

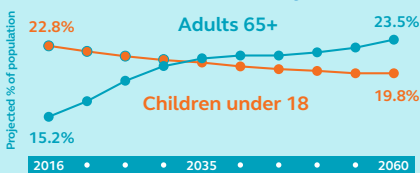
Social Security and Medicare

How will your decisions impact your retirement income?

Social Security

may provide a large portion of the income you will need in retirement.

For the **first time** in US history older adults are projected to outnumber children by 2035.



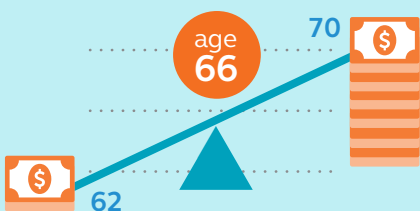
SOURCE: U.S. Census Bureau

Social Security will only replace a **portion** of average earnings in retirement.



SOURCE: Social Security Admin. Annual Statistics 2018.

When you elect your benefits can make a big difference.



SOURCE: Social Security Administration.

Medicare

will pay a portion of your healthcare expenses in retirement but not all.

Healthcare is **expensive**.

\$280,000

the amount a couple (age 65) may need in order to have a 90% chance of covering their healthcare expenses in retirement.

SOURCE: Fidelity, December 2017.

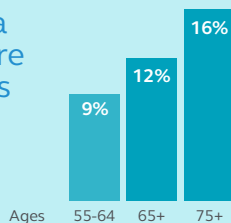
Healthcare costs will **increase** each year.

Under current law, national health spending is projected to grow at an average rate of **5.5 percent per year** for 2018-27 and to reach **nearly \$6.0 trillion** by 2027.

SOURCE: National Health Expenditures released in 2017.

Healthcare represents a **greater share** of income as you age.

SOURCE: U.S. Bureau of Statistics.



Medicare only covers half of your health care costs.

SOURCE: EBRI.

Make informed decisions

Your **income** depends on your benefits.



- Early vs. late election
- Continuing to work
- Spousal benefits

SOURCE: Social Security Administration.

Your **expenses** depend on your elections.



- Parts A, B
- Medicare Advantage
- Medigap
- Medicare Part D

SOURCE: Medicare.gov.

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