

# LIFE INSURANCE

Life insurance is a great option allowing you to amplify your impact at the University of Georgia. Through life insurance, you can make a gift to benefit the university far in excess of what you thought possible at relatively little or no cost to you. Here are several options available to you.



## PURCHASE A NEW POLICY

### How does this work?

You name the “University of Georgia Foundation” owner and beneficiary of a brand-new life insurance policy. You make annual gifts to the Foundation to cover the annual premium amounts. When the policy matures, the proceeds are distributed to the Foundation to benefit the program or area you have designated.

### Benefits:

- Annual gifts to offset premium payments may be fully tax deductible.
- Assets earmarked for family remain in tact.
- Qualifies you for membership to the Heritage Society, the university's deferred gift recognition group.

### Gift Acceptance Requirements:

The Foundation's detailed policy can be found on their website: [www.ugafoundation.org](http://www.ugafoundation.org).

### In summary:

- Policy must carry a minimum face value of \$25,000.
- Premiums must be no more frequent than annually.
- Preference that policy be guaranteed through at least age 100.
- Insured must be donor or donor's spouse/partner.

## TRANSFER OWNERSHIP OF EXISTING POLICY

### How does this work?

You name the “University of Georgia Foundation” owner and beneficiary of an existing policy where prior premiums have been paid directly to the insurance company (and there is likely an accumulated cash value). If premiums remain due, you make annual gifts to the Foundation to cover the annual premium amounts. When the policy matures, the proceeds are distributed to the Foundation to benefit the program or area you have designated.

### Benefits:

- Annual gifts to offset premium payments may be fully tax deductible.
- May receive a charitable income tax deduction equal to lesser of policy's value or donor's basis in policy.
- Qualifies you for membership to the Heritage Society.

### Gift Acceptance Requirements:

The Foundation's detailed policy can be found on their website: [www.ugafoundation.org](http://www.ugafoundation.org).

### In summary:

- Policy must carry a minimum face value of \$25,000.
- Premiums must be no more frequent than annually.
- Preference that policy be guaranteed through at least age 100.
- Insured must be donor or donor's spouse/partner.

## BENEFICIARY DESIGNATION

### How does this work?

You designate the “University of Georgia Foundation” as beneficiary of all or a percentage of the policy's value. Once the policy matures, the proceeds are distributed to the Foundation to benefit the program or area you have designated.

### Benefits:

- One of the easiest ways to make a charitable gift.
- No update to will required.
- Estate may benefit from an estate tax charitable deduction.
- Revocable if circumstances change.
- Qualifies you for membership to the Heritage Society.

### Gift Acceptance Requirements:

The Foundation accepts all gifts where the Foundation has been designated as beneficiary.

### Term & Contingent

Though term and contingent gifts will qualify you for membership in the Heritage Society, the gift will not be counted in campaign or fundraising totals.

# LIFE INSURANCE

## NEXT STEPS



### PURCHASE A NEW POLICY

1. Before taking out a new policy with the Foundation listed as owner, please forward a copy of 1) the policy application and/or a copy of the proposed policy including declaration page, if available, and 2) inforce illustration\* to the Office of Gift and Estate Planning.

2. Acceptance of the gift is subject to approval of the Gift Acceptance Committee. If approved, the proper entity to designate as owner and beneficiary is: "University of Georgia Foundation." The Foundation's tax ID number is 58-6033837.

3. The following documentation will then need to be forwarded to the Office of Gift and Estate Planning:

- Statement of Future Gifts\*\*;
- A copy of the policy application for the Foundation's execution as policy owner and beneficiary; and
- If a premium is due, a check equal to the premium amount payable to the "University of Georgia Foundation."

Future premium invoices should be mailed to the University of Georgia Foundation, ATTN: Gift Accounting, 394 S. Milledge Avenue, Athens, Georgia 30602.

#### Office of Gift and Estate Planning

One Press Place, Suite 214  
Athens, Georgia 30601  
ugalegacy@uga.edu  
(706) 542-8140 (phone)  
(888)-313-8802(fax)

### TRANSFER OWNERSHIP OF EXISTING POLICY

1. Before transferring ownership of an existing policy to the Foundation, please forward a copy of 1) the current policy and declaration page, 2) most recent policy statement and 3) an inforce illustration\* to the Office of Gift and Estate Planning.

2. Acceptance of the gift is subject to approval of the Gift Acceptance Committee. If approved, the proper entity to designate as owner and beneficiary is: "University of Georgia Foundation." The Foundation's tax ID number is 58-6033837.

3. The following documentation will then need to be forwarded to the Office of Gift and Estate Planning:

- Statement of Future Gifts\*\*;
- Executed change of ownership and beneficiary form(s); and
- If a premium is due immediately, a check equal to the premium amount payable to the "University of Georgia Foundation."

Future premium invoices should be mailed to the University of Georgia Foundation, ATTN: Gift Accounting, 394 S. Milledge Avenue, Athens, Georgia 30602.

**NOTE:** It is important for you to consult with your professional advisors on needed documentation to claim a charitable deduction. If policy value exceeds \$5,000 a Form 712, qualified appraisal and IRS Form 8283 may be necessary at time of transfer.

### BENEFICIARY DESIGNATION

1. When you update your documentation, the proper entity to designate as beneficiary is the "University of Georgia Foundation." The Foundation's tax ID number is 58-6033837.

2. To complete your gift, please forward the following documentation to the Office of Gift and Estate Planning:

- Statement of Future Gifts\*\*; and
- A copy of the documentation confirming the Foundation as beneficiary.



\*The inforce illustration should assume premium payments pursuant to policy terms and should reflect the projected rate(s) of return on which illustration values are based.

\*\* A Statement of Future Gifts (which allows you to confirm the specific school, college, department or fund you wish to support) can be found on our website ([legacy.uga.edu](http://legacy.uga.edu)) under the Resources tab.

**DISCLAIMER:** This document is not intended as legal or tax advice. Please consult with your professional advisors to determine applicability of the above to your own personal circumstances.