

ESTATE PLANNING

# Charitable Gift Annuity



## Start a Conversation About Charitable Gift Annuities

Charitable gift annuities are offered as a service of the Foundation. Before creating your annuity, we will provide you with a detailed illustration to share with your family and professional advisors. The Foundation will administer the gift annuity and ensure the timely delivery of your payments and tax reporting information each year.

If you are interested in a charitable gift annuity, simply complete and return the attached form or contact our office to arrange a personal visit with a Foundation representative.



UNITED METHODIST  
**FOUNDATION**

ALABAMA • WEST FLORIDA

P.O. Box 8066, Dothan, AL 36304  
170 Belmont Drive, Dothan, AL 36305  
Phone: 334-793-6820 | Fax: 334-794-6480  
alwfumf.org | foundation@alwfumf.org

### *More About Charitable Gift Annuities*

Please send me a FREE illustration of the payout and tax benefits for a charitable gift annuity.

Name: \_\_\_\_\_ Phone Number: \_\_\_\_\_

Address: \_\_\_\_\_ Email: \_\_\_\_\_

City: \_\_\_\_\_ State: \_\_\_\_\_ Zip: \_\_\_\_\_

Date of Birth: \_\_\_\_ / \_\_\_\_ / \_\_\_\_ (Second Person Date of Birth: \_\_\_\_ / \_\_\_\_ / \_\_\_\_ )

Gift amount to be used in illustration: \$ \_\_\_\_\_

#### **Return this form to:**

Alabama-West Florida United Methodist Foundation  
P.O. Box 8066  
Dothan, AL 36304  
Or fax to 334-794-6480

#### **I would like to know more about:**

- Creating a Planned Giving/Endowment Fund
- Services of the Foundation
- Including my church in my estate plan

All donors will receive a free subscription to the Foundation monthly and quarterly email newsletter.

# Giving that Benefits You and Your Church



Giving is an essential part of growth as a steward of God, in the life of the church, and for the ministry and mission God gave the church. There are many opportunities and options available to you as you consider making your gift to a church, ministry, or organization. For many people, a **Charitable Gift Annuity** through the Foundation can be a way to make a significant gift to the church and share in these benefits:

- Designate future support for a Methodist church, agency, program, or institution
- Receive a current income tax deduction
- Receive annuity payments for life
- A portion of the payment you receive will be tax-free
- Ability to avoid a portion of capital gains tax when funding a gift annuity with appreciated stock
- Gift annuity rates are determined by your age when the gift is created; these rates will not change
- Depending on your age, the gift annuity can increase present cash flow

# Mrs. Jones Would Like More

Mrs. Jones is 73 years old, retired, and owns a \$10,000 Certificate of Deposit at her bank, where it earns two percent interest. She plans to leave this money to her church, but she has struggled to find a way to both give this gift to her church later and be provided with reasonable cash flow for the rest of her life now.

When she found out about creating a Charitable Gift Annuity through the Foundation, Mrs. Jones was delighted! With the gift annuity, she can make a gift to her church while increasing her cash flow. Funded by her \$10,000, her gift annuity provides:

- An annual payout rate of **6.7%** providing her with \$670 annually for life
- A current income tax deduction: \$3,976
- \$436 of the \$670 annuity payout is tax free for the first 13.8 years

\*Based on an IRS Discount Rate of 5.2% and April 2024 gift annuity rates.



# Charitable Gift Annuity Rates

Gift annuities are created with an irrevocable transfer of cash or property and can be set up to provide payments for one or two people. Married couples often create a gift annuity that will provide for them while they are living and continues to support the surviving spouse after the other's death.

Below is a sample of our current gift annuity rates for both one and two people:

One Person		Two People		
Age	Rate	Younger Age	Older Age	Rate
60	5.2%	65	66-68	5.1%
63	5.4%	67	74-75	5.5%
65	5.7%	69	73-74	5.6%
67	5.9%	71	77-78	6.0%
69	6.2%	73	81-83	6.4%
71	6.4%	75	82-83	6.6%
73	6.7%	77	80-81	6.7%
75	7.0%	79	82	7.0%
77	7.4%	81	86-87	7.6%
79	7.8%	83	86	7.9%
81	8.3%	85	87	8.3%
83	8.7%	87	89	9.0%
85	9.1%	89	90	9.6%
87	9.5%	90	91-95+	9.9%
89	9.9%			
90+	10.1%			

Rates as of April 2024. Please verify current rates.