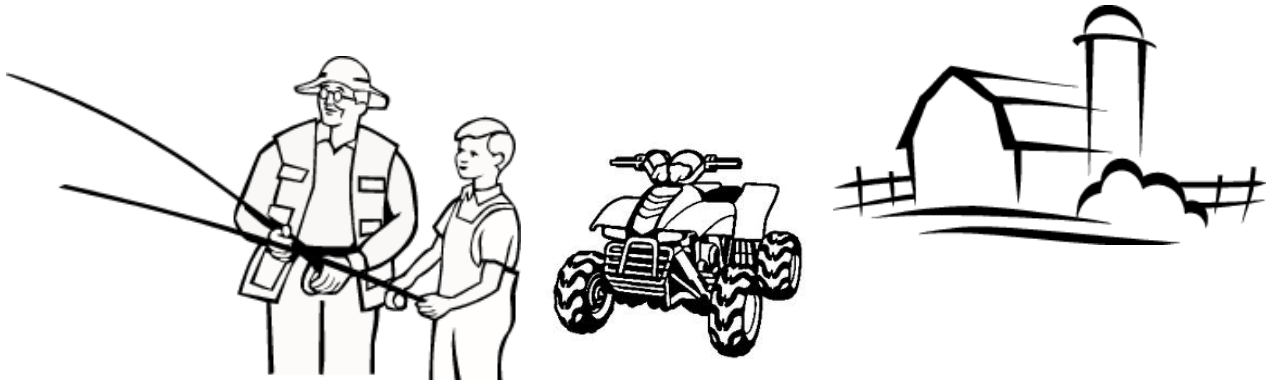


A Visit to Grandpa's Planning for Retirement

Every Easter vacation, Tommy went to visit his grandparents because they lived in Idaho. He loved both sets of grandparents, but his dad's parents lived on a farm so he went there every Easter. On this farm, Grandpa had a horse, two dogs, a garden and - best of all - a quad. It just so happened that this was the first visit Tommy was old enough to drive the quad all by himself.



One day, Tommy was fishing with his grandpa and asked, "Why don't you go to work anymore?" Grandpa started telling Tommy about working at a job and saving just for this time of life. He also explained that one day Tommy's dad would retire from his job, but he was saving for retirement now. Then Grandpa told Tommy something that made him laugh: one day soon Tommy should start planning for *his* retirement. "I'm only 12, Grandpa!" Tommy stated. "Yes, I know, but soon you will be saving for retirement for the next 40 years", Grandpa explained. "That is why your parents teach you how to save when you are just a kid", Grandpa said.

Grandpa put his arm around Tommy and said, "It's time for lunch." They both got on the quad to ride to the house but this time Tommy got to drive.

Tommy was only 12 years old, but he could use his math skills to help his dad with his retirement planning!

Question: If Tommy started saving \$5,000 every year starting at age 25, how much would he have by the age of 65?



Use the interactive calculator to figure out your retirement goals!