A Planned Giving Program for Catholics

The Church relies upon the generous support of thousands of people, each contributing as best they can with financial resources, volunteer time and their many and diverse talents. These gifts and the grace of God combine to enable the Church to serve the needs of all who call upon her. Our Planned Giving Program is a way to help the Church grow to meet today's needs and those of our children, grandchildren, and future generations.

WHAT IS PLANNED GIVING? Any gift of significant size made with consideration about the benefit to the charity and the financial and taxation implications for the donor is a planned gift.

PLANNED GIFTS CAN BE OUTRIGHT OR DEFERRED.
A major gift for current needs consisting of assets, such as listed securities, real estate, or retirement funds, structured and timed to limit any tax on capital gain and obtain full benefit of the tax credit,is a planned gift. While gifts for Sunday collections or specific projects will almost always be given from income, planned gifts most often involve transfers of assets.

WHY A PLANNED GIVING PROGRAM? While planned giving as a bequest to the Church is not a new concept, a more complete, variable and visible program is necessary due to the many diverse opportunities created by different types of assets. Planned giving is now a significant part of effective estate planning.

The Church in the Diocese of Saskatoon has significant financial needs and obligations. Our parishes face increasing costs for repairs and upkeep of aging churches, for new construction, for qualified staff to carry out pastoral and service ministries and more. The diocese needs money for new church sites, upgrades to existing buildings, housing and care for retired priests, education and training for seminarians and deacons, charities and community social supports and many more.

WHAT ARE THE AVAILABLE OPTIONS? This folder talks about your options:

These options should be considered, noting the generous income tax provisions that can significantly reduce the donor's tax payable. Please get in touch with the Diocese of Saskatoon Catholic Foundation to discuss your gift intentions with these and other types of assets.

Gift Method	Benefit to Donor
Cash •An outright monetary donation by: Cash • Cheque • Credit Card	•Donation receipt for the total gift •Receipt can be used for a tax credit in the year of the gift
Gifts of Kind An immediate gift of: •Real Estate • Art •Investments •Antiques	•Immediate donation receipt •Receipt for the full market value of asset (There could be a capital gain subject to tax)
Listed Securities •Share, Unit, debt obligation or right listed on a prescribed stock exchange •Share or units of a mutual fund corporation •Unit of a mutual fund trust •Prescribed debt obligations	•Immediate donation receipt for the full value of the security •No tax on any capital gain
Bequests •A specific asset or part or all of one's estate, ordinarily by one's will •Cash, securities, art, RRSP/RRIF, Insurance, percentage of residue of estate	•Donation receipt which can be used in year of death and previous taxation year •Individual retains control of asset until death

Gift Method	Benefit to Donor
Insurance 1.The Church as owner and beneficiary of the policy •Any new or existing life insurance policy. 2.The Church as the beneficiary but not the owner of the policy •Any new or existing life insurance policy	1.Immediate donation receipt equal to value when donated •Annual donation receipt for premiums paid by donor •Can result in large donation at death for lesser cost 2.Donation receipt for capital amount in year of death •Receipt can be used in year of death and previous year for tax credit •Donor has control of the policy
RRSP/RRIF Part or all of an RRSP or RRIF - balance could be left to the Church as beneficiary or by one's will. This could also be done during a donor's lifetime in whole or in part. •RRSP accumulations • RRIF accumulations	•Donation receipt to offset tax on distribution of funds •Control of asset until donation is made.
Charitable Remainder Trust The donor continues to receive the income from the property for life or a specified period and the Church receives the remaining capital. •Cash •Securities • Real Estate	•Immediate donation receipt for present value of residual interest •Income to donor for lifetime or specified number of years •Capital not subject to probate •Reduce income tax now, yet have continued source of revenue
Residual Interest Trust The donor gives ownership of the property now but continues to use the property until death or a specified time. •Real Estate •Art •Antiques	•Continued use/enjoyment of the property for life or a specified number of years •Donation receipt now for present value of the future gift to reduce income tax now

In Saskatchewan, the current tax credits are as follows:

- 25.5% (15% fed +10.5% SK)on the first $200.00 donation.
- 43.5% (29% fed + 14.5% SK)on donations between $201.00 and $235,4229
- 47.5% (33% Fed + 14.5% SK) on donations of $235,430 and above

Assumptions:

1. Based on Saskatchewan resident donor
2. The lower tax credit rate on the first $200 of annual donations is covered by other donations
3. Combined Federal and SK income tax credits based on 47.5%, the highest marginal rate
4. Tax on capital gains calculated at the highest marginal income tax rate

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Donation of property with a $10,000 value and a cost of $6,000, resulting in a $4,000 capital gain.

