



Psst: Don't Forget About Charitable Gift Annuities

Certain charitable clients may wish to structure a gift to charity so that the client retains a lifetime income stream. Keep in mind that a charitable gift annuity (“CGA”) could be an attractive option for these clients. Plus, if the client is 70 ½ or older, the client can take advantage of the one-time [Legacy IRA](#) opportunity to give \$53,000 to a qualified charity such as an unrestricted or field-of-interest fund at the Chester County Community Foundation.

A CGA, like any other annuity, is a contract. Your client agrees to make an irrevocable transfer of cash or assets to a charitable organization. In return, the charitable organization agrees to pay the client (or a designated beneficiary such as a spouse) a fixed payment for life. Your client is eligible for an immediate income tax deduction for the present value of the future amount passing to charity.

The team at the Chester County Community Foundation can help you stay up-to-date on the latest CGA rate changes (including the [rates](#) that took effect at the beginning of this year). We'll work with you to evaluate whether and when a CGA is a good planning move for your client.

For more information, contact the Chester County Community Foundation:

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The team at the Chester County Community Foundation is a resource and sounding board as you serve your philanthropic clients. We understand the charitable side of the equation and are happy to serve as a secondary source as you manage the primary relationship with your clients. This newsletter is provided for informational purposes only. It is not intended as legal, accounting, or financial planning advice.