,204	11,630	164,118		148,322	\$315,054	\$479,172	27.4				
2039	72	67	68,771	45,563	40,358	8,165	11,863	120,062		108,506	\$321,355	\$441,417	26.5				
2040	73	68	70,147	46,474	41,165	5,973	12,100	72,769		65,765	\$327,783	\$400,552	25.6				
2041	74	69	71,550	47,404	41,989	3,620	12,342	22,058		19,935	\$334,338	\$356,397	24.7				
2042	75	70	72,981	48,352	42,828	1,097	12,589	-32,262		-29,156	\$341,025	\$308,763	23.8				
2043	76	71	64,440	49,319	32,185	-1,605	11,116	-77,167		-69,740	\$347,845	\$270,678	22.0				
2044	77	72	65,729	50,305	32,829	-3,839	11,338	-125,173		-113,125	\$354,802	\$229,629	22.0				
2045	78	73	67,043	51,312	33,485	-6,227	11,565	-176,451		-159,468	\$361,898	\$185,447	21.2				
2046	79	74	68,384	52,338	34,155	-8,778	11,796	-231,181		-208,929	\$369,136	\$137,956	20.3				
2047	80	75	69,752	53,385	34,838	-11,501	12,032	-289,552		-261,683	\$376,519	\$86,967	19.5				
2048	81	76	71,147	54,452	35,535	-14,405	12,273	-351,765		-317,908	\$384,049	\$32,285	18.7				
2049	82	77	72,570	55,541	36,245	-17,500	12,518	-418,029		-377,794	\$391,730	-\$26,299	17.9				
2050	83	78	74,021	56,652	36,970	-20,797	12,769	-488,565		-441,541	\$399,565	-\$89,000	17.1				
2051	84	79	74,021	57,785	-49,117	-24,306	0	-550,909		-497,884	\$407,556	-\$143,353	16.3				
2050	83	78	Home mortgage paid in full														
2042	75	70	Account balances go negative														

**NOTES**

The Asset Allocation in the shaded area has been changed from Moderate Allocation with 70% stocks to a Balance Portfolio with 50% stocks. Consequently, Total Return has been reduced from 6% to 5%. However, half of the Total Return is steady INCOME from interest and dividends. But, the Downside Risk has changed from -15.7% to -9.6%, or to 50% of market risk.

During the Withdrawal period, Expenses have been reduce by the amount of the Retirement Contribution during the Accumulation period. Discretionary Spending, in the shaded area, is assumed to be Zero.

Long-Term Care or out-of-pocket Medical expenses are assumed to be Zero.

Life Expectancy is the number which is divided into the previous years' IRA Investment Balance to calculate the Required Minimum Distribution. With a 12.2% Withdrawal Rate, Investment Balances turn negative in 8 years.

This couple needs to work and save for a longer period of time.

Withdrawal Portfolio at Age 70  
Essential Expenses ONLY  
Exhibit 5

Tax Deferred IRA						Std.	Bear
Percent	Balances	Asset Class	Income	Cap-Gain	Total	Dev.	Market
15.0%	\$76,506	Money Market Fund	1.0%	0.0%	1.0%	1.0%	-1.0%
35.0%	\$178,514	Bond Funds	3.5%	0.0%	3.5%	-3.0%	9.5%
30.0%	\$153,012	US Large Co Stocks	2.0%	5.0%	7.0%	15.0%	-23.0%
10.0%	\$51,004	US Smaller Co Stks	1.0%	7.0%	8.0%	20.0%	-32.0%
10.0%	\$51,004	Foreign Stocks	2.0%	5.0%	7.0%	17.0%	-27.0%
100.0%	\$510,040	Composite	2.3%	2.7%	5.0%	7.3%	-9.6%

