

Maintain your estate assets with an irrevocable life insurance trust

An irrevocable life insurance trust (ILIT) is a trust created to own life insurance outside your estate. If it is drafted and administered properly, the death benefit from the policy is not subject to income or estate taxes upon your (and your spouse's) deaths.

An ILIT is an ideal strategy for people who:

- Have high net worth.
- Are in blended marriages.
- Live in states with a state death tax.
- Have large illiquid assets such as businesses, farms or qualified plans.

Benefits

- May reduce both federal and state estate taxes by taking death benefit proceeds out of your estate.
- Provides liquidity at death to pay estate taxes or increase what your beneficiaries receive.
- Allows professional management of trust assets.
- Protects the trust assets from beneficiaries' creditors.
- Allows an independent trustee (such as a corporate trustee) absolute discretion to make distributions to the beneficiaries. Securian Trust Company can serve as your professional trustee. You can contact Securian Trust Company directly at 1-800-818-7988.

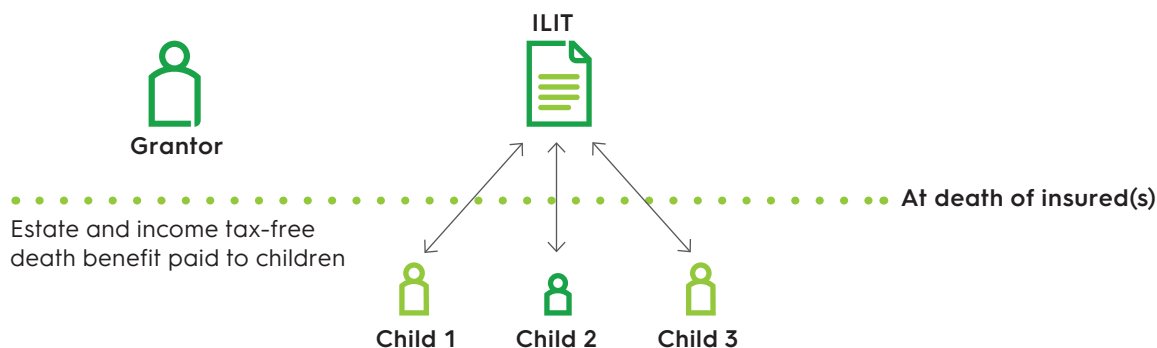
Considerations

- Desired annual life insurance premium may be higher than annual exclusion gifts.
- The grantor cannot terminate the ILIT once it is established.
- If circumstances change, the grantor is not able to change the terms of the trust after it is established.
- Assets in an ILIT are not available for the grantor's access or use.
- Transfers of assets to an ILIT may only be used for the benefit of trust beneficiaries.

How an ILIT works

- An ILIT is an irrevocable trust funded with life insurance.
- Because the policy is inside the trust, the death benefit is taken out of the estate.
- Typically, the grantor annually gifts the amount of the policy's premium to the trustee.
 - The trustee notifies the beneficiaries that they have an option to withdraw this gift from the trustee.
 - This process qualifies the gift for the grantor's gift tax annual exclusion.
 - Generally, beneficiaries do not exercise their withdrawal right, and the gifted amount is used by the trustee to pay premiums.
- In addition, there may be other methods to fund the ILIT.

Irrevocable life insurance trust



Put the future in your hands

Securian Financial's products and services can help you preserve your legacy for generations to come. Your financial professional can help you find customized life insurance solutions for your estate. For more information about ILITs, talk to your financial professional today.

Please keep in mind that the primary reason to purchase a life insurance product is the death benefit.

This is a general communication for informational and educational purposes. The materials and the information are not designed, or intended, to be applicable to any person's individual circumstances. It should not be considered investment advice, nor does it constitute a recommendation that anyone engage in (or refrain from) a particular course of action. If you are seeking investment advice or recommendations, please contact your financial professional.

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Trust services offered through Securian Trust Company, N.A.

In some states, laws define spouse to also include a domestic or civil union partner.

Life insurance products contain fees, such as mortality and expense charges (which may increase over time), and may contain restrictions, such as surrender periods.

Insurance products are issued by Minnesota Life Insurance Company in all states except New York. In New York, products are issued by Securian Life Insurance Company, a New York authorized insurer. Minnesota Life is not an authorized New York insurer and does not do insurance business in New York. Both companies are headquartered in St. Paul, MN. Product availability and features may vary by state. Each insurer is solely responsible for the financial obligations under the policies or contracts it issues.

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