

**Smith Family**  
**DISABILITY INSURANCE NEEDS**  
**CALCULATION**

**Personal Financial Situation:**

Current Monthly Salary/Wage Income (not including bonuses, etc.)	\$4,667.00
Other Monthly Income (Spouse Salary/Wage, Investment Income, etc.)	\$2,083.33
Monthly Expenses to Cover (use an average)	\$5,335.42
Current cash reserve available to cover lost wages due to disability	\$1,500.00

**Short-Term Disability Insurance:**

Short-Term Disability Coverage Percentage	60.00%	
Short-Term Disability Waiting Period (months)	0.50	(14 days would be .5 months, etc.)
Short-Term Disability Coverage Period (months)	3.00	

**Long-Term Disability Insurance:**

Long-Term Disability Coverage Percentage	60.00%	
Long-Term Disability Waiting Period (months)	6.00	
Long-Term Disability Coverage Period (months)	396.00	=(65 years old limit - 32 years old currently) * 12 months

**Government Social Security Disability Benefits:**

Social Security Disability Monthly Benefit Amount	\$1,500.00	( <a href="http://www.ssa.gov">see benefits at SS.gov</a> )
Long-Term Disability Waiting Period (months)	24.00	assume maximum waiting period for a conservative estimate
Long-Term Disability Coverage Period (months)	396.00	lasts until retirement age

	MONTH	INSURANCE TYPE (STD, LTD or SSDI)	DISABILITY BENEFIT INCOME	OTHER INCOME AVAILABLE	USE OF SAVINGS/CASH RESERVE	EXPENSES TO COVER	EXCESS	GAP	NOTES	
YEAR 1	1	none/STD	1,400	2,083	1,500	5,335		(352)		
	2	STD	2,800	2,083	0	5,335		(452)		
	3	STD	2,800	2,083	0	5,335		(452)		
	4	STD/none	1,400	2,083	0	5,335		(1,852)	**need a cash reserve**	
	5				2,083	0	5,335		(3,252)	**need a cash reserve**
	6				2,083	0	5,335		(3,252)	**need a cash reserve**
	7	LTD	2,800	2,083	0	5,335		(452)		
	8	LTD	2,800	2,083	0	5,335		(452)		
	9	LTD	2,800	2,083	0	5,335		(452)		
	10	LTD	2,800	2,083	0	5,335		(452)		
	11	LTD	2,800	2,083	0	5,335		(452)		
	12	LTD	2,800	2,083	0	5,335		(452)		
YEAR 2	13	LTD	2,800	2,083	0	5,335		(452)		
	14	LTD	2,800	2,083	0	5,335		(452)		
	15	LTD	2,800	2,083	0	5,335		(452)		
	16	LTD	2,800	2,083	0	5,335		(452)		
	17	LTD	2,800	2,083	0	5,335		(452)		
	18	LTD	2,800	2,083	0	5,335		(452)		
	19	LTD	2,800	2,083	0	5,335		(452)		
	20	LTD	2,800	2,083	0	5,335		(452)		
	21	LTD	2,800	2,083	0	5,335		(452)		
	22	LTD	2,800	2,083	0	5,335		(452)		
	23	LTD	2,800	2,083	0	5,335		(452)		

	MONTH	INSURANCE TYPE (STD, LTD or SSDI)	DISABILITY BENEFIT INCOME	OTHER INCOME AVAILABLE	USE OF SAVINGS/CASH RESERVE	EXPENSES TO COVER	EXCESS	GAP	NOTES
	24	LTD	2,800	2,083	0	5,335		(452)	

	MONTH	INSURANCE TYPE (STD, LTD or SSDI)	DISABILITY BENEFIT INCOME	OTHER INCOME AVAILABLE	USE OF SAVINGS/CASH RESERVE	EXPENSES TO COVER	EXCESS	GAP	NOTES
YEAR 3	25	LTD/SSDI	2,800	2,083	0	5,335		(452)	**LTD benefits reduced by SSDI, so total benefit is the same as before**
	26	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	27	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	28	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	29	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	30	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	31	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	32	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	33	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	34	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	35	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	36	LTD/SSDI	2,800	2,083	0	5,335		(452)	
YEAR 4	37	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	38	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	39	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	40	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	41	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	42	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	43	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	44	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	45	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	46	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	47	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	48	LTD/SSDI	2,800	2,083	0	5,335		(452)	
YEAR 5	49	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	50	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	51	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	52	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	53	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	54	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	55	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	56	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	57	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	58	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	59	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	60	LTD/SSDI	2,800	2,083	0	5,335		(452)	
YEAR 6	61	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	62	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	63	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	64	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	65	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	66	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	67	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	68	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	69	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	70	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	71	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	72	LTD/SSDI	2,800	2,083	0	5,335		(452)	

	MONTH	INSURANCE TYPE (STD, LTD or SSDI)	DISABILITY BENEFIT INCOME	OTHER INCOME AVAILABLE	USE OF SAVINGS/CASH RESERVE	EXPENSES TO COVER	EXCESS	GAP	NOTES
YEAR 7	73	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	74	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	75	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	76	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	77	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	78	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	79	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	80	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	81	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	82	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	83	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	84	LTD/SSDI	2,800	2,083	0	5,335		(452)	
YEAR 8	85	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	86	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	87	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	88	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	89	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	90	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	91	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	92	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	93	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	94	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	95	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	96	LTD/SSDI	2,800	2,083	0	5,335		(452)	
YEAR 9	97	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	98	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	99	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	100	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	101	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	102	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	103	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	104	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	105	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	106	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	107	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	108	LTD/SSDI	2,800	2,083	0	5,335		(452)	
YEAR 10	109	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	110	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	111	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	112	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	113	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	114	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	115	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	116	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	117	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	118	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	119	LTD/SSDI	2,800	2,083	0	5,335		(452)	
	120	LTD/SSDI	2,800	2,083	0	5,335		(452)	