

Basic Estate Planning

- ▶ Do you have a will or trust?
- ▶ Do you have children?
- ▶ Do you have minor children?
- ▶ Do you have a sizable estate?

Reason To Make An Estate Plan #49

Your son, Frankie

- Still living at home at age 35
- Comes home at 4 a.m. and sleeps 'til noon
- Pays no rent, has his mother launder his clothes, and heartily participates in all family meals
- Works part time at the local video games store
- Begins every sentence with the word "Dude"



Are you sure you want to leave everything to him... No strings attached?

Notable Deaths Without a Will

- ▶ Derrick Thomas (2000)
- ▶ Prince (2016)
- ▶ Aretha Franklin (2018)
- ▶ Tom Brady (2018)

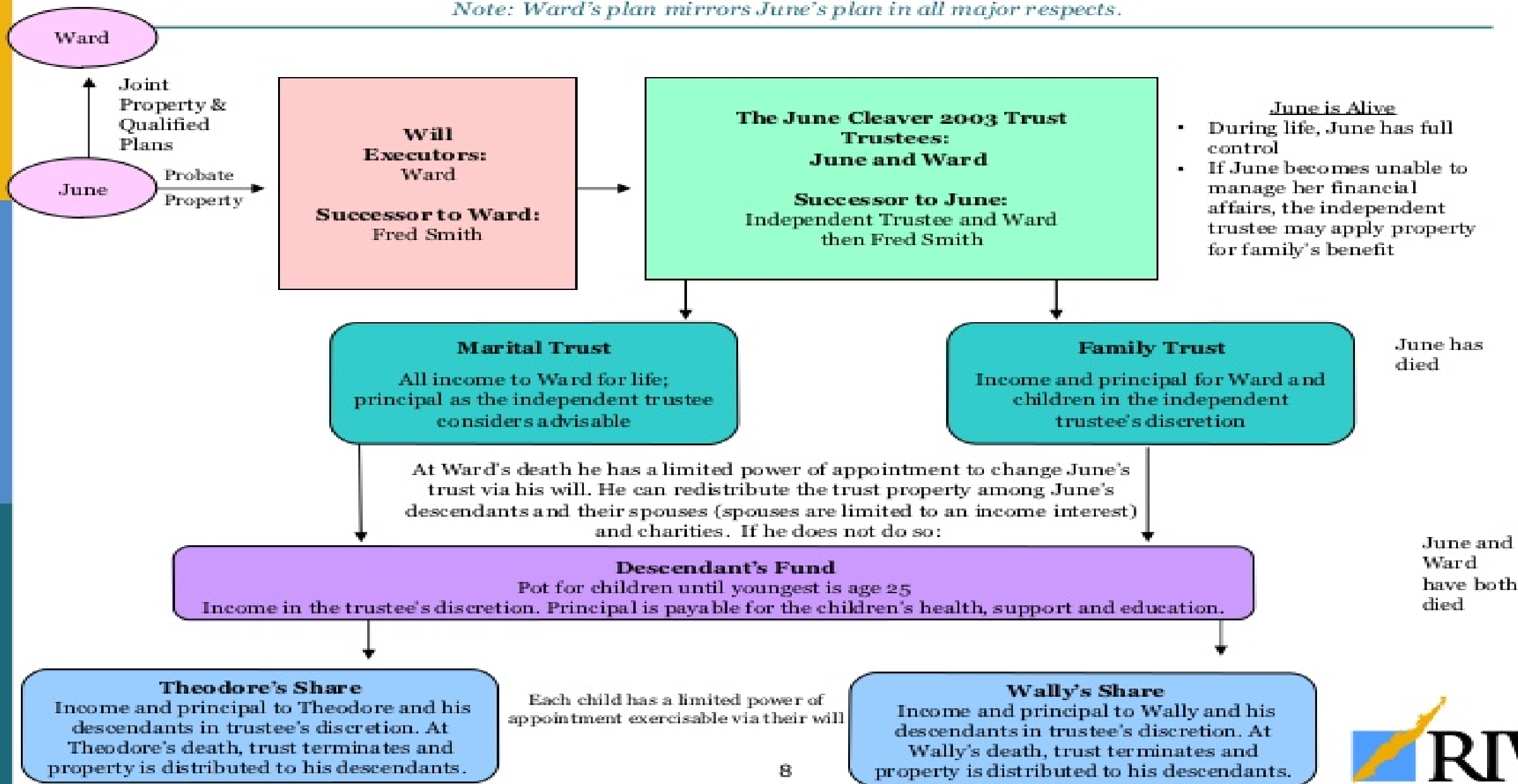
What is “Estate Planning”?

