
Summary

Your Proposed College Funding Blueprint

Using the information that you provided, we applied a number of strategies to increase the resources available for Child's education from \$35,898 to \$205,634.

Assessing Your Current Situation

We used the following steps to help increase the funds available for Child's education:

Step 1: Project education costs

The projected cost for Child's K-12 education cost is \$0 and the projected cost of college is \$327,686. Child's total projected education cost is \$327,686.

Projected Education Cost	
K-12	\$0
College	\$327,686
Projected Education Cost	\$327,686

Step 2: Determine the existing funds available for education

Child has existing resources of \$7,450 with projected resources of \$35,898.

Step 3: Determine the shortage of funds for education

Projected Education Shortage	
Projected Cost of Education	\$327,686
Existing Projected Resources	\$35,898
Projected Education Shortage	\$291,788

The projected education shortage is \$291,788. Prior to implementing the proposed recommendations below, it is estimated that you will need to make a lump sum investment of \$113,679 on December 1, 2007, with an annual yield of 6% or invest \$931 per month from December 1, 2007, through September 1, 2023, with an annual yield of 6%.

Strategies to Improve Your Current Situation

Step 1: Strategies to increase funds available for education

Using the following strategies may increase the resources available to cover Child's education costs to \$205,634.

Strategy	Amount
Investment Recommendations (Section A)	\$0
Income Shifted for Education	\$110,500
Tax Benefits (Section B)	\$42,986
Financial Aid Recommendations (Section C)	\$0
New Projected Resources	\$16,250
Existing Projected Resources	\$35,898
Total Projected Resources	\$205,634

Step 2: Remaining shortage of funds available for education

After applying strategies, Child's projected shortage for education costs would be reduced from \$291,788 to \$122,052.

Shortage After Applying Strategies	
Projected Cost of Education	\$327,686
Total Projected Resources After Strategies	\$205,634
Shortage of Funds After Applying Strategies	\$122,052

After implementing the blueprint strategies to increase Child's funds for education, the projected shortage of \$122,052 could be met by making a lump sum investment of \$47,551 on December 1, 2007, with an annual yield of 6% or invest \$390 per month from December 1, 2007, through September 1, 2023, with an annual yield of 6%.

Step 3: Strategies to reduce the remaining shortage

Cash flow strategies (Section D) may be used to account for \$417 per month of the \$390 per month shortage, thereby reducing the projected shortage to \$0 per month.

Strategies to Reduce the Shortage	
Modified Projected Education Shortage	\$390/month
Cash Flow Recommendations (Section D)	\$417/month
Remaining Shortage of Funds for Education	\$0/month

The remaining \$0 per month shortage of funds for education may be reduced by using loan strategies (Section E), or a combination of loan strategies, parental income, and parental assets.