

Grandchild Gift Annuity

Faith United Methodist Foundation
and the
Desert Southwest
United Methodist Foundation

work together to secure the financial future of our Church by offering attractive stewardship opportunities today.

The Grandchild Gift Annuity

is a
WIN, WIN, WIN

Proposition:

WIN #1: You win because your gift just keeps on giving.

WIN #2: Your grandchild wins because your gift will remind him/her of your everlasting love, and

WIN #3: Faith UM Church wins because your gift will enable it to continue its important work well into the future.

Developed by the Desert Southwest
United Methodist Foundation for
Faith United Methodist Foundation.



A Grandchild Gift Annuity lets you make a gift you can afford and provides you the good feeling that your stewardship continues on after your death.

Faith United Methodist Foundation

Securing the financial
future of our church
today.

8640 N. 19th Ave.
Phoenix, AZ 85021

602-943-3465

Faith United Methodist Foundation

Grandchild Gift Annuity

Extending Your Stewardship

Improve the quality of life of
both a grandchild and your
church.

Grandchild Gift Annuity

Faith United Methodist Foundation, in cooperation with the Desert Southwest United Methodist Foundation (DSUMF) offers the Grandchild Gift Annuity. Your irrevocable gift to the church now will provide guaranteed lifetime payments to your grandchild. Lifetime payments will begin on a future date of your choosing.

How It Works:

1. You make an irrevocable gift of cash or securities now (Minimum gift of \$1,000).
2. Designate up to 2 grandchildren to receive payments beginning in the future.
3. Choose a future date (such as a birthday) 20, 30, 40 or more years from now when payments to the grandchild(ren) are to start.
4. During the deferral period (the time between the date of your gift and the date payments begin), your gift is invested by the Desert Southwest United Methodist Foundation.
5. When the deferral period ends, DSUMF will begin lifetime payments to your grandchild(ren). Payment amounts are determined by the amount of your gift and the grandchild's age both when the gift is made and when payments to the grandchild(ren) begin.
6. At the death of the grandchild(ren), 80% of the funds remaining in the Gift Annuity account are distributed according to your wishes as determined at the time of your gift. The remaining 20% of the account is retained by DSUMF for its administrative services.

BENEFITS:

1. Guaranteed lifetime payments at high rates; the longer the deferral period (the interval between the gift date and the first payment) the higher the payment.
2. If you itemize, part of your gift amount is tax deductible.
3. A small portion of the payments to the grandchild will be tax-free income.
4. Following the grandchild's death, 80% of the funds that remain in the Gift Annuity account revert to Faith United Methodist Foundation so that it can provide funding for future programs and missions of Faith UMC.

EXAMPLE:

In April 2002, you gave \$1,000 to establish a Grandchild Gift Annuity. The grandchild was 12 years old and you wanted to supplement his/her retirement income, so you decided that the grandchild was to receive annual, lifetime payments of \$1,012 beginning on his/her 65th birthday. At the grandchild's death, Faith Foundation could receive up to \$500,000. If you itemized in the year of the initial gift, you qualified for an income tax deduction of \$500.

These gifts are time-sensitive. The numbers in the example above are based on April 2002 calculations. Both income tax deductions and payout amounts are determined as of the date of the gift. Payout amounts are directly related to the deferral period.

Please PRINT the information requested below. Detach and give the completed form to a member of Faith Foundation. A FPEEL, no-obligation, personalized Benefits Report will be sent to you.

Name: _____
Address: _____
Gift Amount \$ _____ (\$1,000 Minimum Required)
Grandchild's Name: _____ Birth Date: _____
Grandchild's Name: _____ Birth Date: _____
Age at which Annuity payments are to begin: _____