

# CHARITABLE GIFT ANNUITY

CREATE A JEWISH LEGACY

A charitable gift annuity enables you to contribute to the Jewish Federation of Madison and the community, while at the same time enjoying a fixed annual income.



Jewish Federation  
OF MADISON

THE **STRENGTH** OF A PEOPLE.  
THE **POWER** OF COMMUNITY.

[www.JewishMadison.org](http://www.JewishMadison.org)  
(608) 278-1808

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## Invest in the future of the Jewish community.

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*For additional information, contact Lynn Kaplan, Financial Resource Development Director at (608) 442-4076. All inquiries are confidential.*

This material is presented for informational purposes only and should not be construed as legal, tax or financial advice. When considering gift-planning strategies, you should always consult with your own legal and tax advisors.

### What is it?

- A charitable gift annuity is a contract between you and the Jewish Federation of Madison that provides you and/or your designated beneficiary with a fixed annual income for life while creating a permanent legacy.

### How does it work?

- In exchange for your irrevocable transfer of cash or marketable securities, the Federation will pay one or two people whom you name as beneficiaries, such as your child, a fixed annual income for life.
- You can establish a charitable gift annuity with a minimum contribution of \$50,000.
- The payment rate depends upon the ages of the beneficiaries at the time of the transfer. The older you and/or your designated beneficiary are at the time of the gift, the greater the fixed income you can receive.
- You can receive payments annually, semiannually or quarterly.

### What are the benefits?

- You can provide immediate and guaranteed income for yourself, a spouse, child or other individual. (Gift annuities for persons other than you or your spouse may have gift tax and capital gains tax consequences.)
- You can receive a charitable income tax deduction for the portion of the transfer that represents the charitable gift.
- In some cases, a portion of your income payment may be tax-free, thereby increasing its after-tax value.
- If you use highly appreciated assets that you have owned for longer than 12 months to fund the charitable gift annuity, you may not incur capital gains tax on the transfer of those assets and the capital gains tax you pay on the income you receive may be spread over a lifetime.
- You invest in the future of the Jewish community and become a role model for future generations.