



CONTRIBUTION SCENARIOS

CHARITABLE GIFT ANNUITY

Property contributor would like to donate his/her property to the church and receive an annuity for his/her life plus the life of the spouse on a second to die basis.

SCENARIO

The contributor can create a synthetic annuity by establishing a charitable remainder trust whereby the foundation beneficiary agrees to purchase a portion of the units each year until the fund becomes publicly tradable. For example, property contributor would like to receive income equal to 6% of the value of the land every year.

The annual dividend is equal to 2% of the original contribution value. The beneficiary, through a separate account, would acquire 4% of the units from the charitable remainder trust. The cash received from the unit purchase would be distributed to the property contributor.