

Charitable Gift Annuities

Payments for Life



The Rosie Riveter Trust and Silicon Valley Community Foundation are excited to offer donors a new way to receive a fixed, dependable income for life while supporting the causes they care most about. By setting up a charitable gift annuity with SVCF, you or your loved one can receive a lifetime income and make a gift to benefit your community.

A charitable gift annuity is a simple contract between you and SVCF. In exchange for your contribution of \$25,000 or more, SVCF agrees to make fixed payments for life to one or two beneficiaries. The amount paid is based on the age of the beneficiary or beneficiaries and the amount of the contribution. After the beneficiary or beneficiaries pass away, the remaining value of the annuity passes to charity. At that time, SVCF will grant 60 percent of the annuity's remainder directly to The Rosie Riveter Trust. The other 40 percent will be used to create or add to an endowment fund at SVCF for the benefit of The Rosie Riveter Trust.

Why are gift annuities appealing?

- Your payments are fixed and are not affected by market turbulence
- Your payments are secure and backed by SVCF's assets
- Payments may be directed to you or a loved one, such as a parent, sibling or child
- You may qualify for a tax-deductible donation for a portion of the contribution
- The annuity may help to supplement your cash flow
- A portion of the payments you receive from the annuity may be tax-free
- You may receive a capital gains tax advantage if the annuity is funded with long-term appreciated assets
- The remainder will be used for the long-term benefit of Rosie the Riveter Trust programs.

You can contribute cash or publicly traded securities to fund the gift annuity. If you have owned the securities for more than one year and they have appreciated in value, you may not be taxed on the gain when you transfer the securities if you are the payment beneficiary. In addition, if you are the beneficiary of an annuity funded with long-term appreciated assets, a portion of the payments you receive will be taxed partly as capital gains and partly as ordinary income, with an additional portion possibly treated as tax-free return of capital. If you contribute cash, a portion of your payments will be tax-free with the other portion treated as ordinary income.

Generally, the charitable deduction that you receive when setting up a gift annuity is approximately equal to the present value of the annuity's projected remainder. The tax-deductible amount also depends on the age of the beneficiary or beneficiaries and the amount of the contribution.

Younger donors may want to consider a deferred gift annuity. By establishing a deferred charitable gift annuity, you can make a charitable contribution now but postpone receiving payments until you are 60 or older. If you are still working and do not need income now, a deferred annuity may help you supplement the payments that you receive from your qualified retirement plan and/or Social Security during your retirement.

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Silicon Valley Community Foundation partners with The Rosie Riveter Trust to provide several options to help charitably minded individuals who wish to make a contribution and receive income during their lives. Below is a comparison of certain types of charitable vehicles known as life income gifts. To learn more about these options, contact Executive Director, Marsha Mather-Thrift at mmather@rosietheriveter.org or call 510.507.2276. Alternatively, you may contact Silicon Valley Community Foundation by calling 650.450.5444 or by emailing donate@siliconvalleycf.org.

Life Income Gift	Charitable Gift Annuity (CGA)	Charitable Remainder Unitrust (CRUT)	Charitable Remainder Annuity Trust (CRAT)
Definition	A contract in which 1-2 annuitants receive a fixed sum each year for life in exchange for your gift to charity.	A trust that pays a fixed percentage of its value, determined each year, to you or others you name for life or a term of years. The remaining assets then go to charity.	A trust that pays a fixed amount each year to you or others you name for life or a term of years. The remaining assets then go to charity.
Set-Up and Costs	Set up by staff at SVCF at no cost to the donor or The Rosie Riveter Trust.	Set up by a professional advisor. Costs vary with complexity of trust and assets used to fund the trust. SVCF may serve as trustee.	Set up by a professional advisor. Costs vary with complexity of trust and assets used to fund the trust. SVCF may serve as trustee.
Tax Benefits	Immediate tax deduction on a portion of the initial contribution to SVCF. Fixed payments are partially tax-free. Capital gains on annuity payments may be spread over life expectancy.	Immediate tax deduction on a portion of initial contribution to trust.	Immediate tax deduction on a portion of initial contribution
When To Use	Donor seeks fixed income for life. May be funded with gifts of cash or long-term appreciated securities.	Donor seeks income for life or a fixed term of years with the opportunity for the income to grow over time. May be funded with gifts of cash, securities, real estate or other illiquid assets.	Donor seeks fixed income for life or term of years. Can be funded with gifts of cash, securities.
Minimum Gift	\$25,000	\$250,000	\$250,000
Subsequent Gifts	Each subsequent gift requires a new annuity contract	Allowed	Not allowed
Tax Reporting	Donor receives 1099R	Donor receives K-1	Donor receives K-1

SVCF and The Rosie Riveter Trust are not engaged in rendering legal, financial or tax advice. Please consult your professional advisor for this information. This publication is a service to provide general information. For more on SVCF's fees, minimums, terms and conditions, please reach out to SVCF at **(650) 450-5444** or donate@siliconvalleycf.org.