

## **Retained Life Estate**

A retained life estate is a gift defined by federal tax law that allows you to donate property while retaining the right to live there for the rest of your life.

A retained life estate transfers your residence, farm or vacation home to the Area Agency on Aging of Northwest Arkansas Foundation subject to a life estate. You are able to continue to live in the property for the rest of your life or a specified term of years, while continuing to be responsible for all taxes, structural maintenance and upkeep. The property passes to the Area Agency on Aging of Northwest Arkansas Foundation when your life estate ends.

### **Benefits of a Retained Life Estate**

- You receive a gift credit and an immediate income tax deduction for a portion of the appraised value of your property.
- You can terminate your life estate at any time and take an additional income tax deduction.
- You can have the satisfaction of making a significant gift now that benefits the Area Agency on Aging of Northwest Arkansas Foundation later.

For more information on a Retained Life Estate call the Area Agency on Aging of Northwest Arkansas Foundation 1-800-432-9721 or email [info@aanwar.org](mailto:info@aanwar.org).

The information on this site is not intended as legal, tax or investment advice. For such advice, please consult an attorney, tax professional or investment professional.