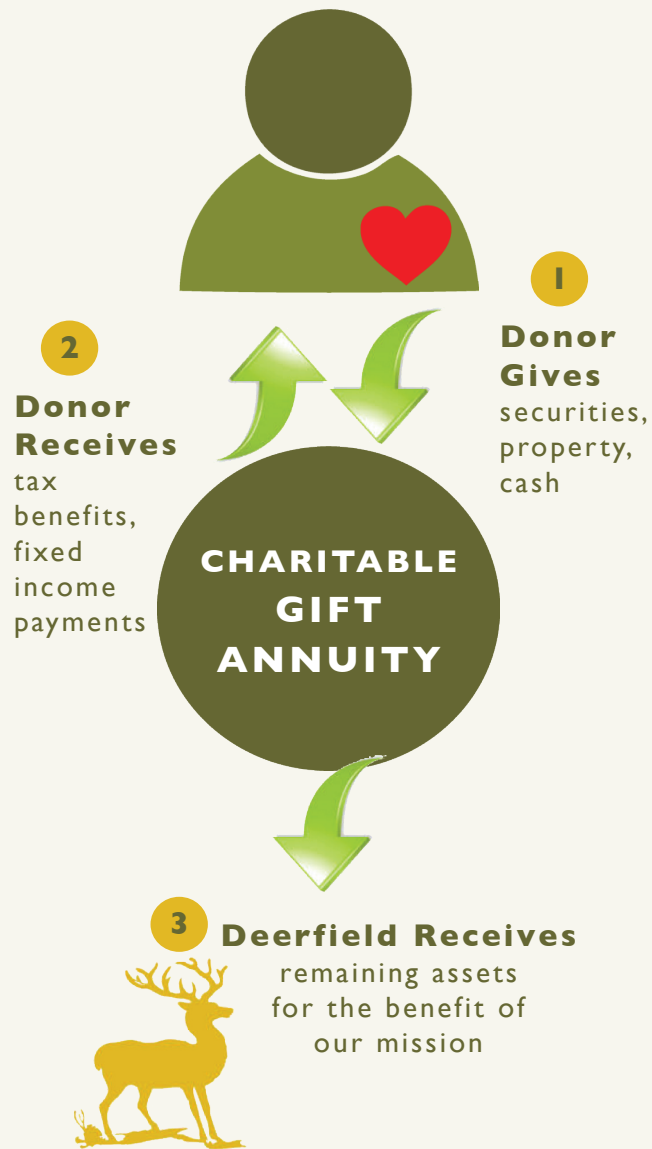


*- The Deerfield -
Annuity Giving Cycle*



The Mission

of Deerfield Episcopal Retirement Community is to operate a non-profit retirement community guided by Christian ideals, to offer a continuum of care to all people, to promote independence and the highest quality of life and to provide physical and financial security.

Help us advance our mission with a Charitable Gift Annuity.

Deerfield

1617 Hendersonville Road
Asheville, NC 28803
828-274-1531 extension *3206
DeerfieldWNC.org



Gift Annuity Program



Deerfield

AN EPISCOPAL RETIREMENT COMMUNITY

Deerfield

The Gift Annuity

A charitable gift annuity provides you with the means to make a gift to Deerfield while earning income for yourself or others.

The gift annuity is formalized in a contract with Deerfield. In exchange for a transfer of cash or other property, Deerfield pays a fixed sum of money quarterly to the donor for a specific period of time. The gift annuity can be in the name of an individual or a couple.

Donor Benefits

Most gift annuity donors are retired and seek the following benefits from their contribution:

- Increased cash flow
- Security of guaranteed payments
- Tax savings
- Advancement of Deerfield's mission

Your Contribution

The minimum contribution is \$5,000, which may be funded by personal check or a gift of stock. The following donor information is required:

- Full Name and address
- Age
- Social Security Number
- Amount
- Name of stock and number of shares (if donating securities)

Rates of Return

The American Council of Gift Annuities publishes a schedule of recommended charitable gift annuity rates.

Deerfield uses the most recently published rates at the time of the gift to determine return, based on the age of the donor.

Gift annuity rates are based on actuarial studies of mortality experienced among annuitants and a conservative projection of the rate of income to be earned on invested reserve funds.

Taxes

If the annuity is funded with cash, part of the payments are taxed as ordinary income and part are considered tax-free.

If the gift is funded with appreciated securities owned for more than one year, and the donor is receiving annuity payments, part of the payments are taxed as ordinary income, part as capital gain, and part may be tax-free depending on other factors.

Forms

At the end of the calendar year, Deerfield sends the donor IRS form 1099-R which specifies how the payment should be reported.

Income Tax Savings

Donors who itemize deductions may claim a charitable deduction for a portion of the original gift, which may result in significant income tax savings. The deduction is equal to the amount of the contribution less the present value of the payments that will be made to the donor and/or beneficiaries during life.

The present value of these payments is determined using IRS tables on life expectancy and assumed earnings, taking both the amount contributed and the gift annuity rate into consideration.