

## WAYS TO "LEAVE YOUR LEGACY"

By making a charitable gift, you can leave your legacy for something that was important to you during your life. There are many techniques available that may save income and estate taxes.

This glossary of terms is designed to help introduce you to charitable giving.

**OUTRIGHT GIFT.** Cash, securities, real estate, personal property, etc. are gifts that can be gifted by transferring the title.

**CHARITABLE BEQUEST.** Make a bequest in your will. Your gift may be designated as (a) percentage of your estate, (b) specific dollar amount or description of property, (c) residue of your estate or, (d) contingent upon a certain event happening.

**BENEFICIARY DESIGNATION.** It is simple to make Mount Olivet or one of its affiliated ministries a beneficiary of a life insurance policy, an IRA account or other retirement plan. Since retirement assets have never been taxed, they are great gifts for nonprofit organizations. Contact your retirement plan administrator and request the appropriate form.

**CHARITABLE GIFT ANNUITY.** You make a gift to any of the Mount Olivet organizations. In exchange, you receive fixed income based on your age for the rest of your life. A portion of the income is not taxable, but considered a return of principal. An income tax deduction is also provided.

**CHARITABLE REMAINDER TRUST.** You receive income from a gift for the rest of your life, based on a specified percent of the trust principal. The trust assets become the property of the church or its affiliated organization after you die or in a pre-established time period. Income tax deductions are based on current value of the remainder interest going to the nonprofit.

**REAL ESTATE TRANSFERS.** Minnesota has also created two Will substitutes for carrying out wishes regarding real estate: The Transfer on Death Deed and The Retained Life Estate Deed. The Transfer on Death Deed and the Retained Life Estate Deed are both relatively simple ways for an owner to retain ownership of real estate during their lifetime while designating the beneficiary to whom the real estate will pass without the need for probate.

This publication is for information for friends and donors and illustrates concepts in tax and estate planning. The information is not intended as legal services or advice. You should consult with competent tax and legal professionals as to the applicability of any items to your personal situation.

- Please send me information on estate planning and charitable gifts.
- I have named one of the Mount Olivet organizations as a beneficiary in my will. Please add my name to Mount Olivet Vision Partners.

Name \_\_\_\_\_ Phone \_\_\_\_\_

Address \_\_\_\_\_

City \_\_\_\_\_ State \_\_\_\_\_ Zip \_\_\_\_\_

For more information, e-mail or call Mari Carlson at [mcarlson@mtolivethomes.org](mailto:mcarlson@mtolivethomes.org) or 612.821.3150.

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## CHARITABLE GIFT ANNUITY



MOUNT OLIVET  
LUTHERAN CHURCH



MOUNT OLIVET  
DAY SERVICES



MOUNT OLIVET  
ROLLING ACRES



MOUNT OLIVET  
CONFERENCE &  
RETREAT CENTER



MOUNT OLIVET  
CAREVIEW HOME



CATHEDRAL  
OF THE PINES



MOUNT OLIVET  
HOME

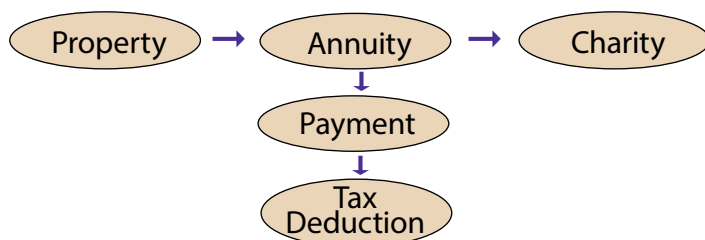
LEAVE YOUR LEGACY  
FOR THE MINISTRIES OF  
MOUNT OLIVET

# LEAVING A LEGACY WITH A CHARITABLE GIFT ANNUITY

## Now may be the perfect time to establish a Charitable Gift Annuity

that benefits any of the Mount Olivet organizations. Rates increased in 2018 for the first time in many years. You get a fixed annual payment for life and a tax deduction for your gift, and the older you are, the higher the payout. Also, you get a tax deduction for your gift. It is a win-win proposition!

**A charitable gift annuity is a gift that continues to give.** You make a gift of cash or securities and that gift provides you a guaranteed annual income (based on your age) for the rest of your life. You name Mount Olivet and/or its affiliated ministries to receive the remaining portion of your annuity at the end of your life. This is an opportunity to support the future of our Mount Olivet ministries and receive an income stream at the same time.



**How does an annuity work?** Mr. Mueller is 80 years old. He wants to increase his income and at the same time he wants to support a specific ministry. He owns some stock he bought in 1979 for \$5,000. Today the stock is worth \$10,000, but he only receives a dividend of 2% or \$200 per year.

Mr. Mueller gifts his stock in exchange for a charitable gift annuity. He receives a guaranteed fixed income for life of 7.3%. A portion is tax free. And, he also gets a charitable tax deduction.

“Creating a Charitable Gift Annuity (CGA) was a great idea for us. We funded our CGA in 2008 and have received our quarterly payments promptly. Since our CGA was a two-life annuity, payments have continued after Marion passed away.. We are pleased to know that we are able to support our church in this meaningful way.”

Bob Rustvold



**What is a deferred charitable gift annuity?** A deferred charitable gift annuity allows you to make the gift today, but receive the annuity later in life. Typically, payout rates are higher. The longer payments are deferred, the larger the charitable deduction.

## BENEFITS OF A CHARITABLE GIFT ANNUITY

- You will benefit an important ministry and perpetuate your values.
- Gift annuity rates may provide you with an annuity payment greater than your assets are now producing.
- You gain freedom from investment responsibility. Gift annuities for Mount Olivet ministries are administered by the ELCA Foundation. You receive a check in the mail, or a deposit in your checking account, at a fixed rate, for the rest of your life. (Payments are made annually, semi-annually, or quarterly.)
- You get an immediate tax deduction. Part of your annuity is designated by the IRS as a charitable gift. If the full deduction cannot be used in the year you make your gift, the unused portion can be carried forward for up to five years.
- You may save on future taxes. The IRS considers your annuity payments a return of principal, so a portion of each payment is tax free for the years of your life expectancy.
- You may avoid some capital gain taxes, estate taxes, and probate costs.

### Gift Annuity

AGES	RATES
65	5.1%
70	5.6%
75	6.2%
80	7.3%
85	8.3%
90	9.5%

Single life rates shown. Dual life rates slightly lower. All rates subject to change.

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Please send me detailed information about a charitable gift annuity.

I am interested in  One-life annuity  Two-life annuity

Birthdate(s): Mo\_\_\_ Day\_\_\_ Year\_\_\_

Mo\_\_\_ Day\_\_\_ Year\_\_\_

Amount of gift is: \_\_\_\_\_

Name(s) \_\_\_\_\_

Address \_\_\_\_\_ Phone \_\_\_\_\_

City \_\_\_\_\_ State \_\_\_\_\_ Zip \_\_\_\_\_

Send form to Mari Carlson, Director of Development, Mount Olivet Lutheran Church, 5025 Knox Avenue S., Minneapolis, MN 55419 or call 612.821.3150 or [mcarlson@mtolivethomes.org](mailto:mcarlson@mtolivethomes.org).