

NATIONAL 4-H
COUNCIL

Planning for Your Future While Investing in Theirs

NATIONAL 4-H COUNCIL CHARITABLE GIVING OPTIONS

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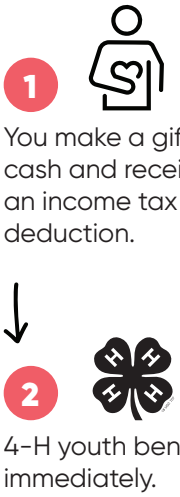
CASH

How it works

1. You send a check, wire funds or contribute online.
2. We use your donation to support 4-H youth.

Benefits

- Use the simplest asset to make your donation—no appraisal or acceptance requirements as with gifts of appreciated property.
- Make a gift that benefits youth immediately.
- Receive a full charitable deduction and apply it against a larger percentage of your taxable income than a deduction for a property gift.



APPRECIATED SECURITIES

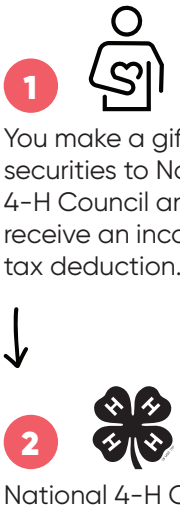
Gifting appreciated securities can be more beneficial than giving cash. Because you pay no capital gains tax on the appreciated securities, the after-tax cost may be less than a gift of cash.

How it works

1. You transfer securities to National 4-H Council.
2. National 4-H Council immediately sells your securities and we use your donation to support 4-H youth.

Benefits

- You receive gift credit and an immediate income tax deduction for the fair market value of the securities on the date they are received by National 4-H Council no matter what you originally paid for them.
- You pay no capital gains tax on the securities you donate.
- You have the satisfaction of making a significant outright gift that benefits youth and National 4-H Council.



RETIREMENT PLAN ASSETS

Your retirement fund can be taxed up to 70% if passed on to heirs, yet portions of your estate left to National 4-H Council are tax-free.

How it works

1. Retirement plan assets will be distributed upon your death through a beneficiary designation form, not through your will.
2. You name National 4-H Council as a beneficiary of your IRA, 401(k), 403(b) or other qualified retirement plan, perhaps secondary to your spouse. If secondary to your spouse, after your lifetime, your plan passes tax-free to your spouse and provides income for his or her lifetime. Your spouse names 4-H as the primary beneficiary on the retirement plan.
3. After your spouse's death, 100% of the residue from your plan passes to National 4-H Council tax free and will be used as you directed. If it was left to a person(s), up to 70% could be taken as personal income and estate taxes.

Benefits

- You can continue to take withdrawals during your lifetime.
- Should your spouse be your plan's primary beneficiary, he or she will take withdrawals during his or her lifetime after you are gone.
- You can avoid both personal income AND estate tax levied on the residue left in your retirement account by leaving it to National 4-H Council.
- Give the most-often taxed asset in your estate to National 4-H Council, and leave more favorably taxed property to your heirs.
- You have the satisfaction of knowing you will continue to support 4-H youth.
- Your retirement fund can be taxed up to 70% if passed on to heirs, yet it's tax-free to National 4-H Council.



WILL OR LIVING TRUST (BEQUEST)

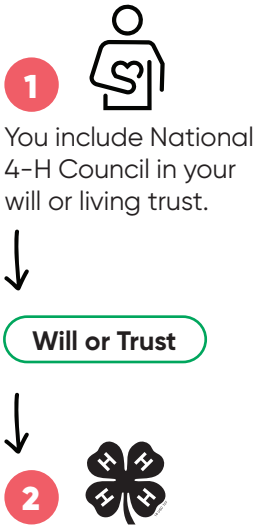
It takes a simple designation to make a gift to National 4-H Council in your will or living trust which will not affect your cash flow during your lifetime.

How it works

1. You can provide now for a future gift to National 4-H Council by including a bequest provision in your will or living trust.
2. National 4-H Council eventually receives the gift and we use your donation to support 4-H youth.

Benefits

- Your assets remain in your control during your lifetime.
- There is no upper limit on the estate tax deductions that can be taken for charitable bequests.
- You have the satisfaction of knowing that you will continue to support 4-H youth.

