



Charitable Gift Annuity

Applicable Only in California

Instructions: Print out all pages and read carefully. Fill out the entire application. Mail the application along with your gift to:

Gift Processing – 2nd Floor
The LCMS Foundation
1333 S. Kirkwood Rd.
St. Louis, MO 63122-7295

Please contact The LCMS Foundation at **1-800-325-7912** if you have any questions or concerns. If you want to use **publicly traded securities** as a gift, please contact The LCMS Foundation for further instructions.

Disclosure by Exempt Charitable Organization (California)

The obligation of the LCMS Foundation to pay the income recipients named in a Gift Annuity agreement is not limited by the value of the cash or other property contributed by you in exchange for your Gift Annuity, or by market conditions. No matter how long each income beneficiary lives, the LCMS Foundation is obligated to pay such person according to the terms of the Gift Annuity agreement.

A Gift Annuity is not a trust; it is a contractual obligation of the LCMS Foundation. However, the Foundation does maintain a Gift Annuity 'reserve' fund, ("the reserve fund"). The reserve fund is held by the LCMS Foundation as a reserve or set aside of LCMS Foundation assets to fund its contractual Gift Annuity obligations. The assets you contribute are added to the reserve fund. Income from the reserve fund is used to make payments to the income beneficiaries. If the income from the reserve fund is insufficient, the LCMS Foundation makes up the difference. The LCMS Foundation does not separately report the performance of the reserve fund.

California limits the types of investments that may be held by the reserve fund for Gift Annuities issued to California residents. The value of the reserve fund for California Gift Annuities as of June 30, 2009, was approximately \$3,736,000.

As of June 30, 2009, three mutual funds were utilized to provide market exposure. 40.5% of the reserve was invested in an index fund tracking the Morgan Stanley International Capital US Broad Market Index, a broad domestic equity index. 35.1% of the reserve was invested in a fund focusing on intermediate term US Treasury securities. 17.7% of the reserve was invested in a fund focusing on Government National Mortgage Association pass-through mortgage certificates. The balance of the California reserve fund, 6.7% of its value, was invested in cash and cash equivalents (institutional money market fund).

The LCMS Foundation Annual Report provides information about the funds it manages. You may request a copy of this report. It does not provide specific information about the performance of the assets in the reserve for California Gift Annuities.

The 'Gift' amount is the amount distributed to the ministries named in the Gift Annuity agreement. The 'Gift' amount is calculated according to LCMS Foundation policies. It is based upon the total return, expense and Gift Annuity rate assumptions of the American Council on Gift Annuities in effect when the Gift Annuity is established and how many years pass before the death of the last income recipient. When the last income recipient dies, the gift amount is distributed to the ministries.

The reserve fund is exempt from the registration requirements of Federal securities laws pursuant to an exemption for collective investment funds or similar funds maintained by charitable organizations as provided in the Philanthropy Protection Act of 1995 (P.L. 104-62, December 8, 1995).

If you have other questions after reviewing this disclosure, or the Gift Annuity brochure, please contact us at 1-800-325-7912. We will do our best to answer your questions.

Charitable Gift Annuity Application

I wish to enter into a Gift Annuity Agreement with The Lutheran Church—Missouri Synod Foundation as follows:

1. The gift will consist of: *(\$5,000 minimum)*

Enclosed check in the amount of : _____ *(Please make payable to the 'LCMS Foundation'.)*

Securities. Approximate value : _____ *(Please call the Foundation for transfer instructions.)*

2. Payments are to be made *(Check one)* Annually Semi-annually Quarterly Monthly

3. Payments are to be made to:

Annuity Recipient #1

(Please check one:) Mr. Mrs. Ms. Miss Dr. Rev. Other: _____

Name: _____

Address: _____

City: _____ State: _____ Zip Code: _____

Date of birth: _____ Social Security Number: _____

Phone: _____ Relationship to Donor: _____

Congregation Name, City/State: _____

Annuity Recipient #2 - (if applicable)

(Please check one:) Mr. Mrs. Ms. Miss Dr. Rev. Other: _____

Name: _____

Address: _____

City: _____ State: _____ Zip Code: _____

Date of birth: _____ Social Security Number: _____

Phone: _____ Relationship to Donor: _____

Congregation Name, City/State: _____

Note: If Recipients are husband and wife, the social security number of Annuity Recipient #1 will be used for tax reporting purposes. Please contact the LCMS Foundation if this is not your preference.

4. The gift portion of this Annuity is to be used for:

_____ % to the area of greatest need as determined by the LCMS Foundation.

_____ %

_____ %

_____ %

_____ %

5. For the Annuity Rate, I choose:

The standard Annuity Rate based on the age(s) of the Annuity Recipients(s).

A Rate **lower** than the standard rate: _____ (Insert selected rate)

6. Send me tax information for this gift based on: (check one)

Highest tax deduction (lower tax-free payments).

Highest tax-free payments (lower tax deduction).

7. Please circle the answer:

Yes or **No** This gift annuity represents less than 1/5 of my/our entire estate, excluding my/our house and any life insurance policies.

Yes or **No** I/we have consulted an attorney regarding this gift annuity.

I have read the insert entitled Disclosure by Exempt Charitable Organization. I understand that:

- **This Gift Annuity Agreement is irrevocable**
- **The designated annuity recipient(s) will receive fixed payments for life, and**
- **Upon completion of the annuity payments the remaining gift amount, if any, will be used for the religious, charitable or educational purposes I have designated.**

Signature of applicant

Date

Signature of co-applicant (if applicable)

Date

Note to South Dakota Residents: Charitable gift annuities are not regulated by and are not under the jurisdiction of the South Dakota Division of Insurance.

Note to Oklahoma Residents: A Charitable Gift Annuity is not regulated by the Oklahoma Insurance Department and is not protected by a guaranty association affiliated with the Oklahoma Insurance Department.