

My Financial Plan

Step #1 How much money do you need every month to be Financially Secure?

Rent/Mortgage	
Utilities	
Food	
Transportation	
Basic Insurance	
TOTAL MONTHLY	\$ -

Step #2 When do you want your investment income/passive income to be high enough for financial security?

This is when you want to retire, when do you want to stop working for money.

Investment income is money you make without having to work (your money is working).

Examples are interest, dividends, growth in stock values, annuity payments, social security benefits

AGE or Year	
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Step #3 Do you have children? If so, calculate how much life insurance you will need take care of your children if you or your spouse dies

You can speak to a licensed insurance agent, or search online if you need help with this step.

Life Insurance	
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Step #4 How much will you get in social security (or government pension in your country if you have it)?

Log into Social Security at <https://www.ssa.gov/>

at 62 years old	
at 67 years old	
at 70 years old	

Step #7 How much investment income do you make now every month?

Interest	
Dividends	
Royalties	

Website Ads/Sales	
Other	
TOTAL	

Step #6 How much can you withdraw from growth investments without losing principal?

	Current Amount	Rate of Return (percent)	Compounded at Goal Age/Date*	Monthly Withdrawal**
Roth IRA (tax free at retirement)	\$ -		\$ -	\$ -
Traditional IRA				\$ -
401K				\$ -
Bonds				\$ -
Stocks				\$ -
Other				\$ -
TOTAL				\$ -

*Go to a compound interest calculator and calculate what the amount would be and write it in
 Here is one <https://www.investor.gov/financial-tools-calculators/calculators/compound-interest-calculator>
 Example \$100,000 at 5% for 20 years = \$265,329.77

**Monthly Withdrawal is based on taking out money at 1/2 the rate of return, so that your principal is not reduced
 This is an estimate, as in some years you may have a negative return, some a highly positive return, a flat return, etc
 Example \$265,329.77 at 2.5% (1/2 of 5%) = \$6,633.24 / 12 = \$552.77/month

Step #7 Check How Much You Will Make In Investment Income and Adjust

Security Income Goal	\$ -
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Investment Income	\$ -
Investment Withdrawals	\$ -
Social Security at 62	\$ -
TOTAL INVESTMENT INCOME	\$ -

Difference (Goal - Total Investment Income)	
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If Difference is positive then you have more than enough investment income, if negative then you need more to meet your goal