

GIFTS OF LIFE INSURANCE

You may choose to fund your charitable gift through the use of a life insurance policy.

Gifts to Fund New Life Insurance Policies

LCF may apply for a new life insurance policy at the request of the donor subject to the following guidelines:

- LCF will be the applicant, owner and beneficiary of the policy.
- LCF will establish permanent life insurance policies with cash value, with an acceptable funding plan arranged with the donor.
- Instructions for the use of the insurance proceeds will be documented in a Fund Agreement with LCF.

Life Insurance Beneficiary Designations

You may designate LCF as beneficiary or contingent beneficiary on existing life insurance policies. LCF will document instructions for the use of the insurance proceeds in a Fund Agreement.

Gifts of Existing Insurance Policies

LCF can accept donations of life insurance policies. All policies are subject to the following guidelines:

- LCF may request one or more in-force illustrations prior to accepting the policy so that future funding plans can be discussed with the donor.
- The donor will make an absolute assignment (gift) of the insurance policy. LCF will be named as the owner and beneficiary of the policy. As owner, LCF may:
 - Change the beneficiary
 - Pay premiums from the policy's accrued dividends or accumulated cash value

- Pay premiums from its own funds
- Convert the policy to paid up insurance
- Surrender the policy for its current cash value
- Make no premium payments if gifts have not been received from the Donor to cover premiums due, effectively cancelling the policy
- Sell the policy
- To qualify for a charitable deduction for a policy worth more than \$5,000, the donor must provide an appraisal by a qualified independent appraiser before making a gift of an existing policy.

Deductions for Future Premium Payments

Gifts contributed by the donor to cover future premium payments will be recorded as gifts in the year they are made. Such gifts should be made to LCF, and LCF will make premium payments directly to the insurance company.

Insurable Interest

For new and transferred policies, LCF must have an insurable interest as interpreted by the state in which the donor resides.

Donor Recognition

Legacy Society recognizes those who have made plans to leave an end-of-life gift, which includes naming LCF as a beneficiary of a life insurance policy or the owner of a policy on the life of donor.