
Pooled Income Fund

Prepared for: Sample

Prepared by: Brentmark

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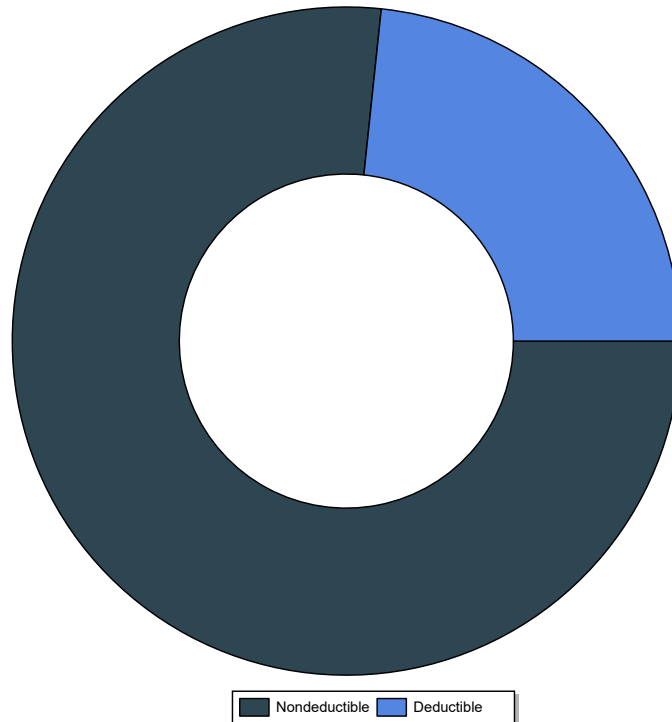


Pooled Income Fund

Transfer Date:	11/2022
Value of Property:	\$7,500,000
Lives:	2
Ages:	51, 56
Highest Rate of Return for Preceding 3 Years:	3.600%
Mortality Table:	2010CM
Cost Basis:	\$3,500,000
Charity Type:	30%
Capital Gains Rate:	15.0%
Inflation Rate:	0.00%
Adjusted Gross Income:	\$1,500,000.00
Itemized Deductions:	\$0
Filing Status:	Joint
Age:	55
Age of Spouse:	56
Long-Term Capital Gain:	\$0
28% Rate Capital Gain:	\$0
Qualified Dividends:	\$0
Unrecaptured §1250 Gain:	\$0

Results

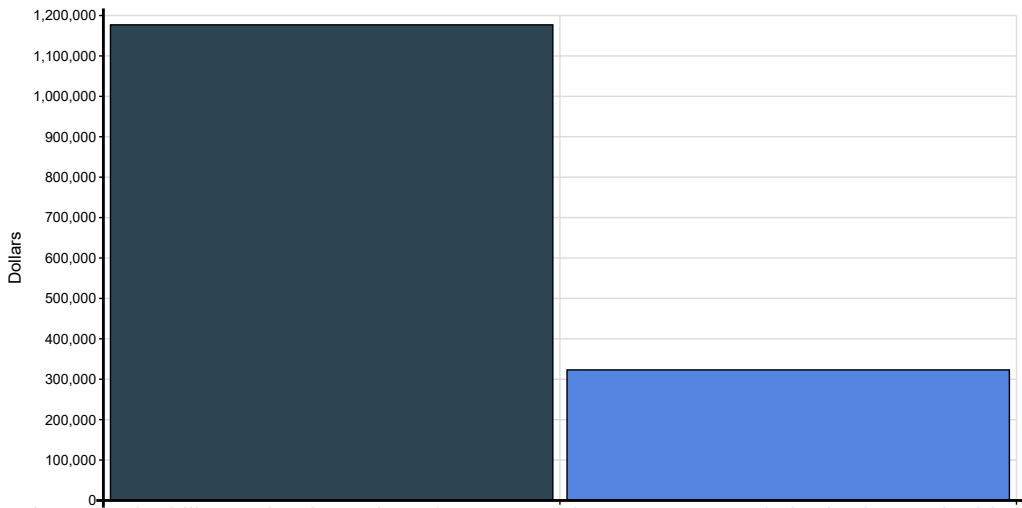
Highest Rate of Return for Three Preceding Years:	3.600%
Two Life Remainder Factor:	0.30428
Charitable Deduction for Remainder Interest:	\$2,282,100.00
Donors Deduction as Percentage of Amount Transferred:	30.428%



Pooled Income Fund: Income Tax Summary

Income Tax Summary for 2022

Adjusted Gross Income:	\$1,500,000.00
Deductions:	<u>\$450,000.00</u>
Taxable Income:	\$1,050,000.00
Tax Due:	\$323,049.00
Effective Average Tax Rate:	21.54%
Effective Marginal Tax Rate:	37.00%
Regular Standard Deduction:	\$25,900.00
Additional Elderly Deductions:	<u>\$0.00</u>
Standard Deduction:	\$25,900.00
Itemized Deductions:	\$0.00
Phaseout Amount:	<u>\$0.00</u>
Adjusted Itemized Deductions:	\$450,000.00

