

Meet Mike & Katherine ... *people just like you*

Mike (aged 73) and Katherine (aged 72) are your typical Canadian retired couple who have just celebrated 40 years of marriage. They are active volunteers at their church and have four children and nine grandchildren.



They want to provide enough for their children and grandchildren, but also leave a sizable gift to charity. Their goal is to achieve a 50/50 split between family and charity.

Mike and Katherine's net worth:

- \$225,000 RRIF
- \$65,000 Ford, Bell and Manulife shares
- \$490,000 House value
- \$120,000 Insurance cash value
- \$100,000 GICs

How Can Link Charity Help Them?

Wills & Bequests

The first thing Link Charity recommended was to update their 15-year-old will and assign their wishes to each of their children. It was also recommended to make Link Charity the residual beneficiary of their estate. A *Link Charity Letter of Direction* was also provided to give direction as to how they wanted the charitable portion of their estate divided.

'In Kind' Stock Donation

Link Charity showed Katherine and Mike that, by donating their shares 'in kind' to Link Charity, they will eliminate any future capital gains tax burden, as well as receive a

charitable tax receipt now. Their church was in need of some capital funds for a large youth wing currently under construction. Mike and Katherine decided to donate the stocks to Link Charity and have them sold and give the proceeds to their church as an anonymous gift.

RRIF/RRSP Beneficiary Change

Mike and Katherine changed the secondary beneficiary on each RRIF to be divided 50% among the four children equally and 50% gifted to Link Charity. It is expected that upon last death there will be approximately \$50,000 in the RRIF account, leaving \$25,000 for the children and \$25,000 for Link Charity to distribute.

By approaching the beneficiary change in this manner they are creating a charitable tax credit of \$25,000 on their final tax return. This helps offset the income tax on the other \$25,000 disbursed to the children.

Life Insurance Strategies

By changing ownership and beneficiary of one of their Life Insurance policies to Link Charity, they are granting a probate-free gift to Link Charity. Link Charity, in turn, directs the assets equally among the five charities of their choice. Mike and Katherine also receive a charitable tax receipt for the cash value of the donated policy.

Gift Annuity Purchase

Link Charity introduced Mike and Katherine to the idea of a Charitable Gift annuity. This tool allows them to gift a large sum of money to Link Charity who, in turn, invests it and provides a monthly income back to them. Mike and Katherine had \$50,000 each in a GIC. Based on their age and gender, Mike

would receive about \$260 per month and Katherine would receive about \$250 per month for the rest of their lives – tax free. Upon their deaths, Link Charity would transfer the principal to Mike and Katherine's charities.

Charitable Loan Agreement

After all fees from the sale of their house, Katherine and Mike had \$500,000. They 'loaned' Link Charity the \$500,000 with an annual interest rate of 2.5%. This provided them with \$1,580 per month with an option to access any monies at any time. The 'profit' from the investment is donated to the charities of their choice.

Donor Advised Funds

Using Link Charity's Donor Advised Fund, Mike, Katherine and their four children each contributed \$5,000 into a perpetual legacy for their chosen charities for decades to come – in essence, creating a family foundation.

By working with Link Charity, Mike and Katherine were able to:

- Gift over \$570,000 now and over time to their church and at least four other charities.
- Provide \$725,000 to their four children as an inheritance.
- Save over \$25,000 on taxes.
- Receive over \$70,000 in charitable tax credits now (to be spread over 5 years) and another \$10,000 in credit at estate.

Mike and Katherine are everyday supporters who enable the work of the Kingdom to continue.

So What About You? You don't have to do it all. Even choosing one or two things from Mike & Katherine's story can make a big difference for you and your favourite charities. Let us show you how.

1-800-387-8146 • www.linkcharity.ca • steve@linkcharity.ca

Advantages

- ✓ **Exceptional Gift Planning Track Record.** Link Charity provides over \$5 million annually to over 500 Canadian charities.
- ✓ **Superior Investment Returns.** Link Charity's 15-year (1998-2013) annualized average rate of return is 8.7%, thus providing more to both the donor and the charity.
- ✓ **Simplicity of Use.** Link Charity provides easy-to-use tools and quick answers to many complex gift planning and estate needs.

Tools

- ✓ **Charitable Gift Annuities.** A gift that also provides you with an excellent lifetime income.
- ✓ **Donor Advised Funds.** Form your own family foundation.
- ✓ **Charitable Loan Agreements** permit you to lend your money for Link Charity to use in its investments with a great rate of return.
- ✓ **Transfer of 'in Kind' Securities** provide tax-free capital gains.
- ✓ **Life Insurance Donation Options** help your estate bypass probate.
- ✓ **RRSP/RRIF Beneficiary Changes** help reduce probate and tax at estate.
- ✓ **Bequests** help ensure your exact wishes are followed.

For more information contact:

Chosen People Ministries – 1-888-442-5535
Link Charity – 1-800-387-8146

Chosen People Ministries



Chosen People Ministries exists to pray for, evangelize, disciple, and serve Jewish people everywhere and to help fellow believers do the same.

The mission was founded in Brooklyn, New York in 1894 by Rabbi Leopold Cohn, a Hungarian Jewish immigrant with zeal to share the knowledge of Yeshua (Jesus) the Messiah with God's chosen people.

Today, Chosen People Ministries serves in thirteen countries across the globe. Our outreach programs include evangelism and discipleship, Messianic centres and congregations, equipping the local church for Jewish evangelism, print and web publications, and benevolence work. With your help, we will continue proclaiming the Good News through Jesus the Messiah to Jewish people around the world.

We are delighted to be able to partner with Link Charity Canada Inc. to enable you to further your passions and the kingdom of Messiah Jesus.

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Chosen People Ministries (Canada)



in partnership with

Link Charity
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Your
Gift Planning
... simplified

