

CENTRAL PRESBYTERIAN CHURCH

PLANNED GIVING OPPORTUNITIES



318 W. Kentucky Street
Louisville, KY 40203
(502) 587-6935

Central Presbyterian Church, or its predecessor congregations, has maintained a presence at the corner of Fourth and Kentucky Streets since 1866. Although the focus of its mission has changed over the years to fit the changing face of the congregation and the neighborhood, one thing has remained constant: It is only through the financial support of its members, either through their current giving or long-term estate planning, that this mission has been able to withstand these many changes.

For most of us, it is important to leave a legacy of some kind to our world. In some cases, this might be found in the raising of children, or through serving as a mentor to young people, passing our most important values on to them. For some of us, this legacy might be left in published material, recorded music or through leaving a record of social action behind us.

One way to leave a tangible legacy of gratitude for the mission and life of Central Presbyterian Church is to include Central in your estate planning. This can be done in a number of ways:

Bequest

You can include a charitable bequest in your will to benefit Central Presbyterian Church. This may be helpful in determining long-term tax savings for your benefi-

aries. It is important to plan in advance with your attorney and other professional advisors.

Endowment Funds

You can make an endowed gift or bequest to Central, from which the principal is held and invested to benefit the congregation for many years. The income earned is available to serve the particular need or function of Central which you designate. You, or any others, may make additional contributions to the fund at any time. An endowed fund may be established during your lifetime, or as a bequest in your will.

Life Insurance

You can name Central Presbyterian Church as a beneficiary for all or part of any life insurance proceeds that may occur at the time of your passing. A gift of life insurance may also serve as a possible charitable deduction, by naming Central as both the owner and beneficiary of the policy. If the policy has a cash value, you may take a charitable deduction approximately equal to the cash value at the time of the gift. In addition, if annual premiums are still to be made and you continue to pay them, those premiums become tax deductible each year. Ask your life insurance agent for details and the forms needed to make this charitable gift.

Real Estate

You can make a charitable gift of an

owned home, vacation house, acreage or farm land. This may be advantageous to you for tax purposes, as the property may have appreciated in value over the years, meaning that its sale would result in a capital gains tax. If you give this property to Central, you realize a charitable deduction for the full fair market value of the real estate and avoid the tax.

You may also wish to consider a gift of your personal residence, reserving the right to continue living in the house for life (and, if applicable, the lifetime of your surviving spouse or partner). Through such an arrangement, you are entitled to a current income tax deduction for a portion of the fair market value of the property.

Stock

You may give long-term appreciated stock to Central, offering a two-fold tax savings. You can avoid paying any capital gains tax on the increase in value of your stock and you receive a tax deduction for the full fair market value of the stock. This allows for a deduction of up to 30% on the adjusted gross income and an additional five-year carry forward.

Life Income Gifts

You can give cash or stock in the form of a "life income gift". A life income gift allows you to transfer assets now, and still continue to receive income from the cash, stock, or other property contributed. A

life income gift can allow you to: (1) increase your income for life; (2) receive a generous charitable contribution deduction in the year in which you give it; and (3) avoid capital gains tax on the appreciation, if you contribute stock.

A life income gift is often made through a trust arrangement called a "unitrust" or an "annuity trust". With a unitrust, you and/or your spouse (or another beneficiary) annually receives a fixed percentage of the fair market value of the assets in the trust. The income received will vary from year to year, based upon how the trust's investments perform. With an annuity trust, you and/or your spouse (or another beneficiary) receives a fixed amount from the trust each year. This amount is agreed upon when you create the trust and stays constant, no matter what happens with the stock market or interest rates.

The Jeremiah and Lydia Society

Central Presbyterian Church invites you to become a member of the Jeremiah and Lydia Society, a group recognizing members or clergy friends or other individuals who have included Central in their estate planning, no matter the form. These individuals have expressed in a tangible way the statement they want to make at the end of their lives: that Central was an important part of their spiritual lives and that they desire that this mission at the corner of Fourth and Kentucky should continue.

The Stewardship Committee, or the pastoral staff, will be happy to provide you, your attorney, accountant or tax advisor with additional information and assistance.

The information in this brochure is not intended to serve as estate planning or tax advice; rather, it is intended to illustrate some of the ways in which you may consider including Central in your plans.

Contact:

Chair, Stewardship Committee
Central Presbyterian Church
318 West Kentucky Street
Louisville, KY 40203
(502) 587-6935
www.centralchurchky.org

