

Securities Transfer Program

Do you own stock, mutual funds or bonds?

- Are you worried about market volatility?
- Are you concerned about losing your original investment?
- Would you like to sell your securities while reducing capital gain tax liability?
- Do you want to save money on your taxes?

The National Community Foundation (NCF) Securities Transfer Program provides these benefits:

- Immediate income tax deduction
- Fixed tax-favored income for life or a specified number of years
- Partial elimination of capital gain tax on appreciated securities
- Immediate or deferred income payments
- Reduction or elimination of applicable estate tax
- Reinsurance on most transactions
- The ability to support your favorite charities and other charitable causes worldwide

Example:

Terry and Penny Weaver, ages 75 and 74, are worried about the fluctuations in the value of their stock portfolio. Their securities are valued at \$100,000 and have a cost basis of \$50,000. Terry and Penny can transfer their securities to NCF for a Charitable Gift Annuity (CGA) or a Charitable Installment Purchase (ChIP) in the amount of \$100,000, which would provide:

	CGA (Lifetime Income)	ChIP (25 Year Payout)
Immediate Income Tax Deduction	\$29,654	\$40,029
Tax Savings	\$7,413	\$10,007
Annual Payout	\$6,300	\$5,115
Total Payout	\$113,400*	\$127,875
Capital Gains Eliminated	\$14,827	\$20,015
Capital Gain Tax Savings	\$7,413	\$3,002

This is a hypothetical example based upon a 25% tax bracket. Actual income and tax benefits will vary. Please consult your advisor for a personalized illustration. When transferring publicly traded securities to a ChIP, the capital gain not eliminated must be recognized in the year of sale. NCF is the development division of New Life International, a Christian nonprofit organization established in 1979. NCF programs are not available in all states. NCF does not provide legal or tax advice. Not FDIC insured or insured by any federal or state government agency. NCF reinsures most new transactions with insurance companies rated at least "A" or better by the accredited rating agency, A.M. Best. In cases when reinsurance is not used, 100% of the present value is secured by assets in a Master Trust account at U.S. Bank and the general assets of New Life International.

*Annual payments continue for life; total payout based upon life expectancy.

