A Grantor Charitable Lead Trust ALLOWS YOU TO:

Carleton College

Give an **annual income** to Carleton

Receive a charitable income **tax deduction**

Receive the **remaining assets** back when the trust's term ends

HOW IT WORKS

- When you establish the trust, you qualify for an upfront charitable income tax deduction for the income stream the trust will pay to Carleton.
- Your trust is invested and managed by the professional or private trustee of your choice.
- You can structure the trust to pay income to multiple charities, either for a term of years or a person's lifetime.
- You can designate your gift to start an endowed fund or to support a particular project at Carleton.
- The trust assets—including all appreciation—are returned to you at the end of the trust term.

HOW CARLETON BENEFITS

The College receives an annual income from the trust. The income is either a fixed amount or a percentage of the trust assets' annual fair market value.

PLANNING TIPS

- This type of trust can be a particularly attractive option to consider if you have unusually high income in a given year (such as from the sale of a business or a significant bonus).
- It is important to note that donors are taxed on the trust's income and realized capital gains each year. You can minimize or avoid these taxes by funding the trust with tax-exempt bonds.
- For information about how a lead trust might work with your specific financial, estate, and charitable plans, contact your own professional advisers.

MINIMUM GIFT

Trustees' suggested minimum funding amounts and fees will vary, but these trusts are typically funded with at least $500,000.

FOR MORE INFORMATION

Phone: 800-492-2275 or 507-222-4200
Email: planned-giving@carleton.edu • **Web:** giftplanning.carleton.edu
Mail: One North College Street, Northfield, Minnesota, 55057

Disclosure: This information is not intended as legal advice. Please consult your attorney or financial adviser to learn if a grantor charitable lead trust is appropriate for your situation.

This gift qualifies you for membership in the
JOSEPH LEE HEYWOOD SOCIETY