## \$1 million of life insurance? It may not be as much as you think.

When it comes to life insurance, it's important to have the right amount to cover the expenses you expect, and some you don't. Here's a look at some of the many expenses that a typical American family may need to consider.

\$444,000

**Housing** costs over 20 years, based on a monthly payment of \$1,850.



\$147,600

**Childcare** costs over ten years.

Source: Zippin 2023



How much it costs to send two children to **college** for four years.

\$361,920

Source: College data.com 2022 (Based on average cost of attendance for Out-of-state pubic colleges for the 2022-2023 school year)

\$7,848

Average cost of **final expenses.** 

Source: National Funeral Dir. Assoc. 2023



Average out-of-pocket costs for a family, over 20 years.



\$164,000

Source: KFF.org. 2023

\$120,000

20 years' worth of **retirement** savings.

(Based on IRA contributions of \$6,000 per year for 20 years.)



Source: New York Life.com 2021: Average annual cost of a private room in a nursing home.



The average amount of individual student debt.

\$37,650

Source: Department of Education, 2023

## Did you know?

 $15.4_{\text{years}}$ 

The number of years a \$65,000 after-tax income would be replaced by a \$1 million of life insurance.



(After-tax income based on 2023 federal tax bracket of 25% applied to an income of \$86.600.)

\$554,000

The purchasing power of \$1 million in 20 years assuming

3% inflation.

Source: (Based on \$1M in 2023 subject to 3% inflation over 20 years.)



Talk to your New York Life Agent to create personalized coverage that will take care of the people you love in the way they deserve.

## Plan ahead.

What are the financial responsibilities ahead of you? Let's make sure you're prepared to take care of them. Some common expenses include housing, childcare, college tuition, student debt, healthcare, retirement, and long-term care.

Type of expense:	Annual amount:	# of years:	Total:
		Total need to insure	

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## New York Life Insurance Company

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