

Long-Term Care Expense Financial Snapshot



The Financial Snapshot Series serves to help identify your financial needs and may be used in developing proposed solutions consistent with your needs and objectives. Other "needs analysis" programs may provide different results, depending on methodology, assumptions and/or input. While the included worksheet(s) can give you a general idea of your needs, you should consult with a licensed financial representative for complete details about specific products that may be used to meet your financial needs. See additional Important Information on the final page of this report, including assumptions used in the preparation of this report.

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Provided to:

Provided by:

Long-Term Care (LTC) Expense Snapshot for:

This worksheet uses **LTC expense inflation rate** and **investment rate of return** assumptions that you select. Different assumptions will produce different results.

Long-Term Care Planning Assumptions

Your Current Age: _____

Age When Long-Term Care Services Will Be Needed: _____

Years Until Long-Term Care Services Will Be Needed: _____

Number of Years Long-Term Care Services Will Be Needed: _____

Anticipated Monthly Long-Term Care Expenses in Today's Dollars: \$ _____

Anticipated Annual Long-Term Care Expenses in Today's Dollars: \$ _____

Long-Term Care Expense Inflation Factor: Enter the appropriate factor based on an assumed inflation rate: _____

LTC Inflation Factor (3%)			
Years (1)	Factor	Years (1)	Factor
1	1.030	16	1.605
2	1.061	17	1.653
3	1.093	18	1.702
4	1.126	19	1.754
5	1.159	20	1.806
6	1.194	21	1.860
7	1.230	22	1.916
8	1.267	23	1.974
9	1.305	24	2.033
10	1.344	25	2.094
11	1.384	26	2.157
12	1.426	27	2.221
13	1.469	28	2.288
14	1.513	29	2.357
15	1.558	30	2.427

LTC Inflation Factor (4%)			
Years (1)	Factor	Years (1)	Factor
1	1.040	16	1.873
2	1.082	17	1.948
3	1.125	18	2.026
4	1.170	19	2.107
5	1.217	20	2.191
6	1.265	21	2.279
7	1.316	22	2.370
8	1.369	23	2.465
9	1.423	24	2.563
10	1.480	25	2.666
11	1.539	26	2.772
12	1.601	27	2.883
13	1.665	28	2.999
14	1.732	29	3.119
15	1.801	30	3.243

LTC Inflation Factor (5%)			
Years (1)	Factor	Years (1)	Factor
1	1.050	16	2.183
2	1.103	17	2.292
3	1.158	18	2.407
4	1.216	19	2.527
5	1.276	20	2.653
6	1.340	21	2.786
7	1.407	22	2.925
8	1.477	23	3.072
9	1.551	24	3.225
10	1.629	25	3.386
11	1.710	26	3.556
12	1.796	27	3.733
13	1.886	28	3.920
14	1.980	29	4.116
15	2.079	30	4.322

(1) Years Until Long-Term Care Services Will Be Needed

Current Monthly Long-Term Care Savings: \$ _____

Current Balance of Any Long-Term Care Savings: \$ _____

Investment Return Factor: Enter the appropriate factor based on the rate of return you want to assume for your long-term care savings: _____

Investment Return Factor (4%)			
Years (1)	Factor	Years (1)	Factor
1	1.040	16	1.873
2	1.082	17	1.948
3	1.125	18	2.026
4	1.170	19	2.107
5	1.217	20	2.191
6	1.265	21	2.279
7	1.316	22	2.370
8	1.369	23	2.465
9	1.423	24	2.563
10	1.480	25	2.666
11	1.539	26	2.772
12	1.601	27	2.883
13	1.665	28	2.999
14	1.732	29	3.119
15	1.801	30	3.243

Investment Return Factor (6%)			
Years (1)	Factor	Years (1)	Factor
1	1.060	16	2.540
2	1.124	17	2.693
3	1.191	18	2.854
4	1.262	19	3.026
5	1.338	20	3.207
6	1.419	21	3.400
7	1.504	22	3.604
8	1.594	23	3.820
9	1.689	24	4.049
10	1.791	25	4.292
11	1.898	26	4.549
12	2.012	27	4.822
13	2.133	28	5.112
14	2.261	29	5.418
15	2.397	30	5.743

