



Charitable Remainder Trust

Charitable Remainder Trusts (CRTs) can provide taxpayers with significant benefits including (i) income and transfer tax deductions, (ii) avoidance of certain capital gains tax, (iii) increased income from appreciated property (otherwise having a low interest rate of return), (iv) controlling the terms of disposition and amounts of income for themselves and family members over a period of time, and (v) determining what sector of society (i.e., what charity[s]) will benefit from a given portion of their estates. CRTs can be established either as "income only", "income w/makeup", or "straight percentage" unitrusts, or as a fixed-percentage annuity trust - providing lifetime income-stream benefits to the creator(s) and, if so elected, to family members for a term of up to 20 years beyond the life of the creator(s). Often times, the CRT creator will also establish a "wealth replacement trust" (an ILIT) to replace the estate value otherwise allocated to the charity through the CRT.

Charitable Lead Trust

Charitable Lead Trusts (CLTs) are uniquely designed to provide an income stream to a charity(s) for a measure determined by a term of years, or someone's lifetime, wherein the remaining trust principal is afterward paid to either the grantor, whereby the grantor receives an income deduction at the time the trust is created, or to one or more non-charitable beneficiaries named in the trust, whereby significant gift/estate tax deductions are generated for the grantor. CLTs can be established as either a straight percentage unitrust, or a fixed-percentage annuity trust.