

Health Insurance

Annual premiums for employer-sponsored family health, workers on average paying **\$4,316** toward the cost of their coverage. A single or Individual employee's coverage cost **\$5,615**, with the worker on average paying **\$951** out-of-pocket.

Automobile Insurance (required by law in most states)

There are many variables here, including age, gender, age and value of car, driving record. For the purposes of our budgets, figure 1% of the purchase price of the car per month. For coverage that includes only liability insurance, figure .5%.

Home Owner's Insurance (required by mortgage holders)

Determine this figure by multiplying your home's value times .5% and divide by 12 for the monthly amount.

Renter's Insurance (required by landlords)

Since you are only insuring the contents of your home, this is much cheaper than home owner's insurance. Figure this at 2.5% of your square footage.

Homeowner's & Renters Insurance addendums

For certain types of items you keep in your home, you must pay extra if you want them insured. Items like jewelry, computers, and high-end electronics would be covered by these addendums. Calculate by multiplying .5% of the value of these items per year and divide by 12 for the monthly amount.

Disability Insurance

This pays according to income, typically at a rate of 66% of your income. Figure your premiums at a rate of 1% of your annual income.

Life Insurance

If you are an income earner, how much would your family need to survive? If you are a stay-at-home parent, how much would it cost your spouse for childcare? Determine your cost of term life at \$50 per month per \$100,000 of annual income you would want for your family.