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FORUM 400™



Leadership for Advanced Life Underwriting*

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About our firm:
Tempewick Wealth Management is a wealth and insurance firm with professionals specializing in estate and investment planning, business succession and wealth transfer.

TEMPEWICK

WEALTH MANAGEMENT



Funding for Long Term Care

Long Term Care (LTC) is a specialized set of service required when an individual suffers from a chronic illness or an accident renders them physically or mentally unable to care for themselves for an extended period. Long Term Care assistance may be provided at a variety of locations, including hospitals, adult day care programs, hospice facility, skilled nursing care and assistance with activities of daily living (ADL) – such as; bathing, continence, dressing, eating, toileting and transferring.

Long Term Care Insurance

Long Term Care Insurance policies offer tax-free benefits for the care of prolonged conditions. In addition, Long Term Care Insurance helps protect assets that would otherwise be severely affected by the costs of Long Term Care. The main differentiator among long-term care rider pays is by an Indemnity or Reimbursement model.

Reimbursement Plan: The actual costs of qualifying long term-care services are reimbursed. The bills and receipts are accounted for every month.

Indemnity Plan: Full benefit is paid regardless of what the actual LTC expenses and can be used for any other purpose.

Chronic Illness Rider

Chronic Illness Riders are added to an eligible life insurance policy allowing the possibility of meeting two separate consumer needs: the need to provide a death benefit to their heirs and the need to pay bills during the serious long term illness, albeit with a reduction to the benefit that would ultimately be available to life beneficiaries. Chronic illness riders are issued to those who have been certified within the preceding 12 month by their attending physician as being unable to perform at least two activities of daily living for a period of at least 90 days as a result of loss of functional capability.

MoneyGuard Policy

MoneyGuard is a universal life insurance policy with long term care benefit rider issued that offers you tax-advantage long term care benefit with more leverage for your long term care dollars, an income tax-free benefit, interest credit and tax-deferred growth and money back guarantee.

Long Term Care Costs

Long Term Care costs are significant, and vary widely depending on where care is received. Most health insurance will not pay the majority cost associated with chronic conditions that require Long Term Care, and only cover acute, skilled medical care. A survey in 2015 determined nursing home and health home care cost here in the State of New Jersey are very high, and increasing rapidly each year:

Type of Care	Average Annual Northern New Jersey	Five Year Annual Growth	Average Annual New Jersey	Five Year Annual Growth
Home Health Aide Services	\$49,192	2%	\$48,506	1%
Adult Day Health Care	\$21,970	1%	\$22,165	1%
Assisted Living Facility	\$83,400	7%	\$68,700	4%
Nursing Home (Semi-Private Room)	\$124,772	3%	\$116,800	3%
Nursing Home (Private Room)	\$137,616	3%	\$127,750	3%

There are numerous solutions available today for insuring against long-term care and chronic illness expenses. Please contact my office for more information on LTC products on life insurance for solution and strategies that you may be able to use in order to minimize your care costs.

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