

Oberlin College Planned Giving Vehicles

Last Update: October 2005

| Gift Vehicle | Minimum Amount | Minimum Age of Beneficiary | Generally accepted assets | Who receives the income? | How is Income Determined? | How does gift affect donor's federal taxation? | How does gift help Oberlin? |
|---|---------------------------|---|---|--|---|---|---|
| Charitable Gift Annuity | \$10,000 | 50 yrs old | cash or appreciated securities | Donor or named income-beneficiary | Guaranteed fixed income for life; amount based on age & number of beneficiaries | 1. Initial tax deduction on gift 2. Substantial tax exemptions on income payments; 3. Reduced capital gains | Oberlin receives principal at death |
| Deferred Charitable Gift Annuity | \$10,000 | 50 yrs old at time income payments begin | cash or appreciated securities | Donor or named income-beneficiary | Guaranteed fixed income for life; amount based on age & number of beneficiaries | 1. Initial tax deduction on gift; 2. Substantial tax exemptions on income payments; 3. Reduced capital gains | Oberlin receives principal at death |
| Charitable Remainder Annuity Trust | \$50,000 | 50 yrs old for life-income or any age for term-of-years | cash, appreciated securities, real property, tangible personal property | Donor or named income-beneficiary | Quarterly fixed income based on initial value of trust (min. 5%) | 1. Initial tax deduction on value of charitable remainder interest; 2. No initial capital gains tax likely; 3. Avoids probate and estate taxes | Oberlin receives principal at death |
| Charitable Remainder Unitrust | \$50,000 | 50 yrs old for life-income or any age for term-of-years | cash, appreciated securities, real property, tangible personal property | Donor or named income-beneficiary | Quarterly income (fixed percentage) based on annual value of trust (min. 5%) | 1. Initial tax deduction on value of charitable remainder interest; 2. No initial capital gains tax likely; 3. Avoids probate and estate taxes | Oberlin receives principal at death |
| Pooled Income Fund Trust | \$5,000 | 50 yrs old | cash or appreciated securities, but no tax-exempt bonds | Donor or named income-beneficiary | Variable net income for life; averaging 6 - 6.5% | 1. Initial tax deduction on value of charitable remainder interest; 2. No initial capital gains tax likely; 3. Avoids probate and estate taxes | Oberlin receives principal at death |
| Charitable Lead Unitrust | \$1,000,000 | any age | cash or any revenue-producing asset, e.g., closely-held companies | Oberlin College | Variable income (paid to Oberlin) for term of trust | 1. Saves reporting taxable income during term of trust; 2. Possible income tax savings; 3. Possible estate savings if property is transferred upon termination to heirs or to charity | Oberlin receives income from trust and is a possible beneficiary at death |
| Retained Life Estate | \$100,000 appraisal value | 50 yrs old | real property, income- or non income-producing | If rented, donor retains rental income | n/a | Donor receives tax deduction upon transfer of ownership to Oberlin. | Oberlin receives property at death |
| Irrevocable Life Insurance Policy | n/a | any age | life insurance policy which the donor no longer needs | n/a | n/a | Donor receives tax deduction for cash surrender value. | Payable to Oberlin at death |
| Oberlin as Revocable Beneficiary | any amount | any age | will, life insurance, retirement pension, tax-sheltered annuity | n/a | n/a | 1. Provides estate distributions as desired; 2. Avoids estate and inheritance taxes | Bequest payable to Oberlin |