

Reprinted courtesy of the Wharton website, first published October, 2011. This giving option is available for all areas of the University.

## Cutting-Edge Giving Method Offered by Wharton

A new giving tool, the **Making History Impact Annuity**, is a unique way to participate in the Making History Campaign in support of Wharton today, while providing you with a secure stream of income tomorrow.

Like a charitable gift annuity (CGA) this giving vehicle provides guaranteed payments, backed by Penn, to you or a loved one. It's an easy way to supplement income, and it's a gift that can provide tax advantages while most importantly supporting Wharton. The Making History Impact Annuity provides a way for your gift to have an immediate *impact*.

Here's how it works: In exchange for a gift of \$25,000 or more Penn will provide guaranteed lifetime annuity payments at an attractive rate. You designate one or more of Wharton's priorities to receive the first *five years* of payments (\*optional three year payment commitment for ages 75 and over). Thereafter, you enjoy the advantage of the annuity payments for life. On termination of the annuity, the balance again supports Wharton.

Benefits include:

- Tax advantaged payments for life guaranteed by the University for one or two individuals, neither of which *need* be the donor.
- Greater immediate charitable income tax deduction given that the first five years of gift payments are included in the current charitable deduction, as well as potential capital gains tax advantages.
- Attractive rates of return based on the age of the annuitant.
- Active participation in the Making History Campaign – see the impact of your gift immediately.
- Qualifies you for membership in the Penn Harrison Society and Wharton Hattersley Society

### Sample single-life rate chart for \$25,000 gift (lower two-life rates also available)

-Annuitant Age	60	65	70	75	80	85
-Annuity Rate	4.8%	5.3%	5.8%	6.5%	7.5%	8.4%
-Payment	\$1,200	\$1,325	\$1,450	\$1,625	\$1,875	\$2,100
-Charitable						
Deduction++	\$10,733	\$12,286	\$14,360	\$16,505	\$18,597	\$20,816

\*Optional three year payment commitment for ages 75 and over

++Deduction will vary with changes in the IRS Discount Rate and exact birth date. Assumed discount rate 2.2%

The article and examples are for information and illustration purposes only and are not intended as legal, financial or tax advice. We encourage you to consult your own advisor.