

### *Twenty-five Seminarians in Formation*

## An Estate Gift for Seminarian Scholarships

In late 1980's Nell Fletcher DeVane had an idea to establish an estate gift that would support the Diocese of Raleigh. Nell decided to gift her family farm to ensure future generations of diocesan seminarians had funds for their education and formation. First, she wanted the farm to pass to her son, for his lifetime, then to pass to the Catholic Diocese of Raleigh. When the diocese received the gift, the property would be sold, and the proceeds used to establish an endowment fund that would provide annual scholarships for the Diocese Seminarian Program in perpetuity.

Nell passed away in 1991 and her son inherited the farm from which he derived an income through its rental properties and crop land. However, after two and a half decades of operation he wished to divest himself of the property. Nell's son, who did live in North Carolina, contacted THE FOUNDATION, Diocese of Raleigh.

They discussed the farm, which was located in Eastern North Carolina, and went to work on all the details associated with a transaction of real property to a charity.



In the end, Nell's son was able to sell his interest in the farm and take a charitable tax deduction, a neighbor was able to purchase the property, and the diocese established a significant endowment fund that will give annual support for the education

**Nell decided to gift her family farm to ensure future generations of diocesan seminarians had funds for their education and formation.**

and formation of its seminarians in perpetuity. You could say it was a win-win-win for everyone involved.

Nell was intentional about her estate planning. Most importantly, she took the necessary steps to assure that her plan came to fruition. She met with an estate planning attorney and conveyed her plans to him and in turn he created the necessary documents that completed her charitable arrangement and bequest.

*If you would like to learn more about this and other deferred charitable giving strategies to help your parish or favorite ministry, please contact Joe Langenderfer at THE FOUNDATION at (919) 568-1065 or email at [Joe@FoundationDOR.org](mailto:Joe@FoundationDOR.org).*

### *A New Foundation has been Established*

Readers will notice a few minor changes in this edition of the Planned Giving Newsletter, beginning with its title, now called Planned Giving News. This past spring a new Foundation was created to provide for the long term financial strength for all Diocese of Raleigh ministries, promoting gift vehicles that match donors' charitable desires, stewarding individual and institutional funds with optimum, USCCB- compliant investment practices, and disbursing grant awards.

Additional information regarding the Foundation will be forthcoming about this new history-making organization in our Diocese.

# Gift of Real Estate *Avoid, Receive, Leave*

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Donating appreciated real estate, such as a home, vacation property, undeveloped land, farmland, ranch or commercial property can make a great gift to your parish or favorite diocesan ministry. You may also gift real estate to a trust and receive income for a term of years or for life. Here are some smart ways to be charitable in 2019:

- Avoid paying capital gains tax on the sale of the real estate
- Receive a charitable income tax deduction based on the value of the gift
- Leave a lasting legacy to your parish or favorite diocesan ministry

## *Get Income for Life, Give to Charity!*

*Did you know that you can raise your income and lower your taxes with a Charitable Gift Annuity?*

You may be tired of living at the mercy of the fluctuating stock market. A **charitable gift annuity** is a gift made to the THE FOUNDATION of the Diocese of Raleigh for the benefit of your parish, alma mater, or favorite diocesan ministry organization that can provide you with a secure source of fixed payments for life. Benefits of a charitable gift annuity include:

- Fixed payments to you or another annuitant you designate for life
- A charitable income tax deduction for the charitable gift portion of the annuity
- Payments that may be partially tax-free
- Further the charitable work of your parish or favorite diocesan ministry with your gift

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### *How a Charitable Gift Annuity works*

- » Mr. & Mrs. Smith have \$100,000 in appreciated stock to give to their favorite Catholic charity
- » The couple wants a lifetime income stream
- » Both Mr. & Mrs. Smith are 75 years old
- » THE FOUNDATION agrees to pay the couple an annuity rate of 5.5 per cent \*
- »  $\$100,000 \times 5.5\% = \$5,500$
- » The Smiths receive \$5,500 a year for their respective lifetimes. A portion of this annual income may be tax-free

- » The Smiths avoid most of their capital gains tax on the \$100,000 asset
- » Upon reaching their heavenly reward, the remainder of the \$100,000 is given to the Catholic charity identified by Mr. & Mrs. Smith.

