

Charitable Remainder Annuity Trust for Term of 1-20 Years		
Donor: Our Client	Gift Amount: \$2,000,000	Gift Date: 3/30/2024
Beneficiary: Their Designated Charity	Term of Years 20	
Payment Frequency: Annual (Payments at End of Selected Period)		
Initial Trust %:	5.0%	

Calculation			
(A)	Annuity Trust Payout: Payout rate chosen by client determines amount: 5.0%	\$100,000	(A)
(B)	Factor: IRS Pub. 1457, Table B	Factor = $(1 - (1 + r)^{-n}) / r$ r = IRS rate , n = periods 12.4622	(B)
(C)	Adjustment for time of Payment: (IRS Pub. 1457, Table K) <u>End of Period</u> 1 Annual 1.0 2 Semi-Annual 1.0123 3 Quarterly 1.0186 4 Monthly 1.0227	1.0	(C)
(D)	Adjusted Factor: Line(B) x Line(C)	12.4622	(D)
(E)	Present Value of Annuity: Line(D) x Line(A) (Charitable Deduction)	\$1,246,220.00	(E)
(F)	Amount Transferred to Trust:	\$2,000,000.00	(F)
(G)	Line(F) Less Line(E):	\$753,780.00	(G)
Present Value Remainder Charitable Deduction (Taxable Transfer)		\$753,780.00	

*This educational illustration is not professional tax or legal advice; consult a qualified tax advisor about your specific situation.