

Charitable Remainder Unitrust - Two Life

Prepared for: Donor name

A. Input Assumptions

Date of transfer	October 16, 2021
Fair market value of property transferred	\$1,000,000.00
Nearest age on the date of the gift for Beneficiary 1 is	83
Nearest age on the date of the gift for Beneficiary 2 is	83
Payout rate	5%
Payment frequency	Quarterly
Date of first payment:	December 31, 2021
The number of months from the valuation date and the first payout for the first full taxable year of the trust	3
IRC Sec. 7520(a) election to use 8/2021 discount rate of	1.2%
The mortality table is based on the census taken in	2000

B. Calculation of Present Value of Remainder Interest Factor: (Interpolation of Table U Factor for Number of Lives)

1. Factor from Table F based on the payment period, the number of months between the valuation date and the first payment date, and the discount rate	0.992578
2. Adjusted payout rate (Table F factor * payout rate)	4.96%
3. The nearest usable payout rate less than the Line 2 rate	4.8%
4. Line 2 minus line 3	0.16%
5. Line 4 divided by .20 percent	0.81445
6. Factor from Table U at the Line 3 rate	0.63478
7. Factor from Table U at the rate .20 percent higher than the line 3 rate	0.62325
8. Line 6 minus Line 7	0.01153
9. Line 8 times Line 5 (Interpolation adjustment)	0.00939
10. Present value of remainder interest factor (Line 6 - Line 9)	0.62539

C. Calculation of Tax Deduction for Charitable Remainder Unitrust

Fair market value of property transferred	\$1,000,000.00
Present value of remainder interest in unitrust factor as a percent	62.54%
Present value of remainder interest = the tax deduction (Line 1 * Line 2)	\$625,390.00
10% remainder interest test	Passed

NOTE: This calculation is provided for educational purposes only. The type of assets transferred, the actual date of the gift, and other factors may have a material effect on the amount or use of your deduction. You are advised to seek the advice of your tax advisors before implementing a gift of this type.

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