

LONG TERM DISABILITY

Examples of calculating LTD premiums

Calculating Employee's **ANNUAL** Premium Example:

	Annual	/	100	x	Rate	=	Annual
	Salary						premium
Employee	\$30,000	/	100	x	\$0.24	=	\$72.00

Calculating Employee's **MONTHLY** Premium Example:

	Annual	/	12	=	Monthly
	premium				premium
Employee	\$72.00	/	12	=	\$6.00

* **bi-weekly** premium, divide the annual premium by 26.

Example; $\$72.00 / 26 = \2.77

* **weekly** premium, divide the annual premium by 52.

Example; $\$72.00 / 52 = \1.38