Maximizing Value of Charitiable Griving:

Giving of Assets vs. Income

Why Charitable Giving?

Why a Gift of Assets?

- Give Appreciated Securities
- Retirement Accounts
- Bequests
- Real Estate
- Insurance

Claiming the Charitable Deduction

- Cash
  - 50% of AGI to a public charity
  - 30% of AGI to a private non-operating charity
- Ordinary Income Property
  - 50% of AGI to a public charity
  - 30% of AGI to a private non-operation charity
- Carryover rule
- Long Term Capital Gain Property
  - Up to 30% of AGI to a public charity
  - Up to 20% of AGI to a private non-operating charity
  - Gifts of other than publically traded securities to private non-operating charity are limited to the **lesser** of cost basis or fair market value.

Qualified Charitable Deductions up to $108,000 per annum

Donor Advised funds

Gifts To Provide Income

- Charitable Remainder Trust
  - Bypass Taxes
  - Increase Income
  - Charitable Gift
  - Definitions

Beneficiaries

CRT will hold Investment or proceeds from sale

Distributing the Income

Bypass Capital Gain Tax

T Taxation of Distributions

Net-income With Make Up CRT

Uncertain income with Deferral Possibilities

Timing Income for Later Needs

Delay, Defer, or change payouts

Aligns with asset protection and tax deferral strategies

Avoids liquidation of illiquid assets

Useful for varying needs of beneficiaries

How the deduction is Calculated

Claiming the Charitable Deduction

Questions