Non-Grantor Charitable Lead Unitrust - Term Certain

Prepared for: Donor name

A. Input Assumptions
Date of transfer: April 24, 2021
Fair market value of property transferred: $1,000,000.00
The term income interest of the trust will last: 20 years
Unitrust payout rate: 5%
Payment frequency: Quarterly
Is payment at beginning or end of payment period: End
Number of months between the valuation date and the first payout rate for the first full taxable year of the trust: 3
IRC Sec. 7520(a) election to use 2021 discount rate of: 0.6%
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 Term Certain)
1. Factor for Table F based on the payment period, the number of months between the valuation date and the first payment date, and the discount rate: 0.99627
2. Adjusted payout rate (Table F factor * payout rate): 4.98%
3. The nearest usable payout rate less than the Line 2 rate: 4.8%
4. Line 2 minus Line 3: 0.18%
5. Line 4 divided by .20 percent: 0.90675
6. Factor from Table U at the Line 3 rate: 0.373886
7. Factor from Table U at the rate .20 percent higher than the Line 3 rate: 0.358486
8. Line 6 minus Line 7: 0.0154
9. Line 8 times Line 5 (Interpolation adjustment): 0.013964
10. Present value of remainder interest factor (Line 6 - Line 9): 0.359922

C. Calculation of Gift or Estate Tax Deduction for Non-Grantor Trust
1. Fair market value of property transferred: $1,000,000.00
2. Present value of remainder interest in unitrust factor (from Section B): 0.359922
3. Present value of remainder interest - remainder subject to gift or estate tax (Line 1 * Line 2): $359,922.00
4. Line 2 minus Line 3 (Gift or Estate Tax deduction): $640,078.00

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.