

Missoula Community Foundation...

A **GIFT ANNUITY** is one type of planned gift that qualifies for the Montana Tax Credit for gifts made to qualified endowments. For donations as small as \$5,000, a donor can provide permanent financial support to a favorite charity and qualify for a tax credit against Montana income taxes.

During the life of the annuity, the gift amount is professionally invested. At maturity (death of the donor) or relinquishment of beneficial interest (as early as five years from the date of the gift under current Montana law) the amount of the annuity is donated to the endowment of the charity selected by the donor. This can include an endowment established as a donor advised or donor designated fund.

There are several advantages to gift annuities:

- Donations are small compared to other types of planned gifts
- Qualify for the Montana tax credit and federal tax deductions
- Begin to benefit the donor's charities as soon as five years from the date of the gift



People Who Care.



Causes that Matter.



We're Creating a Buzz...



The **MONTANA QUALIFIED TAX ENDOWMENT CREDIT** provides exceptional benefits for donors.

Individuals making planned gifts, like a gift annuity, qualify for a Montana income tax credit of 40% of the present value of the gift up to \$10,000 per year. Joint tax filers can qualify for a credit of up to \$20,000 per year.

Businesses can take advantage of the tax credit too. With a direct gift to a qualified Montana endowment, a business will qualify for a tax credit of 20% of the donation. The limit is \$10,000 per year. This credit applies to corporations, small businesses, partnerships, and limited liability companies.

OTHER WAYS WE CAN HELP:

The Missoula Community Foundation is an affiliate of the Montana Community Foundation. Therefore, we can draw upon statewide resources and offer a variety of philanthropic tools and planned giving solutions to donors, including the Montana Endowment Tax Credit.

With the help of the Montana Community Foundation, we provide information to help donors and their legal and financial advisors determine the income and tax implications of specific gifts and how to transfer assets to fund the gift. However, the Foundation does not give legal or tax advice. Be sure to contact your advisor before making a planned gift.

Tools and planned giving options

- Donor Advised Funds
- Charitable Remainder Trusts
- Deferred Charitable Gift Annuities
- Pooled Income Fund Trusts
- Charitable Lead Trusts
- Charitable Life Estate Agreements
- Paid-up Life Insurance Policies

All tools and planned giving options listed above may qualify for the Montana Endowment Tax Credit.

Create your own buzz at...

www.MissoulaCommunityFoundation.org