Investment Return Factor (8%)			
Years (1)	Factor	Years (1)	Factor
1	1.080	16	3.426
2	1.166	17	3.700
3	1.260	18	3.996
4	1.360	19	4.316
5	1.469	20	4.661
6	1.587	21	5.034
7	1.714	22	5.437
8	1.851	23	5.871
9	1.999	24	6.341
10	2.159	25	6.848
11	2.332	26	7.396
12	2.518	27	7.988
13	2.720	28	8.627
14	2.937	29	9.317
15	3.172	30	10.063

(1) Years Until Long-Term Care Services Will Be Needed

Long-Term Care (LTC) Expense Snapshot for:

This worksheet uses **LTC expense inflation rate** and **investment rate of return** assumptions that you select. Different assumptions will produce different results.

Estimated Future Expenses of Long-Term Care Services

Estimated Future LTC Expenses for _____ Years: \$ _____
 Value of Current LTC Savings in _____ Years: \$ _____
 Other Resources Available to Pay LTC Expenses: \$ _____
 Long-Term Care Savings Shortage or (-) Surplus: \$ _____

If you have a Long-Term Care Savings (-) Surplus, congratulations! You have met your LTC funding objective and need not complete the balance of this worksheet.

What You Need to Do

Monthly LTC Savings Factor: Enter the appropriate Monthly LTC Savings Factor based on the same assumed interest rate you used for the Investment Return Factor on page 2: _____

Monthly LTC Savings Factor (4 %)			
Years (1)	Factor	Years (1)	Factor
1	.0818	16	.0037
2	.0401	17	.0034
3	.0262	18	.0032
4	.0192	19	.0029
5	.0151	20	.0027
6	.0123	21	.0025
7	.0103	22	.0027
8	.0089	23	.0022
9	.0077	24	.0021
10	.0068	25	.0019
11	.0060	26	.0018
12	.0054	27	.0017
13	.0049	28	.0016
14	.0045	29	.0015
15	.0041	30	.0014

Monthly LTC Savings Factor (6 %)			
Years (1)	Factor	Years (1)	Factor
1	.0811	16	.0031
2	.0393	17	.0028
3	.0254	18	.0026
4	.0185	19	.0024
5	.0143	20	.0022
6	.0116	21	.0020
7	.0096	22	.0018
8	.0081	23	.0017
9	.0070	24	.0016
10	.0061	25	.0014
11	.0054	26	.0013
12	.0048	27	.0012
13	.0042	28	.0011
14	.0038	29	.0010
15	.0034	30	.0009

Monthly LTC Savings Factor (8 %)			
Years (1)	Factor	Years (1)	Factor
1	.0803	16	.0026
2	.0386	17	.0023
3	.0247	18	.0021
4	.0173	19	.0019
5	.0137	20	.0017
6	.0109	21	.0015
7	.0089	22	.0014
8	.0075	23	.0013
9	.0064	24	.0012
10	.0055	25	.0011
11	.0047	26	.0010
12	.0042	27	.0009
13	.0037	28	.0008
14	.0032	29	.0007
15	.0029	30	.0006

(1) Years Until Long-Term Care Services Will Be Needed

Monthly LTC Savings Needed to Provide \$ _____
 LTC Savings Shortage in _____ Years: \$ _____
 Current Monthly LTC Savings: \$ _____

New Monthly Long-Term Care Savings Needed: \$ _____

Another alternative is to purchase **long-term care insurance** to pay for at least a portion of future long-term care costs. Whether purchased for yourself, your spouse or for an aging parent, long-term care insurance can help protect assets accumulated over a lifetime from the ravages of long-term care costs, whenever those costs are incurred. See page 4 for more information.

