

## **Conduit Charitable Gift Annuity** **Our Guarantee to You In Exchange for Your Donation**

In conversations with benefactors, we find an overarching sentiment... *Uncertainty*. There seems to be so much uncertainty – in politics, the stock market, family life and health, etc. You are so important to NDCP, so we found a way to help our most committed benefactors while at the same time helping NDCP. There is a way to do both. *Click the link to find out what guarantees we can give our donors.*

The solution is a Conduit Charitable Gift Annuity (CCGA) called the “win-win” donation solution. Funds come to NDCP now for current needs, while a guaranteed annual income is paid to you, the donor. This is ideal for the donor who still needs income, but would like to help NDCP now.

A typical Charitable Gift Annuity (CGA) offers the donor(s) a tax deduction for their donation with an agreement for the Charity to pay the donor a guaranteed income the rest of his or her life.

A CCGA is even better. A Conduit CGA team takes a portion of your donation and secures your lifetime annual income through an insurance company. Your payments are backed by a highly rated insurance company giving you the ultimate assurance that your income will be there when you need it. Your payments are not subject to the investments of NDCP. The CCGA is the ideal solution for donors who contribute to our athletics, scholarships, and buildings and at the same time no worry about the uncertainty of the markets. With a guaranteed fixed payment for your lifetime outlive – you are able to plan and budget with more assurance.

### **Frequently Asked Questions about NDCPs (Conduit) Charitable Gift Annuities**

#### **What is the minimum amount I need to fund a Conduit CGA?**

Typically, a Conduit CGA is most beneficial to a donor with a gift of \$25,000 or more.

#### **How much will be distributed to me each month/year?**

The distribution percentage is based upon your age, the total sum of your contribution and the income amount you would like to receive.

#### **How does the charity get a donation from my CCGA?**

NDCP will receive the funds in excess of securing the donor’s income stream.

#### **How big of a tax deduction would I receive?**

The tax deduction is equal to the amount donated to NDCP.

*Please call Laura Sonnefeldt Curley, Managing Director of Institutional Advancement at (847) 779-8619 if you have questions about this win-win donation option. NDCP is blessed with this opportunity to give back to those who support us. We are pleased to be partnered with many professional firms that enable us to make these guarantees possible and we can certainly discuss all of your questions and concerns with experts who have experience in this area.*



## CONDUIT CHARITABLE

## GIFT ANNUITY

### What is a Charitable Gift Annuity?

In the “traditional” CGA, charities typically utilize the gift annuity payment rates recommended by the American Council of Gift Annuities (ACGA). A donor obtains a CGA by transferring cash to a charity in exchange for receiving an income for life and a tax deduction. At the donor’s death, **if** there are excess funds after making the income payments, the charity would receive a donation to use for current needs at that time.

In practice, the Charity is unable to use the donation now to fund current needs, because it must maintain an adequate reserve to fund the lifetime of payments to the donor (*unknown number of years*). Depending on how long the donor lives, the Charity may actually owe more than they received.

### Why Donors Love CGAs...

- Desire a simple way to make a donation
- Worried about outliving their money
- Want guaranteed income for life
- Want to leave money for their heirs
- Want to help their beloved charity



Gross Proceeds

### CONDUIT

Uses gross proceeds to secure stream of payments to donor based on ACGA guidelines and distributes remainder to beloved charity.

Remainder of proceeds to charity



Donation Acknowledgment

### Why Donors Love Conduit CGAs more....

- Donor’s annuity payments are backed by the assets and strength of the insurance company  
*Donor doesn’t depend on the charity.*
- Donor’s CGA gift can provide for the charity’s current needs  
*Donor enjoys helping the charity while they are still alive and the charity can confidently utilize a fixed dollar about now.*
- Donor receives higher returns than alternative investments (*i.e. CD*)
- Donor’s charitable deduction is the net amount to charity after stream of payments is guaranteed by the insurance company
- The deduction is up to 50% of Adjusted Gross Income (AGI)
- If the deduction exceeds 50% of AGI, it can be carried over 5 years