

Personal Financial Index® Report

Prepared for: **and**

Prepared by:

Date: **05/18/2024**

PFI Score Details and Recommendations

Your overall PFI Score is **401** against a maximum possible score of **750**. That means you are doing an average job managing your personal finances. Review your individual category scores and financial gap analysis for improvement opportunities. Consider consulting a financial advisor.



Details of your PFI score by category

Debt Management Score

Debt management is how well you are managing your short-term and long-term debt levels and payments. Examples of short-term debt include, auto/boat loan, credit card balance, and personal loans. Short-term debt refers to payments you need to make over the course of the year, including your mortgage, auto loan, credit card, etc. On the other hand, home mortgage is a good example of a long-term debt.

Your PFI debt management score is **208** against a maximum possible score of **350**.



Savings Discipline Score

Savings discipline represents how well you are saving to achieve your future financial goals, such as retirement, a major purchase like a home, saving for your kids' college education, etc.

Your PFI savings discipline score is **54** against a maximum possible score of **200**.



Risk Management Score

Risk management is how well you are protecting yourself and your family against risks by buying insurance or eliminating the risk. For example, if you own a car, you need auto insurance to protect against the financial loss in case of an accident.

Your PFI risk management score is **139** against a maximum possible score of **200**.



Financial Goals Analysis

Retirement

With your target retirement in 10 years, you need to have total savings of \$7,000,000 at the start of retirement. You have saved \$500,000 so far. You need to save a total of \$40,000 per month to meet your retirement goal. Currently you are saving a total of \$2,000 per month.

Planning for a Major Purchase

For your 1st major purchase, you need to save \$100,000 in 5 years for a down payment. You have saved \$25,000 so far. You need to save a total of \$1,148 per month to meet this financial goal. Currently you are saving a total of \$500 per month.

Life Insurance

Given your financial needs, you need to have life insurance coverage worth about "\$iinsuranceneed.". Currently you have (including employer provided life insurance, if any) \$1,250,000 in life insurance.

Helpful hints based on your PFI

Life insurance helps to protect the people you care about. Evaluate your life insurance needs.

Personal Details

Age	40
Plan to save for college education?	No
Do you own a home?	Yes
Do you own additional properties?	No
Do you own a business?	No

Net Worth

Lifestyle Assets:	
Market value of primary home	\$2,000,000
Market value of cars & other major items	\$150,000
Market value of personal valuables	\$100,000
Description of any other assets	\$0

Plan to save for any major purchases?	Yes
Approx. annual household income	\$500,000 and over
Approx. value of investments	\$2,000,000 and over

Savings and Investments:	
Cash savings	\$100,000
Current value of retirement accounts	\$500,000
Value of all brokerage accounts	\$500,000

Label "d" signifies a system default value.

My Liabilities:

Mortgage balance on primary home	\$500,000
Auto/boat loan balance	\$50,000
Credit card debt & loan balance on appliances, etc.	\$50,000
Description of any other loan(s)	\$0

Your Cash-Management

Income:	
Your salary and bonus (pre-tax)	\$500,000 per year
Rental income	\$0 per month
Ongoing Expenses (Estimates):	
Property Related Expenses:	
Home mortgage payment	\$10,000 per month
Property taxes (annual)	\$0
Do you always make timely payments on debt?	Yes
Living Expenses:	
Life expenses (food, clothes, utility bills, etc.)	\$12,000 per month
Other expenses:	
Estimated federal and state taxes (annual)	\$100,000
Any other monthly payments	\$0

Retirement

Number of years left to retire	10 Years
Expected duration of retirement	25 Years
Expected liabilities during retirement:	
Other expected loans at the time of retirement	\$800,000
Legacy you want to leave	\$1,000,000
Retirement savings:	
Current value of retirement accounts	\$500,000
Average monthly contribution by employer	\$1,000
Your monthly contribution	\$1,000
Income from Social Security and pensions:	
Estimated monthly pension benefit in today's \$	\$0
Estimated monthly Soc. Sec. benefit in today's \$	\$1,000
Economic and market factors:	
Expected average inflation rate	3%
Expected average annual return on retirement balance	7%

Major Purchases

Purchase 1:

Number of years left for purchase 1	5 years
Amount needed as full/down payment 1	\$100,000
Amount saved so far for purchase 1	\$25,000
Current monthly savings for purchase 1	\$500
Expected average annual return on savings 1	2%

Your Protection

Other one-time expenses (e.g. wedding, funeral)	\$500,000
Expected number of years you intend to support dependents	20 Years
Expected average annual return on long term investments	7%
Expected average inflation rate	3%
Self purchased life insurance amount	\$1,000,000
Employer provided life insurance amount	\$250,000
Do you have homeowners' insurance?	Yes
Do you have long term disability insurance?	Yes
Do you have short term disability insurance?	Yes
Do you have an umbrella policy?	No
Do you have a Power of Attorney?	No
Do you have a revocable trust?	Yes
Do you have long term care insurance?	Yes
Do you have a Will?	Yes
Do you have a Living Will?	Yes

PFI Disclosures

The Personal Financial Index® (PFI) is a proprietary benchmark to measure the overall financial health of an individual or a family. This benchmark is the property of GoWealthPro. It takes into account an individual's income, expenses, savings discipline toward future financial goals, and financial risk management, to come up with a personalized PFI score. This benchmark is designed to be wealth level neutral and represents current state only. It should be used for financial education purposes only. The PFI financial analysis and recommendations in this report are for guidance purposes only and cannot be construed as investment or tax advice. This report is based on a number of assumptions. Some key assumptions include:

1. Given the complexity behind federal and state income taxes, we have not considered the effect of income taxes on current retirement savings balances, contributions, and withdrawals during retirement. As a result, the required savings may be significantly different from when taxes are accounted for.
2. It is assumed that your income and expenses will not fluctuate from now until your retirement.
3. Investment rate of return remains same throughout the plan period. In reality, investment returns could fluctuate widely depending on the economic environment and market conditions.
4. Inflation rate remains same throughout the plan period. The inflation rate also varies from year to year depending on the economic environment.
5. The PFI benchmark is not suitable for all ages. Individuals who are not working and those who are retired may not get a good representation of their financial health.

The Personal Financial Index® score and financial analysis based on the data you provided may not be sufficient for making financial decisions.