



# LYME LAND CONSERVATION TRUST, INC.

www.lymelandtrust.org

P.O. Box 1002 Lyme, Connecticut 06371

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The Lyme Land Conservation Trust, Inc. (LLCT) announced the formation of a Charitable Gift Annuity (CGA) Program in partnership with the Community Foundation of Eastern Connecticut (CFECT). The program was adopted for individuals 60 years or older for annuities of \$10,000 to \$1,000,000.

Charitable Gift Annuities are made under an easy to understand one page contract. The benefits are based on an individual’s age when the contract is issued.

Charitable Gift Annuity terms:

- Are based on payment rates recommended by the American Council of Gift Annuities.
- Have fixed quarterly payments for life.
- Offer an immediate tax deduction.
- Offer payments that are predominately tax free.

<b>Indicative Payments &amp; Tax Deductions (a)</b>					
	<b>Age</b>				
	<b>65</b>	<b>70</b>	<b>75</b>	<b>80</b>	<b>85</b>
Annual Payment % (b)	4.7%	5.1%	5.8%	6.8%	7.8%
Payment % Non Taxable (c)	76.9%	79.1%	80.8%	82.4%	84.6%
Initial Tax Deduction (d)	28.1%	35.8%	41.8%	47.3%	54.6%

(a) Subject to change and nature of purchase consideration (cash, stock, etc.)

(b) Payment as annual % of principal, quarterly payments.

(c) Tax free percentage of payments.

(d) Tax deductible percentage of annuity purchase amount.

The annuity will be provided by the Community Foundation of Eastern Connecticut, a \$42 million institution established in 1983. The Foundation’s mission is to help keep our region flourishing through philanthropy. The payment

rate is established based on an annuitant's age at the time of issue. The older you are; the higher the payment rate.

As part of the CFECT annuity contract you would select the LLCT as the Designated Fund for the residuum on your death. Thereafter the LLCT would receive an annual payment from the CFECT based on the ongoing residuum balance. Their Designated Fund distribution rate is approximately 5% of the fund's value ; the funds are subject to market conditions.

The benefits to you are possible tax advantages and a lasting gift that will provide annual distributions to the LLCT \*\*.

Who should consider a Charitable gift Annuity? They can be attractive to anyone over the 60 year old minimum age who seeks the comfort of a fixed quarterly payment. The payment doesn't change – there's no volatility.

Are you now 70.5? Do you have mandatory withdrawals from IRA, 401k or 403b more than you need? Consider purchasing a CGA with any excess. It offers a tax deduction and predominately tax free fixed payments for life 5.3% annually for individuals who are 70.5.

Are you moving to independent or assisted living on the sale of the homestead? Proceeds could be used to contribute to a CGA that would provide fixed payments on an annual basis of 5.8% for a 75 year old.

To learn more about Charitable Gift Annuities click here:

[http://www.acga-web.org/index.php?option=com\\_content&view=category&layout=blog&id=13&Itemid=192](http://www.acga-web.org/index.php?option=com_content&view=category&layout=blog&id=13&Itemid=192)

*For additional information please contact, email or have your attorney contact  
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*\*\*As with all transactions of this type, please consult your legal and tax advisors.*