



Amherst College

Deferred Charitable Gift Annuity

Support Amherst now, increase your future income in retirement

Financial priorities change with age and they should! If you are starting to think about retirement, one of the financial realities is that you will no longer have a steady income from employment once you retire. Financial advisors encourage clients to identify other sources of income to replace a steady paycheck. While you understand you need to commit more of your current resources to retirement income planning, you may also want to continue your support of favorite charities such as Amherst College. You can do both. A deferred payment charitable gift annuity enables you to make a gift now to Amherst, receive a charitable deduction to reduce current income taxes if you itemize, and to have an additional source of income when you choose to retire.

The benefits of deferring payments

Establishing a deferred payment charitable gift annuity with Amherst is simple. You make a gift to Amherst of cash or appreciated securities and Amherst agrees to pay up to two individuals a fixed income beginning on a date you choose. You can set a firm date for payments to begin when you establish the annuity, or you can decide at a future date when you want the payments to begin. The longer you defer the start of payments the more annual income you will receive.

Once the payments begin, they never fluctuate and will not be affected by changes in the economy or financial markets. Amherst will give you a simple agreement for your records. In return for your gift, you will get an income tax charitable deduction for a portion of your gift which will save you taxes if you itemize. In almost every case, your annuity payments will be partially tax-free for a time.

How to establish a deferred payment charitable gift annuity with Amherst.

Once you decide to establish a deferred payment charitable gift annuity with Amherst, here is the process. We will guide you every step of the way.

Please contact the Gift Planning office to ensure that the age(s) of the annuitant(s) meet the gift annuity policies at Amherst. If you have not received a financial illustration for the gift you are considering, request the illustration from the Gift Planning office.

We are here to assist

If you have questions please contact our Office of Gift Planning at 413-542-5193, or by sending an email to jlackner@amherst.edu.

Current Gift Annuity Rates

One-Life Contract			
Age	Payout Rate	Wait five years before payments begin	Wait ten years before payments begin
60	5.2%	7.1%	10.0 %
65	5.7%	7.9%	11.1 %
70	6.3%	8.8%	12.8 %
75	7.0%	10.1%	14.4 %
80	8.1%	11.4%	16.0 %
85	9.1%	12.6%	16.0 %
90	10.1%	12.6%	16.0 %

Two-Life Contract			
Age	Payout Rate	Wait five years before payments begin	Wait ten years before payments begin
60/60	4.7%	6.3%	8.7%
65/65	5.0%	6.9%	9.8%
70/70	5.5%	7.8%	10.9%
75/75	6.2%	8.6%	12.8%
80/80	6.9%	10.1%	15.5%
85/85	8.1%	12.3%	15.6%
90/90	9.8%	12.4%	15.6 %