A Grantor Charitable Lead Trust

Carleton

JOSEPH LEE HEYWOOD SOCIETY

QUALIFYING GIFT

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.

Minimum Gift

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

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.

QUESTIONS? PLEASE CONTACT US

Phone 800-492-2275 • 507-222-4200
Email planned-giving@carleton.edu
Web carleton.edu/giving/planned

One North College Street
Northfield, MN 55057