

CHARITABLE AND DEFERRED GIFT ANNUITIES

GIVING BACK TO THE PEOPLE YOU CARE MOST ABOUT AND TO YOUR COMMUNITY

What is a Charitable Gift Annuity?

A Charitable Gift Annuity allows donors to contribute assets to The Community Foundation and receive an income tax charitable deduction and a guaranteed income for life. This vehicle can ease the worries of outliving financial resources by providing a high income coupled with numerous tax advantages.

What Charitable Gift Annuity Services does the Chester County Community Foundation Provide?

- Meet with donors to discuss Charitable Gift Annuities and help them explore their options, if desired.
 - Provide calculations to help donors estimate what annuity payment they could expect, and the amount of the charitable deduction.
 - Create a contract establishing the Charitable Gift Annuity, and review it with the donor to make sure the gift instrument is understood.
 - Manage the annuity funds as part of our investment services, including assuming the annuity obligation.
- Issue annuity checks to annuitants on a quarterly basis.
 - Prepare annual Federal tax forms and provide them to donors and annuitants.
 - Recognize donors as contributors to the Fund in our annual report.
 - Transfer the remainder of the Charitable Gift Annuity into the Fund.

Charitable Gift Annuity

- ◆ The Community Foundation can establish a Charitable Gift Annuity for a donor with one brief meeting and a gift between \$10,000 and \$500,000.
- ◆ The donor makes a tax-deductible gift in the form of cash, marketable securities, or other assets. A contract is signed, which is an irrevocable agreement between the donor and the Community Foundation on behalf of the Fund.
- ◆ The Community Foundation invests and manages the contribution, and pays the donor a fixed annuity for life, guaranteeing the donor a predictable stream of annual income.
- ◆ When no longer needed by the donor, the remainder goes to the Fund at the Community Foundation, as designated by the donor.
- ◆ In general, the donor (annuitant) must be at least 60 years old, although the Community Foundation can accept gifts from younger donors to create deferred annuities that will commence when the donor reaches age 60 or later.
- ◆ Long-term appreciated assets, such as stocks, that are used to make the gift result in additional tax savings by avoiding capital gains on the charitable portion of the gift.

About us:

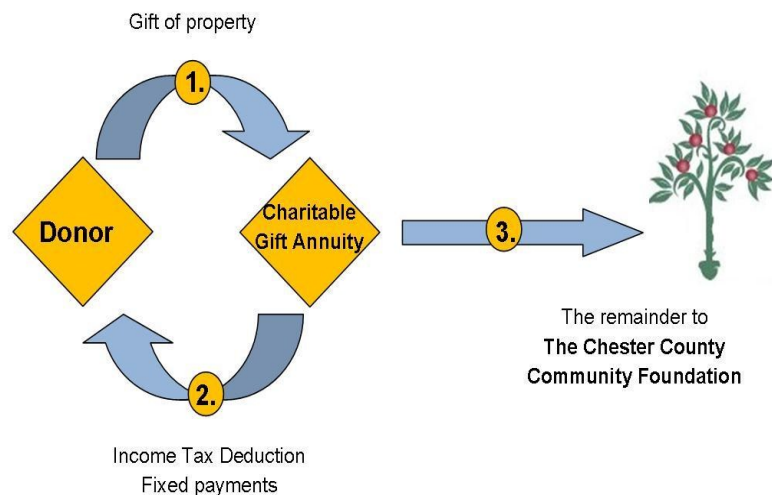
Since 1994, the Chester County Community Foundation has actively partnered with donors who believe that positive change occurs through effective charitable giving. Today, we manage more than 350 charitable funds started by individuals, families, businesses and nonprofit organizations. Together, these funds represent ordinary people who have made extraordinary commitments to our community.

To establish a Charitable Lead Trust contact:

Beth Harper Briglia, CPA, CAP
Vice President of
Donor Services
610-696-8211
beth@chescocf.org

-Karen Simmons
President & CEO
Chester County Community Foundation

How A Charitable Gift Annuity Works



1. You transfer cash, securities, or other property to the Chester County Community Foundation.
2. You receive an income tax deduction and may save capital gains tax. The Chester County Community Foundation pays a fixed amount each year to you or to anyone you name for life. Typically, a portion of these payments is tax-free.
3. When the gift annuity ends, its remaining principal passes to the Chester County Community.