

SUMMARY OF VARIOUS TYPES OF PLANNED GIFTS AND THE ADVANTAGES INVOLVED

| NATURE OF GIFT | BENEFITS FOR DEVELOPMENT AND PEACE | BENEFITS FOR THE DONOR | TYPE OF DONATION |
|--|---|--|--|
| Gift of publicly listed Securities | <ul style="list-style-type: none"> ▪ Immediate Use ▪ Liquid ▪ Little risk ▪ Generally simple and low cost to implement | <ul style="list-style-type: none"> ▪ Donation receipt for fair market value ▪ No capital gains tax ▪ Satisfaction of seeing gift at work today | <ul style="list-style-type: none"> ▪ Stocks ▪ Bonds ▪ Mutual Fund Units ▪ Employee Stock Option Shares |
| Life Insurance Policy (Charity named as owner and irrevocable beneficiary) | <ul style="list-style-type: none"> ▪ Immediate access to cash value, assurance of death proceeds if policy retained (Term policies are often not retained as donor gets older) | <ul style="list-style-type: none"> ▪ Donation receipt for cash value and any future premiums paid ▪ Small current outlay leveraged into larger future gift | <ul style="list-style-type: none"> ▪ Any whole life policy (participating or universal) ▪ Term policy (personal) |
| Life Insurance Policy (charity named as beneficiary but not owner) | <ul style="list-style-type: none"> ▪ Will receive death proceeds unless donor changes beneficiary designation | <ul style="list-style-type: none"> ▪ Satisfaction of providing a future gift while retaining full control of policy ▪ Donation receipt to estate for full value of death proceeds | <ul style="list-style-type: none"> ▪ Any type of life insurance policy |
| Bequest of Retirement Plan Accumulations | <ul style="list-style-type: none"> ▪ Future gift provided beneficiary designation(s) and/ or bequest wording are not changed | <ul style="list-style-type: none"> ▪ Satisfaction of providing a possible future gift while preserving personal security ▪ Gift receipt that offsets tax on distribution of retirement funds | <ul style="list-style-type: none"> ▪ Registered Retirement Savings Plan (RRSP) and Registered Retirement Income Fund (RRIF) accumulations |

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| Bequest by Will | <ul style="list-style-type: none"> ▪ Expectancy of future gift provided that bequest wording is not changed | <ul style="list-style-type: none"> ▪ Satisfaction of providing for future gift while retaining full control of property ▪ Donation receipt for use with final income tax return | <ul style="list-style-type: none"> ▪ Cash, securities, real estate, tangible personal property |
| Charitable Gift Annuity ¹ | <ul style="list-style-type: none"> ▪ Irrevocable gift of whatever principal remains after making required payments | <ul style="list-style-type: none"> ▪ Guaranteed life payments, all or substantially tax-free ▪ A donation receipt for a portion of contribution | <ul style="list-style-type: none"> ▪ Cash or marketable securities |
| Endowment fund | <ul style="list-style-type: none"> ▪ Ensures continuity ▪ An investment in the future against which only the interest is used for at least a 10 year period | <ul style="list-style-type: none"> ▪ The satisfaction of contributing over the longer term ▪ A tax receipt reflecting the nature of the donation ▪ Member of the Fund | All forms of donations (preferably liquid assets) |

1. Note: Only charities designated as charitable organizations (i.e. not public or private foundations) and authorized under provincial law, may currently issue gift annuities.

Source: Minton & Somers, *Planned Giving for Canadians* (Adapted and revised)