

## Investing In Your Community

Fellow Nebraskans have found that they can have mixed feelings about making a gift to their hometown. While donating assets satisfies the objective of helping your hometown, the reduction this gift makes in the size of your estate may leave a concern about the future financial security of the your family.

Combining two planning tools, a Charitable Remainder Trust with a Wealth Replacement Trust, can be an answer to this concern. These trusts will provide the following benefits:

### Income Benefits:

- A lifetime income in either a fixed or variable amount for yourself or loved ones.
- The potential to increase your current income.
- Professional and independent management of the gifted assets.

### Income Tax Benefits:

- An immediate charitable gift income tax deduction.
- Capital gains taxes on appreciated assets are bypassed.

### Estate Tax Benefits:

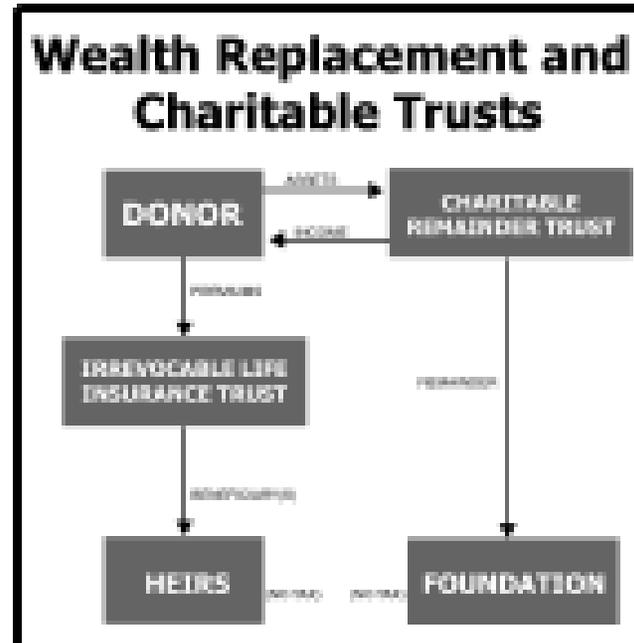
- Estate taxes are reduced by removing the gifted assets from your taxable estate.

This plan works by using life insurance to replace the value of the assets transferred into a Charitable Remainder Trust for the benefit of your hometown. Typically, the life insurance policy is placed inside of the Wealth Replacement Trust for the benefit of a spouse, children or other heirs. Each year gifts are made to the trust equal to the amount of the annual insurance premium. The income payments from the Charitable Remainder Trust are used to make this payment.

## Wealth Replacement Trust Benefits:

- **Replace assets given to benefit your hometown.**
- **Pass wealth outside of your taxable estate.**
- **Avoid probate expenses and publicity.**
- **Take advantage of gift tax laws.**

The creation of Charitable Remainder Trusts and Wealth Replacement Trusts are complex matters requiring expert counsel and careful drafting in consideration of your overall estate plan. Please contact your tax, legal, and insurance advisors for more information on this strategy and to determine if it is appropriate for you.



# Investing In Your Hometown

To learn more about the benefits of a wealth replacement trust, please complete the following form.

\_\_\_\_\_ Please send a personal illustration of how a wealth replacement trust would benefit me.

- I am interested in the following trust:  
One Life \_\_\_\_\_ Two Life \_\_\_\_\_
- Date of Birth:  
1st Person \_\_\_\_\_ 2nd Person \_\_\_\_\_

• Amount: \$ \_\_\_\_\_

Name(s) \_\_\_\_\_

Address \_\_\_\_\_

City \_\_\_\_\_ State \_\_\_\_\_ Zip \_\_\_\_\_

Phone \_\_\_\_\_ E-mail \_\_\_\_\_

\_\_\_\_\_ I would like someone to contact me regarding a private and confidential visit about planning a gift from my estate.

\_\_\_\_\_ In confidence, I have already included my hometown in my will.

### Questions? Contact:

- Jim Gustafson, Planned Giving Consultant  
[jgustafson@nebcommfound.org](mailto:jgustafson@nebcommfound.org)  
(402) 323-7341
- Jeff Yost, President & CEO  
[jeffyost@nebcommfound.org](mailto:jeffyost@nebcommfound.org)  
(402) 323-7332

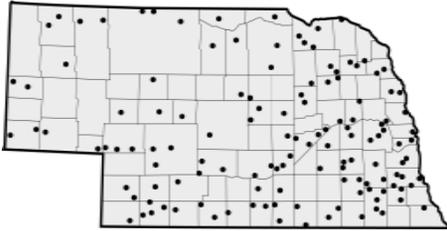
### Please Mail or Fax to:

Nebraska Community Foundation  
Mailing Address:  
P.O. Box 83107  
Lincoln, NE 68501-3107  
Delivery Address:  
317 S. 12th Street, Ste. 200  
Lincoln, NE 68508-2197  
402/323-7330  
402/323-7349

Visit [www.nebcommfound.org](http://www.nebcommfound.org)

# Nebraska Community Foundation, Inc.

The Nebraska Community Foundation exists to help concerned individuals mobilize charitable giving to support the betterment of Nebraska communities and organizations. The Foundation is a nonprofit charitable corporation providing financial management, strategic development and education/training



services to communities, organizations and donors throughout Nebraska. Started in 1993, the Foundation is now providing affiliated fund status (allowing communities and organizations to achieve nonprofit charitable status without forming their own nonprofit corporation) to more than 175 communities, organizations and donors. For more information about the Nebraska Community Foundation, call 402/323-7330 or visit the website at [www.nebcommfound.org](http://www.nebcommfound.org).

The single most important factor in community success is the involvement of citizens in their community. Your gifts of time, talent and dollars make all the difference. **Have you considered what a Wealth Replacement Trust would do for your family, your community and for you?**



1/02

*the*  
Cheyenne County Community  
**center**

The Cheyenne County Community Center  
627 Toledo Street  
Sidney, NE 69162  
[www.cheycocenter.org](http://www.cheycocenter.org)

# Wealth Replacement Trusts



A Gift That Allows You to  
Benefit Your Family  
and

*the*  
Cheyenne County Community  
**center**

an Affiliated Fund of the

  
**NEBRASKA COMMUNITY**  
FOUNDATION  
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