

Charitable Gift Annuity: A Dependable Way to Support the College of Dentistry

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Director, Gift Development

The University of Illinois Foundation's charitable gift annuity program enables alumni, faculty, and friends to support the College of Dentistry and create a reliable source of income that lasts a lifetime. You can count on our charitable gift annuity program for the following benefits.

Dependable Lifetime Payments

In exchange for a donation of at least \$5,000, the University of Illinois Foundation will pay you a fixed dollar amount every quarter for the rest of your life. The payment amount will be set when you make your donation, so you will know exactly how much annual income to expect. Also, you can share annuity payments with a second recipient, such as your spouse, over the person's lifetime. Regular annuity payments can begin immediately if one recipient is at least age 55, or payments can be deferred to begin at a later age. Annuity payment rates vary with recipient age(s), so please refer to the chart below for a current estimate of payment rates.

Income Tax Deduction

Part of your donation for a charitable gift annuity will be tax-deductible as a charitable contribution on your income tax return. So, you can save taxes while supporting yourself and the College.

Tax-Free Payments

Charitable gift annuity payments are income taxable. However, if you donate cash to set-up your gift annuity, part of the payments will be tax-free during the initial years you receive them.

Stock Can Work, Too

Many investors own stock or mutual fund shares that have increased in value, yet pay little or no dividend income. Those shares may be ideal to donate instead of cash for a charitable gift annuity. Make appreciated stock/mutual funds work harder for you by donating them, and receive an income tax deduction, limit capital gains taxes, and receive annuity payments at a better rate than the former dividend rate.

Easy and Flexible

Our charitable gift annuity program is easy to set-up in any amount over \$5,000. You also can set-up more than one gift annuity with us. Since payment rates are better as recipient ages increase, you can set up a gift annuity every year to take advantage of the added benefits. The University of Illinois Foundation handles the record-keeping and can deposit payments directly into your bank account for your convenience.

Benefits Estimate

The accompanying charts estimate the tax and financial benefits of a charitable gift annuity funded with a \$10,000 cash donation. The first chart shows benefits when the donor receives the annuity payments. The second chart shows benefits when the donor and their spouse share the annuity payments. To gain a sense of the benefits you could receive, refer to the donor age nearest to yours on the charts,

One Recipient Gift Annuity Funded with \$10,000 Cash Donation*

Donor Age	Annuity Rate	Income Tax Deduction	Annual Payments	Tax-Free Portion
55	5.5 %	\$ 2,651	\$ 550	\$ 258
60	5.7 %	\$ 3,105	\$ 570	\$ 286
65	6.0 %	\$ 3,553	\$ 600	\$ 324
70	6.5 %	\$ 3,952	\$ 650	\$ 380
75	7.1 %	\$ 4,433	\$ 710	\$ 449
80	8.0 %	\$ 4,905	\$ 800	\$ 542
85	9.5 %	\$ 5,256	\$ 950	\$ 697

Two Recipient Gift Annuity Funded with \$10,000 Cash Donation*

Donor Age	Spouse Age	Annuity Rate	Income Tax Deduction	Annual Payments	Tax-Free Portion
55	50	4.7 %	\$ 2,474	\$ 470	\$ 204
60	55	5.0 %	\$ 2,508	\$ 500	\$ 233
65	60	5.5 %	\$ 2,416	\$ 550	\$ 276
70	65	5.7 %	\$ 2,915	\$ 570	\$ 308
75	70	6.1 %	\$ 3,336	\$ 610	\$ 356
80	75	6.6 %	\$ 3,854	\$ 660	\$ 415
85	80	7.3 %	\$ 4,409	\$ 730	\$ 495

* Estimates based on ACGA rates using 4.6% AFR for September 2004. Tax-free portions are considered return of principal and may become taxable in later years. Financial benefits remain proportionate for donation amounts larger than \$10,000 so, for example, benefits for a \$50,000 donation are five times greater and for a \$100,000 donation are ten times greater.

Your Legacy at the College of Dentistry

A charitable gift annuity is a perfect way to support the College of Dentistry and have a more secure source of income, especially if you're retired. Your annuity can also be earmarked to create a named fund at the College that will permanently serve as your legacy to benefit future generations of students and faculty. For additional information or a confidential, no-obligation estimate of the benefits you can receive, please send us the information below or call (312) 413-1297.

Benefits Estimate

(Please fill out and mail)

To: University of Illinois College of Dentistry
Charitable Gift Annuity Program
c/o Office of Development
2533 UH, MC 102
Chicago, IL 60607

___ Please send me a benefits estimate for a donation to support the College of Dentistry through a charitable gift annuity.

___ Please send me additional information about other planned giving options to support the College of Dentistry.

Name _____

Address: _____

Phone: _____
(So we may call to confirm you received our response)

Estimated Donation Amount \$ _____

Your Date of Birth _____

Second Recipient's Date of Birth _____

All information you provide will be kept confidential.