

CHARITABLE LEAD TRUST



WHAT IS A CHARITABLE LEAD TRUST (CLT)?

After selecting your charitable beneficiary, the Charitable Lead Trust (CLT) automatically makes charitable donations out of the trust for the term of the trust.

- ✓ These charitable donations can be variable or fixed in amount.
- ✓ When the term period expires, the remaining CLT balance goes to the non-charitable beneficiary, which is most frequently a family member.



HOW DO CLT PAYMENTS WORK?

A CLT is usually for \$1,000,000 or more.

- ✓ High net-worth donors typically employ CLTs.
 - Their complex estates may face gift or estate taxes.



A CLT WORKS BEST IF YOU...

Would like to set aside money so that a designated charitable beneficiary receives income for the term of the trust, or during your lifetime.



WHAT ARE THE BENEFITS OF A CLT?

A CLT enables you to provide financial benefits to a charitable beneficiary of your choice.

You can also receive a potential tax benefit during your lifetime.

- ✓ Upon reaching the term or life limits, you will still be able to leave a financial legacy to your loved ones.
- ✓ Tax treatments may benefit either the grantor or non-grantor depending on circumstances.



A CLT MIGHT NOT BE THE BEST FIT IF YOU ...

- ✓ Or your heirs need to access funds before the term of the trust has ended.
 - Funds are only released to you, or your chosen non-charitable beneficiary, at the defined end of the term or at the time of your death.
- ✓ Are NOT comfortable with an irrevocable trust.
 - Once you agree to the CLT's terms, you won't be able to change your mind.

For more information, please email or call our experts ~

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Other Giving Vehicles to Consider

- ✓ Charitable Remainder Unitrust
- ✓ Charitable Remainder Annuity Trust
- ✓ Donor Advised Fund
- ✓ Endowment
- ✓ Immediate Charitable Gift