Making Sense of Structured Settlement Annuities

PRESENTED BY:

ELISA DILLARD RAINEY, CELA

RAINEY & RAINEY, ATTORNEYS AT LAW, L.P.

MATERIALS BY:

ELISA DILLARD RAINEY, CELA

CAROLA M. DAVIS, CFS, DAVIS SETTLEMENT PARTNERS

Questions?

Is a Structured Settlement Annuity a good fit?

Is the Structured Settlement Annuity being proposed in lieu of a trust or as a way to fund a trust?

Is other money going into the SNT?

Structured Settlement Annuity Basics

Structured Settlement Annuity Basics

Special type of annuity

Purchased by defendant

Pays plaintiff future periodic payments

Structured Settlement Annuity Basics

Options in payout:

- Lifetime
- Period Certain
- Period Certain Plus Life

Lifetime - Income for life of beneficiary

Period Certain – If life cut short, family may benefit from continued payments

Structured Settlement Annuity Basics

Payments tax-free under IRC §104(a)(2)

Certain creditor/judgment protections

- Not as big a concern if going into SNT anyway

UT LAW CLE THE UNIVERSITY OF TEXAS TEXASLAW

Find the full text of this and thousands of other resources from leading experts in dozens of legal practice areas in the UT Law CLE eLibrary (utcle.org/elibrary)

Title search: Making Sense of Structured Settlements

Also available as part of the eCourse
Answer Bar: Considering a Special Needs Trust

First appeared as part of the conference materials for the
14th Annual Changes and Trends Affecting Special Needs Trusts session
"Making Sense of Structured Settlements"