

## Using a single-premium immediate annuity in Medicaid planning

Some single-premium immediate annuities (SPIAs) are eligible for use in Medicaid planning. In most states, to use a SPIA in Medicaid planning, the annuity must be:

- Irrevocable
- Nonassignable
- · Actuarially sound

It must also designate the state Medicaid agency as a beneficiary, and it customarily must provide for equal payments with no deferred payments or balloon payments.

Nationwide INCOME Promise Select is a SPIA contract with available restrictions that may allow the contract to meet the stringent government requirements for use in Medicaid planning.

## How does a SPIA work in Medicaid planning?

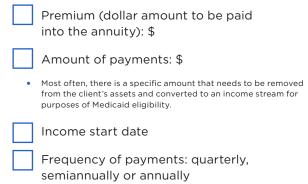
Moving a lump sum of countable assets into a SPIA such as Nationwide INCOME Promise Select may eliminate those assets from the nursing home resident's or Medicaid applicant's countable assets. Not having countable assets above the asset limits, which are determined at the state level, may help make an individual eligible for Medicaid long-term care benefits.

## Completing the application

A contract applicant should seek the assistance of legal counsel with the annuity application process.

## What information is needed?

Contract owner		Premium (o
Annuitant		Amount of
Primary beneficiary	<u></u>	Most often, ther
Contingent beneficiary		from the client's purposes of Me
Beneficiary arrangements vary depending on who the annuity is purchased for		Income sta
<ul> <li>The state providing Medicaid is usually named the primary beneficiary for the total amount of medical assistance paid on behalf of the client</li> </ul>		Frequency
Amounts remaining after payment to the state would be payable to the contingent beneficiary		semiannua  The decision to
<ul> <li>Sometimes the spouse, minor children or disabled dependent children may be named primary beneficiaries, with the state named as contingent beneficiary for the total amount of Medicaid assistance provided</li> </ul>		recommendation neither Nationw The applicants specific needs.
Payee		
Payout option (the term certain length of the contract)		
<ul> <li>Nationwide INCOME Promise Select's current shortest term certain available is five years</li> </ul>		



The decision to use a SPIA in Medicaid planning is a legal recommendation, with very specific contract needs. Please note that neither Nationwide nor its representatives give legal or tax advice. The applicants should consult with an attorney to determine their specific needs.



For more information or to request a Nationwide INCOME Promise Select quote, call 1-800-321-6064.



This material is not a recommendation to buy, sell, hold or roll over any asset, adopt a financial strategy or use a particular account type. It does not take into account the specific investment objectives, tax and financial condition or particular needs of any specific person. Clients should discuss their specific situation with their financial professional.

Federal income tax laws are complex and subject to change. The information here is based on current interpretations of the law and is not guaranteed. Neither the company nor its representatives give legal, tax or financial advice. Please have your client consult an attorney or tax professional for answers to specific questions. All guarantees and protections are subject to the claims-paying ability of Nationwide Life Insurance Company.

INCOME Promise Select, a single-premium immediate fixed annuity, is issued by Nationwide Life Insurance Company, Columbus, Ohio.

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