



IRA MAXIMIZATION STRATEGY

How to significantly increase the value of an IRA to children, grandchildren and/or favorite charity.

IDEAL PROSPECT FOR IRA MAXIMIZATION STRATEGY

- Age 62 or older
- Does not need the IRA to maintain lifestyle
- Insurable

FACTS OF THE CASE:

Client/Clients Vitals	_____	Male 65 preferred non tobacco	_____
IRA Value	_____	\$500,000	_____
IRA assumed interest rate	_____	4%	_____
Client/Clients tax rates	_____	40% combined federal and state	_____
Do the client/clients need any of the IRA or its earnings to maintain their lifestyle?	_____	NO	_____

PRESENTATION

	Current	IRA MAX
Current Value of IRA	_____	_____
	\$500,000	\$500,000
Annual IRA Earnings	_____	_____
	\$20,000	\$20,000
Annual Withdrawal from IRA	_____	_____
	-	\$20,000
Projected Income Tax or Withdrawal	_____	_____
	-	\$8,000
After Tax Withdrawal	_____	_____
	-	\$12,000
Projected IRA Value Year 10	_____	_____
	\$740,000	\$500,000
Projected IRA Tax Year 10	_____	_____
	\$296,000	\$200,000
After Tax Value of IRA Year 10	_____	_____
	\$444,000	\$300,000
Life Insurance Premium	_____	_____
	-	\$12,000
Life Insurance Proceeds	_____	_____
	-	\$575,420
Projected Total Value Transferred At Death	_____	_____
	\$444,000	\$875,420

OVERVIEW ITEMS

1. Life insurance policy has a long-term care rider included.
