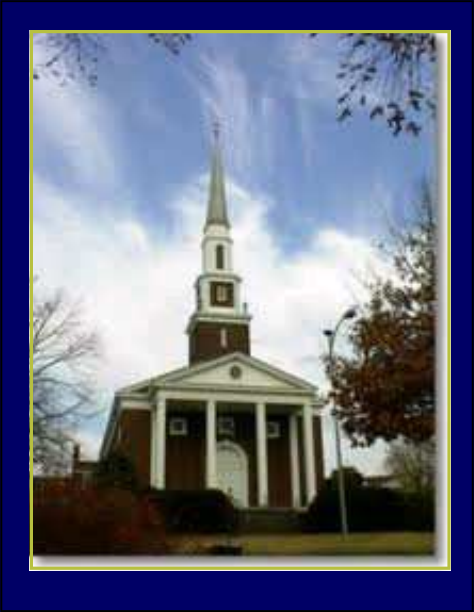


# Legacy Giving



*All of us are indebted*  
to the past, to those who pre-  
cede us. We drink from wells  
we have not dug. We enjoy  
liberties we have not won.  
We share faith whose founda-  
tions we have not laid.



At the same time,  
*We are seeds of the future,*  
for those who succeed us.  
We dream and envision and  
set things in motion. The  
fruition of our decisions will  
be known only to others  
whom we will not meet. We  
are called to partner in faith  
with those who have gone  
before us and to offer the  
best that we have to give to  
those who will follow.

*Thank you*

*for considering a  
Legacy Gift*

If you have made plans for the long-range management and distribution of your assets through a will, trust, or other plans, congratulations! By taking this thoughtful step, you have shown concern for your future economic well-being and that of your loved ones.

But are you confident your plans still suit your needs? Keeping your will and other plans up to date can be as important as preparing them in the first place.

## **NEXT STEPS:**

### **IF YOU HAVE MADE A GIFT:**

**THANK YOU!** Please let us know if you've already given so that we may thank you properly!

### **IF YOU ARE STILL EXPLORING:**

- **Speak with your advisors.**
- **Contact members of the Endowment Committee:**

Nic Clemmer, DeLois Anderson,  
Morris Hadden, Steve Miller,  
Peg Norris, Barbara Peavler,  
John Pridemore, Cindy Gale,  
and Cotton Fortner

## *Gratitude*

Give thanks to the Lord  
For He is good; His loving  
kindness endures forever.  
- Psalm 107.1

## *Strategy*

Giving in sensible and effective ways  
may help minimize your tax-burden  
and maximize your giving dollars.

**First Presbyterian Church**  
**100 West Church Circle**  
**Kingsport, TN 37660**

# Endowment Fund

# How to make a Legacy Gift

## GIFTS NOW

The Congregation of the First Presbyterian Church of Kingsport established an Endowment Fund on March 18, 2007. The purpose of the Endowment Fund is to provide an investment in the long-range capability of this Congregation to glorify God and to further the work of His Kingdom. The Endowment also provides members and friends of the Church with a means to make gifts or bequests which all continue to support its mission in perpetuity.



The annual disbursements to the Session are used for supporting Mission and Outreach projects that are not normally included in the annual budget, rather than being a source of revenue for the annual operating budget. To date the endowed gifts have been used to fund the Living Waters for the World project in Guatemala. This church has installed three systems to provide clean drinking water in a clinic staffed by volunteer doctors and nurses from Vanderbilt Hospital and in a school of 750 students. In addition to providing the systems, people are trained how to correctly use clean water and how to wash hands. Our church has plans to install three more systems, in a second school of 450 students which has no drinking water; and in a community of 300 families with water that is contaminated with fecal coli from bacteria and not fit to drink.

**Appreciated Securities (or other assets):** The gift of appreciated securities is most often in the form of common stock or mutual funds. Such a gift is a valuable way to benefit First Presbyterian Church and for you to receive tax benefits based on the fair market value of the assets. Other types of appreciated assets, may be gifted, but it is important to discuss these in advance with the Church.

**Charitable IRA Rollover:** A giving opportunity for those over 70½: In 2011, Federal legislation allows you to make tax-free distributions from your IRA directly to First Presbyterian Church. This distribution is not included in your adjusted gross income, so there is no payment of additional tax on a qualified distribution.

**Real Estate:** Real estate may be deeded outright to First Presbyterian Church or left by bequest. The irrevocable gift of property may provide an immediate tax deduction and avoid capital gains. Due to complexities, be prepared to work with the Church and qualified advisors to ensure that this is a suitable gift for both you and for the Church.

**Life Insurance:** Make a gift or buy a policy making First Presbyterian Church the owner and beneficiary.

## GIFTS THAT PAY INCOME

**Charitable Gift Annuity:** The gift annuity is an irrevocable gift of cash or securities where you receive a predictable fixed income for life. At termination, First Presbyterian Church receives the residual value of the annuity. There are also potential tax benefits depending upon your particular situation. You may request your own customized sample through the Presbyterian Foundation.

**Charitable Remainder Trust:** The remainder trust is an irrevocable gift of assets into a charitable trust that provides you a fixed (Annuity Trust) or variable (Unitrust) income for life or for a set term. At the trust's termination, the trust assets become a generous gift to First Presbyterian Church. There are also potential tax benefits dependent upon your situation.

**Charitable Lead Trust:** The lead trust's income payments are distributed to the church for a set period of years, after which the assets are transferred back to the grantor or whomever the grantor has named the beneficiary. This provides generous annual support for the Church now, removes the asset from the estate and passes an asset to heirs with little or no tax. There is no immediate deduction for the lead trust.

## GIFTS LATER

**Bequest:** The bequest is a gift through your will or revocable trust that enables you to retain the asset during your life and provide significant support when you no longer require the asset. You may choose a specific item, a percentage, or a residual bequest. You may also choose to make the First Presbyterian Church a contingent beneficiary in case the heirs are unable to receive the estate.

**Retirement Plan Assets:** In some cases, retirement assets can be the heaviest assets taxed in an estate. Naming First Presbyterian Church as beneficiary can avoid that taxation, enabling the asset to pass tax free to the Church. You may also make First Presbyterian Church a percentage beneficiary or a contingent beneficiary of a retirement plan.

**Bank or Investment Account:** Financial accounts can be a simple and inexpensive way to leave a legacy gift for the Church. Contact your financial advisor to see how easy the process is to make the Church beneficiary of a particular investment or bank account.

**Thank you for considering a legacy gift to First Presbyterian Church**  
*We hope you will consult with your professional advisers on how this gift would fit into your overall plans.*