



Deferred Charitable Gift Annuity



A Gift That Gives Back When You Need It

A deferred charitable gift annuity is a contract between you and St. Lawrence University that provides advantages for both. If you have sufficient income now but want to supplement your income later (for example, when you retire), a deferred charitable gift annuity is a good option. You can make a gift and receive immediate financial benefits. By funding a deferred charitable gift annuity, you will provide valuable support to St. Lawrence University and receive a charitable income tax deduction and fixed payments for your lifetime or the lifetime of a loved one.

The deferred charitable gift annuity is an ideal choice for younger donors or those who have not yet retired, providing a tax deduction now and tax-favored retirement income later. Such a deferred investment can supplement other tax-sheltered investment plans, such as IRAs, 401(k)s, 403(b)s, or Keogh plans. And if you donate appreciated securities instead of cash, you may be able to reduce your capital gains tax liability as well.

Summary of Financial Benefits:

- By deferring the start of payments, you will receive a higher annuity rate
- Guaranteed fixed payments for life
- A portion of your payments may be nontaxable
- Charitable income tax deduction for a portion of the gift
- Reduced capital gains taxes

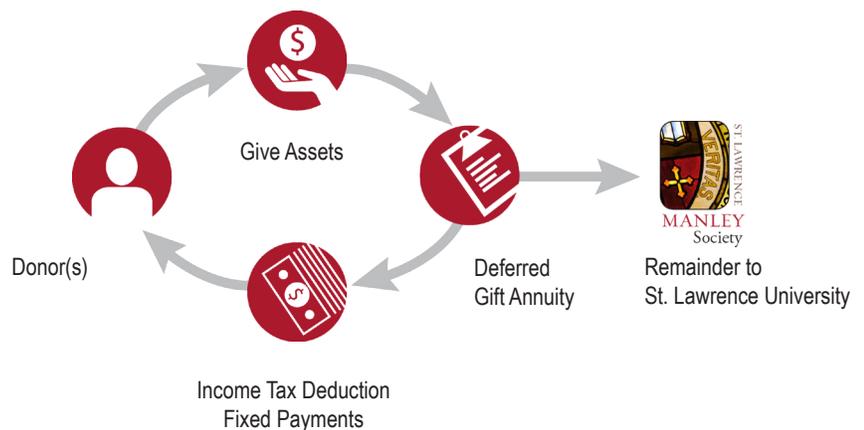
Sample Annuity Rates*

Age at Gift	Years Deferred	Payment Rate	Payment	Deduction
55	10	6.4%	\$640	\$2,910
57	8	6.0%	\$600	\$3,015
59	6	5.6%	\$560	\$3,121
60	5	5.5%	\$550	\$3,063

* Based on rates recommended by the American Council on Gift Annuities (subject to change).

EXAMPLE:

Beth J., age 76, contributes \$10,000 cash and receives a lifetime annuity of \$820 (Annual payments start in 2021), of which \$470 is tax-free. She receives an income tax deduction of \$5,867 in the year she makes the gift.



Benefits Include:

- Guaranteed fixed payments for life. The annuitants you name will receive fixed annual payments for life, backed by the general resources of St. Lawrence University. With attractive annuity rates, your cash flow may increase from what you currently receive from your asset.
- Income tax deduction. You will receive an income tax deduction in the year of your gift to be used for immediate tax savings. This is usually 20%-40% of your gift amount.
- Favorable capital gains tax treatment. If you fund the annuity with long-term appreciated securities (ones you have held for more than one year), you will incur tax on only part of the gain. If you name yourself as an annuitant, this tax will be spread out over many years. In other words, some of the capital gain is forgiven completely and the other portion is spread out over your life expectancy.
- Reduced estate costs. Your estate may enjoy reduced probate costs and estate taxes.
- Support St. Lawrence University. You will have the satisfaction of knowing you are providing generous support to St. Lawrence's commitment to helping students tap their full potential as they embrace the natural environment, engage with global challenges, and experience the relevance and adventure of a liberal arts education in a complex and changing world.



I'm here to answer questions and help. Please contact me at 315-229-5026, kterrell@stlawu.edu, or visit www.plannedgifts.stlawu.edu.

D. Kurt Terrell
Director of Planned Gifts
St. Lawrence University

Because everyone's situation is different, we encourage you to seek professional legal, estate planning, and financial advice before deciding on a course of action. This information does not constitute legal or financial advice and should not be relied upon as a substitute for professional advice.



By supporting St. Lawrence University with your philanthropic donations, you are supporting our mission to provide an inspiring and demanding liberal arts education to students selected for their seriousness of purpose and intellectual promise.