



## Charitable Remainder Trust

### Solutions for Large Donations

If you have built a sizable estate and also are looking for ways to receive reliable payments, consider a **charitable remainder trust**.

These types of gifts may offer you tax benefits and the option for income. There are two ways to receive payments and each has its own benefits:

The **annuity trust** pays you, each year, the same dollar amount you choose at the start. Your payments stay the same, regardless of fluctuations in trust investments.

The **unitrust** pays you, each year, a variable amount based on a fixed percentage of the fair market value of the trust assets. The amount of your payments is redetermined annually. If the value of the trust increases, so do your payments. If the value decreases, however, so will your payments.

### *An Example of How It Works*

Maria, 75, wants to make a gift to the WDM Theatre but would also like more income in the future. Maria creates a charitable remainder unitrust with annual lifetime payments to her equal to 5% of the fair market value of the trust assets as revalued annually. She funds the trust with assets valued at \$500,000.

Maria receives \$25,000 the first year from the trust. Subsequent payment amounts vary each year depending on the annual valuations of the trust assets. She is eligible for a federal income tax

#### Next Steps

1. Contact us at [info@wdtmtheatre.org](mailto:info@wdtmtheatre.org) for additional information or to discuss the variety of giving options.
2. Seek the advice of your financial or legal advisor.
3. If you include in WDM Theatre in your plans use our legal name and federal tax ID

**Legal Name:** William Daniel Mills Corporation

**Address:** 13506 Summerport Pkwy Ste 331, Windermere, FL 34786

**Federal Tax ID Number:** 92-0372198

charitable deduction of \$303,245\* in the year she creates and funds the trust. This deduction saves Maria \$97,038 in her 32% tax bracket.

\*Based on a 5.2% charitable midterm federal rate. Deductions and calculations will vary depending on your personal circumstances.