

LIFE INSURANCE

One of the Most Satisfying Ways to Donate

When you choose to name our organization as the beneficiary, you receive an immediate income tax charitable deduction for the lower of the policy's fair market value or your cost basis. If you name us as the owner of a paid-up policy or a policy with internal cash value on which future payments are owed, you may claim a charitable deduction.

Gift Planning Tip

When you donate a life insurance policy to charity during your lifetime, you receive an immediate income tax charitable deduction.

If the donated policy still requires premium payments, our organization will need to pay them to keep the policy in force. You can make outright gifts to us to pay future premiums as they fall due. These premium payments may give rise to additional deductions.

When you retain ownership of a policy but name a charitable organization such as ours as the beneficiary, any amount payable at death will not be subject to federal estate tax.

Note: The techniques and strategies above are intended to provide accurate information regarding the subjects covered; however, they are furnished with the understanding that PEAFF is not engaged in rendering legal, accounting, or other professional advice or counsel. The foundation encourages the reader to seek competent professional counsel to address any legal or other issues that may arise.