



Love Thee
Notre Dame

TODAY | TOMORROW | FOREVER



Charitable Remainder Trusts

INVEST YOUR TRUST WITH THE NOTRE DAME ENDOWMENT



UNIVERSITY OF
NOTRE DAME

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INVEST YOUR TRUST IN THE ENDOWMENT

By creating a charitable remainder trust with Notre Dame, you not only create a lasting gift to Notre Dame, but you also receive regular payments over the course of your life or during a fixed term of not more than 20 years. By structuring a planned gift this way, you have the opportunity to impact future generations of Notre Dame students while also meeting your own income needs.

Charitable remainder trusts established at Notre Dame can participate in the same returns as the Notre Dame Endowment, offering trust benefactors the potential to maximize both their lifetime income and their gift to Notre Dame.

ATTRACTIVE BENEFITS

Benefactors who establish a charitable remainder trust with Notre Dame enjoy substantial benefits including:

- The potential for significant growth of the trust, as the Notre Dame Endowment has for decades been one of the best-performing endowments in higher education, routinely outperforming its peers and the major market indices. Trust holders also enjoy no administrative fees.
- An income stream based on the value of the trust's assets, which has the potential to significantly increase as the trust grows in value.
- An income tax deduction for the charitable remainder value of the gift in the year the assets are placed in the trust.
- The satisfaction of creating a legacy at Notre Dame and ensuring Notre Dame continues to be a force for good in the world.

For more information, please contact us at **(574) 631-5177** or **pgiving@nd.edu**.

STRENGTH OF THE NOTRE DAME ENDOWMENT

In 2006, the IRS ruled that charitable remainder trusts designating Notre Dame as the 100% remainder beneficiary may purchase units in the Notre Dame Endowment, thereby providing the trust with the exact same net rate of return as the Notre Dame Endowment. The appeal of this approach is simple: qualifying trusts have the potential for significant growth when invested with the Notre Dame Endowment, which has realized a 12.8% annualized rate of return over the 10-year fiscal period ending on June 30, 2021 — a substantial outperformance of other market indices.

Under the management of the Notre Dame Investment Office, the Endowment invests in a diversified mix of assets, including traditional equities and bonds as well as alternative asset classes, such as venture capital, private equity, and real estate. Access to such a wide-ranging, global set of investments is rarely available to the average investor or mutual fund manager.

Annualized net returns of the Notre Dame Endowment relative to market indices are as follows:

Period Ending 6/30/21	1 year	5 years	10 years	20 years
Notre Dame Endowment	53.2%	17.4%	12.8%	10.6%
TUCS Large Fund Median*	26.4%	11.2%	9.1%	7.6%
60% Equity / 40% Bond**	23.1%	10.1%	7.5%	6.8%

**The Trust Universe Comparison Service (TUCS) Large Fund (greater than \$1 billion) Median return is a compilation of endowment, pension, and foundation returns and thus represents investment performance for larger institutional investors generally.*

***The 60% Equity / 40% Bond is an index blend of stocks/bonds as represented by the MSCI All Country World Investable Index and the Barclays Capital U.S. Aggregate Bond Index.*

LIFETIME INCOME

By establishing a charitable remainder trust, the benefactor and his or her spouse or individuals designated by the benefactor will receive payments for life or for a specified number of years. Trust assets that remain following the end of the term or the death of the trust beneficiaries will pass to Notre Dame, where the assets will be used as directed by the benefactor. The trust remainder may be designated for a particular priority — e.g., scholarships — or left unrestricted, to be applied by the University to an area of greatest need.

Charitable remainder trusts must be funded with a minimum gift of \$100,000, and Notre Dame must be the trustee and sole remainder beneficiary of the trust.



SAMPLE TRUST

Mr. and Mrs. Domer, both age 55, contribute \$100,000 to a charitable remainder trust, with a 5% annual payout, paid quarterly:

	Projected Lifetime Payments	Projected Remainder Gift to ND
CRT (with assumed Endowment rate of return of 10%)	\$425,335	\$525,335
CRT (with assumed Endowment rate of return of 8%)	\$288,651	\$273,191
CRT (with assumed Endowment rate of return of 4%)	\$144,723	\$71,055

TRANSFERRING AN EXISTING TRUST

Many existing charitable remainder trusts can be transferred to the University. To transfer a trust to Notre Dame, the following must be met:

- The language in the trust agreement must name or allow for Notre Dame to be named the sole remainder beneficiary;
- The language in the trust agreement must also allow for both a change of trustee and for an entity, such as a university, to serve as trustee; and
- The trust agreement must substantially conform to Notre Dame's requirements.

We encourage you to speak with one of our staff experts in the Office of Gift Planning to learn more.



Since Her earliest days, planned gifts have sustained the life and work of the University of Notre Dame. The Love Thee Notre Dame Initiative is an invitation to all members of the Notre Dame family to be the ones that secure Notre Dame's future through planned giving commitments and ensure that the University's sacred mission will live on— **today, tomorrow, and forever.**

The University of Notre Dame is an educational institution and does not provide tax, legal, or financial advice. Any document or information provided to you by our staff is intended to be educational and informational. Notre Dame strongly encourages all of our donors to seek counsel from their own legal and financial advisors. Please know that any information or document shared by the development staff cannot be used to avoid tax-related penalties. Actual year-to-year performance of the Notre Dame Endowment varies, and past performance does not guarantee future results.

