

Release Notes for PGM Anywhere
Release Date: 12/19/2022

Enhancements

New ACGA rates

On December 19, 2022, the American Council on Gift Annuities (ACGA) announced new suggested maximum gift annuity rates to replace the rates that became effective on July 1, 2022 (the “current” rates). The rates will apply to gift annuities established on or after January 1, 2023 (the “new” rates).

For annuitant ages 70 and older, the new single-life rates will be 0.6% - 0.7% higher than the rates they replace and the new two-life rates will be 0.4% - 0.8% higher than the rates they replace. In addition, the ACGA has increased the compound interest factor for deferred gift annuity (DGA) rates from 3.5% to 4.25% for all deferral periods. As a result of this increase, the longer the deferral period, the greater will be the difference between the old DGA rates and the new ones. For more details, [see our analysis](#) of the new ACGA rates.

If you have *Customize > Calculation Options > Gift annuity rate table* set to the default setting of “ACGA rates in effect on date of gift,” *PGM Anywhere* will continue to pick gift annuity rates from the current ACGA rates table for gift dates prior to January 1, 2023. It will use the new ACGA rates table for gift dates after that. If you wish to use the current rates for gift dates after December 31, 2022, change this setting to “ACGA Rates Effective 7/1/2022.” If you wish to use the new rates for gift dates prior to January 1, 2023, change this setting to “ACGA Rates Effective 1/1/2023.”

If you have a specific ACGA rate table or custom rate table selected, *PGM Anywhere* will continue to use that rate table indefinitely.

Note that if your organization has ACGA rates on file with one or more regulating states, you will NOT need to file the new ACGA rates with those states before you offer them starting on January 1, 2023. However, you should NOTIFY those states if you intend to offer the new ACGA rates prior to January 1 or to offer the current ACGA rates on or after January 1. You WILL need to FILE new rates with those states before you start offering them in these situations: (1) your organization has non-ACGA rates on file with any of these states and it plans to start offering the new ACGA rates or (2) your organization has ACGA rates on file with any of these states and it plans to start offering non-ACGA rates.

Online Help updated to reflect all changes

We have updated *PGM Anywhere's* Online Help to reflect all changes in this release.

Tax Law Changes

Federal income tax schedule for estates and trusts in 2023

When performing projection calculations for a non-grantor lead trust, *PGM Anywhere* uses the federal income tax table for estates and trusts to compute the income tax owed by a non-grantor lead trust each year. *PGM Anywhere* uses the 2023 federal income tax schedule for estates and trusts for this purpose. *PGM Anywhere* also uses this income tax schedule to determine when to apply the 3.8% Medicare surtax to non-grantor lead trust taxable income. In 2023, the threshold for applying this surtax is \$14,450 of taxable income.

Known Issues

Age differences on PGM Anywhere Release presentations vs. PGM 7.6A presentations

On several presentations for deferred gift annuities (DGAs) and a few for flexible gift annuities (FGAs), *PGM Anywhere* shows the age of the annuitant as of the annuity starting date whereas *PGM 7.5H* shows the age of the annuitant as of the date of first payment. For example, when a DGA is shown on the *Comparison of Benefits* chart in *PGM Anywhere*, the age shown in the DGA column heading is based on the annuity starting date, but in *PGM 7.6A* it is based on the date of first payment. We expect to resolve this discrepancy between the two products in a future release.

On iPads running iOS 13 or earlier, question doesn't appear after non-cash property selected

When entering information in the charitable gift annuity (CGA) follow-up window, "Is annuitant also the donor" (1-life) or "How to report gain" (2 lives) should appear after you change the property type from "cash" to any other choice and then enter a cost basis lower than the value of property transferred. This question determines how the gift annuity payments will be taxed. On iPads running iOS 13 or earlier, this question does not appear unless you close and then reopen the CGA follow-up window. On iPads running iOS 14 or higher, they appear immediately. To avoid overlooking this question, we recommend using *PGM Anywhere* on iPads running iOS 14 or higher.

"Font is not available. Select another font from the list"

In Firefox on a Samsung Galaxy, this message appears anytime you attempt to change the font, regardless of whether the font is resident on your device. In this case, try changing the font while running *PGM Anywhere* in a different browser or on a different device.