

Experience, Inc. Endowment Fund (EIEF)

Discover the Power of Giving

Gift Options

This Endowment Fund has been created to provide sustainability to Experience, Inc. – Area Agency on Aging. In this way, the Agency will be able to continue to provide much-needed programs and services to the growing senior populations in Warren and Forest Counties. An active agency secures support for future seniors, offering them the chance to stay active, remain in their homes, and be a viable member of their community for as long as possible.

Cash Gifts

Monetary gifts, in any amount, can be given to the Experience, Inc. Endowment Fund (EIEF). This type of gift may be made in honor of or in memory of a friend or loved one. These donations help the Endowment Fund to grow and expand its support to the community. Your gift may be given at any time either to Experience, Inc. or to the Community Foundation of Warren County for the Experience, Inc. Endowment Fund.

Publicly Traded Securities

Gifts of appreciated securities enable you to make larger contributions to the Foundation at reduced cost to you, thereby benefiting you, the Foundation and your community. Such gifts generate a double tax benefit. In addition to receiving an income-tax charitable deduction for the full fair-market value of the property, the donor escapes any potential tax on the capital-gains element in the gifted property. (To qualify for this double tax benefit, the property must have been held for more than one year.)

House

You can designate the EIEF as the beneficiary of your home at the time of your death. Or, if you wish to relieve yourself of the financial responsibility of your home and move into an apartment, or will be moving into an assisted living or nursing home situation, donating your home (or the income from its sale) to the Endowment Fund will not only provide peace of mind, it will also provide the opportunity for future seniors to have access to the many programs and services offered by Experience, Inc., your personal legacy to the community.

Property

If you have a second residence, or other property in your name, you may wish to donate it to the Endowment Fund to help relieve tax and responsibility issues while supporting the community and senior programs and services available through Experience, Inc.

If held for more than a year, Real Estate and property gifts usually provide the same tax benefits as gifts of securities.

Life Insurance

Often, a life insurance policy is purchased when protection is needed for the family, business or estate. Later in life, the amount of insurance purchased may be more than needed. As a result, many sometimes find it desirable to use their insurance policy to make a charitable gift.

The person donating an insurance policy to the Endowment Fund will receive a Federal income tax deduction on the amount of the cash surrender value in the year of the irrevocable transfer of the policy.

Gift Annuity

Cash or appreciated securities are given to the Foundation and the donor receives income for life. In addition to an immediate tax deduction, a portion of the income received is tax-free. After death, the remaining portion of the gift becomes a permanent fund within the Endowment Fund.

Retirement Plan Assets

Depending on the size of your estate, income and estate taxes may consume a large portion of this asset. Naming the Endowment Fund as the beneficiary for all or some of the assets remaining in your plan at your death can substantially reduce or eliminate your tax liability.

Last Will and Testament

By making the Experience, Inc. Endowment Fund the beneficiary (or a beneficiary) in your will, you will be helping to sustain the Agency and its programs for years to come. This legacy in your name will be added to the Endowment Fund (EIF) to support programs needed by senior citizens and the community. After providing for your loved ones, such a gift may be for a specific amount or a percentage of your estate's value. This portion would be exempt from estate tax.

Donor Designated Contributions

A grant to the EIF would be made in the name of the fund so long as the organization remains in operation and is consistent with its original charitable purpose. If the agency eventually goes out of business, becomes for profit, or substantially alters its mission so that it no longer fits the donor's original intent, then alternate beneficiaries will be found to ensure the donor's original charitable goals continue to be met.

Charitable Gift Annuity

This type of gift makes it possible for a donor to assist the community in the future while receiving a life-time income for themselves. This is a contract between the donor and the Community Foundation of Warren County. The donor has the opportunity to make a charitable gift to Experience, Inc. and securing a steady income for life. Under this contractual agreement, the donor transfers assets (cash or securities in exchange for a commitment by the Foundation to pay them, and a second annuitant if the donor so chooses, a fixed and guaranteed payment for the remainder of their lifetime(s). The total annual payment to the donor, that can be paid to them monthly, quarterly, semi-annually or annually, will not change once the annuity is established. Upon the death of the

annuitant(s), the remaining principal and any income it has accrued is retained as a named endowment to Experience, Inc. within the Foundation to carry out the donor's charitable intentions.

Charitable Remainder Trusts

These trusts are arrangements between a donor, a trustee and the Foundation. The donor transfers cash, property or highly appreciated securities to the trust and can take an immediate income tax deduction. The donor retains the right to its income or specifies who is to receive the income and at what rate. After the death of the last income beneficiary, the Foundation receives the remaining assets to meet the donor's wishes by supporting the EIEF.

This type of trust does not require payment of ordinary income tax to the donor. The payments distributed to the EIEF are generally taxable to the recipient as income or capital gains, depending upon the makeup of the trust assets, and the investment returns produced by these assets.

The principal is held for use by Experience, Inc. If highly appreciated securities are placed in the trust by the donor, the trustee can sell them without having to pay an up-front capital gains tax realized on the profits of the sale. Low-yielding stocks can be sold and the proceeds reinvested to produce higher income for the EIEF.

Charitable Lead Trust

This type of trust can be created by a deed of trust or by a Will. The donor can stipulate that an annuity or a uni-trust payment be made to the Foundation for the EIEF for any duration of years, after which the principal is paid to the donors or any other non-charitable beneficiary. The donor does not receive a charitable deduction for Federal income tax purposes unless they choose to be taxed on the trust income.

The tax and estate planning implications of a charitable lead trust should be discussed with the donor's tax advisor.

Private Foundation Transfers

By transferring a private foundation to Community Foundation of Warren County, you can preserve the identity and purposes of the original donor and family members while the Foundation assumes administrative responsibilities, tax reporting and annual audits. The transfer can be made into a specific fund such as the Experience, Inc. Endowment Fund.