

North Georgia Conference  
Group Term Life Insurance Computations

The North Georgia Conference provides \$70,000 of group term life insurance coverage to full-time clergy, until age 65. IRS rules require the inference of income to the individual clergyperson on the coverage in excess of \$50,000. In other words, income must be inferred on the excess \$20,000 coverage. This income computation is based on the clergy person's age and the number of months appointed to your church. More information on this computation can be found in Publication 15B.

The amounts inferred for a clergyperson appointed to your church is as follows:

under 25		\$ 12.00
25 through	29	\$ 14.40
30 through	34	\$ 19.20
35 through	39	\$ 21.60
40 through	44	\$ 24.00
45 through	49	\$ 36.00
50 through	54	\$ 55.20
55 through	59	\$ 103.20
60 through	64	\$ 158.40
65 through	69	\$ 251.46
70 and older		\$ 407.88

Coverage drops to \$16,500 at age 65. This table encompasses that change in coverage.

The amount inferred above should be added to salary in box 1 and disclosed in box 12 with a code 'c'. Please refer to the instructions for W-2's.

If your clergyperson is with your church for less than 12 months, please prorate the above amounts appropriately for the portion of the year the clergyperson is appointed to your church.

If your clergyperson has a birthday, causing him/her to cross the above demarcation lines, you will need use his/her age at the end of the year for the entire year's computation.