Ways to Support Scholarships

Scholarships, annual as well as endowed, may be established through a variety of giving strategies. Most gifts are made through cash (check) contributions. Depending on your financial, tax, and estate planning goals, one or more of the following giving strategies may enable you to begin or increase your scholarship support and complement your financial and estate plan.

Please call the Washington University Office of Planned Giving for more information at: 800-835-3503/314-935-5373 or email us at: plannedgiving@wustl.edu.

Giving Appreciated Stock and Real Estate
One of the most tax-efficient ways to give is through gifts of long-term (owned for more than one year) appreciated stock or real estate. Gifts of stock or real estate will provide you a charitable income tax deduction based on the current value of the property. In addition, you will avoid capital gain tax when the stock or real estate is given to Washington University.

Information on how to transfer stock or real estate is available through the Washington University Office of Planned Giving.

Giving Through Your Estate Plan
Scholarships may be funded through your estate plan; e.g., your will, trust, or beneficiary designations on your retirement plan, life insurance, annuities, etc. For many, giving through one’s estate plan enables one to make a gift that may not be possible through lifetime gifts. Giving through your estate plan will generate a charitable estate tax deduction. The Washington University Office of Planned Giving can provide you or your counsel language for your will, trust, or beneficiary form to establish a named scholarship endowment or provide general scholarship support.

Make a Gift and Receive Life Income
You can also support a scholarship through a charitable gift annuity or charitable trust. Each is a life income plan between you and the university. Life income plans offer several financial benefits:

- A lifetime (or term of years) income for you and/or your designee
- A charitable income tax deduction
- Capital gain tax savings if you fund the plan with appreciated stock or real estate
- Estate tax benefits

Charitable Gift Annuity
A charitable gift annuity is the most common life income plan. You may give cash or securities to Washington University. In return, you and/or your designee will receive fixed payments (part of which may be tax-free) for life/lives based on the age(s) of the payment recipient(s) at the time the gift is made. When the gift annuity ends, the principal is distributed to the university for scholarship support. Below is a chart showing payment rates based on selected ages.

<table>
<thead>
<tr>
<th>Age</th>
<th>ONE LIFE</th>
<th>TWO LIVES</th>
</tr>
</thead>
<tbody>
<tr>
<td>Age</td>
<td>Fixed Rate</td>
<td>Ages</td>
</tr>
<tr>
<td>60</td>
<td>4.4%</td>
<td>60 &amp; 60</td>
</tr>
<tr>
<td>65</td>
<td>4.7%</td>
<td>65 &amp; 65</td>
</tr>
<tr>
<td>70</td>
<td>5.1%</td>
<td>70 &amp; 70</td>
</tr>
<tr>
<td>75</td>
<td>5.8%</td>
<td>75 &amp; 75</td>
</tr>
<tr>
<td>80</td>
<td>6.8%</td>
<td>80 &amp; 80</td>
</tr>
<tr>
<td>85</td>
<td>7.8%</td>
<td>85 &amp; 85</td>
</tr>
<tr>
<td>90 &amp; over</td>
<td>9.0%</td>
<td>90 &amp; 90</td>
</tr>
</tbody>
</table>

*Rates are subject to change
To receive a confidential, personal illustration on how a gift annuity can benefit you, contact the Washington University Office of Planned Giving.
Deferred Payment Gift Annuity

A gift annuity may also be created so that the fixed payments are deferred; e.g., until your retirement. By deferring payments, you can receive a payment rate that is usually higher than the normal rates shown in the chart. This option is very useful if you do not need the payments now, but would like to receive an income tax deduction and establish a plan to support scholarships at Washington University. Your payment rate is determined by your age and the amount of time your payments are deferred. Once again, you may contact the Washington University Office of Planned Giving to receive a confidential, personal illustration.

Charitable Remainder Trusts

You may establish a charitable remainder unitrust (payments may vary from year to year) or a charitable remainder annuity trust (payments are fixed) with Washington University serving as the trustee. You and/or your designee will receive an annual income; e.g., 5% or 6%, based on the value of the trust principal. The unitrust makes payments based on the annual valuation of the trust assets. The annuity trust makes a fixed payment based on the initial value of your gift.

You may give cash or appreciated securities to the university to fund the unitrust or annuity trust. Real estate may be used to fund the unitrust. If you establish a charitable trust with the university, we will draft the trust for review by your advisors. The university will also manage the assets at no cost to you. When the trust ends, the principal may be distributed for scholarship support. To obtain an illustration on how a charitable trust works, contact the Washington University Office of Planned Giving.

Testamentary Life Income Plans

Depending on your estate planning and family needs, you can fund a life income plan through your estate plan. Payments can be designated to your named beneficiaries; e.g., spouse, child, etc. A portion of the testamentary life income gift will be deductible for estate tax purposes. Once again, when the payments end, the principal can be used to support scholarships.

If you have questions or would like to receive confidential information on these and other giving strategies, please contact the Washington University Office of Planned Giving.

Office of Planned Giving
Campus Box 1193
One Brookings Drive
St. Louis, MO 63130-4899
800-835-3503 or 314-935-5373
Email: plannedgiving@wustl.edu
Web: http://plannedgiving.wustl.edu

Please consult with your legal or tax advisor before making a charitable gift.