

# THE GUIDE TO PLANNED GIVING

TYPE OF GIFT	FORM OF GIFT	SIZE OF GIFT	ADVANTAGES TO DONOR
<b>OUTRIGHT GIFTS</b>			
	<ul style="list-style-type: none"> <li>• Securities</li> <li>• Real Estate</li> <li>• Life Insurance</li> <li>• Personal Property</li> </ul>	Unlimited	<ul style="list-style-type: none"> <li>• Deductible for income tax purposes</li> <li>• Avoid capital gains tax</li> </ul>
<b>BEQUESTS BY WILL / LIVING TRUST</b>			
	<ul style="list-style-type: none"> <li>• Home</li> <li>• Cash</li> <li>• Securities</li> </ul>	Unlimited	<ul style="list-style-type: none"> <li>• Use of assets during your lifetime</li> <li>• Life income gifts and lead trusts may be made in testamentary form</li> <li>• Enables significant future gift</li> <li>• Simplicity: Designate ACF as a beneficiary in your will or living trust</li> </ul>
<b>IRA ROLLOVERS</b>			
	• IRA Distribution	\$100,000 maximum for individuals (\$200,000 for couples)	<ul style="list-style-type: none"> <li>• Eligible for donors 70 ½ or older</li> <li>• Avoid taxes on transfers of up to \$100,000 from your IRA directly to ACF</li> <li>• Reduce your taxable income, even if you do not itemize deductions</li> <li>• Satisfy your required minimum distribution (RMD) for the year</li> <li>• Make a gift that is not subject to the deduction limits on charitable gifts</li> <li>• Support your favorite causes by using your RMD to create a charitable fund, including a designated fund or scholarship fund. (Note: The IRS does not permit charitable IRA rollovers to donor-advised funds.)</li> </ul>
<b>LIFE INCOME GIFTS (IRREVOCABLE)</b>			
Charitable Gift Annuities	<ul style="list-style-type: none"> <li>• Cash</li> <li>• Securities</li> <li>• Life Insurance</li> </ul>	\$10,000 minimum, no maximum	<ul style="list-style-type: none"> <li>• Simple to establish — no set-up costs</li> <li>• Fixed payments for one or two lives</li> <li>• Payments guaranteed by Akron Community Foundation</li> <li>• Donor receives a tax deduction when the gift is made</li> <li>• Reduced, prorated capital gains tax on gifts of appreciated property</li> <li>• Permits deferred payment schedule, if desired</li> <li>• Cannot be added to, but it's easy to set up additional gift annuities</li> </ul>
Charitable Remainder Unitrusts (CRUTs)	<ul style="list-style-type: none"> <li>• Cash</li> <li>• Securities</li> </ul>	\$300,000 recommended minimum	<ul style="list-style-type: none"> <li>• Payout percentage is negotiated by the donor at trust formation</li> <li>• Can be tailored to the donor's situation</li> <li>• Can provide income to one or more noncharitable beneficiaries</li> <li>• Can be for life or a term of years (up to 20)</li> <li>• Donor receives a tax deduction in the year the gift is made</li> <li>• Permits deferred income, if desired</li> <li>• Excellent for gifts of real estate</li> <li>• No capital gains tax on gifts of appreciated property</li> <li>• Donor can make additional contributions to the trust</li> </ul>
Charitable Remainder Annuity Trusts (CRATs)	<ul style="list-style-type: none"> <li>• Cash</li> <li>• Securities</li> </ul>	\$300,000 recommended minimum	Same as CRUTs, except: <ul style="list-style-type: none"> <li>• Fixed income is established by the donor at trust formation</li> <li>• Donor cannot make additional contributions to the trust</li> </ul>
<b>CHARITABLE LEAD TRUSTS</b>			
	<ul style="list-style-type: none"> <li>• Cash</li> <li>• Securities</li> <li>• Real Estate</li> </ul>	Usually over \$500,000; minimum sometimes \$300,000	<ul style="list-style-type: none"> <li>• Allows property to be passed to others with little or no shrinkage due to taxes</li> </ul>
<b>LIFE INSURANCE POLICIES</b>			
ACF as owner and beneficiary of continuing policy		Unlimited	<ul style="list-style-type: none"> <li>• Donor receives a tax deduction for the value of the policy upon transfer</li> <li>• Ongoing gifts to charity are tax deductible; charity pays the premium</li> <li>• Donor can make a large future gift at a small cost now</li> </ul>
Giving paid-up policies		Unlimited	<ul style="list-style-type: none"> <li>• Donor receives a tax deduction for the current value of the policy</li> </ul>
ACF as beneficiary but not owner		Unlimited	<ul style="list-style-type: none"> <li>• Donor can make a large future gift at a small cost now</li> <li>• Donor may change the beneficiary later if needed</li> <li>• Donor may borrow on the policy</li> </ul>

# ABOUT US

Akron Community Foundation is where generous families, individuals, companies and nonprofits make charitable dollars go the furthest for the permanent good of our community.

In short, we're the foundation by the people, for the people.

## **WE HELP YOU PRESERVE YOUR LEGACY AND SUPPORT THE CHARITIES YOU LOVE**

The future is unpredictable – your legacy shouldn't be. Together, with your advisors, we can help you navigate your planned giving options and determine which solutions are best for you.

Our staff welcomes the opportunity to discuss your philanthropic wishes in coordination with your overall financial and estate planning. We are skilled in helping people just like you give efficiently, effectively and meaningfully to their favorite charitable causes. We can help you establish your family's charitable approach and connect you to the community foundation's vast knowledge of nonprofit resources.

We also welcome professional advisors, so feel free to have your wealth managers, attorneys, accountants and trust officers join the planned giving conversation, too.



## **LET'S START A CONVERSATION**

Together, we can create a strategic plan for your charitable giving.

### **MARGARET MEDZIE, VICE PRESIDENT AND CHIEF DEVELOPMENT OFFICER**

Phone: 330-436-5610 | Email: [mmedzie@akroncf.org](mailto:mmedzie@akroncf.org)