

Retirement Savings Checkpoints

Savings by Salary and Age

	\$100,000	125,000	\$150,000	\$175,000	\$200,000	\$250,000	\$300,000
Current age	Checkpoint (x current household income)						
25	0.2	0.4	0.6	0.8	1.0	1.2	1.3
30	0.8	1.0	1.3	1.5	1.7	2.0	2.1
35	1.5	1.7	2.1	2.3	2.5	2.9	3.1
40	2.3	2.6	3.0	3.3	3.6	4.0	4.2
45	3.3	3.6	4.1	4.5	4.8	5.3	5.6
50	4.5	4.9	5.4	5.9	6.3	6.8	7.2
55	5.9	6.4	7.0	7.6	8.0	8.7	9.2
60	8.0	8.7	9.5	10.3	10.8	11.6	12.2
65	10.8	11.5	12.6	13.6	14.2	15.3	16.0

How to use:

- This analysis assumes you would like to maintain an equivalent lifestyle in retirement.
- Household income is assumed to be gross income (before taxes and savings).
- Go to the intersection of your current age and your closest current household income.
- Multiply your current household income by the checkpoint shown. This is the amount you should have saved today, assuming you continue contributions of 10% going forward.
- Example: For a 40-year-old with a household income of \$100,000: $\$100,000 \times 2.3 = \$230,000$.

Assumptions:

Annual gross savings rate:
10%

Pre-retirement investment
return: 5.75%

Post-retirement investment
return: 5.0%

Inflation rate: 2.0%

Retirement age:

- Primary earner: 65
- Spouse: 62

Years in retirement: 30

Data sources: J.P. Morgan. Based on proprietary long-term capital market assumptions (10-15 years) and an 80% confidence level. Household income replacement rates derived from an inflation-adjusted analysis of: Consumer Expenditure Survey (BLS) data (2013-2016); Social Security benefits using modifiers scaled earning in 2019 for a single wage earner at age 65 and a spousal benefit at age 62 reduced by Medicare Part B premiums. Past performance is no guarantee of future results. This is for illustrative purposes only and not indicative of any investment. This information has been taken from sources, which we believe to be reliable, but there is no guarantee as to its accuracy. For index definitions please visit <https://mfinwealth.com/index-and-statistics-definitions/> 6/14/19. 2582293.1