

LIFE INSURANCE WORKSHEET

SAMPLE

ACTUAL

Annual Income of Deceased	\$ 58,000
1. Subtract deceased person's expenses	\$ 10,000
2. Subtract other family earned income	\$ 12,000
3. = Net annual income required to replace deceased person's income	\$ 36,000
4. Total base insurance needed (Line 3 multiplied by 20) (assumes 5% after-tax investment return on insurance proceeds)	\$ 720,000
Lump Sum Needs (added to Line 4 total base insurance)	
5. Add Debts	\$ 12,000
6. Add Education needs	\$ 15,000
7. Add Other expenses	\$ 0
8 Total lump sum needs (Line 5 + Line 6 + Line 7)	\$ 27,000
Total Life insurance Required (Line 4 + Line 8)	\$ 747,000

Annual Income of Deceased	
1. Subtract deceased person's expenses	
2. Subtract other family earned income	
3. = Net annual income required to replace deceased person's income	
4. Total base insurance needed (Line 3 multiplied by 20) (assumes 5% after-tax investment return on insurance proceeds)	
Lump Sum Needs (added to Line 4 total base insurance)	
5. Add Debts	
6. Add Education needs	
7. Add Other expenses	
8 Total lump sum needs (Line 5 + Line 6 + Line 7)	
Total Life insurance Required (Line 4 + Line 8)	