Inflation Rate	Inc Tax Rate	Cap Gain Rate
2.0%	15.0%	15.0%

Year	His Age	Her Age	Essential Expenses	Social Security	Investment Withdrawal	Portfolio Earnings	Taxes	Year-End Balance	Long-Term Care Cost	Bear Mkt Balance	Home Value	Estate Value	Life Expectancy	Withdrawal Rate = 5.8%		Discretionary Expense = 0.0%	
														Total	Withdrawal Rate = 5.8%	Total	Discretionary Expense = 0.0%
2038	71	66	68,771	58,358	29,482	25,375	11,863	494,070		446,515	\$464,180	\$958,250	26.5				
2042	75	70	74,440	63,169	31,912	21,693	12,841	412,975		373,226	\$502,443	\$915,418	22.0				
2047	80	75	82,188	69,744	35,234	14,879	14,177	264,550		239,087	\$554,738	\$819,288	18.7				
2050	83	78	77,618	74,013	26,350	9,314	13,389	156,787		141,697	\$588,693	\$745,480	16.3				
2052	85	80	80,754	77,003	27,415	6,172	13,930	88,880		80,325	\$612,476	\$701,355	14.8				
2053	86	81	82,369	78,543	27,963	4,422	14,209	51,130		46,208	\$624,725	\$675,855	14.1				
2054	87	82	84,017	80,114	28,523	2,544	14,493	10,658		9,632	\$637,220	\$647,877	13.4				
2055	88	83	85,697	81,716	29,093	530	14,783	-32,688		-29,542	\$649,964	\$617,276	12.7				
2056	89	84	87,411	83,350	29,675	-1,626	15,078	-79,067		-71,457	\$662,963	\$583,896	12.0				
2057	90	85	89,159	85,017	30,268	-3,934	15,380	-128,649		-116,267	\$676,223	\$547,573	11.4				
2058	91	86	90,942	86,717	30,874	-6,400	15,688	-181,611		-164,131	\$689,747	\$508,136	10.8				
2059	92	87	92,761	88,452	31,491	-9,035	16,001	-238,139		-215,218	\$703,542	\$465,403	10.2				
2060	93	88	94,616	90,221	32,121	-11,847	16,321	-298,428		-269,705	\$717,613	\$419,185	9.6				
2061	94	89	96,509	92,025	32,763	-14,847	16,648	-362,686		-327,778	\$731,965	\$369,279	9.1				
2062	95	90	98,439	93,866	33,419	-18,044	16,981	-431,130		-389,633	\$746,604	\$315,475	8.6				
2063	96	91	100,408	95,743	34,087	-21,449	17,320	-503,986		-455,477	\$761,537	\$257,551	8.1				
2064	97	92	102,416	97,658	34,769	-25,073	17,667	-581,495		-525,526	\$776,767	\$195,273	7.6				
2065	98	93	104,464	99,611	35,464	-28,929	18,020	-663,908		-600,007	\$792,303	\$428,394	7.1				
2066	99	94	106,553	101,603	36,174	-33,029	18,380	-751,492		-679,161	\$808,149	\$356,657	6.7				
2067	100	95	108,684	103,635	36,897	-37,387	18,748	-844,523		-763,238	\$824,312	\$279,788	6.3				

2050 83 78 Home mortgage paid off  
2055 88 83 Account balances go negative

**NOTES**

Working longer increases the Beginning Investment Balance to \$510,040  
 Working longer increases Social Security benefits from 65% to 85% of Total Expenses  
 Note that Expenses have been reduced by the annual mortgage which is paid off at Ages 88 and 83.  
 A 5.7% Withdrawal Rate increases the life of Investment Balance to 17 Years to Ages 88 and 83  
 Although this couple could run out of Investment Balances at Age 88, their home is worth \$650,000 and could qualify for a Reverse Mortgage  
 Note that Expenses have NOT been increased to permit more Discretionary Spending

**Age 70 Withdrawal Portfolio**  
**Essential and Discretionary Expenses**  
**Exhibit 6**

Tax Deferred IRA						Std.	Bear
Percent	Balances	Asset Class	Income	Cap-Gain	Total	Dev.	Market
15.0%	\$76,506	Money Market Fund	1.0%	0.0%	1.0%	1.0%	-1.0%
35.0%	\$178,514	Bond Funds	3.5%	0.0%	3.5%	-3.0%	9.5%
30.0%	\$153,012	US Large Co Stocks	2.0%	5.0%	7.0%	15.0%	-23.0%
10.0%	\$51,004	US Smaller Co Stks	1.0%	7.0%	8.0%	20.0%	-32.0%
10.0%	\$51,004	Foreign Stocks	2.0%	5.0%	7.0%	17.0%	-27.0%
100.0%	\$510,040	Composite	2.3%	2.7%	5.0%	7.3%	-9.6%

  

Inflation Rate	Inc Tax Rate	Cap Gain Rate
2.0%	15.0%	15.0%

  