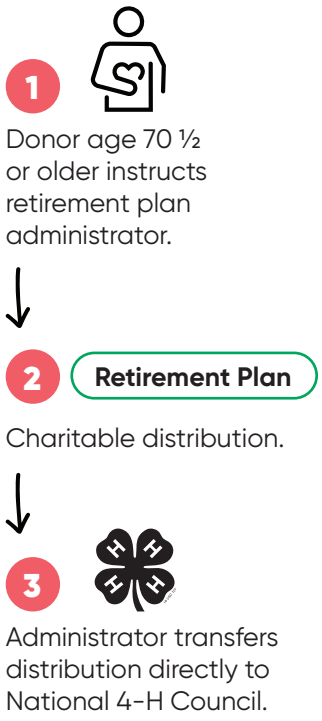


IRA CHARITABLE ROLLOVER

If you are 70 1/2 years old or older, you can take advantage of a simple way to benefit National 4-H Council and receive tax benefits in return. You can give any amount up to $100,000 per year from your IRA directly to a qualified charity such as ours without having to pay income taxes on the money. This popular gift option is commonly called the IRA charitable rollover, but you may also see it referred to as a qualified charitable distribution, or QCD for short.

Why Consider This Gift?

- You pay no income taxes on the gift. The transfer generates neither taxable income nor a tax deduction, so you benefit even if you do not itemize your deductions.
- If you reached the age of 70½ on or before Dec. 31, 2019, you can use your gift to satisfy all or part of your required minimum distribution for the year. If you turn 70½ on or after Jan. 1, 2020, you can use your gift to satisfy all or part of your required minimum distribution starting at the age of 72. (Note: The RMD requirement has been waived for 2020, per the CARES Act signed into law on March 27, 2020.)
- Since the gift doesn't count as income, it can reduce your annual income level. This may help lower your Medicare premiums and decrease the amount of Social Security that is subject to tax.

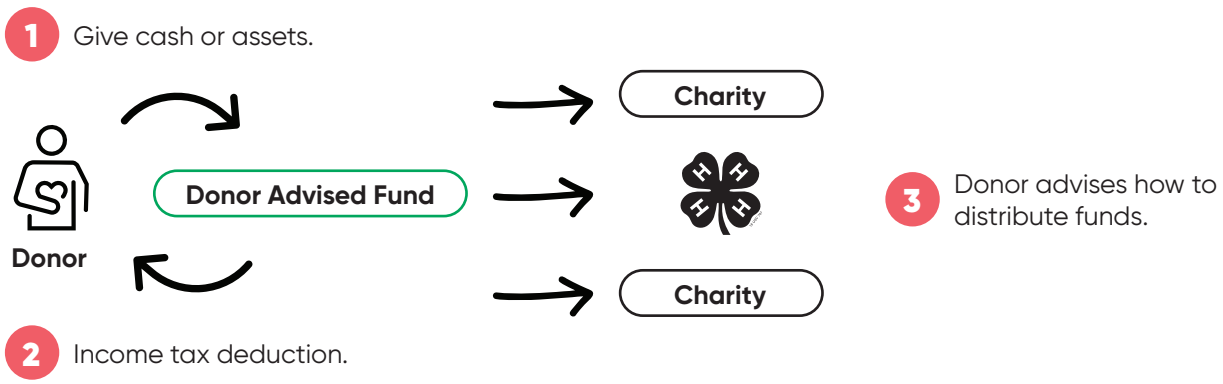


DONOR-ADVISED FUND

A **DONOR-ADVISED FUND**, or **DAF**, is a giving vehicle established at a public charity. It allows you to make a charitable contribution, receive an immediate tax deduction and then recommend grants from the fund over time. You can contribute to the fund as frequently as you like, and then recommend grants to National 4-H Council.

How it works

1. You make an irrevocable contribution of personal assets, including cash, stock, real estate and more.
2. You immediately receive the maximum tax deduction that the IRS allows.
3. You name your donor-advised fund account, advisors, and any successors or charitable beneficiaries.
4. Your contribution is placed into a donor-advised fund account where it can be invested and grow tax-free.
5. At any time afterward, you can recommend grants from your account to National 4-H Council and other qualified charities.



LIFE INSURANCE POLICIES

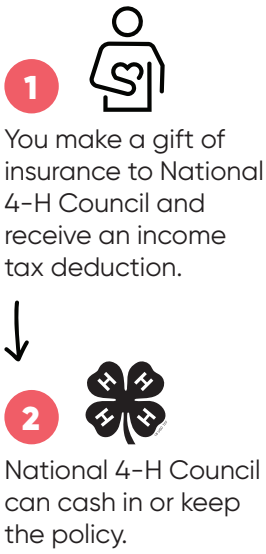
Donate a policy, take a deduction, deduct future premium payments, if any, and make an extraordinary gift.

