

GIVE NOW AND GET PAID LATER

With a deferred payment gift annuity, you can make a gift that provides immediate tax savings along with payments to you and/or someone else you choose in the future.

Charitable gift annuities normally provide lifetime payments beginning right away. With a deferred payment gift annuity, you give now and opt to “defer” your payments until the future, perhaps at retirement.

Comparing two annuities

With an immediate payment gift annuity, you transfer assets to charity and retain fixed payments for the rest of your lifetime and/or the lifetime of another person, if desired. With a deferred payment gift annuity, the payments from the gift annuity start at a date you choose—at least one year in the future.

Tax benefits

Because a portion of the amount used to fund a deferred payment gift annuity will, at some point, be used for charitable purposes, you are entitled to a federal (and perhaps state) income tax deduction the year you make your gift. And when you begin receiving payments from the annuity, part of each payment can be tax-free over your life expectancy.

Size of payments

Payments are determined by how much is used to fund the deferred payment gift annuity, the age of the payment recipient(s) when the gift is made, how long the payments are delayed and other factors.

Deferred payment gift annuities generally pay higher rates than immediate payment gift annuities. And the more time between the gift date and the first payment date, the higher the annuity rate will be.

Rate of payment

Your payment rate is set when you fund your annuity, will not change and will be made for as long as the payment recipient lives. Another person can receive payments with you, instead of you or only following

your lifetime. This can be a wonderful way to provide income for a spouse or other loved one in the future.

Annuity payments may be made for the lives of one or two people. Because two people's combined life expectancy is typically longer, the rate of payment will be somewhat lower. Deferred payment gift annuity rates are also affected by the length of the payment deferral period. Rates for one or two people are available upon request.

Assets to use

Cash, stocks, bonds or other appropriate assets can be used to fund a deferred gift annuity. Assets that have increased in value can result in an immediate income tax deduction, but you may also bypass or delay capital gain taxes that would be due if you sold the property.

Next steps

Deferred gift annuities can be created with minimum effort. Contact us for a complimentary illustration of payment rates, tax benefits and other considerations based on your age and other factors.