

SPIA Payout Options Explained

Educate yourself on the wide array of payment options that are available in order to identify the one that works best for your client's unique situation. This is intended as a guide and for broker use only.

Life Only: Payments are made for the life of the Primary Annuitant. Payments cease upon death of the Primary Annuitant. There is no death benefit.

Life with Cash Refund: Payments are made for the life of the Primary Annuitant. Upon death of the Primary Annuitant, if the sum of the payments received is less than the premium paid to purchase the annuity, the difference is paid out as a lump sum death benefit to the beneficiary.

Life with Installment Refund: Payments are made for the life of the Primary Annuitant. Upon death of the Primary Annuitant, if the sum of the payments received is less than the premium paid to purchase the annuity, the annuity continues to be paid out to the beneficiary until the total payments received is equal to the premium paid to purchase the annuity.

Life with Period Certain: Payments are made for the life of the Primary Annuitant. If the Primary Annuitant dies prior to receiving the total number of guaranteed payments (selected at time of purchase), the beneficiary will receive the remainder of those guaranteed payments.

Period Certain Only: Payments are made to the Primary Annuitant for the number of years guaranteed (selected at time of purchase). Once the Primary Annuitant has received the selected number of payments, all payments will cease. If the Primary Annuitant dies prior to receiving the total number of payments selected, the beneficiary will receive the remainder of those payments

Joint & Survivor (death of Primary): Payments are made for the life of the Primary Annuitant. If upon death of the Primary Annuitant the Contingent Annuitant is living, the Contingent Annuitant will begin to receive payments equal to a percentage (selected at time of purchase) of the original benefit amount. Payments cease upon death of the survivor.

Joint & Survivor with Period Certain (death of Primary): Payments are made for the life of the Primary Annuitant. If the Primary Annuitant dies before the total number of guaranteed payments (selected at time of purchase) are made, the Contingent Annuitant (if living) will receive the remainder of the guaranteed payments. After the guarantee period ends, payments equal to a percentage (selected at time of purchase) of the original benefit amount will continue to be paid for the life of the Contingent Annuitant. If both the Primary and Contingent Annuitant die before the total number of guaranteed payments are made, these payments will be continued to the beneficiary, ceasing at the end of the guarantee period.

Joint & Survivor with Cash Refund (death of Primary): Payments are made for the life of the Primary Annuitant. If upon death of the Primary Annuitant the Contingent Annuitant is living, the Contingent Annuitant will begin to receive payments equal to a percentage (selected at time of purchase) of the original benefit amount. Upon death of the survivor, if the total sum of the payments received is less than the premium paid to purchase the annuity, the difference is paid out as a lump sum death benefit to the beneficiary.

Joint & Survivor with Installment Refund (death of Primary): Payments are made for the life of the Primary Annuitant. If upon death of the Primary Annuitant the Contingent Annuitant is living, the Contingent Annuitant will begin to receive payments equal to a percentage (selected at time of purchase) of the original benefit amount. Upon death of the survivor, if the total sum of the payments received is less than the premium paid to purchase the annuity, the annuity continues to be paid out to the beneficiary until the total payments received is equal to the premium paid to purchase the annuity.