

CHOOSING A GIFT PLAN*



Type of Gift	Income to Donor	Payment of Income	Taxation of Income	Benefit to Donor	Value to the Scottish Rite
1. Bequest in Will	None	None	None	1. Provides estate distributions as desired. 2. Avoids estate and inheritance taxes.	Bequest payable to the Scottish Rite Foundation.
2. Life Insurance	None	None	None	1. Tax deduction on premiums paid, dividends assigned. 2. Avoids probate and estate taxes.	Benefit payable to the Scottish Rite Foundation.
3. Retirement Plan	None	None	None	1. Avoids estate and inheritance taxes. 2. Avoids income tax.	Proceeds payable to the Scottish Rite Foundation.
4. Appreciated Property	None	None	None	1. Tax deductible on value of gift. 2. Avoids capital gains tax.	Immediate receipt of property, e.g., stocks and security.
5. Pooled Income Fund	Variable income from principal	Quarterly	Annual income reportable	1. Initial tax deduction on gift portion. 2. No initial capital gains tax. 3. Avoids probate and estate tax.	Scottish Rite Foundation receives principal at death.
6. Charitable Gift Annuity	Fixed percent based on actuarial tables	Quarterly	Small portion of income reportable	1. Initial tax deduction on gift portion. 2. Substantial tax exemptions on income payments. 3. Reduced capital gains tax. 4. Guaranteed retirement income.	Scottish Rite Foundation receives principal at death.
7. Charitable Remainder Annuity Trust	Fixed income based on initial value of trust	Quarterly	Income and capital gains reportable	1. Initial tax deduction on gift portion. 2. Deferred or spread out capital gains tax. 3. Avoids probate and estate tax.	Scottish Rite Foundation receives principal at death.
8. Charitable Remainder Unitrust	Variable income based on annual value of trust	Quarterly	Income and capital gains reportable	1. Initial tax deduction on gift portion. 2. Deferred or spread out capital gains tax. 3. Avoids probate and estate tax.	Scottish Rite Foundation receives principal at death.
9. Charitable Lead Trust	None	None	None	1. Annual tax deduction on income to Foundation. 2. Reduction in gift and estate tax. 3. Principal to donor's heirs at end of trust term.	Scottish Rite Foundation receives annual income for duration of trust.

Choosing a Gift Vehicle:

- *If you want no income, choose from Plans 1, 2, 3, 4, and 9.*
- *If you want a fixed income, choose from Plans 6 and 7.*
- *If you want a variable income (according to current economy), choose from plans 5 and 8.*

For more information, contact the Supreme Council of the Scottish Rite, Office of Development at 1-800-SRMASON (1-800-776-2766), Ext. 143.

**This chart is for illustrative purposes only and should not be considered financial or legal advice. Always consult your tax advisor before making a decision.*