

# Analyzing the Benefits of a Charitable Remainder Annuity Trust

A charitable remainder annuity trust (CRAT) is a popular life-income plan. Cash, securities, real property, or other assets are transferred into a trust. The trustee manages the trust assets and pays beneficiaries of your choice (you or others) a fixed income for life or for a term of years. When the trust terminates, the remaining assets are transferred to the Ohio University Foundation.

## *the challenge*

- You have bought property, stock, or other assets that have appreciated
- While your assets have increased in value, they provide you little to no income
- You need more income for your retirement
- You don't want to pay capital gains tax on the sale

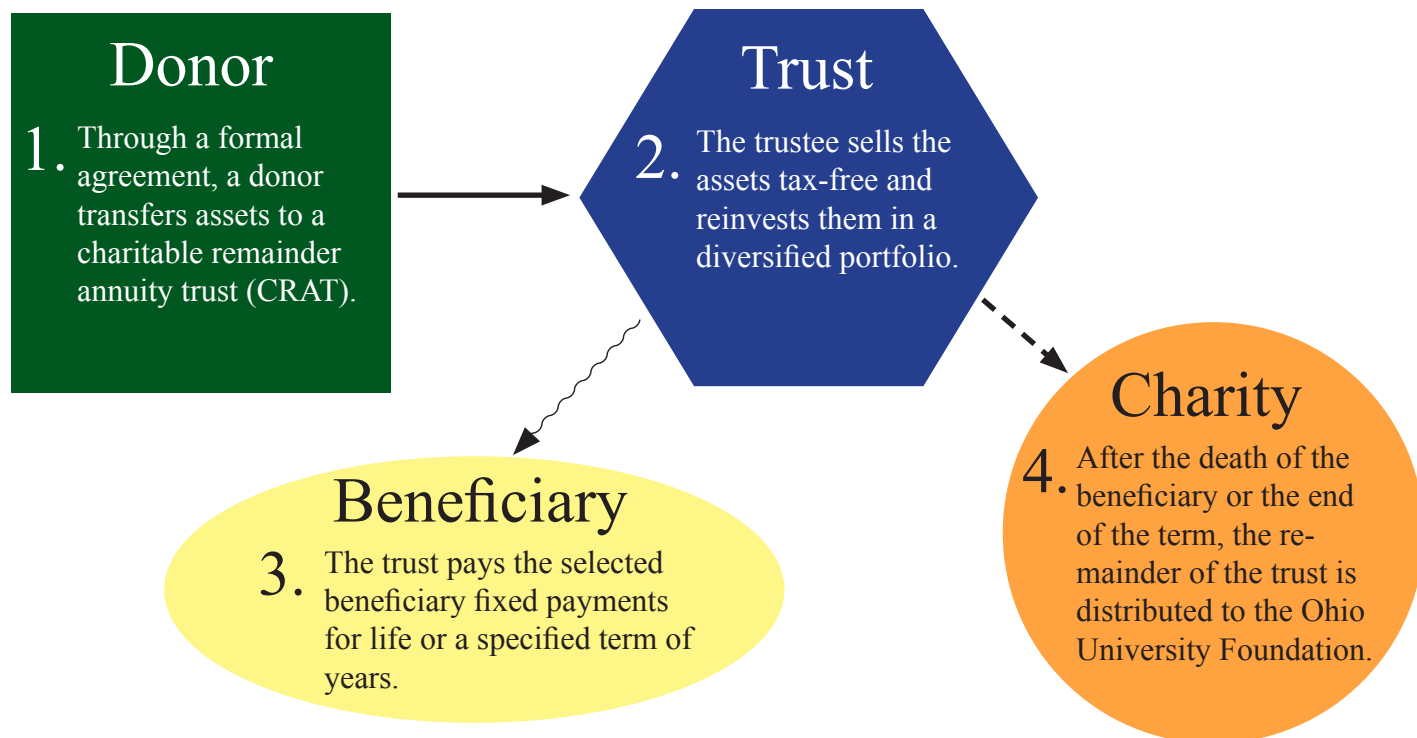
## *the solution*

- Transfer your assets to a charitable remainder annuity trust (CRAT)
- The trust can sell your assets without paying capital gains and reinvest the sum in more diversified investments
- The trust will pay income for life or for a term of years
- The remainder of the trust will go to charity

## *the benefits*

- Bypass capital gains taxes on the sale
- Enjoy increased income in your retirement
- Leave a gift to the Ohio University Foundation
- If the trust increases in value, the gift to the Ohio University Foundation will also increase

## How a CRAT Works:



**I**f you are interested in supporting The Ohio University Foundation through a charitable remainder annuity trust, or if you have questions about how a CRAT could work for you, please contact Kelli Bell at (740) 597-1819 or [bellk@ohio.edu](mailto:bellk@ohio.edu).