



Inflation adjusted tax tables for 2009

LTC NEWSLINK

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The Internal Revenue Service has released inflation adjusted tax tables for 2009 which affect the amount of premium individuals may deduct on their federal tax returns.

Eligible Long-Term Care Premiums

The limitations for eligible long term care insurance premiums includible in the term "medical care" are:

Attained age before the close of the 2009 taxable year:

40 or less:	\$320	(up from \$310 in 2008).
More than 40 but not more than 50:	\$600	(up from \$580 in 2008).
More than 50 but not more than 60:	\$1,190	(up from \$1,150 in 2008).
More than 60 but not more than 70:	\$3,180	(up from \$3,080 in 2008).
More than 70:	\$3,980	(up from \$3,850 in 2008).

We will notify you via Newslink once the 2009 Tax Guide is available.

Periodic Payments Received under QLTCI Contracts or Certain Life Insurance Contracts

For the taxable year 2009, the stated dollar amount of the **per diem** limitation, regarding periodic payments received under a qualified LTC insurance contract or periodic payments received under a life insurance contract that are treated as paid by reason of the death of a chronically ill individual, is \$280 (up from \$270 in 2007).