



GIFTS AT A GLANCE

GIFT TYPE	BASIC DESCRIPTION	BENEFITS TO DONORS	CANDIDATES FOR THIS OPTION
Bequest	Gift of any amount through a will or trust	Estate tax benefits	Donors of any age or income level
Beneficiary Designation	Gift from a retirement plan or life insurance policy	Estate tax benefits; potential tax savings to heirs	Donors of any age or income level
Charitable Remainder Trust	Gifts of cash, stock, real estate or complex assets in return for variable payments. Upon passing, remainder is distributed to charity. Donor can make additional contributions	Annual income that adjust over time; act as a hedge against inflation. May eliminate capital gains taxes on appreciated assets. Income tax charitable deduction in year of gift.	Donors of any age, but generally middle-aged Good for complex or appreciated assets
Charitable Lead Trust	Gifts of appreciated assets which are expected to recognize more appreciation once inside the trust. Payments are made to charity for a specified term. Upon term expiration, assets revert back to donor or donor's family.	Income tax charitable deduction in year of gift. Asset appreciation inside the trust is not subject to estate and gift tax.	Donors with appreciated assets and would like to pass the asset intact to the next generation Donors with other sufficient sources of income
Retained Life Estate	Gift of house and/or property.	Income tax charitable deduction in year of gift. Donor can continue to live in or use property.	Older donors who own their homes (including vacation homes).
Charitable Gift Annuity	Gift of cash or stock in return for fixed payments to donor for life. Upon passing, remainder is distributed to charity.	Security of fixed income for life. Knowledge it is guaranteed by nonprofit. Income tax charitable deduction in year of gift.	Older donors who want to help a charity, have liquid assets, (such as stocks, CDs, savings accounts). Middle-aged donors who want to provide income for their parents or others.

Waco Foundation does not provide legal or tax advice. All donors should consult their tax advisors to properly determine the tax consequences of making a charitable gift.