

Your 1847Financial Tampa Military Wealth Managers:

Indira S. Cozine
icozine@1847financial.com
(215) 779-5161

Paul J. McAneny
pmcaneny@1847financial.com
(813) 720-4763

Transitioning from the Military

We are here to serve!

FINAL PAY, PROJECTED RETIREMENT PAY & GAP ANALYSIS

For John Smith Age= 45 (10/01/1978)
Spouse Mary 45 (6/7/1979)
Final Month Active Duty Taxable Equivalent Pay **\$16,451**

Retirement Monthly Pay **\$6,091** **37% of Final Month Pay**
Equivalent to 4% annual interest off a lump sum of: **\$1,827,255**

POST-RETIREMENT PAY GAP

Annual Pretax Salary is:	\$197,412	
Annual Pretax Retirement is:	\$73,090	
Retirement Salary Gap is:	\$124,322	NOTE: This gap does not account for:
-	\$0	• Taxable Equivalent VA Disability Benefit
+	\$0	• SBP Premiums
+	\$2,000	• Retiree Healthcare Costs
Adjusted Retirement Salary Gap is:	\$126,322	

Assumptions:

- 22 years & 9 months total Time in Service at Retirement
- >22 years on 1 June 2024, >20 years on 1 June 2022
- BAH at the 2024 Tampa O-5 w/ Dependent rate
- Smiths currently in the 22% marginal tax rate bracket
- Assumed 3% COLA increase in 2025, across the board

SBP & SGLI/VGLI ALTERNATIVE ANALYSIS

SURVIVOR BENEFIT PLAN (SBP) ESTIMATES

SBP Monthly Premium **\$396**

SBP Monthly Benefit **\$3,350** **20% of Final Month Pay**

Equivalent to 4% annual interest off a lump sum of: **\$1,004,990**

PREMIUM COMPARISON FOR \$500,000 SGLI REPLACEMENT

Age: **ANY AGE WHILE ON ACTIVE DUTY**

SGLI \$30.00

Age:	45-49	50-54	55-59	> 79	} INCREASING Term Premiums
VGLI	\$ 105.00	\$ 165.00	\$ 300.00		\$2,250.00	

	\$500K GCT20*	\$500K GCT30*	
AGE	45-65	45-75	} Typical LEVEL Term premium range*
Standard NT	\$95.02	\$160.01	

(For age 45)

*GCT is Guaranteed Convertible Term for 20 or 30 years
*Your actual cost may be less or more than Standard Non-Tobacco rates after underwriting depending on your health

Sources:

- Military Pay Estimates
 - Defense Finance and Accounting Service (DFAS) - Military Pay Tables: <https://www.dfas.mil/militarymembers/payentitlements/Pay-Tables/>
 - Defense Travel Management Office - BAH Calculator: <https://www.defensetravel.dod.mil/site/bahCalc.cfm>
- SGLI Premium Rates: US Department of Veterans Affairs - SGLI: <https://www.va.gov/life-insurance/options-eligibility/sqli/>
- VGLI Premium Rates: US Department of Veterans Affairs - VGLI: <https://www.va.gov/life-insurance/options-eligibility/vgli/>
- VGLI Alternative Premiums: Penn Mutual Life Solutions Illustrator: https://lsi.pennmutual.com/UI2/Page_Main.aspx

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