

# Deferred Charitable Gift Annuity - One Life

Prepared for: Donor name

1.0275

## A. Input Assumptions

Date of transfer	January 18, 2021
Fair market value of property transferred	\$100,000.00
Nearest age on the date of the gift for Beneficiary 1 is	71
Date of first payment	4/1/2020
Annuity starting date (payment period before 1st payment)	January 1, 2020
Annual annuity rate for immediate annuity	4.7%
Payment frequency	Quarterly
Prorate first payment or Full first payment?	Prorate
Deferred annuity interest adjustment factor	1.0275
Annual annuity rate adjusted for deferral	4.8%
The discount rate (effective 1/2021) is	0.6%
The mortality table is based on the census taken in	2000

## B. Present Value of Remainder Interest - One Life Deferred

1. Age nearest to date of transfer	71
2. Age nearest to annuity starting date	70
3. Value of Dx from IRS Pub. 1457, Table H based on	
(a) Line 1 age	49204.87
(b) Line 2 age	47738.87
4. Line 3(a) divided by Line 3(b)	1.030709
5. Unadjusted value of \$1 of single life annuity from IRS Pub. 1457, Table S based on Line 1 age	13.4767
6. Adjustment factor based on payment frequency from Pub 1457, Table K	1.0022
7. Adjusted value of \$1 of single life annuity (Line 5 * Line 6)	13.5063
8. Value of \$1 of deferred single life annuity (Line 4 * Line 7)	13.9211
9. Annual annuity rate for deferred annuity	4.7%
10. Deferred annuity interest adjustment factor	1.0275
11. Deferred annuity rate (Line 9 * Line 10)	4.8%
12. Net fair market value paid for annuity	\$100,000.00
13. Annuity amount payable on an annual basis (line 11 * Line 12)	\$4,800.00
14. Present value of annuity (Line 8 * Line 13)	\$66,821.28
15. Minimum value of annuity (lesser of Line 12 and Line 14)	\$66,821.28
16. Present value of remainder interest	\$33,178.72

Depending on the type of asset you contribute, a portion of your payment may be taxable to you as a combination of ordinary income, long-term capital gain, and a tax-free return of principal. This report has been calculated assuming a contribution of cash. Each of your next 15.2 years payments of \$4,800.00 will contain \$3,990.86 of tax-free income and \$809.14 of ordinary income. All income will be ordinary after 15.2 years.

**NOTE:** This calculation is provided for educational purposes only. The type of assets transferred, the actual date of the gift, and other factors may have a material effect on the amount or use of your deduction. You are advised to seek the advice of your tax advisors before implementing a gift of this type.

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