*If you are interested in reviewing further details of the tax-savings opportunities and other charitable gift options, please contact Joe Langenderfer at THE FOUNDATION at (919) 568-1065 or email at [Joe@FoundationDOR.org](mailto:Joe@FoundationDOR.org).*

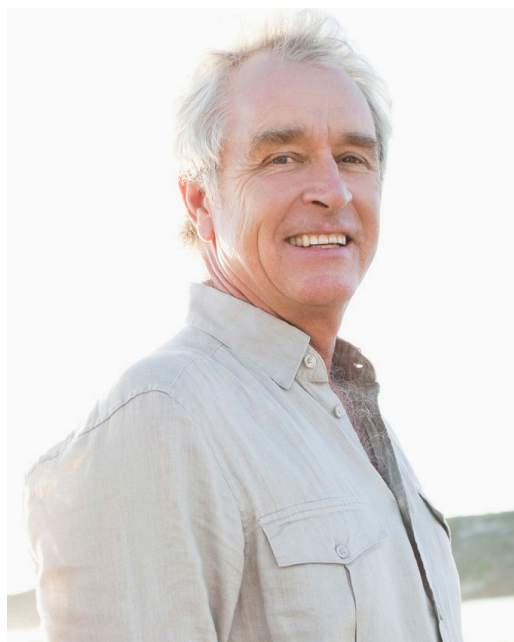
\* - rate is based on their ages as defined by the American Council on Gift Annuities

# Do you want to reduce *your taxable income in 2019?*

*The IRA Qualified Charitable Distribution is a great way to do so.*

The IRA Charitable Transfer (Qualified Charitable Distribution) is an excellent way to make gifts and receive tax benefits in return. As you plan your required minimum distribution for 2019, consider using your IRA account to make the most of your charitable giving. You will receive a tax benefit even if you take the standard deduction! It's important to consider your tax situation before deciding whether to make a charitable contribution from your IRA. Be sure to share this gift plan with your advisors. The Qualified IRA Charitable Transfer counts towards your required minimum distribution for the year in which you make the gift. While it is fresh on your mind you may want to consider naming THE FOUNDATION as a full or partial beneficiary of your IRA or restricted to a specific diocesan ministry of your choice.

## IRA Charitable Rollover: *Example*



**JOHN IS 72** and wants to contribute to his parish and the Seminarian Partnership Program. He has \$500,000 in his IRA and wishes to make a \$20,000 gift. John can authorize his IRA plan administrator to transfer \$20,000 to the Diocese Seminarian Partnership Program. Because the IRA Charitable Transfer is excluded from income, John is not eligible for a charitable tax deduction, but still receives tax savings. The \$20,000 distributed to the charities will be counted toward his annual minimum required distribution and he will not pay federal income tax on the portion given to charity.

*To request a sample letter of instruction which you may send to your plan provider Please contact Joe Langenderfer at THE FOUNDATION at (919) 568-1065 or email at [Joe@FoundationDOR.org](mailto:Joe@FoundationDOR.org).*

## DAF *Direct*



Do you currently make charitable donations through a Giving Account (Donor Advised Fund)? If you do, please visit the diocesan website and see how the new DAF Direct widget can make giving even easier.



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## 2019 *Important Dates*

### Vespers and Reception –

**Sept. 26, 2019**

Hosted by Bishop Zarama  
for new Foundation Executive Director  
St. Andrew the Apostle, Apex

### Fr. Thomas Price Society Luncheon

**Oct. 30, 2019**

Catholic Center,  
Meeting Room 1A , Raleigh  
*By invitation only: (919) 568-1068*

### Catholic Estate & Personal Planning Seminars:

**Aug. 20, 2019 / 10:00 am**

St. Thomas More Catholic Church  
Chapel Hill, NC  
Phone: (919) 942-1040

**Aug. 20, 2019 / 6:30 pm**

Holy Family Catholic Church  
Hillsborough, NC  
Phone: (919) 732-1030

**Sept. 24, 2019 / 12:00 Noon & 6:30 pm**

St. Mark Catholic Church  
Wilmington, NC  
Phone: (910) 398-6508

**Sept. 5, 2019 / 9:00 – 10:00 am**

St. Mary, Mother of the Church  
Garner, NC  
Phone: (919) 772-5524

*Fr. David Miller and Fr. Noé Ramírez de Paz (pictured below) were ordained to the Priesthood for the Diocese of Raleigh this past June.*

