



## Planned Giving The United Church of Canada

### Charitable Remainder Trusts and Gifts of Residual Interest

Charitable remainder trusts and gifts of residual interest allow you the use of gifted assets during your lifetime. They are irrevocable gifts. A charitable remainder trust pays you an annual income from your principal. The principal amount reverts to the church upon your death.

You can also establish a charitable remainder trust through a bequest. Most often, the assets are used to provide for the needs of a surviving spouse or other heirs during their lifetimes. Upon death of the income beneficiaries, the assets revert to the church.

A gift of residual interest allows you to donate an asset today (your personal residence, work of art, investments, property), and enjoy the use of it for the rest of your lifetime.

### Benefits of a Charitable Remainder Trust or Gift of Interest

- You delight in the joy of giving and have the satisfaction of working with the church during your lifetime.
- You receive an immediate charitable donation receipt for the present value of the remainder.
- Unused tax credits can be carried forward for five years.
- Gifts of appreciated property can be structured to avoid capital gains taxes.
- Irrevocable trusts are not included in your estate and are not subject to probate fees.

### What a Donor Says...

“We had a maturing life insurance policy. Wishing to donate extra support to our church and save some income tax besides, a charitable remainder trust became our choice. It feels gratifying to benefit The United Church of Canada while receiving an interest payment annually for life. We have served a generous God for many years. This is one way of expressing thanks.”

—Mervyn and Marilyn Penfound, Rosetown, Saskatchewan

For more information or for a personal, no obligation quotation, please contact your Regional Gift Planner whose card appears in this folder or call The United Church of Canada at  
telephone: 1-800-465-3771 ext. 2027; e-mail: [giving@united-church.ca](mailto:giving@united-church.ca)

See the United Church website at:  
[www.united-church.ca/getinvolved/donate/howto/planned](http://www.united-church.ca/getinvolved/donate/howto/planned)  
Charitable Registration # 10810 2435 RR0003

## Examples of Generosity

Mr. and Mrs. D. have a son who will need care for the rest of his life. They have no other children or family. They have set up a charitable remainder trust with the income going to the facility where their son is living. After the son's death, the residue will go to their local United Church congregation for its use.

Ms. M. was committed to the wider work of The United Church of Canada. However, she was also concerned about the future of her own congregation after her death because her gift was almost 10 percent of the congregation's annual budget. She wanted her congregation to plan for its future, but did not want her testamentary gift to keep her as the largest donor after her passing. Her solution was to set up a charitable remainder trust. For 10 years the congregation was to receive \$20,000 a year from the interest and principal of the trust. After 10 years, the residue was to go to “The United Church of Canada, wherever the need is greatest.”