

THIRD PARTY TRUST

- Must be established with funds in which the beneficiary has no ownership, usually funded by parent, grandparent, sibling
- Donor has no duty to support – eliminates parents of minor children and spouses during their lifetime
- Parents of adult children can fund pooled trust while parents are alive or through estate planning
 - Provides an opportunity for PWD, parents, prospective caregivers, other family members to form a relationship with the PT administration
 - Can create another level of support for PWD
 - May result in smoother transition when parents die
 - May alleviate stress between parent and child
 - Not required to be sole benefit
 - Does not require Medicaid payback!