How it works

1. You transfer ownership of a paid-up life insurance policy to National 4-H Council.
2. You receive a tax deduction based on the cash value of the policy at the time of transfer. If not paid up, you can deduct the annual premiums paid to National 4-H Council.
3. National 4-H Council elects to cash in the policy now or hold it.

Benefits

- Make a gift using an asset that you and your family no longer need.
- Receive an income tax deduction.
- In some cases, you can use the cash value in your policy to fund a life-income gift.



REAL ESTATE

Gifts of real estate can frequently save you thousands of dollars in income, estate and capital gains taxes, while providing a substantial benefit to National 4-H Council.

How it works

1. You deed your home, a commercial building or investment property to National 4-H Council.
2. National 4-H Council may use the property for its own purposes, or, more likely, will sell it and use the proceeds to support 4-H programming.

Benefits

- You receive an income tax deduction for the fair market value of the real estate, no matter what you originally paid for it.
- You pay no capital gains tax on the transfer.
- You have the satisfaction of supporting 4-H.



CHARITABLE REMAINDER UNITRUST/ANNUITY TRUST

There are two types of Charitable Remainder Trusts. A Unitrust provides a cash flow which may increase over time and enables you to contribute appreciated assets to the trust, receive payments, defer or eliminate gains tax. An Annuity Trust provides a steady cash flow and enables you to contribute appreciated assets to the trust, receive fixed payments, defer or eliminate gains tax.

How it works

1. You transfer cash, securities or other appreciated property into your choice of charitable remainder trust.
2. If you choose a unitrust, it pays a percentage of the value of its principal (minimum: 5%), which is re-valued annually, to you or to beneficiaries you name for your lifetime or their lifetimes or for a term of years. If you choose an annuity trust, it makes fixed annual payments to you or to beneficiaries you name and is used to support 4-H youth.
3. When your trust terminates, the remainder passes to National 4-H Council and is used to support 4-H youth.

Benefits

- You receive an immediate income tax deduction for a portion of your contribution to the trust.
- You pay no up-front capital gains tax on appreciated assets you donate.
- You or your designated beneficiaries receive income for life or a term of years.
- If you choose a unitrust, you may be able to make additional gifts to the trust as your circumstances allow and qualify for additional tax deductions.
- You have the satisfaction of making a significant gift that benefits you or your designated beneficiaries now and supports National 4-H Council in the future.



1 You make a gift into your Trust and receive an income tax deduction and income now.

2 After you are gone, the remainder goes to National 4-H Council.

PAYMENT INFORMATION

Check

Please make your check payable to National 4-H Council and mail your gift to:

National 4-H Council Contributions
PO Box 69364
Baltimore, MD 21264-9364

ACH or Wire Transfer

Please notify us if you wish to send your gift electronically via ACH or Wire Transfer, and include your full legal name, the amount of your gift, and designation. Contact **Emily Wong at (540) 818-8659** for banking information.

Stock Transfer

You can transfer securities via electronic transfer or by sending the paper certificates by registered mail. Please contact **Emily Wong at (540) 818-8659** to ensure your gift is applied correctly.

To initiate the transfer electronically for Bank of America – DTC Eligible Securities:

ACCOUNT NAME: **Bank of America**

DTC PARTICIPANT: **0955**

DTC AGENT: **20955**

FOR BENEFIT OF: **PACE Account # 40165000016151**

ACCOUNT NAME: **IM National 4-H Council - ST**

INTERNAL BANK CONTACT NAME AND PHONE #:
Karen T. Garcia at (212) 852-3991

To initiate the transfer by registered mail:

Mail your **UNENDORSED** certificate(s) in one envelope, and a Stock Power Form and a Stock Waiver Form in a separate envelope, by registered mail to:

National 4-H Council Contributions
PO Box 69364
Baltimore, MD 21264-9364

NATIONAL 4-H COUNCIL FEDERAL TAX ID: **36-2862206**

COMBINED FEDERAL CAMPAIGN NUMBER: **11119**



NATIONAL 4-H
COUNCIL

655 15th St NW Suite 220
Washington, DC 20005

4-H.org
Ph: 202.248.6800

4-H is the youth development program of our nation's Cooperative Extension System and the USDA.