

**Income for today,
a gift for tomorrow.**

Charitable Gift Annuities



Community Foundation
for Greater Buffalo

MAKE THE MOST OF YOUR GENEROSITY.

Charitable Gift Annuities (CGA) are a simple, convenient and flexible way to make a gift to benefit the community forever. By establishing a CGA at the Community Foundation, donors support the changing needs of the community, in their name forever, and receive income for life.

You can supplement your retirement income, provide for an aging parent, ensure a fixed income for a spouse, all while receiving a tax deduction and supporting the community forever.

A CGA is a contract between the donor and the Community Foundation. The Community Foundation agrees to provide regular, fixed payments to the donor, and/or someone they specify, for life. Once that obligation is fulfilled, any remaining funds are used to provide for the changing needs of the community forever, in the donor's name, according to their wishes.

A donor can feel satisfied knowing that through their generosity they were able to provide for themselves and leave a legacy to support the needs of the community forever.

1 *A donor makes a gift of cash or other assets to establish the CGA*



Donor

Contribution

**Charitable
Gift
Annuity**

Income

2 *The donor receives income for life and an immediate tax deduction*

Residuum

3 *At the end of the contract, a fund in the donor's name is established to support the community forever*



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How it works:

- The donor (55 years old or older) and the Community Foundation enter into an agreement where the donor makes a gift of cash or other assets (a minimum of \$25,000), and the Community Foundation agrees to pay the donor income for the remainder of their lifetime.
- The agreement can also include the lifetimes of two people (commonly spouses), if desired, and payments can be made to one or two other people named by the donor (commonly aging parents).
- The payments are made quarterly to the donor and/or the individual(s) selected by the donor. The amount of the payment is a percentage of their gift at the time the gift is funded and will not change with interest rates and investment market fluctuations.
- The donor will receive an immediate tax deduction for a portion of his or her gift. Additionally, the payment the donor receives will be partially tax free for a period of time.
- After the lifetime of the donor and/or the individuals selected by the donor, the remaining assets establish a permanent endowment fund in the name of the donor, supporting the community according to the wishes of the donor.

Benefits:

- Donor, or the individuals(s) selected by the donor, receive(s) dependable, fixed income for life.
- A fund named by the donor will provide for the changing needs of the community forever.
- A portion of the annuity payment will be tax free.
- The assets used to fund the CGA may be removed from the donor's estate for tax and probate purposes.
- Capital Gains tax on the contributed asset will be spread out over the annuity period.

Gift Annuity Rates *used to Set Fixed Payments for Life
(Rates Effective 1/1/2012, One Life)

Age	Rate
65	4.7%
70	5.1%
75	5.8%
80	6.8%
85	7.8%
90+	9.0%

* Final rates may vary and are included in each agreement