- ▶ An ongoing, dynamic process, not a singular event
- ▶ Should be reviewed and updated on a regular basis
- ▶ Transfer of assets during lifetime and at death
- ▶ Instructions for care in the event of incapacity
- ▶ Nomination of guardian for minor children
- ▶ Provisions for family members with special needs

Draft Estate Plan For June Cleaver

Assumes June dies first

Note: Ward's plan mirrors June's plan in all major respects.



Estate Planning Documents

- ▶ Last Will and Testament
- ▶ Trust
- ▶ General Durable Power of Attorney
- ▶ Durable Power of Attorney for Health Care Decisions
- ▶ Statutory Living Will
- ▶ Authorization and Consent for Release of Electronically Stored Information
- ▶ Authorization for Use and Disclosure of Protected Health Information
- ▶ Designation of Beneficiaries

Methods to Transfer Assets (After Death)

Method	Who's In Charge?	Probate
Designation of Beneficiary	The Document	No
Payable on Death	The Document	No
Transfer on Death	The Document	No
Beneficiary Deed	The Document	No
Last Will & Testament	Executor (Per Will)	Yes
Trust	Trustee (Per Trust)	No
Intestate	Executor (Per Probate)	Yes

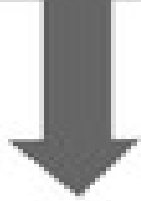
Designation of Beneficiaries Federal Employees

- ▶ Unpaid Compensation
- ▶ CSRS or FERS Retirement System
- ▶ Thrift Savings Plan (TSP)
- ▶ Federal Employees Group Life Insurance (FEGLI)
- ▶ Other Life Insurance

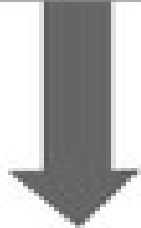
Note: You will need “Contingent” Beneficiaries

WHICH DO YOU WANT FOR YOUR FAMILY?

WILL



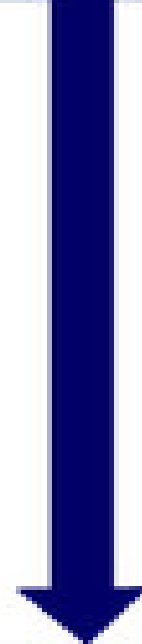
PROBATE



HEIRS

- ATTORNEYS
- 1-2 YEAR DELAYED DISTRIBUTIONS
- PUBLIC DISCLOSURE OF YOUR ASSETS, DEBTS AND HEIRS
- MAXIMUM EMOTIONAL IMPACT ON FAMILY
- COURT APPOINTED GUARDIANS AND/OR CONSERVATORS
- EXPENSIVE PROBATE FEES
- MAXIMUM ESTATE TAXES
- EASILY CONTESTED
- TOTALLY PUBLIC AND COURT CONTROLLED

LIVING TRUST



HEIRS

- NO ATTORNEYS
- NO COURT CONTROL
- NO PROBATE
- NO GUARDIANS
- NO CONSERVATORS
- NO HASSLES
- NO DELAYS
- NO UNNECESSARY EXPENSES
- NO UNNECESSARY TAXES
- NO CONTEST CLAUSE
- DUAL FEDERAL ESTATE TAX EXEMPTIONS FOR COUPLES
- TOTALLY PRIVATE AND FAMILY CONTROLLED

Question (True or False)

You don't need a will if you have a living trust

Answer

False

"Pour Over Will"

Estate and Gift Taxes

- ▶ 2018 Exemption Amount – \$5,590,000
- ▶ Couples - \$11,180,000
- ▶ Annual Gift Tax Exclusion - \$15,000
- ▶ \$15,000 per Person

