

You can make a charitable gift and receive lifetime income

A new charitable gift annuity program allows you to receive lifetime income and may also provide immediate financial support to *[insert charity name]*. This innovative program may give you the satisfaction of witnessing the impact of your gift now while also providing you with an attractive annual payment.

The Presbyterian Foundation is offering the charitable gift annuity which will benefit you and *[insert name]*. The Foundation was established in 1799 and has accepted gifts in exchange for charitable gift annuities for over 50 years.

A charitable gift annuity is a contract between you and the Presbyterian Foundation. In exchange for a gift of \$10,000 or more the Foundation will agree to pay annual income to one or two persons for life. Donors who obtain a charitable gift annuity are often also able to claim a portion of the gift amount as a charitable contribution and receive favorable tax treatment of the gift annuity payment. For example,

A female donor at age 80, can make a \$100,000 cash gift in exchange for a gift annuity paying \$7,100 annually or 7.1%. The charitable contribution amount for tax deduction purposes will typically be 35% to 50% of the gift and more than 50% of the income will typically be non-taxable during the actuarial life expectancy of the annuitant. The actuarial residuum will be about 24% of the gift or \$23,680 may be immediately payable to *[... insert charity name...]*.¹

Examples of gift annuity benefits for \$10,000 cash – summer 2009

Nearest Age	65	70	75	80	85	90+
Annuity Rate (%)	5.3	5.7	6.3	7.1	8.1	9.5
Total income per year (\$)	530	570	630	710	810	950
Tax-free portion for life expectancy (\$) ²	336	383	444	523	635	771
Charitable contribution for deduction purposes (\$) ³	3,312	3,909	4,487	5,075	5,683	6,218

For more information about how you can provide support now and receive lifetime income, contact Pat Ohlmann at the Presbyterian Foundation at 800.858.6127, option #2. Or visit www.PresbyterianFoundation.org to learn more.

¹ The Presbyterian Foundation may, in its sole discretion, reinsure a charitable gift annuity. If it does so, the present value of the charitable remainder will be paid to the beneficiary immediately. If the Foundation does not reinsure a particular charitable gift annuity, the charitable remainder will be paid at the end of the last annuitants' life.

² If you exceed your actuarial life expectancy, the annuity payment will become fully taxable.

³ Actual amount used for charitable purposes may vary.