

Title: Update on the Trust that defers capital gains in perpetuity, conveying shares in Computershare and setting up my Private Family Foundation, plans for maxing charitable giving post Moon

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It's been a long, hot summer of wrangling Computershare and Fidelity but I'm back with some updates.

In case you're new to this conversation, I've written some posts about discovering this trust [here]([https://www.reddit.com/r/GME/comments/rcwvre/today\\_i\\_took\\_the\\_steps\\_to\\_essentially\\_eliminate/](https://www.reddit.com/r/GME/comments/rcwvre/today_i_took_the_steps_to_essentially_eliminate/)) and [here]([https://www.reddit.com/r/GME/comments/umrvim/my\\_shares\\_are\\_going\\_in\\_special\\_trust\\_where\\_i\\_wont/](https://www.reddit.com/r/GME/comments/umrvim/my_shares_are_going_in_special_trust_where_i_wont/)).

**\*\*TL;DR Recap\*\***- Several years ago, I heard about trusts that defer capital gains, but never went through with one. GME got me looking into them more seriously, and I've been down the rabbit hole. Got the trust set up, shares in Computershare moved into the trust, and waiting on my Private Family Foundation (PFF).

**\*\*Usual disclaimer\*\***: I'm not a lawyer or CPA, this isn't financial advice, I'm just sharing my personal experience. I'm a small business owner. My favorite color of crayon is purple and I had to retake Finance and Accounting II because I'm a fuck up. I'm just a nerd, hodling GME since January 2021 and planning to fix the planet post-MOON. My greatest ambition in life would be to be the Dictator of the US for 72 hours and then disappear into obscurity.

If I sold it all today, my capital gains rates would range from 15% to 24% (but I'd have some at 37% with a squeeze).

**\*\*Summary of the benefits of this trust\*\***: privacy protection (no public record of its creation or the parties to it), asset protection (has withstood an eminent domain claim), defers capital gains in perpetuity, mitigates state and federal income taxes for personal and business, no estate taxes or probation, can build credit and get mortgages. No need for 1031 real estate exchanges, 401k's, 529s or prenups.

**\*\*Assets (stocks, real estate, crypto) have to be conveyed to the trust BEFORE the sale to protect the gains. For gains already taken, Adjusted Gross Income (AGI) can be reduced by 30% by donating to your Private Family Foundation (PFF).\*\***

\*I'm emphasizing this because I don't want anyone to come back and say they didn't get the memo about the timing, conveying, and selling.\*

Maybe what I'm most excited about is that this trust can (but does not have to) donate 100% of its profits to charity, or in this case, to Private Family Foundation 501c3 that I control. Individual people can only donate up to 30% of their AGI to charity. The PFF can give and receive grants, which can be used in conjunction with a for-profit business to do joint ventures. The PFF also gets 10k a month in Google advertising grants. I already have plans for mine.

If the PFF comes back from the IRS by the end of the year, I have until the end of 2023 to actually fund it. Usually takes 12-16 weeks to get approved.

My plan post MOON is to fix this planet I love so much. As we speak, the smoke is so thick in my area that it looks like I live in Mordor. I haven't been outside for more than five minutes in weeks and I'm crabby AF.

I want to be skiing when I'm 80.

I'm planning on using my proceeds from MOON to make that happen. Carbon and plastic eating bacteria and algae. Investing in technologies that don't exist yet. I don't know. But I'm doing something. I can't just sit here and rage without action.

The trust is a big part of how I see that happening.

Let's get into it.

**\*\*Moving shares held in Computershare from my personal name to the trust:\*\***

After I got the trust set up, I had several conversations with Computershare about moving shares and Computershare makes it as complicated as possible without providing clear details unless asked. What I'm saying here is it was a good time figuring all this out.

I also want to acknowledge that I had help here from some early adopter beta testers. I'll let them identify themselves here if they want. Shout out to them. It took a village to figure out this process.

You can't directly open a trust account at CS. The trust account has to be opened at a brokerage, you DRS from there, and CS will open the account as instructed. But trust account shares can't be sold online. Paper orders only.

It also takes at least three weeks minimum to do this whole process and involves snail mail. No way around it.

The trust also requires a deposit to get going, which leads me to another issue for our community....I want everyone to have access to this trust, not just those who can afford it right now.

If someone waits to pay the deposit until the squeeze, then has to convey their shares to the trust with at least a 3-week wait (and that's during normal times) then people could very well miss out. **\*\***(Assets have to be conveyed to the trust before the sale to protect the gains).**\*\***

I also suspect that this trust might be one of those things that are met with suspicion (rightly so) and then loved to death by Reddit.

All of this led to some brainstorming with the brains and the team behind this trust and we came up with a solution using an LLC.

**\*\*The LLC Solution\*\***

Shares can be transferred from personal to an LLC account in a specific way, front-loading the wait and the work, and then the ownership of the LLC can be changed from personal to the trust with some easy paperwork. Shares held in an LLC account at CS can be sold online.

There are 48 states where the trust can own 90% of the LLC and can defer 90% of the taxes. Two states can own 100% of the LLC and defer 100% of the taxes.

Moving shares into an LLC now (which is no harm, no foul tax-wise if you don't go through with the trust) allows you to do all the of paperwork and processing times up front, in relatively normal CS processing times.

The lowest cost I've found is about \$300 (\$150 for the LLC, plus \$150 for the CS paperwork). It can go up from there, depending on which state you use. Luckily one of the best states is also one of the cheapest states.

I'm not being intentionally vague here about the details. There was some talk about charging for the steps to move into an LLC. But I wanted it to be as low cost as possible so that hopefully everyone that wanted in could get in, so one of the ways we came up with to do that is that I write the full instructions, based on my experience, that is not legal advice. You know the drill.

If you want to learn more about the trust and the LLC process, I interviewed one of the members of the trust team. You can also get the full LLC instructions, no secrets, and there will be opportunities in the coming weeks for Q&As; and to ask the legal team questions.

The full interview and the LLC instructions are in my bio and post history.

**\*\*Full disclosure:\*\*** I want this community to have this trust and this private family foundation. I think that together, we will change the world by each changing our corner of it. I've done a lot of work on my own to bring it to Reddit/GME. I have not been paid. I am answering questions and trying to help them temper the love they might receive from Reddit but I am not an employee. I don't get profit sharing.

Just guessing, some of you might want this trust and have the means to get in now, but the majority will want it in a very condensed time frame when the squeeze happens. We've been brainstorming ways to overcome the bottlenecks in their systems. I am going to be working with them to help as many of you as possible to get trusts when that time comes (it's a lot of paper pushing). We are in discussions for me to build out their corporate credit building program since that's what I do in my real life and I will eventually be compensated for that. When it's all over, I'll be on a catamaran, sailing the world.

Interview, full details on the LLC, etc in my bio and history.

You can ask me questions here and I'll do my best to keep up.

Cheers!