

CHARITABLE GIFT ANNUITIES

Make a gift of cash, publicly-traded securities or mutual funds and, in turn, receive a stream of income payments for life.

Through a charitable gift annuity at InFaith Community Foundation, you give cash, publicly-traded securities or mutual funds and, in turn, receive a life-long stream of income.

- Begin receiving payments immediately or defer payments to a future date.
- Receive ongoing quarterly payments that remain constant, regardless of investment performance.
- Upon the death of all named to receive income, the remainder of the charitable gift annuity is directed to your donor advised fund to provide ongoing, annual support to your favorite charities or causes for a set number of years or in perpetuity.

Gift Minimum: \$10,000.

BENEFITS OF GIVING

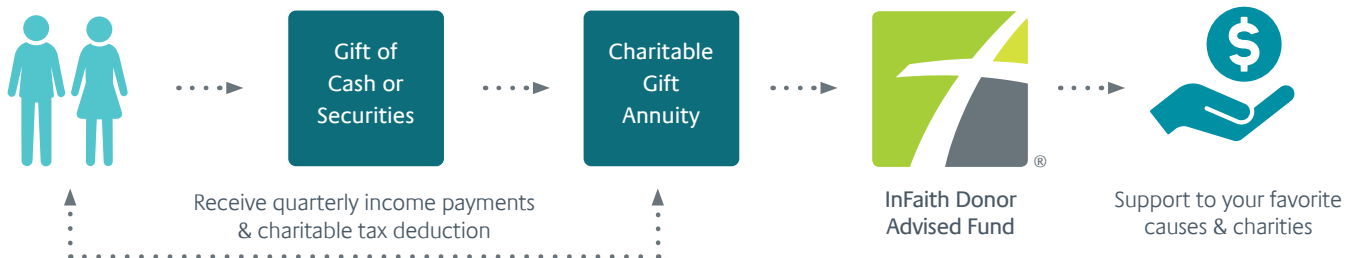
Support Favorite Charities or Causes. Upon the death of the income recipient(s), the remaining value of the gift annuity is directed to your donor advised fund. Your fund is invested and managed to provide long-lasting support to your recommended charities and/or causes.

Receive Lifetime Income. Quarterly payments to you, your spouse, family members or friends can begin immediately, at a future specified date, or at a future flexible date. The lifetime income payment percentage is based on the age(s) of the named income recipient(s), and range from 2.2–9%. InFaith bases its gift annuity rates on rates recommended by the American Council on Gift Annuities.

Reduce Annual Taxes. Receive an immediate charitable income tax deduction in the year the gift is made. Unused charitable deductions can be carried over an additional five years. In addition, a portion of your gift annuity income is typically free from taxes. For gifts of appreciated securities owned for more than a year, you bypass capital gains taxes on the appreciated value at the time of the gift in most cases.

Lower Estate Taxes. By taking assets out of your estate, you'll reduce the size of your estate and possibly your tax liability. (There can be estate/gift tax consequences if someone other than you or your spouse is named as an income recipient.)

HOW IT WORKS



FOR MORE INFORMATION

For more information, call InFaith Community Foundation at 800.365.4172 or visit inFaithFound.org. We can assist you by providing a personalized illustration that describes the income and tax benefits you could receive. There is no charge and you are under no obligation.

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DONOR STORY

Immediate Gift Annuity

The Donor. A woman, 76, decided to cash in a matured certificate of deposit (CD) to supplement her retirement income and benefit her favorite charities.

Her Gift. She established an immediate gift annuity using \$25,000 cash. Based on her age, the gift annuity payout percentage was set at 6%, providing her with an annual income of \$1,500 for life. Approximately \$1,165.50 of this annual income is free from income tax during her life expectancy. She also received a charitable income tax deduction of \$11,253.

Upon her death, the remainder of her gift annuity goes into her donor advised fund to provide long-lasting support to her favorite charities, including her church.

Flexible Deferred Gift Annuity

The Donors. A couple, age 60 and 63, both working, owned \$100,000 in stock and wanted to use it to create a future source of retirement income and support their favorite charities.

Their Gift. They established a flexible deferred gift annuity using \$100,000 of appreciated stock. Based on their ages and a deferral period that's 10-20 years in the future, their gift annuity payout percentage will be between 5.5% and 9.1%, depending on when they decide to begin taking payments. They also received an immediate charitable income tax deduction of \$40,160, and will receive quarterly income payments until their deaths. What's left in their gift annuity goes into their donor advised fund to support charities named by their children.

The dollar amounts in these examples are estimates. Gift annuity payments are based on the full faith and credit of InFaith. Payment rates, charitable deductions and other benefits vary based on age, date of gift and other factors. These examples reflect a prevailing IRS discount rate of 2.0% as of January 2020.

Donors must itemize their deductions to receive a charitable income tax deduction.

Charitable giving can result in significant tax, legal and financial consequences. InFaith Community Foundation does not provide accounting or tax advice. Consult with your attorney or tax professional.

To ensure compliance with IRS requirements, be aware that any U.S. federal tax advice that may be contained in this brochure is not intended or written to be used, and cannot be used, for the purpose of (i) avoiding penalties under the Internal Revenue Code or (ii) promoting, marketing and recommending another party to any transaction or matter addressed herein.

Payout rates, charitable deductions and other benefits vary based on a number of factors. With a gift annuity, you simultaneously make a charitable gift and provide payments for life to yourself and/or another person. The fact that you are making a charitable gift may entitle you to income, gift and estate tax deductions. However, because a charitable gift is involved, the annuity rates offered by InFaith Community Foundation may be lower than those available through commercial annuities offered by insurance companies and other financial institutions.

*State Disclosures: A charitable gift annuity is not regulated by the Oklahoma Insurance Department and is not protected by a guaranty association affiliated with the Oklahoma Insurance Department. The payments made under a charitable gift annuity are subject to regulations by the California Insurance Department, but are not insured or otherwise guaranteed by any government agency or the California Life and Health Insurance Guaranty Association. Donors should seek the advice of counsel prior to entering into a gift annuity agreement. **Charitable gift annuities are not regulated by and are not under the jurisdiction of the South Dakota Division of Insurance.***



Spreading Joy. Changing Lives.®

InFaith Community Foundation is a national charity with a mission to serve donors, spread joy and change lives. Through InFaith, giving is customized to each donor's charitable interests and financial circumstances. InFaith is a proven steward of these gifts, earning consistently high ratings from Charity Navigator and GuideStar for sound fiscal management, transparency and commitment to excellence. Together with donors, InFaith grants millions of dollars annually to charities serving local, national and global communities. To learn more, visit inFaithFound.org.



WE OFFER

- Donor advised funds, giving circles, collaborative funds and organizational endowments.
- Full range of giving options, from simple to complex.
- Flexibility to give to any charity.
- Maximum tax benefits based on when and how charitable gifts are made.
- Donor-centered services including online access and family and women's giving resources.
- Mission-based investment options for charitable assets.