IRA BENEFICIARY OPTIONS

LAWYERS WITH PURPOSE

AT DEATH OF IRA OWNER

ALL TO SPOUSE

- "PROTECTED" → ROLL INTO CURRENT IRA OF SURVIVING SPOUSE (STRETCH AT DEATH)
- "PROTECTED" → SPOUSE CREATES NEW IRA (STRETCH AT DEATH)
- "NOT PROTECTED" → MAINTAIN "DECEDENT IRA" STATUS AND DRAW OUT OVER LIFE EXPECTANCY OF DECEDENT (IF LONGER THAN SPOUSE)

TO CHILDREN/OTHER "LIVING" BENEFICIARY

"NOT PROTECTED"

"DECEDENT IRA" FOR BENEFICIARY PAYABLE OVER THE DECEDENTS LIFE EXPECTANCY OR BENEFICIARIES LIFE EXPECTANCY (CHOICE)

- BENEFICIARY IS "MY CHILDREN" THEN OLDEST BENEFICIARY USED FOR PAYOUT TERM "STRETCH"
- BENEFICIARY IS "1/3 TO CHILD A" "1/3 TO CHILD B" "1/3 TO CHILD C" → EACH BENEFICIARY RETAINS OWN MEASURING LIFE IN STRETCH

TO TRUST

- "PROTECTED" → SEE THROUGH ("QUALIFIED BENEFICIARY") → LOOK TO BENEFICIARY OF TRUST TO IDENTIFY OLDEST BENEFICIARY
  - FAMILY/ MARITAL → "OLDEST BENEFICIARY" OF FAMILY TRUST IDENTIFIES STRETCH (NO FURTHER STRETCH AT TRUST TERMINATION) → AT TERMINATION OF FAMILY/MARITAL TRUST → TO SEPARATE SHARE TRUSTS PAID OUT OVER ORIGINAL REMAINING LIFE EXPECTANCY
  - RESIDUARY TRUST
    - BENEFICIARY IS "MY CHILDREN" THEN OLDEST BENEFICIARY USED FOR "STRETCH"
    - BENEFICIARY IS "1/3 TO CHILD A" "1/3 TO CHILD B" "1/3 TO CHILD C" → EACH BENEFICIARY RETAINS OWN MEASURING LIFE IN STRETCH
- "NOT PROTECTED" → NON SEE THROUGH → 5 YEAR PAYOUT

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