

I NCREASING YOUR INCOME:
HOW TO EVALUATE CHARITABLE GIFT ANNUITIES

How do Charitable Gift Annuities Work? A donor transfers a gift/asset to a non-profit organization like Deaconess and receives income in the form of fixed periodic payments for the rest of their life (or lives if it's a 2-person annuity).

- Charitable gift annuities through a non-profit organization typically generate more income than money left in bank accounts or CD's because they pay higher interest rates.
- Creating a charitable gift annuity through an organization results in a one time tax break at the time the annuity is set up, and then a second tax break on the income that is generated.
- Rates are fixed at the time that someone sets up the annuity.
- The annuity payments are guaranteed and backed up by the organization's assets.
- You should always be able to get a personalized printed proposal for a charitable gift annuity with an explanation of what to expect in terms of interest rates, payment amount, payment cycles, estimated tax breaks, etc. You should also receive a disclosure statement.

For more information or to request a printed proposal, contact:

**The Deaconess Development Office
at 978-369-5151 Ext. 370**