

DISCLOSURE

- Before implementing a Commitment Giving Trust, it is advised that your tax advisor and legal advisor be consulted.
- The Commitment Giving Trust is a Grantor Lead Charitable Annuity Trust in which the dividends, interest and capital gains of the trust will be reported to the Grantor annually as taxable income.
- Charitable tax deductions are limited to 30% of adjusted gross income.
- The annuity payments of 5% are paid quarterly to one or more charities and are reported on IRS Tax Return Form 5227.
- There are costs associated with investment management which is 2%.
- G. A. Repple Financial Group will prepare the 5227 and 1041 tax returns for the trust.
- The Commitment Giving Trust is a Standard document prepared with no legal fee unless it is reviewed by your attorney.
- The Investment Management cannot guarantee a yield of 5%. This return may be higher or lower depending on market conditions, asset allocation withdrawal rate and sequence of returns in the market.
- The tax deduction is based upon the Federal AFR Rate and the term of years of the trust.
- Tax changes can impact the trust such as changes to Capital gains tax, itemized deductions and charitable deductions.
- If the donor dies before the end of the trust, the prorated charitable deduction will be calculated and paid back to the Internal Revenue Service.
- There may be depletion in the account if the rate of return is not greater than the distribution rate plus expenses.
- G. A. Repple and Company does not offer tax or legal advice. Please consult your tax or legal professional before implementing the Commitment Giving Trust.



G.A. REPPLE

INVEST WHERE IT MATTERS

Accelerating Tax Deductions

- Sold a business
- Sold real estate
- Large capital gain
- Roth IRA conversion
- Exercised stock options
- Large bonus

Consider a Commitment Giving Trust™

COMMITMENT GIVING TRUST™



SUMMARY

- Current Year Charitable Tax Deduction of **\$24,233**
- Tax Savings 37% Tax Bracket **\$8,966**
- Future Value of Taxes Saved at 5% **\$11,443**
- Future Value \$5,000 freed up cash flow and tax savings at 5% giving is through the trust **\$40,453**



SUMMARY

- Current Year Charitable Tax Deduction of **\$88,834**
- Tax Savings 37% Tax Bracket **\$32,868**
- Future Value of Taxes Saved at 5% **\$87,208**
- Future Value \$5,000 freed up cash flow and tax savings at 5% giving is through the trust **\$260,805**

Assumes earning 5% Net Rate after 2% fees
 Investment returns are not guaranteed. AFR Rate 1.2% Sept. 23, 2021
 Assumes freed up cash flow of \$5,000 per year at the beginning of each year.
 This is for illustrative purpose.



\$100,000 COMMITMENT GIVING TRUST™

Term of Trust	Trust Gifting \$5,000 Per Year Total Gifts	Current Year Tax Deduction	Tax Savings 37% Tax Bracket	Future Value of Tax Savings at 5%	Tax Savings and Freed Up Cash Flow at 5%
5 Year	\$ 25,000	\$24,233	\$ 8,966	\$11,443	\$ 40,453
10 Year	\$ 50,000	\$47,063	\$17,413	\$28,363	\$ 94,398
15 Year	\$ 75,000	\$68,571	\$25,371	\$52,744	\$166,032
20 Year	\$100,000	\$88,834	\$32,868	\$87,208	\$260,805



The federal AFR rate is assumed at 1.2% as of Sept. 23, 2021
 The freed-up cash flow is assumed to be invested at the beginning of each year. The freed-up cash flow is assuming a current giving of \$5,000 per year which is now given by the trust.
 This is for illustrative purpose.

