

PLANNED GIVING VEHICLES

Cash

A minimum of \$1,000 is required for Heritage Club Membership.

Life Insurance

Name the YMCA as a beneficiary of an existing policy or take out a new policy in the name of the YMCA. Premium payments are tax-deductible.

Bequest

Provision for a gift to a charity in one's will.

Charitable Gift Annuity

Gift of cash or an appreciated asset, funds an annuity for one life or two lives. Gift provides fixed income for life with the remainder going to the charity after death of the annuitant(s).

- Licensed and controlled by the State Department of Insurance.
- Binding contract with the licensed charity.
- Fixed payments for life or two lives.
- Rates based upon age.
- Tax deduction.
- Possible capital gains avoidance.
- Does not require an attorney.

Charitable Remainder Trust (CRT)

There are 6 versions of CRTs. The donor funds the trust with cash or appreciated assets to provide income for life, or lives, or terms of years and the balance distributes to the charity after death.

- Requires an attorney.
- Is not a binding contract with the charity.
- Usually involves an amount in excess of \$100,000.

Charitable Lead Trust (CLT)

Is the opposite of a Charitable Remainder Trust. Donor funds the trust with cash or appreciated assets. The trust makes payments to a charity for

a specified period, at the end of the period the remaining portion is distributed to a beneficiary, usually family.

- The donor benefits from federal gift or estate tax deduction for value of payments that go to the charity.
- Requires an attorney.

Pooled Income Fund

Works like a mutual fund. The donor buys shares of the charity's Pooled Income Fund with cash or appreciated assets. The donor receives payments for life from the earnings of the fund. At the death of the donor, the charity retains the remaining balance of shares.

- Not a legally binding contract with the charity.
- Donor receives income tax deduction for present value of the portion that is left for the charity.

Bargain Sale

Donor sells property to charity for less than market price.

- Donor receives tax deduction for portion gifted to charity.
- Donor avoids capital gains for portion gift to charity.
- Charity sells property at market price.