



Charitable Gift Annuities: The Complete Resource Manual 2024 Update

Dear Client,

We are pleased to announce that an updated electronic release of *Charitable Gift Annuities: The Complete Resource Manual* is now available.

If you have questions or comments about the CGA Manual, you can reach us by phone at 888-474-2252 or email at support@pgcalc.com.

Installation Instructions

The installation program provides complete instructions as you run it. If you have any concerns or problems with installing the CGA Manual, please call PG Calc Client Services at 888-474-2252.

1. Close all Windows applications that are currently open. **You should install the update to the default directory.** If you installed your CGA Manual to a directory other than the default and you do not know where it is saved or how to find it, call PG Calc Client Services at 888-474-2252.
2. Using your Internet browser, go to <https://www.pgcalc.com/cga-manual-download-2024>. Click "Download CGA Manual" to begin the download. Your browser will prompt you to "Run this program from its current location," "Open this file," or "Save it to your computer." Select either "Run" or "Open".

If your browser or organization policies do not permit you to Run or Open download files, select "Save" and click "OK". You will see a *Save As* window. Select a location where you want to save the download *cgaman2411.exe* file (anyplace except the ultimate destination of the CGA Manual). Make a note of the location where you save the download file. Locate the file named *cgaman2411.exe* and double-click the file.

3. You will be prompted for a password sent to you by PG Calc through email.
4. By default, the CGA Manual will be installed into the *C:\Program Files (x86)\PG Calc\CGA Manual* directory on your local hard drive. Two shortcuts will be added to your desktop:
 - CGA Manual
 - Prototype Documents
5. To verify a successful update: open the CGA Manual. You should see "Revised October 2024" at the top of page 1 (the Title Page).

Highlights of the 2024 Update

The 2024 edition of *Charitable Gift Annuities: The Complete Resource Manual* includes updates to the Prototype Materials. A directory to the Prototype Materials can be found on pages xxiii-xxiv of the manual. Although they are not listed in the directory, we have also updated for several states the annual filing documents that are included with the Prototype Materials.

The 2024 edition includes extensively revised chapters on gift annuity rates (Chapter 3) and calculating the deduction and annuity taxation (Chapter 4), a new sample letter for requesting the return of payments issued after an annuitant's death, numerous links to the text of referenced legislation, and numerous other additions and clarifications.

Substantive changes or additions are noted below. Smaller edits that clarify an existing point or provide consistency in phrasing, punctuation, and format are not separately noted, nor are updates to state contacts or websites in the state regulatory chapters. We have updated some of the examples affected by the increase in ACGA rates effective January 1, 2024. These changes are not separately indicated in the list below.

Page Number	Change
3.6	New York legislation that makes it much more likely New York maximum annuity rates are lower than ACGA rates for all gift annuities became effective January 23, 2024
3.7	Figure 3.1 revised to compare and explain rate of return and equivalent rate of return for different aged annuitants
3.7-9	Comparison of gift annuity and commercial annuity rates revised and compressed
Ch. 4	Re-written to explain deduction and taxation calculations more conceptually
5.35-36	Gift annuity application form updated to request proof of date of birth, QCD info, and emergency contact info.
5.63	Sample letter for requesting the return of a payment issued after an annuitant's death
8.3-4	QCD-specific language added to sample gift annuity disclosure statement
9.11	Applicable federal midterm rate election statement updated to match <i>PGM Anywhere's</i>
10.2-4	Comparison of Benefits of Self-insuring and Reinsuring section extensively revised and shortened
10.8	"De-risking annuity contracts" count towards Pennsylvania's asset requirement, effective January 1, 2023
11.21	New method for computing New York maximum annuity rates and where to find them.
11.30	Significantly increased fines for issuing gift annuities in Washington State without a permit

Page Number	Change
11.37-40	QCD language added to sample gift annuity disclosure statements for Alabama and Arizona
12.8	Montana tax credit termination date repealed
14.8	Maryland no longer accepts extension requests for annual filing
21-10	66.67% of capital gain over \$250,000 is taxable when a Canadian funds a gift annuity with qualifying appreciated securities
21-11	Canadian donors subject to the alternative minimum tax can claim only 80% of the charitable donation tax credit