



Tanager

Charitable Trusts

Charitable trusts allow you to make a meaningful gift to Tanager while also meeting your personal financial goals. These flexible giving tools can provide lifetime income, reduce taxes, and ensure lasting support for Tanager's mission to help children and families thrive.

- Create a lasting legacy for Tanager.
- Receive lifetime income and potential tax savings.
- Choose from several flexible trust structures.
- Support children and families in a lasting way.

What is a Charitable Trust?

A charitable trust is a planned giving arrangement that allows you to donate assets to Tanager through a trust managed by a trustee. Depending on the type of trust, you or your beneficiaries may receive income for life or a term, with the remainder benefiting Tanager—or vice versa.

Charitable Remainder Trust (CRT)

A CRT provides income to you or your loved ones for life or a term of years, with the remainder passing to Tanager when the trust ends. It offers immediate tax benefits and helps you convert appreciated assets into lifetime income.

Charitable Remainder Annuity Trust (CRAT)

- Pays a fixed annual amount, ideal for those seeking predictable income.

Charitable Remainder Unitrust (CRUT)

- Pays a fixed percentage of the trust's value, revalued each year—allowing your income to grow over time.

Charitable Lead Trust (CLT)

A CLT provides income to Tanager for a specific period of time, after which the remaining assets return to you or your heirs. This type of trust can reduce or eliminate gift and estate taxes while supporting Tanager's programs during your lifetime.



Charitable Trusts, cont'd

"A charitable trust allowed me to create lifelong income and ensure that Tanager will continue helping children and families for years to come."

Pooled Income Fund (PIF)

A PIF combines your gift with others in a professionally managed fund. You receive annual income based on the fund's earnings, and Tanager receives the remainder after your lifetime.

Potential Advantages of Charitable Trusts

- Provide lifetime or term income for yourself or loved ones.
- Receive an immediate charitable tax deduction.
- Avoid or reduce capital gains tax on appreciated assets.
- Reduce or eliminate estate and gift taxes.
- Diversify your investments and potentially increase income.
- Make a lasting impact through support for Tanager's mission.

Example of Gift through a Charitable Remainder Trust (CRT)

After selling her business, Sarah establishes a Charitable Remainder Unitrust (CRUT) to provide income for life. She avoids capital gains tax, receives an immediate tax deduction, and ensures that the remaining assets will support Tanager's programs serving children and families.

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Charitable Trusts, cont'd

Which Trust is Right for You?

Trust Type	Who Receives Income	Who Receives Remainder	Typical Benefit
CRAT	Donor	Tanager	Fixed annual income
CRUT	Donor	Tanager	Variable income, potential growth
CLT	Tanager	Heirs	Estate and gift tax savings
PIF	Donor	Tanager	Shared fund, simple setup

How to Create a Charitable Trust

1. Consult your attorney or financial advisor to identify the trust type that best meets your goals.
2. Choose your beneficiaries and designate Tanager as the charitable recipient.
3. Contribute assets such as cash, stock, or real estate.
4. Establish and fund the trust through your advisor.
5. Notify Tanager to ensure your future gift is recognized and properly directed.

Tanager; 2309 C Street SW; Cedar Rapids, IA 52404
 Federal Tax ID (EIN) #42-0688079

This information is not intended as legal or tax advice. Please consult your professional advisors before making a gift.

Please visit www.tanagerplace.org/donate for more information on all ways to give, or contact the Tanager Philanthropy team at: (319) 365-9164 or philanthropy@tanagerplace.org.