



J. Linvill
Specializing In
Long Term Care

Independence, Security & Dignity

A LTC Case Study

April 13, 2010

Almost 20 years ago my mother purchased a long term care policy with the following benefits:

- Daily Benefit: \$75
- Annual Benefit Increase: 5% Simple
- Benefit Period: 3 Years
- Annual Premium: \$1,200

At year 18, she went on claim.

- Total premiums paid; \$21,600
- Monthly benefit: \$4,200
- Benefit Period to recapture premiums paid: 5.1 months
- Monthly benefit (\$4,200) x 36 months = \$151,200 (total benefits over 3 years)

My mother is now into her 2nd year of benefits.

I project that she will use all three years of benefits.

Should this occur, her benefits received will be exactly 7 times her total premiums paid.

<http://www.jlinvill.com>

John B. Linvill Jr., CSA ~ (610) 688-1587 ~ linvillj@linvill.com