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FINANCIAL PLANNING AND DEATH DUE TO SMOKING

A LOSS OF SOME PENSION MONEY

PENSIONS, SOCIAL SECURITY, SMOKING, AND LIFE EXPECTANCY & WIDOW

EARLY LOSS → PENSION WHY? SMOKERS

1. LIFE INSURANCE EXTRA COST TO SMOKERS. WHY?

Smokers pay more for life insurance because statistics SHOW they die 5 to 8 years early.

The American Heart Association uses 7 years as average.



2. What does this mean to a SMOKERS WHO GETS A PENSION FROM GE, GM, IBM, Teachers Union, etc.?

This says that the smokers will not live on average to collect his say \$20,000 a year pension for 7 years.

So his nonsmoking widow loses \$140,000 in pensions and GE, GM, etc save \$140,000.

In the decade of the 1980's, the companies saved billions of dollars in pensions not collected by early death of smokers.

3. So when one does financial planning one should consider the problem of life expectancy.

Women live about 7 years longer than men on average. (The number of people living past 85 years has gone up 35% recently.)

The widow of smoker will have an extra 7 years on average of widowhood. A total of about 14 years alone.

This means she will live much poorer because she will not have his pension and the social security for two people.

5. If a nonsmoker retires at age 65 and lives to be 79 (average for male), how much money will he collect from the pension fund?

In our example it would be 14 times \$20,000 per year for a total of

* \$280,000 * LOSS → SS

6. The widow also loses some of his Social Security.

The average SOCIAL SECURITY IN 1992 was over \$6,000 a year.

40 CANCER CHEMICALS IN

MARLBORO 9 ALL

NAPHTHALENE

CYANIDE 2 PACK/DAY

NICOTINE → DOUNCE

(X) TAR (X) * MONTH IN LUNGS!

FORMALDEHYDE

EIGARETTE

SMOKE KILLS * 500,000 PEOPLE IN 1991.

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SO SMOKE TO