Donation $10,000	
Federal & SK tax credits(47.5% of 10,000)	$4,750
Less tax on capital gain (47.5% of half of 4,000)	$950
Net Income Tax reduction	$,3800

NOTE: There would be $950 tax payable on the disposal, irrespective of the donation.

Donation of shares of a public company with a value of $20,000 and a cost base of $12,000, resulting in a

Capital Gain of	$8,000

Donation $20,000	
Federal & SK tax credits (47.5% of $20,000)	$ 9,500
Tax on $8,000 capital gain	$1,900
Net income tax reduction	$7,600

NOTE: the tax otherwise payable on the sale of the shares would be $1900

Before cancelling your policy, please talk to us about how you can leave it to a charity that benefits your estate or ask if we can take over the policy. A new life insurance policy has been created with the Church as the owner and beneficiary. The insured pays the $1,600 annual premium.

Annual premium cost (donation receipt)	$1,600
Federal & SK tax credits(47.5% of $1,600)	$760
Net cost of premium to the donor	$840

NOTE: If it were an existing policy with a $10,000 value (cash surrender value), there would also be a donation in the year of transfer for the value.

The Church is the beneficiary but not the owner of a $200,000 life insurance policy.

Proceeds on the death of the insured	$200,000
Federal & SK tax credits (47.5% of $200,000)	$95,000
Total Income Tax Reduction	$95,000

NOTE: tax credits can be used in the year of death and the previous year

The Church is made the beneficiary of a RRIF valued at $150,000.

Donation of RRIF	$150,000
Income Tax to the donor (47.5% of $150,000)	$71,250
Federal & SK tax credits (47.5 % of $150,000)	$71,250
Net Income tax	$0

A donor wishes to leave a $200,000 investment portfolio to the Church but secure the income on the capital for five years.

There is no capital gain on the $200,000. The present value of the $200,000 in five years is $164,000.

Donation based on present value	$164,000
Immediate federal & SC tax credits (47.5%of $164,000)	$77,900

NOTE: Excess donations can be carried forward for five years.

Please feel free to contact us to set up a time to talk about your plans to leave a gift that will bless generations to come in our community.
Creating time to talk about what is important to you and how you would like to see your fruits used is the start of your lasting legacy.

Start by asking questions, and we will listen and help guide you in having discussions with your family. Giving is a beautiful way to teach stewardship and bring people together to understand better what it means to be a Christian.

The Diocese of Saskatoon Catholic Foundation
Executive Director - Raissa Bugyi
306-659-5837
Development Manager - Andrea Alas
306-659-5851
www.dscf.ca
admin@dscf.ca

Gisele Bauche - Saskatoon Artist

Diocese of Saskatoon Catholic Foundation Inc

123 Nelson Road Saskatoon SK S7S 1H1 Phone 306.659.5851
Fax 306.244.6010 www.dscf.ca

Diocese of Saskatoon Catholic Foundation Inc.

REQUEST FOR TRANSFER OF SECURITIES

Date:

Contact At Sending Institution: ____

Contact Company Address: ____

____

Contact Phone #: ____

____

RE: LETTER OF RELEASE FOR A SECURITIES TRANSFER TO DIOCESE OF SASKATOON CATHOLIC FOUNDATION INC.
CHARITABLE REGISTRATION # 836037127RR0001

Please accept this letter as your instruction to transfer the following securities:

____
(number of shares) (name of shares)

from my account number ____ to:

Diocese of Saskatoon Catholic Foundation Inc.
Account # 761-18448-1-7

RBC Dominion Securities Inc.
1000 – 409 3rd Ave. S., East Tower
Saskatoon SK S7K 5R5
FINS # T002 DTC # 5002 CUID # DOMA
Dealer # 9190, Rep # N89
Contact: Lori Waughtal Phone: (306) 956-5240 Fax: (306) 956-5252

Donor(s) Signature: ____

Donor(s) Name: ____

Donor(s) Address: ____

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Donor(s) Phone #: ____

Donor(s) Instructions: ____

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"Ensuring the blessings we have received will be shared with generations to come".

The Power of Planning Leaving your Footprints in the sand

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Contact the Catholic Foundation Office to set up a time for our team to present at your parish. 306-659-5837

Maeve Kelleher
Associate Financial Advisor
O'Reilly insurance and financial Services.
Learn the importance of planning your gifts for your family and charity.

Jennifer White
Senior Living consultant with over 20 years of expertise, dedicated to guiding individuals and families through the complexities of senior living options and elder care planning.

Raissa Bugyi
ED at the Catholic Foundation. Inspired by you to create gifts that will leave a footprint on our community. Moving from fear to Love will create hope.

Jackie Saretsky
Coordinator of Hospital Chaplaincy presenting on a Faith-Based Advanced Health Care Directive, and why it is important for health care professionals and family members to know your health care wishes.