

# Gift Annuities

*Why wait to give?*

Help ensure your Financial Future - Help to support the Missions

## What Is a Pontifical Mission Societies Charitable Gift Annuity?

With a Gift Annuity you can make a gift to the **Pontifical Mission Societies** to help bring the Gospel today while preserving your future well-being. A Gift Annuity with a charitable organization, such as, the **Pontifical Mission Societies**, is a legal agreement by which, for a gift of money, securities or property you are guaranteed a fixed, steady income that will never run out as long as you live.



## How Do they Work?



- ◆ A Charitable Gift Annuity is a sound investment because it provides you a steady income for life, as well as a gift, as it serves the greatest cause on earth – extending God’s kingdom. You donate cash, stocks, bonds or mutual funds to the **Pontifical Mission Societies/Society for the Propagation of the Faith** and ask us to establish a gift annuity.

- ◆ Once the gift annuity agreement is finalized, our organization will begin paying a fixed, guaranteed amount of lifetime income to you and/or anyone you name.

- ◆ After your lifetime or that of your selected beneficiary, the **Pontifical Mission Societies** will use the remaining principal from your gift to continue to bring the Gospel & material support to the world.

## What are the Advantages of Gift Annuities?

The Gift Annuity is a good option for individuals who want to contribute to non-profit organizations, like the **Pontifical Mission Societies**, but are concerned about their future financial situation. Like any other gift to a charity a Gift Annuity is given irrevocably and offers significant tax benefits, but unlike other gifts the Gift Annuity allows individuals to take advantage of the tax benefits **today** for a gift that they might have otherwise made later in life.

Another advantage to the Gift Annuity is that it is a good way to remove large sums of cash from one’s estate and thus avoiding heavy estate taxes.

### **For Example:**

Mr. Mission wants to make a gift to **Pontifical Mission Societies**, but he is concerned that he may need some of that money in the future. He would prefer to make the contribution now and can do so while ensuring future income with a Gift Annuity. If Mr. Mission gives \$10,000 he may receive 6.3%, or \$630.00 of that each year for the rest of his life. In addition, he is allowed to make a considerable tax deduction based on his gift, the size of this deduction varies; please check with your financial advisor at the time you make the gift.



## Do Gift Annuities Have a Place in Retirement Planning?

Yes! A gift annuity can add income, variation and reliability to a retirement plan.

- ◆ A secure, guaranteed lifetime income reduces risk.
- ◆ The combination of high-yield, tax-free income, a charitable income tax deduction and, in some cases, a reduction in capital gains taxes can improve the performance of a retirement plan.
- ◆ You eliminate inheritance tax for the given amount.

## Gift Annuities: A good way to provide for others

A Gift Annuity can be given on behalf of a loved one, so that the beneficiary receives payments for the rest of their life not the individual who made the gift. This is an excellent way to make a contribution to **Pontifical Mission Societies** while at the same time meeting the financial needs of a loved one.

## What is my Return?

Payment Rates for Gift Annuities are based on the age of beneficiary, as well as other factors. These rates are subject to change, however once a Gift has been made that rate is locked in for that beneficiary.

