

## Charitable Gift Annuity

### Your goals

Are you looking for a reliable source of income for yourself or a loved one? Would you like to increase your income, decrease your taxes, and qualify for a charitable tax deduction today? Would you like to turn appreciated securities into an income stream and decrease taxes on your capital gain? Do you want to make a more significant gift to Mills than might be possible through an outright gift? Consider a charitable gift annuity with Mills College.

### How it works

A charitable gift annuity is a combination of a gift to a charitable organization, such as Mills College, and an annuity. You make a gift today to the College and we pay you or another beneficiary a guaranteed fixed income. Payments may be for life or a term of years.

Annuity rates are determined by the age of the beneficiary at the time she or he begins receiving annuity payments. The beneficiary must be at least 60 years of age. If you or your beneficiary is younger

than 60, consider a deferred charitable gift annuity. The minimum gift to fund your first charitable gift annuity is \$15,000; it is \$5,000 for subsequent gift annuities.

### Example

If you are 70 years old today, your annuity rate will be 5.1 percent. By making a gift of \$15,000 to Mills, you will receive annual payments of \$765 of which \$566 is tax-free income. The portion of your gift that is tax deductible\* is \$6,002.

### Your benefits

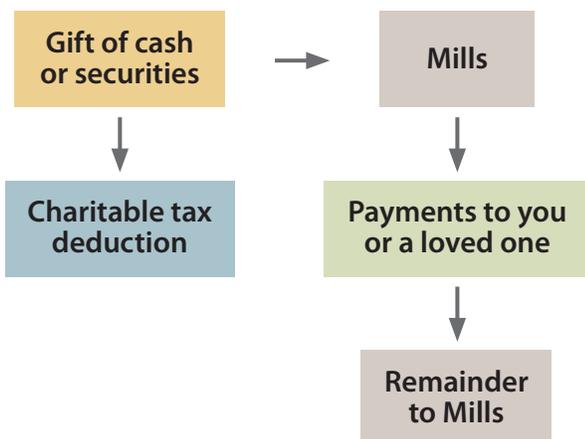
- Your annuity income is fixed and guaranteed and will not change with market conditions.
- A significant portion of annuity income is exempt from income tax.
- Your gift qualifies for a substantial charitable tax deduction today.
- You can turn appreciated securities into a reliable source of income and partially bypass capital gains tax.

### Benefit to Mills

The remainder of your gift will benefit Mills at the end of the annuity horizon. With a charitable gift annuity, you may be able to make a more significant charitable gift to Mills than you thought possible—for example, in honor of your class Reunion. The amount of your gift counts toward your class's giving total today and benefits Mills in the future.

*(continued on back)*

### Charitable Gift Annuity



\* Depending on the IRS discount rate at the time you make your gift.

Charitable Gift Annuity (continued)

**Your next step**

Contact the development staff in the Mills College Office of Institutional Advancement for a detailed personal illustration of how a charitable gift annuity might benefit you. Your customized report will

include your annuity rate, income tax deduction, and capital gains tax savings. Your inquiry will be kept confidential.

Please call 877.PG.MILLS (1.877.746.4557) or email [planagift@mills.edu](mailto:planagift@mills.edu) to get started today!

Charitable Gift Annuity Rates for Gift of \$15,000				
Age on Gift Date	Annuity Rate	Annuity Payment Annual Income	Tax-free Portion of Income	Charitable Tax Deduction
65	4.7%	\$705	\$500	\$5,044
70	5.1%	\$765	\$566	\$6,002
75	5.8%	\$870	\$665	\$6,754
80	6.8%	\$1,020	\$804	\$7,448
85	7.8%	\$1,170	\$965	\$8,432

Rates became effective January 1, 2012. Income is guaranteed for life; gifts are irrevocable; not available in some states. Rates, amounts of tax-free income, and charitable deduction are subject to change.

Information provided herein or by Mills College is not intended as financial, legal, or tax advice. Please consult an attorney or other professional advisor before taking action.