

# Cascading Life Insurance

Private Reserve for Your Children or Grandchildren

If you are a parent/grandparent wishing to provide an asset for your children/grandchildren without compromising your own financial security, you may want to consider an estate planning application known as cascading life insurance.

How does the Cascading Life Insurance Strategy work?

- The parent/grandparent would purchase an insurance policy on his or her child/grandchild and fund the policy to create significant cash value
- The parent/grandparent would own the policy and name themselves / their adult child as contingent owner and primary beneficiary
- The money deposited into the plan will grow tax-exempt

## Case Example

Grandpa is 65 and looking to put aside something for the benefit of his grandson. He purchases a participating Whole Life policy for Charlie at age 1 and plans to deposit \$5,000 into the policy for the next 20 years.

- Grandfather Age 65
- Grandson Age 1
- \$5000 Deposits for 20 years

Click [HERE](#) to see case details