



CHARITABLE REMAINDER TRUST

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A charitable remainder trust (CRT) is established when you transfer assets (cash or appreciated assets) to the trustee named in the trust agreement (e.g., bank trust department or Moravian University). Your trustee invests the assets for the term of the trust, which can be for the life of the income beneficiary (or beneficiaries) or for a term of no more than 20 years. When the trust ends, the remaining assets are distributed under the guidelines that you previously set for your gift to Moravian University.

There are two basic types of CRTs, and the payment you receive depends on the kind of CRT that you choose. A charitable remainder annuity trust pays a fixed amount each year for as long as the trust term lasts. The payment must be at least 5% of the value of the trust assets when it is established. A charitable remainder unitrust differs in that the payments may be variable because you are receiving a fixed percentage of the unitrust's assets as revalued each year. The payment must still be at least 5% of the trust's value, but in this case, it is revalued annually.

WHAT ARE THE BENEFITS OF SETTING UP A CHARITABLE REMAINDER TRUST WITH MORAVIAN UNIVERSITY?

- Ensure a bright future for Moravian University and continue the tradition of giving.
- Supplement your retirement income with the potential for long-term income growth.
- Unlock appreciated assets (securities, real estate, business interests) without incurring a capital gains tax.
- Remove assets and future appreciation from your taxable estate.
- Receive secure investment and administrative management through Moravian University with no fee.
- Obtain a significant income tax charitable deduction.

LET US HELP YOU PLAN.

The Department of Development & Alumni Engagement is available to answer any questions and provide you with a confidential, no-obligation illustration to show how a charitable remainder trust would benefit you and your specific situation. As with any charitable gift agreement, we encourage you to consult with your financial adviser as well.

Call us today toll-free at 800-429-9437, inquire via email at plannedgiving@moravian.edu, or visit our planned giving website at moravian.edu/giving/planned-giving.

GIFT PLANNING TIP:

The type of trust you choose depends on your goals. The annuity trust may be more appropriate if the security of a fixed, steady stream of income best meets your needs; the unitrust, with its variable payments, may provide a hedge against future inflation.