

How much LIFE INSURANCE do you need?

Your loved ones would not have the same quality of life without you. It is especially important to protect your family in the event you are no longer there to provide for them. Determine what your life insurance needs are by completing this worksheet:

Expense	Determining Formula	Estimated Dollar Amount
1. Income Replacement	50% - 70% of annual net income multiplied by the number of years until you plan to retire	_____
2. Mortgage (Rent)	Your remaining outstanding mortgage or estimate of rental costs until you retire	_____
3. College Education	Estimated cost of college per year multiplied by four, then multiplied by the number of children	_____
4. Emergency Fund	25% - 50% of annual income	_____
5. Funeral Cost	Approximately \$12,000	_____
6. Probate Admin Fees	Up to 5% of your net worth (see chart below)	_____
7. Total Cash Required	Add steps 1 through 7	_____
8. Available Assets	Your figure from Part B in box below	_____
9. Total Cash minus Assets	Step 8 minus Step 9	_____
		Your potential life insurance need

YOUR ESTIMATED NET WORTH	
A. Total Estimated Liabilities: Add steps 1 through 6	_____
B. Total Available Liquid Assets:	
Savings accounts	_____
Marketable securities	_____
Checking	_____
Retirement accounts	_____
Existing life insurance	_____
Total Liquid Assets	_____
C. Other Assets:	
Equity in your home	_____
Equity in vehicles	_____
Value of personal property	_____
Value of other possessions	_____
Total Other Assets	_____
D. Total Net Worth (B + C) - A =	_____
	Estimated Net Worth