

**“Without counsel plans fail, but
with many advisers they succeed.”
-- Proverbs 15:22**

Charitable Remainder Trusts

www.abcofgiving.org

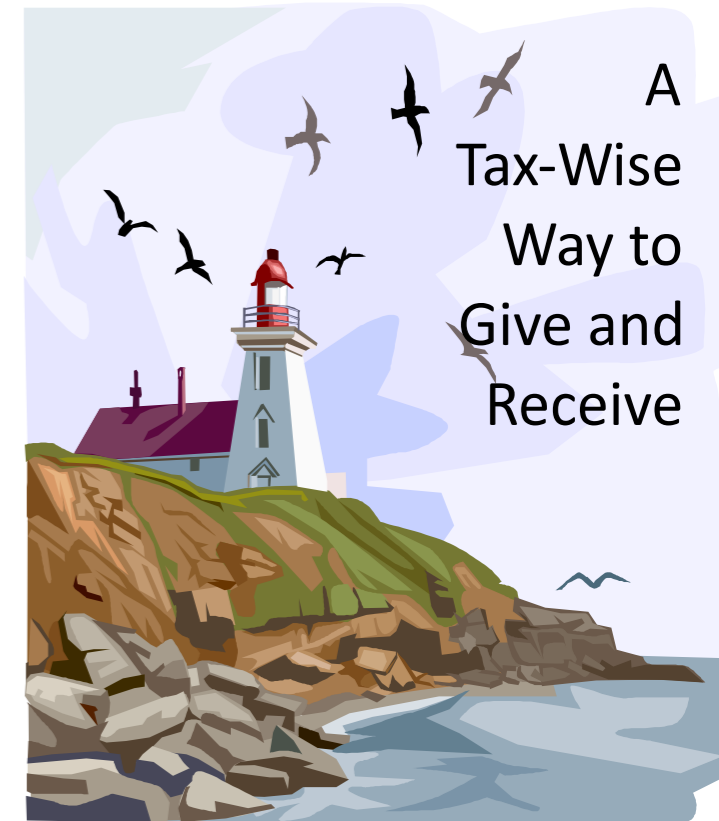
American Baptist Foundation

You can create a special kind of trust today—a Charitable Remainder Trust that will impact tomorrow for both you and American Baptist mission.

- ✓ Preserve economic security for you and your loved ones
- ✓ Receive generous Tax Benefits
- ✓ Receive income – usually for life

To receive more information on charitable trusts or other ways to give, please contact:

American Baptist Foundation
PO Box 851, Valley Forge, PA 19482
(800) 222-3872, ext 2035
or (610) 768-2035



American Baptist
FUNDATION
www.abcofgiving.org



*Connecting People who Care
to Ministries that Matter*

This communication is not intended as legal or tax advice. Prospective donors should seek advice from an independent qualified estate and/or tax professional.

Create a special type of trust today...

What is a Charitable Remainder Trust (CRT)?

A CRT is a trust into which you can irrevocably place cash, securities or other property, from which you and/or other individuals can receive income— usually for life.

When the trust ends, the property remaining in the trust passes to the named charity you designate.

Through the American Baptist Foundation you can name an American Baptist church, region or organization as the remainder beneficiary of your CRT.

Charitable remainder trusts fall into two main types:

Charitable Remainder Annuity Trust

CRAT = Annuity Trust

- Pays a FIXED AMOUNT each year
- Must be at least 5% of the initial value
- Cannot make additions to the CRAT

Example:

\$100,000 CRAT with a 7% payout rate

- \$7,000 is paid each year as income
- If there is only \$2,000 of income then the other \$5,000 must come from principal or income from prior years
- If it has \$20,000 in income, the extra income will accumulate in the CRAT, resulting in a larger remainder for mission later

Charitable Remainder Unitrust

CRUT = Unitrust

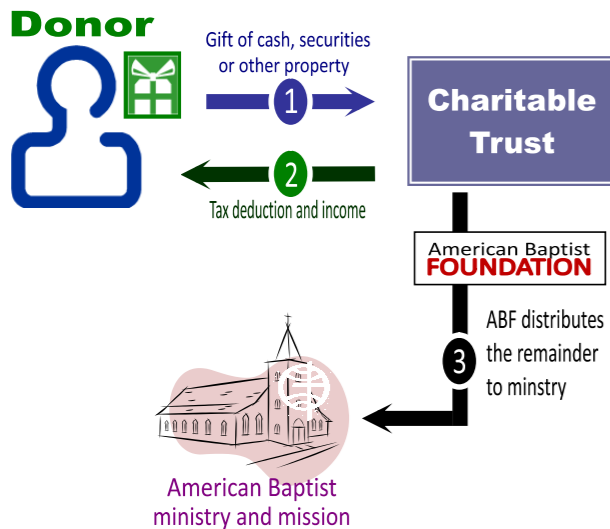
- Pays a FIXED PERCENTAGE of annual value each year.
- Must be at least 5% of the annual value
- Income can be limited to actual income
- Can make additions to a CRUT

Example:

\$100,000 CRUT with a 7% payout rate

- \$7,000 is paid each year as income
- If the trust grows by \$13,000 the first year, \$6,000 is added to the principal
- In the second year, \$7,420 will be paid, which is equal to 7% of the new market value of \$106,000

Charitable Trust Diagram:



The American Baptist Foundation encourages gifts for our partners: the Multi-Region Corporation (composed of a majority of American Baptist regions), American Baptist Home Mission Societies, and American Baptist International Ministries.

Interested in Learning More

about Planned Giving opportunities that serve both your financial needs and American Baptist Mission?

Simply complete, detach and mail this form to:

American Baptist Foundation

P.O. Box 851

Valley Forge, PA 19482-0851

A Foundation representative will promptly respond with free, no obligation information.

Name _____
Address _____
City _____ ST _____ Zip _____
Phone (_____) _____ - _____
Email: _____
I am interested in: _____