Legacy Box

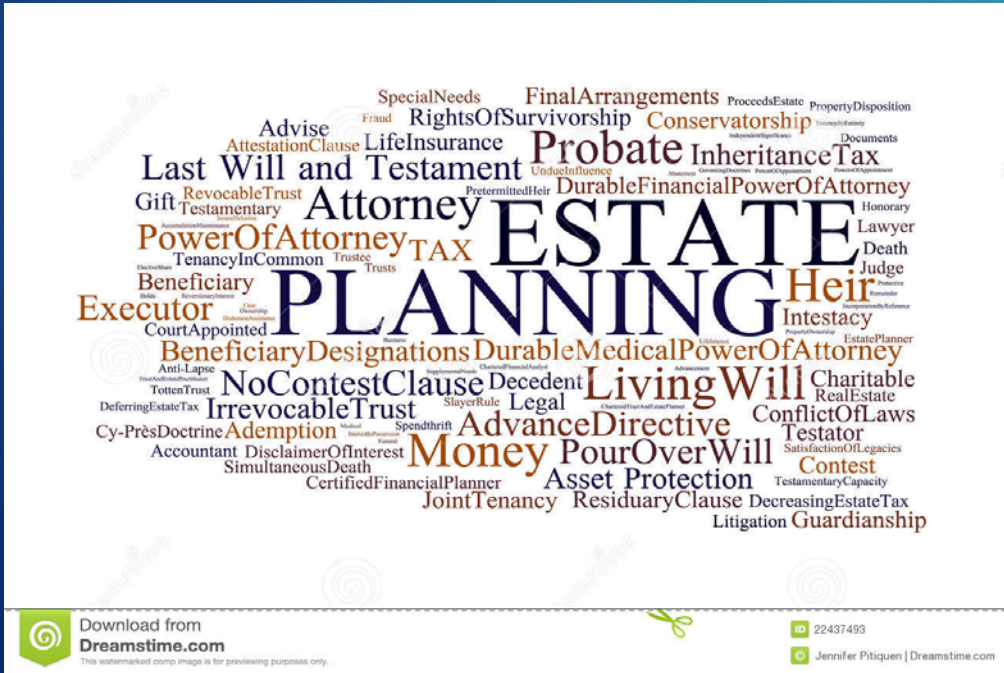
- ▶ List of Assets and Liabilities with Location
- ▶ List of IDs and Passwords
- ▶ Trust & Last Will and Testament
- ▶ General Durable Power of Attorney
- ▶ Durable Power of Attorney for Health Care Decisions
- ▶ Statutory Living Will
- ▶ Designation of Beneficiaries
- ▶ Life Insurance Documents
- ▶ Home and Auto Insurance Documents
- ▶ Umbrella Liability Insurance Documents
- ▶ Birth Certificates and Social Security Cards
- ▶ Home Inventory (List, Pictures and/or Video)

Document	Date
Schedule of Assets and Liabilities	
Net Worth Statement	
Schedule of IDs and Passwords	
Trust Agreement	
Beneficiary Deed (Lot 41, Summit Falls)	3/27/2018
Payable on Death - Mazuma Bank Accounts	3/27/2018
Designation of Beneficiary - Edward Jones - Joint Money Market Account	5/12/2018
Designation of Beneficiary - Edward Jones - Stocks and Bonds	8/21/2018
Michael	
Last Will and Testament	
General Durable Power of Attorney	3/27/2018
Durable Power of Attorney for Health Care Decisions	3/27/2018
Statutory Living Will	3/27/2018
Authorization and Consent for Release of Electronically Stored Information	3/27/2018
Authorization For Use and Disclosure of Protected Health Information	3/14/2008
Designation of Beneficiary - Unpaid Compensation	5/29/2018
Designation of Beneficiary - FERS	5/29/2018
Designation of Beneficiary - Thrift Savings Plan	8/8/2018
Designation of Beneficiary - Edward Jones - Roth IRA	8/13/2018
Designation of Beneficiary - AICPA Life Insurance	3/27/2018
Diana	
Last Will and Testament	
General Durable Power of Attorney	3/27/2018
Durable Power of Attorney for Health Care Decisions	3/27/2018
Statutory Living Will	3/27/2018
Authorization and Consent for Release of Electronically Stored Information	3/27/2018
Authorization For Use and Disclosure of Protected Health Information	3/14/2008
Designation of Beneficiary - Unpaid Compensation	6/8/2018
Designation of Beneficiary - FERS	6/8/2018
Designation of Beneficiary - Thrift Savings Plan	8/8/2018
Designation of Beneficiary - Edward Jones - Roth IRA	8/13/2018
Designation of Beneficiary - AICPA Life Insurance	3/27/2018

Estate Planning Aging Family Members

- ▶ Consolidate assets
- ▶ Assets that are liquid
- ▶ Pay off debts
- ▶ Seek advice from a CPA and attorney
- ▶ Selection of a care facility

You Never Know




OCTOBER 2018

Sun	Mon	Tue	Wed	Thu	Fri	Sat
	1 274	2 275	3 276	4 277	5 278	6 279
7 280	8 281	9 282	10 283	11 284	12 285	13 286
14 287	15 288	16 289	17 290	18 291	19 292	20 293
21 294	22 295	23 296	24 297	25 298	26 299	27 300
28 301	29 302	30 303	31 304			

NOVEMBER 2018

Sun	Mon	Tue	Wed	Thu	Fri	Sat
				1 305	2 306	3 307
4 308	5 309	6 310	7 311	8 312	9 313	10 314
11 315	12 316	13 317	14 318	15 319	16 320	17 321
18 322	19 323	20 324	21 325	22 326	23 327	24 328
25 329	26 330	27 331	28 332	29 333	30 334	



“ A very rich person should leave his kids
enough to do anything but not enough to
do nothing”

Warren Buffet

Questions?