**SUMMARY OF ACCOUNTING AND TAX INFORMATION**

**GIFT ANNUITY FUNDED WITH QCD FROM DONOR’S IRA**

**Name of donor(s): \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_**

**Gift completion date: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_**

**Value of property contributed: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_**

**Annuity Payments**

***The wording below may need to be modified if the donor’s spouse is also an annuitant or the sole annuitant.***

Your first payment, prorated from the date of your gift to the end of the first payment period, will be for $\_\_\_\_\_\_\_\_\_\_, and will be made on *(date)*. Thereafter, you will receive *(monthly/quarterly/semi-annual/annual)* payments of $\_\_\_\_\_\_\_\_\_ at the end of each payment period.

**Income Tax Charitable Deduction**

A contribution using a Qualified Charitable Distribution from an IRA does not result in an income tax deduction. However, unlike other withdrawals you make from your IRA, a Qualified Charitable Distribution is not taxable to you as income.

***Include the following item if a spouse has been named as a successor (not joint) annuitant***

**Federal Gift Tax Return (Form 709)**

You have made a future interest gift in the amount of $[*amount*] to [*name of spouse*]. Whether you need to file a Form 709 and whether you owe a gift tax, will depend on the size of the gift and whether you have previously used your lifetime unified gift and estate tax exemption.

**Tax Reports**

The ABC Charity will prepare an IRS Form 1099-R showing the amount of taxable income you received during the year and send it to you by January 31 of the following year. As shown in the table below, all payments will be taxable entirely as ordinary income.

***Substitute the following language if the sole annuitant is the donor’s spouse:***

The ABC Charity will prepare an IRS Form 1099-R showing the amount of taxable income [*name of spouse*] received during the year and send it to [*him/her/them*] by January 31 of the following year. As shown in the table below, all payments will be taxable entirely as ordinary income. The same numbers will appear on Form 1099-R.

***Insert proper numbers. For example...***

# Number of Total Ordinary

Year Payments Annuity Income

2022 1 part, 1 full $1,550.27 $ 325.56

2023 onward 4 3,500.00

**Notice Concerning Tax and Accounting Information**

**This tax information is provided to you as a service of the ABC Charity. However, we are not providing legal or tax advice to you. You should give this information to your accountant or tax advisor and have that person confirm the accuracy of our computations and determine the scope of these and other reporting requirements that may apply.**