

Name_____

Period_____

VOCABULARY ESTATE PLANNING & RISK MANAGEMENT

Student Worksheet

PRIMARY VOCABULARY

1. **Estate planning:**
2. **Will:**
3. **Power of Attorney:**
4. **Trust:**
5. **Health Insurance :**
6. **Disability Income Insurance:**
7. **Life Insurance:**
8. **Whole Life Insurance Policy:**
9. **Term Life Insurance Policy :**
10. **Property Insurance:**

VOCABULARY ESTATE PLANNING & RISK MANAGEMENT

Teacher Key

PRIMARY VOCABULARY

1. **Estate planning** is preparing a plan for transferring property during one's lifetime and at one's death.
2. **Will** is a legal document that tells how you want your estate to be distributed after your death.
3. **Power of Attorney** is a legal instrument authorizing one to act as another's attorney or agent.
4. **Trust** is a legal document in which an individual gives someone else control of property, for ultimate distribution to another person.
5. **Health Insurance** pays the medical bills in case you, or your family members, become sick or injured.
6. **Disability Income Insurance** essentially pays your income from a job if you are sick or physically unable to work for long periods of time.
7. **Life Insurance** protects people who depend on you financially in the event of your untimely death. Anytime someone else depends on your income to help pay bills, you need life insurance.
8. **Whole Life Insurance Policy** is where premiums are paid throughout life and the policy pays a stated sum at death to the beneficiary. The amount of the premium depends primarily on the age of the insured at the time the policy is purchased and the amount of coverage.
9. **Term Life Insurance Policy** is a life insurance policy that remains in effect for a specified period of time. If the insured survives beyond that time, coverage ceases with no remaining value.
10. **Property Insurance** protects your material possessions in case they are damaged by fire, flood, or theft.