

WIDENER UNIVERSITY
SUPPORT WIDENER UNIVERSITY
START A CHARITABLE GIFT ANNUITY

WHAT IS A CHARITABLE GIFT ANNUITY?

A charitable gift annuity is a simple contract between you and Widener University.

In exchange for your irrevocable gift of cash, securities, or other assets, Widener University agrees to pay one or two annuitants you name a fixed sum each year for life. The older your designated annuitants are at the time of the gift, the greater the fixed income Widener University can agree to pay. In most cases, part of each payment is tax-free, increasing each payment's after-tax value. Payments may be made annually, semiannually, or quarterly.

Because the rate of return increases with age, gift annuities are especially attractive if you are age 70 or older, you want to support a program, scholarship, or the PMC Museum at Widener University, and you would like to secure an immediate stream of income for yourself or for yourself and your spouse. The amount of the payments is based on the age(s) of the income beneficiary(ies). In addition to the stream of fixed payments made for life, the gift will also generate an immediate charitable income-tax deduction.

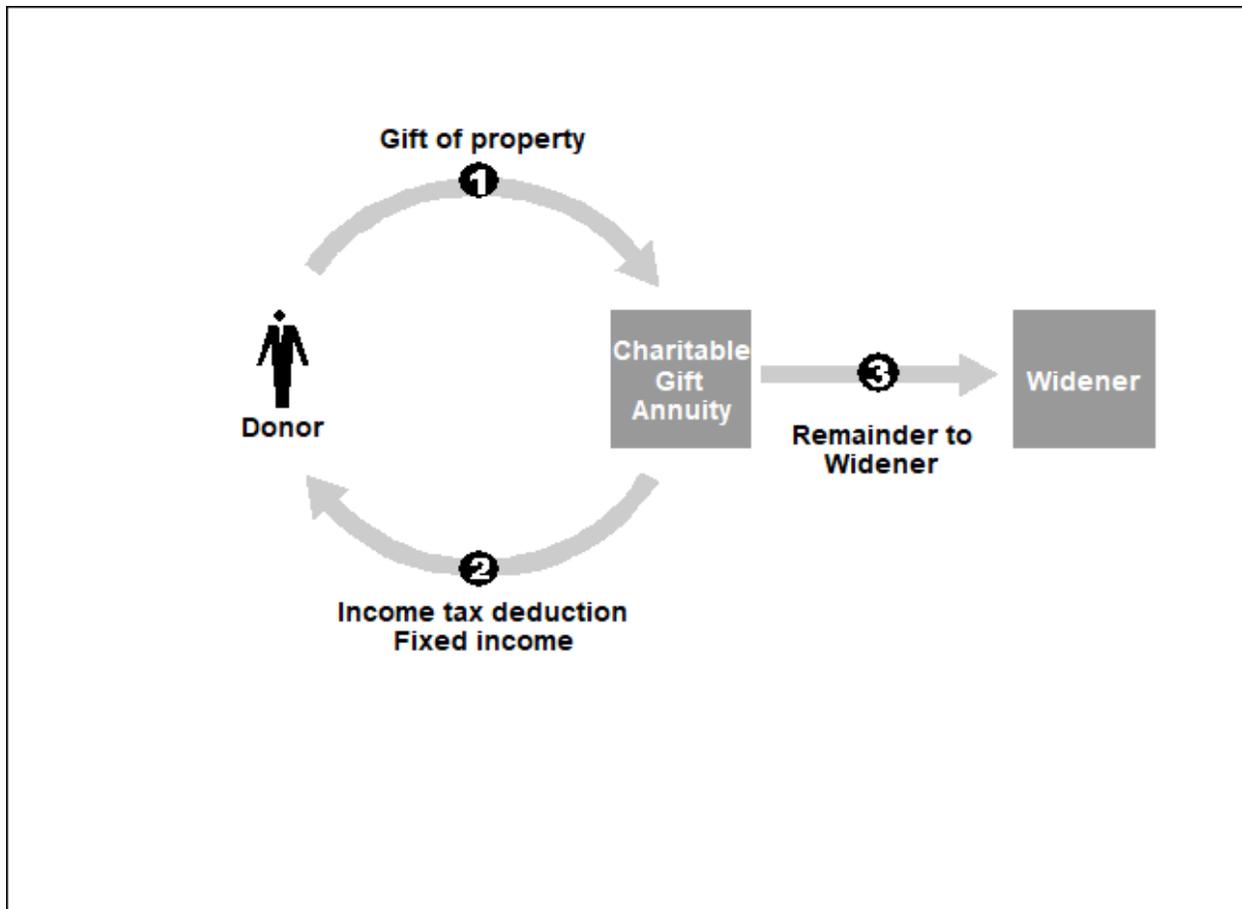
The minimum gift to establish the annuity is \$25,000 and certainly can be a larger amount. You may establish multiple annuities during the course of your life, or defer them to maximize income later.

When the last named annuitant passes, the annuity's remaining principal passes to the university to support whatever designation you identify when you make your initial gift.

BENEFITS INCLUDE:

- 1) You will qualify for a federal income tax deduction. Your deduction may vary modestly depending on the timing of your gift.
- 2) The designated annuitant will receive fixed payments in specified installments for life. In addition, a portion of each payment will be tax-free.
- 3) Your estate may enjoy reduced probate costs and estate taxes.
- 4) You will provide generous support of Widener University in any area of need you designate.

For more information, please contact Terry Travis at ttravis@widener.edu or 610-499-4123, or Jim Gulick at jkgulick@widener.edu or 610-499-4486.



HOW IT WORKS

- 1) You transfer cash, securities, or other property to Widener University.
- 2) You receive an income tax deduction and may save capital gains tax.
- 3) Widener pays a fixed amount to you or anyone you name for life. Typically, a portion of these payments is tax-free.
- 4) When the last named beneficiary passes, the annuity ends and the remaining principal passes to Widener. As part of their annuity contract, donors can sign a gift agreement to support the Museum or any other area of need at Widener.

EXAMPLES

The following examples are for illustrative purposes only, and are based on donor age(s) and American Council on Gift Annuities rates. Your rates and results may vary. As with all significant gifts, Widener recommends you consult your preferred financial planning professional.

John Donor, age 78, gives \$25,000 in cash to Widener University to establish a gift annuity. He receives an immediate income-tax deduction of approximately \$12,000. He will begin receiving income checks of approximately \$1,600 each year for the rest of his life, of which a portion is tax-free. When he passes away, the remaining principal will benefit the Museum.

Andrew and Martha Alumni, both age 70, donate \$50,000 in publicly-traded securities with a cost basis of \$10,000 to Widener to establish a two-life annuity. They receive an immediate tax deduction of approximately \$16,000, and will begin receiving annual payments of \$2,300, a portion of which is tax free, a portion of which is taxed as ordinary income, and a portion of which is taxed as capital gains. When the last surviving spouse passes, the remainder will pass to Widener.