Additional Information: Long-Term Care Insurance

Long-term care refers to help with daily activities needed by people with disabilities or chronic, longer-lasting illnesses, such as help with eating, bathing and dressing. Long-term care also includes assistance for those suffering from cognitive impairments, such as Alzheimer's disease and dementia. Other types of insurance, such as health insurance and disability insurance, do not typically pay for these services, nor does Medicare. Long-term care can be provided in a variety of settings, such as your home, an assisted living community or in a nursing home.

A typical long-term care insurance policy helps cover the cost of long-term care services, including:

- Assistance in your home with daily activities, such as bathing, dressing, meals and housekeeping services.
- Visiting nurses and/or home health aides who come to your home.
- Services available in your community, such as adult day care.
- The cost of an assisted living community.
- Nursing home care.

In purchasing long-term care insurance, it is important to select coverage that matches your needs and preferences. As you evaluate various policy features and benefits, however, keep in mind that the choices you make can affect the premiums you pay and the benefits you are entitled to receive.

Covered Services	What services are covered by the policy? Does the policy offer "shared care," where two people can share the pool of benefits provided by the policy?
Benefit Amount	What is the daily benefit amount? Is it payable only while you are confined to a nursing home, or is a benefit also payable for home health care and other care alternatives? Does the policy have a maximum lifetime benefit?
Benefit Period	For how long are benefits payable? In a nursing home? At home? For an assisted living facility?
Elimination Period	When do benefits begin? Nursing home care? Home health care? Assisted living?
Maximum Lifetime Benefit	Does the policy have a maximum lifetime benefit? If so, what is it?
Pre-Existing Conditions	Are pre-existing conditions covered the same as any other conditions? If not, how long must you wait before they are covered?
Excluded Conditions	Are any conditions, such as Alzheimer's Disease, senility or dementia, excluded from coverage?
Inflation	Are benefit amounts adjusted to reflect increasing long-term care costs? How?
Prior Hospital Stay	Is a prior hospital stay required in order to receive benefits? Are medical certifications required in order to receive benefits?
Spousal Discount	Does the insurance company offer a discount when both spouses purchase long-term care insurance policies?
Premiums Waived	Are premiums waived after you begin receiving benefits? When?
Guaranteed Renewable	Can you renew the coverage for life, so long as you pay the premiums when due?
Premium Increases	Can your premiums be increased? How often? Under what conditions?

Important Information

The worksheet(s) in this report serve to help identify your financial needs and priorities and may be used in developing proposed solutions consistent with your needs and objectives. While the worksheet(s) can give you a general idea of certain financial needs, you should consult with your licensed financial representative on how specific products may work for you in your particular situation. Your licensed financial representative will also provide you with costs and complete details about any products recommended to meet your specific needs and financial objectives.

Long-Term Care Expense Financial Snapshot Assumptions: The Long-Term Care Expense Financial Snapshot asks that you select from three assumed inflation rates and interest rates. It is important to understand that these are assumptions only and provide hypothetical results of your long-term care savings needs. Using a different set of inflation and interest rate assumptions will result in a different set of hypothetical results. The **assumed LTC inflation rate** used has a direct effect on the illustrated long-term care savings required...the higher the assumed inflation rate, the larger the illustrated long-term care savings needed will be. The **assumed interest rate** used has a direct effect on the illustrated value of any current long-term care savings, as well as on any new monthly long-term savings needed to achieve your long-term care savings objective...the higher the assumed interest rate, the larger the illustrated value of any current LTC savings and the smaller any new monthly LTC savings needed will be. Remember that this is a hypothetical illustration only and is not indicative of any particular investment or performance. It does not reflect the fees and expenses associated with any particular investment, which would reduce the performance shown in this hypothetical illustration if they were included. In addition, rates of return will vary over time, particularly for longer-term investments.

The information, general principles and conclusions presented in this report are subject to local, state and federal laws and regulations, court cases and any revisions of same. While every care has been taken in the preparation of this report, Titan financial agents are not engaged in providing legal, accounting, financial or other professional services. This report should not be used as a substitute for the professional advice of an attorney, accountant, or other qualified professional.