Charitable Gift Annuity Agreement

1. Donation from Donor to Charity
2. Montana Community Foundation administers, invests and provides the vehicle to make gift charitable
3. State of Montana - offers Tax Credit
4. Federal Government - offers Tax Deduction

Charitable Gift Annuity

- To charity of Donor’s choosing
  (Donor Designated Fund)
- Donor named Fund, i.e. “Donor Family Fund” where donations to charity determined annually
  (Donor Advised Fund)
- Field of Interest Fund for the benefit of charity interest area
  i.e. Social Services, history, economic development

Is the gift a deferred gift annuity?

Yes
- Payments begin at a later date (determined by you and MCF) which increases tax deduction, tax credit and payment amounts.
- After 5 years may decline annuity payments for additional tax deduction.
- Remainder goes to charity of Donor’s choosing within lifetime and Donor gets additional deduction.

No
- Annuity payments based on gift amount and age. Payments begin when gift finalized.
- Upon death, remainder to charity of Donor’s choosing.

How A Charitable Gift Annuity Works.

Minimize Your Taxes and Maximize Your Gift.

Start Here

PO Box 1145 • Helena, MT 59624
p 406.443.8313  f 406.442.0482  e info@mtcf.org
www.mtcf.org

Let us help you create your planned gift today!
Planned Giving Donor Example: 60 years of age

### Charitable Gift Annuity
1. $10,000 cash gift
2. $2,768.20 Charitable Deduction
3. $1,107.28 Montana Endowment Tax Credit
4. Annuity payments of $440 per year for Donor’s lifetime
5. Upon Donor’s death, remainder goes to charity

**Bottom Line**
- $10,000 gift = $3,875.48 in tax deduction and credit
- $440.00 payment to donor for life

### Deferred Gift Annuity
1. $10,000 cash gift
2. $8,310 Charitable Deduction
3. $3,324 Montana Endowment Tax Credit
4. Annuity payments begin within life expectancy (12/31/35) of $700 per year for Donor’s lifetime
5. After 5 years, Donor has option to refuse future payments which qualifies Donor for another smaller tax deduction
6. Upon Donor’s death or refusal of future payments, remainder goes to charity

**Bottom Line**
- $10,000 gift = $11,634 in tax deduction and credits
- $700 payments to Donor for life beginning on 12/31/35

*Option for additional Tax deduction if future annuity payments relinquished.

These calculations are for illustration purposes only and should not be considered legal, accounting, or other professional advice. Your actual benefits may vary depending on several factors, including the timing of your gift.