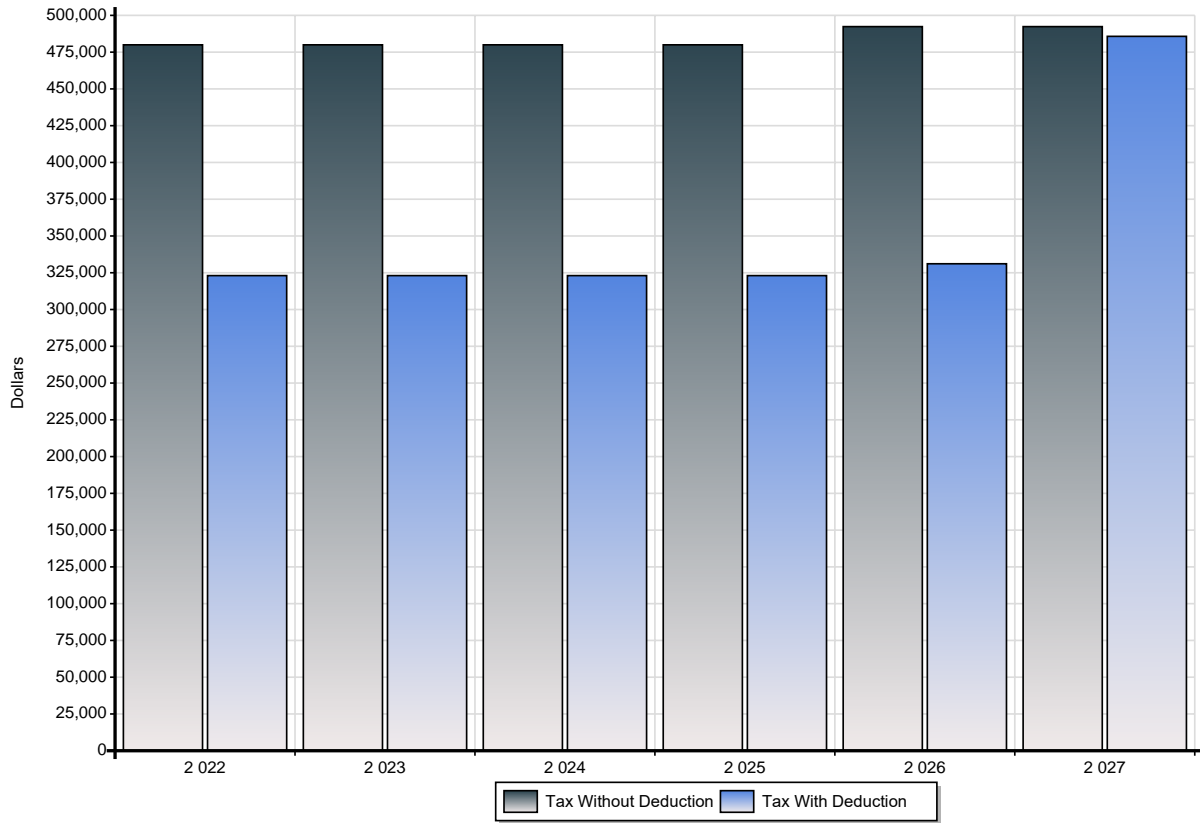


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Pooled Income Fund: Income Tax Savings

Income Tax Savings Capital Gains Tax Savings: \$600,000

Year	Deduction Taken	Remaining Deduction	Tax if No Deduction	Tax With Deduction	Tax Savings
2022	\$450,000	\$1,832,100	\$479,966	\$323,049	\$156,917
2023	\$450,000	\$1,382,100	\$479,966	\$323,049	\$156,917
2024	\$450,000	\$932,100	\$479,966	\$323,049	\$156,917
2025	\$450,000	\$482,100	\$479,966	\$323,049	\$156,917
2026	\$450,000	\$32,100	\$492,356	\$331,110	\$161,246
2027	\$32,100	\$0	\$492,356	\$485,733	\$6,623



Pooled Income Fund

A Pooled Income Fund is an irrevocable trust that is maintained by a charitable organization to which many individuals contribute property. The fund provides an annuity to a non-charitable income beneficiary(ies) for a period measured by the life expectancy of one person (up to five persons).

Donors retain a life-income interest in the property for one or more beneficiaries who receive an annual income dependent on the trust's rate of return for the year. At the death of the last beneficiary, the remaining value of the gift belongs to the charity.

In order for a fund to qualify as a Pooled Income Fund it must meet the following requirements:

- The property transferred by each donor must be combined with the property transferred by other donors.
- The fund cannot be used to invest in tax-exempt securities.
- Neither the donors nor the income beneficiary can be a trustee.
- The donor must maintain a life income interest.
- The beneficiary(ies) is entitled to receive a pro rata share of the income, annually, based on the rate of return that is earned by the trust.

If these qualifications are met, the donor will receive an income, and gift or estate tax deduction.