PLANNED GIVING

Charitable Lead Trust

Transfer property to your children or grandchildren while making a significant contribution to the Jewish community.

A Charitable Lead Trust allows you to do both.

At-A-Glance

- Allows transfer of assets to family members with little or no transfer tax
- Growth in value of assets is transferred to heirs with no transfer tax
- Allows transfer of assets to heirs who are minors today

A Charitable Lead Trust (CLT) is an excellent way to transfer property to family members in today's low interest rate environment. You will also be making valuable contributions to the Jewish community to help with critical needs now — or to support initiatives and organizations in the future. You can even use it to make your gifts to the annual campaign.

A CLT is established for a specific term and accepts an asset that can produce a high stream of income (e.g. real estate). The trust then pays a fixed annual amount to the Jewish community until the end of the term. At the end of the trust term, the assets are transferred to the beneficiary of the trust with no income or estate tax due when the transfer occurs, even if the fair market value is far in excess of the value when originally contributed to the trust.

Any gift or estate tax that might be due as a result of the transfer of the assets to the donor's next generation is based on the value of the property at the time of contribution to the trust. The income and estate taxes are offset or eliminated by a deduction equal to the value of the annual distribution to the charity over the term of the trust. The payment rate and term of the trust are selected to minimize or eliminate these taxes.

Typical Donor Profile

- Has a moderate to large taxable estate
- Holds assets with the potential for additional growth
- Desires to pass certain assets to heirs who don't need assets or income today
- Has income producing assets

What Else Do I Need To Know?

Your gift will offer you the satisfaction of supporting both your Jewish community and your loved ones.

For more information contact:

Jordan S. Harburger, Managing Director • jordan.harburger@shalomdc.org (301) 230-7235
Elizabeth R. Goldstein, Deputy Director, Philanthropic Giving • elizabeth.goldstein@shalomdc.org (301) 230-7228
Jonathan Perlman, Associate Director, Philanthropic Gifts • jonathan.perlman@shalomdc.org 301-230-7204
United Jewish Endowment Fund of The Jewish Federation of Greater Washington
fax (301) 230-7273 • philanthropy@shalomdc.org • www.shalomdc.org/endowmentfund

THE Jewish FEDERATION OF GREATER WASHINGTON

United Jewish Endowment Fund