

UNIVERSITY OF VIRGINIA

Illustration of Ms. Pearce's Deferred Charitable Gift Annuity Funded with Cash

Summary of Benefits

6.4% Deferred Gift Annuity

ASSUMPTIONS:

Annuitant Age	55
Date of Gift	01/1/2012
Annuitant Age at Date of First Payment (deferred for 10 years)	65
Cash Donated	\$50,000.00
Annuity Rate	6.4%
Payment Schedule	quarterly

BENEFITS

Charitable Deduction	\$13,109.50
Annuity	\$3,200.00
Tax-free Portion	\$1,852.80
Ordinary Income *	1,347.20
Quarterly Payment	\$800.00
Total Before-Tax Benefit to Annuitant	\$60,800.00
Potential Future Benefit to U.Va.	\$298,727.00

* After 19.9 years from the year the payments begin, the entire annuity becomes ordinary income.

Prepared by: Office of Gift Planning

IRS Discount Rate is 1.6%

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