

Four Bucket Exercise



The goal of this exercise is to determine **how much cash up front** vs. **how much is available to invest into the structured settlement annuity**. Once you receive the settlement check, it is your decision on the actual distribution of funds for buckets 1, 2 & 3. You might also opt to place an additional amount into the annuity if you have a very low risk tolerance.



Past Expenses

Credit Card Debt, Repay Friends/Family, Student Loans, etc...



Immediate Expenses

Wants/needs for the next 1-2 years, such as paying off mortgage, new car, etc...



Emergency Funds

Emergency Funds & Liquid or "Market" Investments



MONEY LEFTOVER TO DISCUSS

Could be a Structured Settlement Annuity or Other Types of Liquid Investments

NET CASH SETTLEMENT:

\$

Combined Total of Buckets 1, 2 & 3

\$

Subtract combined total from net cash settlement



\$