

## How Much Will You Need?

The amount of income you'll need during retirement depends on your future lifestyle. Do you want to travel, pursue hobbies, or relocate after you retire? Do you anticipate paying significant health-care expenses? Do you hope to maintain your preretirement lifestyle or live more simply?

Once you have an idea of how much income you may need and have identified potential income sources, you'll be ready to set a savings goal. Your plan may have tools you can use, or you may want to ask a financial advisor to crunch the numbers.

If you're worried that you won't be able to meet your savings goal, there are steps you can take now to get your savings back on track. First, increase the amount you contribute to your plan. Even a little bit more now can add up over time. And second, take a close look at your plan investments. You may want to include investments in your portfolio that have the potential for long-term growth.

## What Will It Take?

### Average Annual Investment Return During Retirement:

	Annual Retirement Income Needed from Savings					
	\$30,000	\$40,000	\$50,000	\$60,000	\$70,000	\$80,000
	Amount of Savings Needed					
5%	\$422,818	\$563,758	\$704,697	\$845,637	\$986,576	\$1,127,516
7%	\$349,607	\$466,143	\$582,679	\$699,215	\$815,751	\$932,287

Assumes a 25-year retirement and that all the retirement savings amounts shown are depleted after 25 years. Future inflation will likely increase your income needs during retirement. Your investment returns and balances will vary.

Source: NPI