



DONATE – CHARITABLE LEAD TRUST

The 2L Foundation offers multiple ways for you to donate to the overall mission and individual programs provided by the charity.

A charitable donation is a contribution of money or goods to a tax-exempt organization, such as a 501c3 charity, that can reduce your taxable income. To claim a deduction, you must not receive any benefit as a result of your gift.

DISCLAIMER – The materials available on this website are for informational purposes only and not for the purpose of providing financial, legal, or accounting advice. You should contact your attorney, accountant, and financial advisor to obtain information on any particular issue or problem. The opinions expressed at or through this site may not reflect the views of the 2L Foundation or any one individual. All potential donors should consult the Internal Revenue Code of 1986; specifically, the section entitled “Exempt Organizations Examination Guidelines” (Section 4.76.51) for additional information.

DONATING FROM A CHARITABLE LEAD TRUST

A donor may wish to contribute securities or other appreciated assets to a charitable lead trust. The trust makes fixed annual payments to the 2L Foundation for a specified period. When the trust expires, the remaining principal is paid to the beneficiaries. The donor contributes securities or other appreciated assets to a charitable lead trust. The trust makes fixed annual payments to the 2L Foundation charity for a determined period of time. When the trust expires, the remaining principal is paid to the beneficiaries.

WHAT ARE THE BENEFITS?

- 1 The payments made to the 2L Foundation for a term reduce the ultimate tax cost of transferring an asset to the beneficiaries.
- 2 The amount and term of the payments to the 2L Foundation can be set so as to reduce or even eliminate transfer taxes due when the principal reverts to the beneficiaries.
- 3 All appreciation that takes place in the trust goes tax-free to the beneficiaries named.

WHO SHOULD CONSIDER CHARITABLE LEAD TRUST?

- A.** A donor who holds an appreciating asset and wishes to pass it on to the next generation.
- B.** A donor’s desire is to provide a stream of income to the 2L Foundation Charity. The charitable lead trust pays income to the 2L Foundation Charity now, while reducing tax costs for transferring assets to beneficiaries.
- C.** A donor has a planning objective to preserve the value of one’s property, not increase income or reduce income tax.
- D.** A donor is looking for techniques that will give their family more of their estate over a longer period of time.
- E.** A donor wants to reduce estate taxes.

DISCLAIMER REGARDING RESTRICTED/DONOR-DIRECTED GIFTS – If such use (donor-directed funds) should prove to be impracticable or undesirable for any reason as the Trustees may determine, in their sole discretion, they shall then provide for alternative uses of the funds in a manner consistent with and reflecting the spirit of the original gift.