further desires to provide some vehicle other than insurance which will protect his wife in the event of his death. He has requested of his employer, and his employer agreed, to pay $5,000 a year to the Riches Foundation. The employer is entitled to take a charitable deduction. Mr. Riches is not charged with attributable income and the Riches Foundation is funded to accomplish its proper purposes.

Mr. Riches' insurance policy has been amended so that a part-beneficiary be the Riches Foundation and the remainder would go to his trust. One of the Riches' automobiles was purchased by the foundation. The other automobile remained in Mr. Riches' ownership and control.

Since the $3,000 the Riches had saved was already tax-free money, that is, taxes had already been paid to produce the savings, it was decided that the funds would remain in the Riches' personal savings account. However, all earnings from the securities or insurance policies that the Riches had transferred to their foundation and trust, would remain in the organizations themselves and would not be paid to any one of the family.