

WARREN, OHIO BIRTHPLACE OF PACKARD

Charitable Gift Annuity

- Provides a fixed income for the lifetimes of one or two annuitants.
- Amount paid determined by the rates recommended by the American Council on Gift Annuities
- The older the annuitant the higher the level of income
- Portion of gift and income are tax deductible.

Deferred Gift Annuity

- Offers increased income and tax benefits
- All basic features and benefits of a gift annuity
- Income delayed until a future date chosen by donor
- Rate of return and tax deduction dependent on length of income delay

Pooled Income Fund

- Operates much like a mutual fund.
- Contributions pooled and managed by investment advisors
- Income paid to donor and second person, if desired, until beneficiaries are deceased
- Income fluctuates based on earnings of fund
- Immediate tax deduction for portion of gift
- Avoids capital gains tax if appreciated securities are given
- Gifts to Pooled Income fund are irrevocable

Life Income Trusts

- Trust assets are funds or property contributed by donor (usually \$100,000 or more)
- Flexibility in type of property that can be donated
- Real estate and municipal bonds may be used
- Provides a fixed amount of income (Charitable Remainder Annuity Trust)
- Provides a variable level of income (Charitable Remainder Unitrust)

Charitable Lead Trust

- Donor provides assets for use for a limited period of time
- Funds are invested to provide income to the organization
- Assets returned to donor or to estate at end of designated period
- Can fulfill a pledge while reducing estate and gift taxes that might otherwise be due on assets given outright to heirs.

Wealth Replacement Trust

- Protects inheritance interests of heirs
- Contributes assets to your organization either outright or through planned giving vehicles
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- Using resulting tax savings, donor purchases a life insurance policy with heirs as beneficiaries

Life Insurance

- Make your organization sole owner and beneficiary of paid up policy
- Receive income tax deduction for the cash surrender value of policy
- If policy not fully paid, continue to pay premiums
- Receive tax deduction for annual premium amounts

Bequests

- Outright bequests, as well as certain bequests in trust are not subject to estate taxes
- Actual cost is less than face value of gift because of tax benefits to estate
- Bequest can take any of the following forms:
 - Bequest of a dollar amount of particular securities or other property
 - Residual bequest of all or portion of estate after payment of specific amounts to other beneficiaries
 - Contingent bequest to take effect if other beneficiaries die before the donor
- A bequest can often be arranged simply with the addition of a codicil amending an existing will