

AI-01454 Typical Living Expenses in the USA in 2025

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What is the typical living expenses of a worker earning around \$75000 per year in Texas, 78665. I am trying to figure out and create a decent financial budget using the 50/30/20 protocol.

It's great you're thinking about budgeting! Using the 50/30/20 rule is a fantastic starting point. Here's a breakdown of how that would look for someone earning \$75,000 a year in Texas, specifically in the 78665 zip code (which is in the Austin area):

Understanding the 50/30/20 Rule

- 50% Needs: Essentials like housing, utilities, transportation, groceries, and healthcare.
- 30% Wants: Non-essential spending on dining out, entertainment, hobbies, and shopping.
- 20% Savings & Debt Repayment: Putting money aside for emergencies, retirement, and paying down debts.

Applying the Rule to Your Situation

- Calculate Your Monthly Income:
 - \$75,000 per year / 12 months = \$6,250 per month
- Allocate Based on the 50/30/20 Rule:
 - Needs (50%): $\$6,250 \times 0.50 = \$3,125$
 - Wants (30%): $\$6,250 \times 0.30 = \$1,875$

- Savings & Debt Repayment (20%): $\$6,250 \times 0.20 = \$1,250$

Estimating Actual Expenses in 78665

Keep in mind that these are just guidelines. Austin can be a bit pricey, so let's look at some potential costs in your zip code:

- Housing: This will likely be your biggest expense. Rent for a decent apartment could easily be \$1,500 - \$2,500 or more, depending on size and location.
- Utilities: Expect to pay around \$200 - \$300 for electricity, water, and internet.
- Transportation: If you own a car, factor in car payments, insurance, gas, and maintenance. Public transportation is available but may not be extensive depending on where you live.
- Groceries: A reasonable grocery budget could be around \$400 - \$600 per month.
- Healthcare: This will depend on your insurance plan. Consider premiums, co-pays, and any potential out-of-pocket expenses.

Important Notes

- Taxes: Remember that your take-home pay will be less than your gross salary due to taxes. Factor this into your calculations.
- Flexibility: The 50/30/20 rule is a guideline, not a strict rule. Adjust the percentages based on your priorities and circumstances.
- Tracking: To get a clear picture of your spending, track your expenses for a few months. This will help you identify areas where you can save or adjust your budget.

Resources

- Cost of Living Calculators: Websites like NerdWallet or Bankrate offer cost of living calculators that can provide more specific estimates for your area.
- Budgeting Apps: Consider using budgeting apps like Mint or YNAB (You Need A Budget) to track your spending and manage your budget effectively.
By carefully considering your income, expenses, and financial goals, you can create a budget that works for you in Austin, Texas!

Sure! Here's a typical monthly budget and expenses for a 30-year-old living in the USA:

Monthly Expenses

Category	Average Cost
Housing (rent/mortgage, property taxes, insurance, maintenance)	\$2,120
Transportation (car payments, insurance, gas, public transit)	\$1,098
Food (groceries, dining out, fast food)	\$832
Healthcare (insurance, medical services, prescriptions)	\$513
Utilities (electricity, water, gas, phone/internet)	\$272
Entertainment (subscriptions, dining out, hobbies)	\$303
Personal Insurance and Pensions (life insurance, retirement savings)	\$796
Apparel and Services (clothing, personal care)	\$170
Education (tuition, books, supplies)	\$138
Other Expenditures (miscellaneous expenses)	\$272

Total Monthly Expenses

Approximate Total: \$6,444

Keep in mind that these numbers are averages and can vary significantly based on location, lifestyle, and personal choices. It's always a good idea to tailor your budget to your specific needs and financial goals.

Does this help give you a clearer picture of typical expenses?

What is the typical living expenses of a worker earning around \$75000 per year in PA. I am trying to figure out and create a decent financial budget using the 50/30/20 protocol.

Sure, I can help with that! Based on a salary of \$75,000 per year in Pennsylvania, here's a rough breakdown of your living expenses using the 50/30/20 budgeting rule:

50/30/20 Budget Breakdown

1. **Needs (50%):** \$29,250 per year or about \$2,437.50 per month

- **Housing:** Rent or mortgage, property taxes, homeowners insurance
 - **Utilities:** Electricity, water, gas, internet, phone
 - **Transportation:** Car payments, insurance, fuel, public transportation
 - **Groceries:** Food and household supplies
 - **Healthcare:** Insurance premiums, out-of-pocket expenses
 - **Insurance:** Life, disability, etc.
2. **Wants (30%):** \$22,050 per year or about \$1,837.50 per month
- **Entertainment:** Dining out, movies, concerts, hobbies
 - **Travel:** Vacations, weekend getaways
 - **Shopping:** Clothes, gadgets, non-essential items
 - **Subscriptions:** Streaming services, gym memberships
3. **Savings and Debt Repayment (20%):** \$15,000 per year or about \$1,250 per month
- **Emergency Fund:** Savings for unexpected expenses
 - **Retirement:** Contributions to 401(k), IRA, or other retirement accounts
 - **Debt Repayment:** Student loans, credit card debt, personal loans
 - **Investments:** Stocks, bonds, other investment accounts

Would you like more detailed information on any of these categories?

Using the protocol 50/30/20, if I am saving \$1500 per month from a \$75000 per year salary, did I satisfy the 20 protocol on savings?

To determine if you're meeting the 20% savings guideline of the 50/30/20 budget, let's calculate the target savings amount:

1. Calculate your annual savings target:
 - $\$75,000 \text{ (annual salary)} \times 0.20 \text{ (20\% savings guideline)} = \$15,000$
1. Calculate your monthly savings target:
 - $\$15,000 \text{ (annual savings target)} / 12 \text{ months} = \$1,250$

1. Compare your actual savings to the target:

- You're saving \$1,500 per month, which is greater than the \$1,250 monthly target.

Conclusion:

Yes, you are exceeding the 20% savings guideline of the 50/30/20 budget by saving \$1,500 per month.