

March

By the numbers

Spending during retirement

Planning for retirement can be stressful, with a number of unpredictable costs in the mix. In fact, a 2018 survey from TD Ameritrade found that 3 out of 5 Americans do not know how much they will need to save to fund their lifestyles beyond age 65.

While spending during retirement can vary widely depending on health and location factors, it is important to project what your costs may be during retirement sooner rather than later. Consider this breakdown of average monthly spending by retirement-age U.S. households from the Bureau of Labor Statistics a good place to start.



Housing: \$1,322

Largely dependent on your location, housing costs can make up the largest portion of your spending during retirement. Even if your mortgage is paid off, do not underestimate costs in taxes, insurance, utilities, and repairs.



Transportation: \$567

An area that has shown to be cheaper during retirement, transportation costs will remain a factor with car payments, gas, insurance, and travel.



Health care: \$499

By far the category which will vary the widest, health care costs are shown to increase as you age. When projecting your medical expenses, take into consideration Medicare and your employer's offerings.



Food: \$483

Similar to transportation, food costs decrease on average with age. Still, it remains a top expense during retirement and can fluctuate by location.



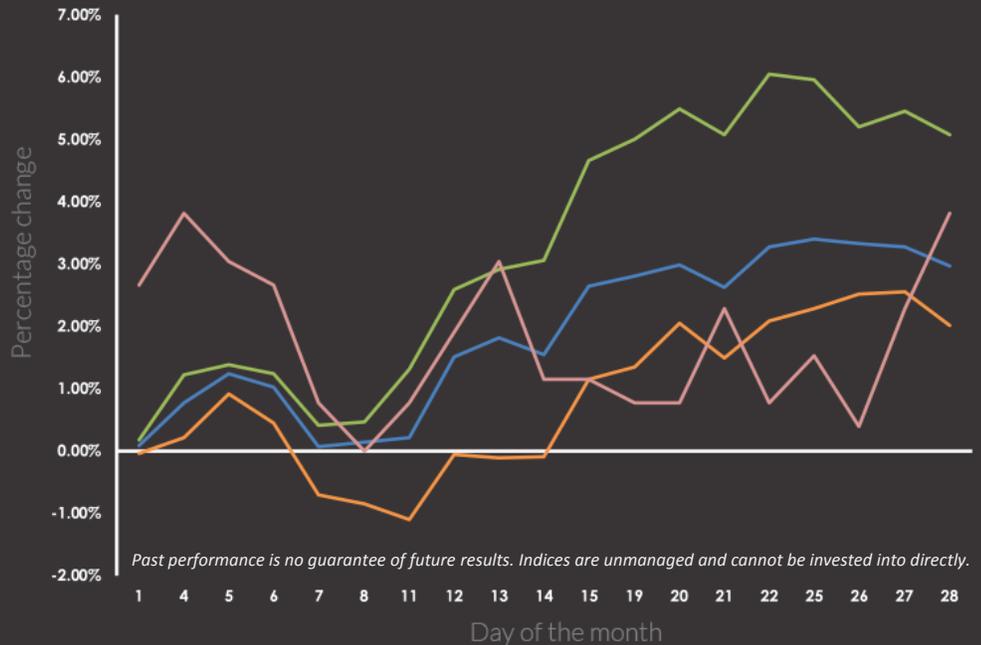
Entertainment: \$197

Though a primarily controllable category, retirees can often underestimate their expenses for entertainment.

The market at a glance

February

■ U.S. Large Cap (S&P 500)	2,784.49 (2.97%) ▲
■ U.S. Mid/Small (Russell 2000)	1,575.55 (5.08%) ▲
■ International Large (NYSE International 100)	5,381.68 (2.01%) ▲
■ U.S. Treasuries (U.S. 10-year Treasury yield rate)	2.73 (3.80%) ▲



The market in action

- Discount shoe retailer Payless filed for bankruptcy and announced it will be closing all of its nearly 2,500 stores in North America. The liquidation could be the largest ever in the retail industry in terms of store count and will impact its more than 13,000 employees.
- General Electric Co. (GE) shares soared following the announcement of a \$21.4 billion sale of its biopharmaceutical unit. The news comes just months after a two-year stock collapse erased more than \$200 billion of shareholder value at the end of 2018.
- E-commerce giant Amazon announced it will no longer build a second headquarters in New York City following local opposition. Originally announced in November 2018, the projected dubbed 'HQ2' drew large interest from state and local governments across the country for its plan to bring 25,000 jobs to the area.
- A federal appeals court cleared the telecommunications takeover of Time Warner by AT&T, allowing the \$85 billion deal to stand. AT&T, who now serves nearly 30 percent of the 90 million U.S. pay TV households, said the deal will help it compete against streaming services such as Netflix and Hulu.

