

# Simple Life Insurance Estimator

This form is used to provide a quick and simple estimate for life insurance needs. There are many methods for calculating the proper amount of life insurance, you should decide what method is most appropriate for you.

## Income Needs

- 1) Annual income your family would need if you died today \$ \_\_\_\_\_  
*Typically between 60% & 70% of total income*
- 2) Annual Income available to your family from other sources \$ \_\_\_\_\_  
*Including dividends, interest, spouse's earnings*
- 3) Annual income to be replaced - *subtract line 2 from 1* \$ \_\_\_\_\_
- 4) Funds needed to provide income for \_\_\_\_ years? Multiplier \_\_\_\_\_  
*Multiply line 3 by the appropriate factor below*  
*10 years = 8.1 15 years= 11.1 20 years= 13.6 25 years= 15.6 30 years=17.3 35 = 18.7*

### Total Income Needs

\$

## Expenses

- 5) Burial Expenses *Average cost of adult funeral is about \$10,000* \$ \_\_\_\_\_
- 6) Mortgage and other debts \$ \_\_\_\_\_  
*Mortgage balance, credit cards, car loans, home equity loans, etc.*
- 7) College Costs  
*2000 cost of a four year education: Public college \$40,276, Private \$85,696*
- Child 1 \_\_\_\_\_ \$ \_\_\_\_\_
- Child 2 \_\_\_\_\_ \$ \_\_\_\_\_
- Child 3 \_\_\_\_\_ \$ \_\_\_\_\_
- Total College Costs \$ \_\_\_\_\_

### 8) Total Capital Required

*add lines 4, 5, 6 and 7*

## Assets & Current Life Insurance

- 9) Savings & Investments \$ \_\_\_\_\_  
*bank accounts, CD's, stocks, bonds, mutual funds, real estate*
- 10) Retirement Savings \$ \_\_\_\_\_  
*IRA, 401(k) Etc*
- 11) Current Life Insurance \$ \_\_\_\_\_
- 12) Total of all assets and current life insurance \$
- 13) Estimated amount of additional life insurance needed- *subtract line 12 from line 8* \$