

Planned Giving *Options*

Key to options...

If you want to remember your favorite charities and **DO NOT NEED additional income**, choose from options 1, 2, 7, 8 and 9.

If you want to remember your favorite charities and **NEED a fixed income**, choose from options 3, 4 and 5.

If you want to remember your favorite charities and want a **variable income**, choose Option 6

Please note...

This is general information and is not intended to be tax or legal advice. Please consult your own advisors.



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Type of Gift	Income and Tax Implications			
	Benefits to You	Income to You	Taxation of Income	Benefits to Your Charities
<u>Option 1</u> Bequest in Will	Provides estate distribution as desired. Generally escapes estate and inheritance taxes.	None	None	Bequest payable to Charity(ies) of your choice.
<u>Option 2</u> Gift of Stock, Securities or Appreciated Property	Avoidance of capital gain tax. Tax deduction for fair market value of gift if asset was held for more than one year. Removed from estate for tax purposes.	None	None	Immediate receipt of stock, securities or appreciated property.
<u>Option 3</u> Charitable Gift Annuity	Immediate tax deduction for portion of original gift amount. Portion of annual payment is tax exempt. Capital gain is spread out. Generally escapes estate and inheritance taxes.	Fixed percentage based on age. Paid annually or quarterly.	Portion of income is taxable.	Receive balance at death.
<u>Option 4</u> Deferred Payment Gift Annuity	Immediate tax deduction for portion of original gift amount. Portion of annual payment is tax exempt. Capital gain is spread out. Generally escapes estate and inheritance taxes. Deferral of income allows for higher percentage rate.	Fixed percentage based on age when payments commence. Paid annually or quarterly	Portion of income is taxable.	Receive balance at death.
<u>Option 5</u> Charitable Remainder Annuity Trust	Initial tax deduction on value of charitable remainder interest. No initial capital gain tax.	Fixed income based on initial value of Trust. Paid annually or quarterly.	Income and capital gain reportable.	Receive balance at death.
<u>Option 6</u> Charitable Remainder Unitrust	Initial tax deduction on value of charitable remainder interest. No initial capital gain tax.	Variable income based on annual value of Trust. Paid annually or quarterly.	Income is reportable. Depending on performance, gain may or may not be reportable.	Receive balance at death.
<u>Option 7</u> Charitable Lead Trust	Remainder returns to family. May reduce annual income tax and federal estate tax.	None. Payable to the charity(ies) of your choice.	In very limited instances.	Income for period of years.
<u>Option 8</u> Gift of Life Insurance Policy	Certain tax deductions for premiums paid, dividends assigned, cash surrender or replacement value. Generally escapes probate and estate taxes.	None	None	Policy payable to Charity(ies).
<u>Option 9</u> Beneficiary Designation on Life Insurance or Retirement Assets	Provides charitable distribution as desired. Generally escapes estate, inheritance and income taxes.	None	None	Receive proceeds at death.