Is Your Employer-Provided Life Insurance Coverage Enough?

While basic employer-provided life insurance is low-cost or free, your policy's face value still may not be high enough to protect your family should something happen to you. If your premature death would be a financial burden to your spouse and/or children, you probably need additional coverage. Experts recommend 8 to 10 times your annual salary in coverage. While you can buy supplemental coverage from your employer, buying an individual policy to supplement your insurance coverage is a better idea for a variety of reasons.

You May Lose Your Coverage If Your Job Situation Changes.

As with health insurance, you don’t want gaps in your life insurance coverage, because you never know when you might need it. Most workers who get coverage through work don’t know where their life insurance will come from if they change jobs, are laid off, their employer goes out of business, or they switch from full-time to part-time status. You usually won’t be able to keep your policy in these scenarios. Lack of portability can be a problem if you aren’t going directly to another job with similar coverage and aren’t healthy enough to qualify for an individual policy.

If You are Young and Healthy, You Can Lock in Low Rates for Decades.

With group term insurance that is provided by your employer, your premiums become more expensive as you age. If you are young and healthy, you’re more likely to find a better rate with individual term insurance. And guaranteed level-premium term life insurance costs you the same amount every year for as long as you have the policy.

Example:

A healthy, 35 year old, Female Non-Smoker can get $500,000 in 20 year level term insurance at a low cost of $224/yr from an A+ rated carrier.

A healthy, 35 year old, Male, Non-Smoker can get $500,000 in 20 year level term insurance for a low cost of $259/year from an A+ rated carrier.

Coverage Gets Tricky if Your Health Declines.

Another problem arises if you’re leaving your job because of a health problem. If you relied solely or heavily upon group insurance, and then suffer a medical condition that forces you to leave your job, you may be losing your life insurance coverage just when your family is going to need it the most.

The Solution – A Combination of Employer Offered Insurance and an Individual Policy.

It is important to make sure you’re covered at all times and under all circumstances. Supplementing your coverage with an individual life insurance policy guarantees that your loved ones will be taken care of should anything happen to you.

Call Us Today!

800-422-7536