



Testamentary Spendthrift Charitable Gift Annuity



You're working on your will, and you're trying to determine the best way to provide for a loved one. You have the following goals in mind. You wish to . . .

- Provide a fixed amount of income to that person on a regular basis
- Ensure that the income continues for that person's life
- Minimize administrative responsibilities and costs
- Diminish or avoid investment risk
- Direct the remaining funds to charity when that person dies

One option to accomplish these goals is creating a spendthrift trust that provides a guaranteed income for your heir. But this approach requires legal documents, a trustee, an administrator, an investment advisor, and a fair amount of expense.

Another option is to establish a charitable gift annuity designed to take effect upon your death. The desired funds would be transferred to the charity, which would administer the gift annuity and distribute the payments to your heir. This is a simple, elegant solution that accomplishes all of your objectives, with the full residuum granted to the charities of your choice.

Dallas Seminary Foundation can handle the administration of the gift annuity and can even arrange for multiple charitable beneficiaries upon maturity. Foundation staff can provide you with a payment schedule to illustrate how this arrangement might work. We can also assist you in setting things up, should you wish to use this approach.

Estate and gift planning information is offered as a service to our donors. Communications with Gift Planning staff are not intended as, nor should they be construed to be, legal or tax advice and are offered for illustrative or educational purposes only. Be advised that content may be relevant and accurate at the time it was created. However, tax laws change from time to time, and the information provided may or may not accord with current laws. Therefore, it is expressly recommended that you consult an attorney, tax specialist, financial advisor, or other qualified professional to determine how a gift or estate planning decision might affect your circumstances so that they can provide the latest tax laws and information for your situation.