The \$1 trillion club:

Companies that reached the milestone in 2018

Two companies – Apple and Amazon – briefly passed \$1 trillion in market cap during 2018. This comes 117 years after U.S. steel became the first company to pass the \$1 billion mark back in 1901.

While market cap is not as simple as having \$1 trillion dollars sitting in a bank account, the figure is still ludicrous when you put it into perspective. With \$1 trillion, one of these companies would be the 27th richest country on the planet, could buy each of the world's 50 most valuable sports teams seven times over, or give every person in the U.S. a check for more than \$3,000.

Apple

Founded: 1976 | Employees: 132,000

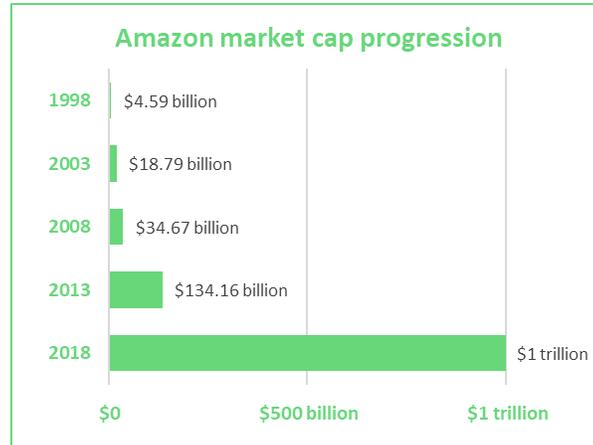
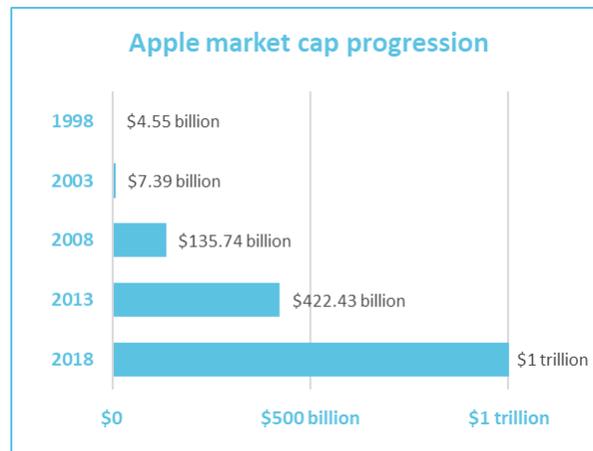
One of the original pioneers of the personal computer, Apple has since found success by bringing widely popular mobile products to consumers including the iPod, iPhone, iPad, and Apple Watch. Alongside the exponential growth in its hardware offerings, Apple's services business has become a key driver, totaling nearly \$40 billion in revenue in 2018.

Amazon

Founded: 1994 | Employees: 613,300

The e-commerce giant that sells over 480 million products online and captures 49 cents of every e-commerce dollar in the U.S. got its start by selling books in the early days of the internet. Today,

Amazon's massive reach includes AI with Alexa, mobile devices with Kindle, streaming video with Fire TV and Prime Video, cloud computing with Amazon Web Services, and retail grocery with its acquisition of Whole Foods.



Curtis Campbell
cwc@wealth-architects.com

(775) 829-6800

www.wealth-architects.com/

WEALTH ARCHITECTS, LLC

A Wealth Management Company

500 Damonte Ranch Parkway, Suite 860
Reno, NV 89521

This article was written by Advicent Solutions, an entity unrelated to Wealth Architects, LLC. The information contained in this article is not intended to be tax, investment, or legal advice, and it may not be relied on for the purpose of avoiding any tax penalties. Wealth Architects, LLC does not provide tax or legal advice. You are encouraged to consult with your tax advisor or attorney regarding specific tax issues. © 2019 Advicent Solutions. All rights reserved.

Advisory services offered through Resource Investment Architects, Inc.