

## CHARITABLE REMAINDER TRUST

Make a gift of cash, publicly-traded securities, mutual funds or real estate and, in turn, receive a stream of income for life or a term of years.

Through a charitable remainder trust at InFaith Community Foundation, your gift assets convert to ongoing income payments for a lifetime, term of up to 20 years, or both. At the end of the trust, the remainder is directed to your InFaith donor advised fund.

With a **unitrust**, you can make multiple gifts of cash, publicly-traded securities and/or mutual funds. A special form of unitrust is available for illiquid assets such as real estate and closely-held stock. Your income payments are calculated annually using a set percentage rate and the value of your trust's assets. *Gift Minimum: \$100,000 for cash and publicly-traded securities/\$200,000 for gifts of real estate or closely-held stock.*

In some instances an **annuity trust**, where you make a one-time gift and receive ongoing fixed-income payments, may be appropriate. Your gift to the trust can be cash, publicly-traded securities or mutual funds. *Gift Minimum: \$50,000.*

### BENEFITS OF GIVING

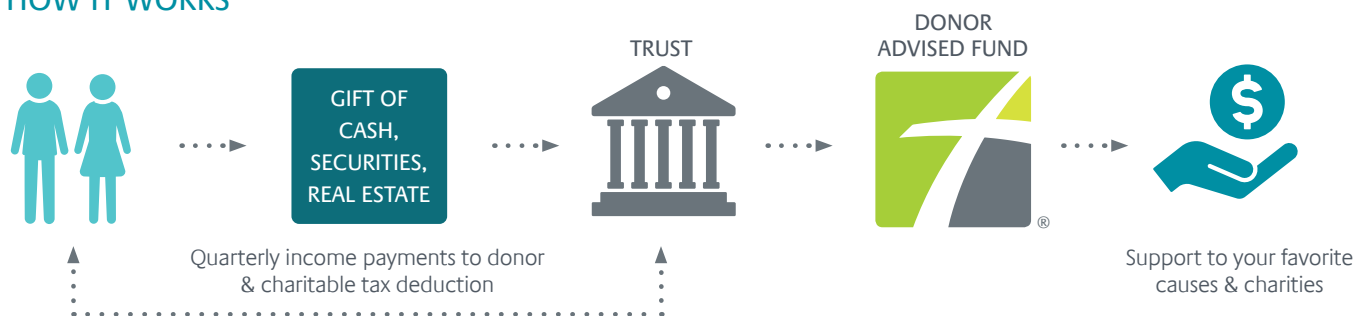
**Support Favorite Charities or Causes.** At the end of the trust, the remaining value is directed to your donor advised fund for the benefit of your recommended charities or causes.

**Receive Income for Life or Term of Years.** Name yourself, your spouse, family members or friends as income recipients.

**Reduce Taxes.** Receive an immediate charitable income tax deduction in the year the gift is made. Any unused charitable deductions can be carried over an additional five years. For gifts of securities or real estate owned for more than a year, you avoid capital gains taxes on the appreciated value. The trust sells appreciated assets tax free and 100% of the net sale proceeds are reinvested in the trust.

**Lower Estate Taxes.** By taking appreciated assets out of your estate, you'll reduce the size of your estate and possibly your tax liability. (There may be estate/gift tax consequences if someone other than the donor or the donor's spouse is named as an income recipient.)

### HOW IT WORKS



### FOR MORE INFORMATION

For more information, call InFaith Community Foundation at 800.365.4172 or visit [inFaithFound.org](http://inFaithFound.org). We can assist you by providing a personalized illustration that describes income and tax benefits you could receive. There is no charge and you are under no obligation.

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## DONOR STORY

**The Donor.** A couple, ages 64 and 63, wanted to use appreciated stock to create income and create a legacy of family giving.

**Their Gift.** They established a charitable remainder unitrust using appreciated stock worth \$100,000 with a cost basis of \$20,000. Based on their ages, gift assets and current IRS discount rate, the donors will receive variable income of 6.3% of the trust annually.

They received an immediate charitable income tax deduction of \$23,927 and avoided capital gains tax upon transfer. At their deaths, the trust remainder will be directed to a donor advised fund with the donors' two children serving as fund advisors. Their children and grandchildren will continue their legacy of giving by recommending grants to the families' favorite charities far into the future.

*The dollar amounts in this example are an estimate. Charitable deductions are based in part on the prevailing IRS discount rate. This example reflects a prevailing rate of 2.2% as of February 2017.*

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*Charitable giving can result in significant tax, legal and financial consequences. Because InFaith Community Foundation cannot give tax or legal advice, you are strongly encouraged to consult with your personal tax and legal advisors.*

*To ensure compliance with IRS requirements, be aware that any U.S. federal tax advice that may be contained in this brochure is not intended or written to be used, and cannot be used, for the purpose of (i) avoiding penalties under the Internal Revenue Code or (ii) promoting, marketing and recommending another party to any transaction or matter addressed herein.*



InFaith Community Foundation is a national charity with a mission to serve donors, spread joy and change lives. Through InFaith, giving is customized to each donor's charitable interests and financial circumstances. InFaith is a proven steward of these gifts, earning consistently high ratings from Charity Navigator and GuideStar for sound fiscal management, transparency and commitment to excellence. Together with donors, InFaith grants millions of dollars annually to charities serving local, national and global communities. To learn more, visit [inFaithFound.org](http://inFaithFound.org).



Spreading Joy. Changing Lives.®

### WE OFFER

- Donor advised funds, giving circles, collaborative funds and organizational endowments.
- Full range of giving options, from simple to complex.
- Flexibility to give to any charity.
- Maximum tax benefits based on when and how charitable gifts are made.
- Donor-centered services including online access and family and women's giving resources.
- Mission-based investment options for charitable assets.