Total	Withdrawal Rate =	7.3%
	Discretionary Expense =	10.0%

Year	His Age	Her Age	Expenses	Social Security	Investment Withdrawal	Portfolio Earnings	Taxes	Year-End Balance	Long-Term Care Cost	Bear Mkt Balance	Home Value	Estate Value	Life Expectancy
2037	70	65	74,165					510,040			\$455,078	\$965,119	27.4
2038	71	66	75,648	58,358	37,391	25,375	13,049	484,975		438,296	\$464,180	\$949,155	26.5
2039	72	67	77,161	59,526	38,139	24,127	13,310	457,653		413,604	\$473,464	\$931,117	25.6
2040	73	68	78,704	60,716	38,901	22,768	13,577	427,944		386,754	\$482,933	\$910,876	24.7
2041	74	69	80,278	61,930	39,679	21,290	13,848	395,706		357,620	\$492,592	\$888,298	23.8
2042	75	70	81,884	63,169	40,473	19,686	14,125	360,795		326,068	\$502,443	\$863,238	22.0
2043	76	71	83,522	64,432	41,282	17,950	14,407	323,054		291,960	\$512,492	\$835,547	22.0
2044	77	72	85,192	65,721	42,108	16,072	14,696	282,322		255,149	\$522,742	\$805,065	21.2
2045	78	73	86,896	67,035	42,950	14,046	14,990	238,428		215,479	\$533,197	\$771,625	20.3
2046	79	74	88,634	68,376	43,809	11,862	15,289	191,191		172,789	\$543,861	\$735,052	19.5
2047	80	75	90,407	69,744	44,685	9,512	15,595	140,422		126,907	\$554,738	\$695,161	18.7
2048	81	76	92,215	71,139	45,579	6,986	15,907	85,922		77,652	\$565,833	\$651,755	17.9
2049	82	77	94,059	72,561	46,491	4,275	16,225	27,481		24,836	\$577,150	\$604,630	17.1
2050	83	78	86,340	74,013	36,381	1,367	14,894	-22,426		-20,268	\$588,693	\$566,266	16.3
2051	84	79	88,067	75,493	37,108	-1,116	15,192	-75,842		-68,542	\$600,466	\$524,625	15.5
2052	85	80	89,828	77,003	37,850	-3,773	15,495	-132,960		-120,163	\$612,476	\$479,515	14.8
2053	86	81	91,625	78,543	38,607	-6,615	15,805	-193,988		-175,317	\$624,725	\$430,737	14.1
2054	87	82	93,457	80,114	39,380	-9,651	16,121	-259,140		-234,197	\$637,220	\$378,080	13.4
2055	88	83	95,327	81,716	40,167	-12,892	16,444	-328,643		-297,011	\$649,964	\$321,321	12.7
2056	89	84	97,233	83,350	40,970	-16,350	16,773	-402,736		-363,973	\$662,963	\$260,227	12.0
2057	90	85	99,178	85,017	41,790	-20,036	17,108	-481,670		-435,309	\$676,223	\$194,553	11.4
2058	91	86	101,161	86,717	42,626	-23,963	17,450	-565,709		-511,260	\$689,747	\$124,038	10.8
2059	92	87	103,185	88,452	43,478	-28,144	17,799	-655,131		-592,074	\$703,542	\$48,411	10.2
2060	93	88	105,248	90,221	44,348	-32,593	18,155	-750,226		-678,017	\$717,613	-\$32,614	9.6
2061	94	89	107,353	92,025	45,235	-37,324	18,518	-851,303		-769,365	\$731,965	-\$119,338	9.1
2062	95	90	109,500	93,866	46,139	-42,352	18,889	-958,684		-866,410	\$746,604	-\$212,079	8.6
2063	96	91	111,690	95,743	47,062	-47,695	19,267	-1,072,707		-969,459	\$761,537	-\$311,170	8.1
2064	97	92	113,924	97,658	48,003	-53,367	19,652	-1,193,730		-1,078,833	\$776,767	-\$416,962	7.6
2065	98	93	116,203	99,611	48,963	-59,388	20,045	-1,322,126		-1,194,871	\$792,303	-\$229,823	7.1
2066	99	94	118,527	101,603	49,943	-65,776	20,446	-1,458,290		-1,317,930	\$808,149	-\$350,142	6.7
2067	100	95	120,897	103,635	50,942	-72,550	20,855	-1,602,637		-1,448,383	\$824,312	-\$478,325	6.3
2050	83	78	Home mortgage paid off										
2055	88	83	Account balances go negative										

**NOTES**

Adding 10% in Discretionary Spending reduces positive Investment Balances by 5 years – from Age 88 to Age 83