

# Gift Annuities

## What is a Charitable Gift Annuity (CGA)?

In exchange for your gift of cash, securities, or other assets you receive fixed income for life twice a year. You are eligible to take a tax deduction in the year the gift is made and in most cases a large portion of each semi-annual payment is tax free.

## Advantages to Gift Annuities

- Receive a fixed income twice a year for life
- Normally a substantial portion of the fixed income is tax free
- Receive a charitable income tax deduction in the year your gift is made
- Make a gift to Swiss Village that helps those we serve for years to come
- If you let Swiss Village know of your plans, we will be able to thank you now and recognize you as a member of our Bethesda Club



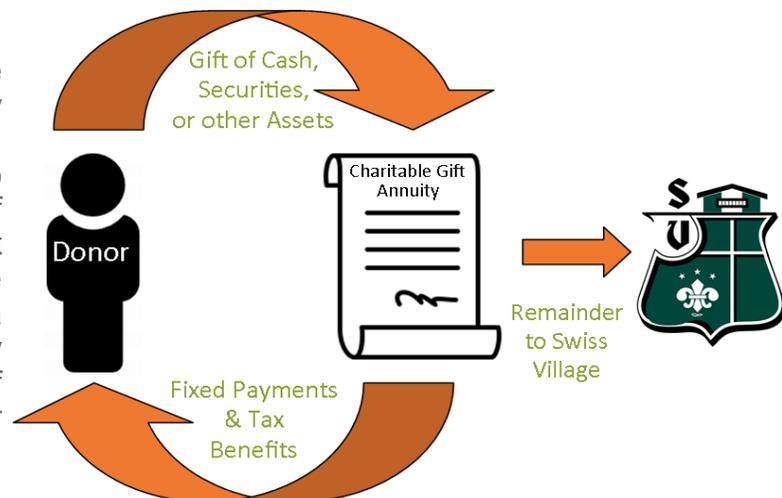
## CREATING A LASTING LEGACY

“The true meaning of life is to plant trees, under whose shade you do not expect to sit.” - Nelson Henderson

## How a Gift Annuity Works

A Charitable Gift Annuity (CGA) is a contract between Swiss Village, Inc. and you, the donor. When the contract begins you gift cash, securities, or other assets to Swiss Village. We then give you semi-annual payments on June 1st and December 1st of each year for your lifetime. Since this is a charitable annuity you receive a tax deduction the year the annuity is formed. Each semi-annual payment also has a considerable portion that is tax free income for a set number of years. Once the tax free portion of those payments end you continue to receive the whole payment but the full amount becomes taxable income. Through a Charitable Gift Annuity Swiss Village on average receives about 50% of the initial gift amount after your lifetime. Charitable Gift Annuities can be set up for one or two lives. This can be a great way to make a charitable gift while also providing fixed income for you, you and your spouse, or a loved one.

Swiss Village uses the Charitable Gift Annuity rates set by the American Council of Gift Annuities to determine the rate of interest paid. The amount of interest paid on the annuity changes with a person's age, if the annuity is for one or two lives, and if payments are delayed or taken immediately.



## Swiss Village, Inc. Mission Statement

Swiss Village Retirement Community is a not-for-profit corporation committed to providing quality services and affordable facilities in a Christian environment that enhances life with dignity, meaning, and opportunities for growth.

You may also create a deferred charitable gift annuity, taking a tax deduction in the year of the gift but delaying the first annuity payment for one or more years. This approach can offer dependable retirement income beginning at a future date.

If you wish to see what a Charitable Gift Annuity would look like for you, please contact our Director of Development.

This information is not legal or tax advice. We encourage you to discuss this with your financial planner or attorney.



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## Creating a Lasting Legacy

## Steps to Create a Charitable Gift Annuity

Creating a Charitable Gift Annuity is an easy process! As long as you are 65 or older take these 4 easy steps and we do the rest.

1. Decide how much you wish to donate (must be \$5,000 or more)
2. Choose how you want to fund your Charitable Gift Annuity (cash, stock, etc.)
3. Determine if you will receive the payments or if it will be for you, or you and your spouse
4. Choose who should receive the bi-annual payments

After you have decided all these items we will draw up what a Charitable Gift Annuity would look like for you. This illustration and handout can be helpful in discussing this option with your financial advisor, attorney, or family.

Charitable Gift Annuities are an easy way to make a gift that benefits Swiss Village, Kinder Haus, or the Wellness Pavilion while securing fixed income for yourself, your spouse, or a loved one!

Contact us today to see what a Charitable Gift Annuity might look like for you.



## Example: Give a Gift that Pays you Back

Mr. & Mrs. Liechty who are 68 years old decide that they would like to give \$25,000 to Swiss Village, Inc. They would be able to take a \$6,665 charitable tax deduction this year. They will also get fixed income for life. Every 6 months they will receive \$550 with \$415 of that being tax free! You would be receiving a payout rate of 4.4% and if you factor in the tax savings, 6.1%! A Charitable Gift Annuity can be a great way to make a gift to the residents, children, and community who use the services of Swiss Village while providing you with a fixed income for life!

*(This is an example only, for your exact figures please contact our Director of Development)*