

**University of Florida Foundation, Inc. (UFF)  
Charitable Gift Annuities**

Policy #: 5.08  
Effective Date: February 22, 2014  
Responsible Department: Gift Planning

**1. PURPOSE**

To ensure charitable gift annuities are issued and managed in a fiduciarily responsible manner. By offering charitable gift annuities, UFF seeks to enable a broader group of supporters to make significant gifts to the University of Florida that they could not make through outright gifts.

**2. APPLICABILITY**

All charitable gift annuities issued by UFF.

**3. POLICY**

The establishment of a charitable gift annuity requires a minimum gift of \$25,000. A donor with an existing charitable gift annuity may establish additional annuities in the minimum amount of \$10,000 each, provided they are for the same annuitants. Gifts in the forms of cash and marketable securities are accepted. Nonliquid securities may be considered for acceptance by the committee provided for below. A charitable gift annuity may not be funded with a gift of real estate. The rates paid on charitable gift annuities will follow the suggested rates approved by the American Council on Gift Annuities as modified by policies of the Board of Directors.

UFF accepts deferred gift annuities. All beneficiaries must be at least 65 years old on the date the first payment is due to any one or more of the annuitants.

Endowed funds will be created by the remainder of the annuity provided the amount (after payment of the 25% reserve, below) meets the UFF endowment minimum in effect at termination of the annuity. Endowments will be documented by a written gift agreement.

Gift annuities in excess of a cumulative amount of \$500,000 require approval as set forth below. The donor will be encouraged to consider a charitable remainder trust instead.

The present value of the gift (charitable remainder) must be at least 25% of the face value, determined with the use of IRS tables. Exceptions to the 25% remainder requirement may be made with approval as set forth below. The present value of future

annuity payments will be carried as the liability for annuities on the balance sheet. Each year the present value of all annuities will be compared to the total market value (asset base) of the annuities. UFF will satisfy all reserve requirements as set forth in Florida Statutes Section 627.481, as amended from time to time.

The gift value will be based on the fair market value of the donation on the date of formal acceptance of the charitable gift annuity by an authorized officer of UFF.

100% of the remainder interest of any charitable gift annuity issued by UFF must be payable to UFF. Upon termination, the remaining corpus, if any, shall be subject to the 2.5% gift fee. In order to fund the charitable gift annuity program in a fiduciarily responsible manner, 25% of the remainder interest of each annuity issued on or after February 22, 2014, will be deposited into a charitable gift annuity reserve fund to cover annuities with consumed corpuses. Any annuity issued before February 22, 2014, shall be subject to an annuity administration fee, payable upon termination, in the amount of 5% of the remainder.

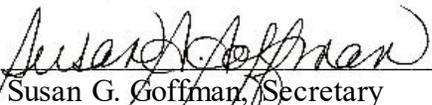
Donors may wish to support UF and create charitable gift annuities outside the UFF policy requirements, or may reside in a state or country where UFF is not registered to issue annuities. The Office of Gift Planning may provide such donors alternative options to establish gift annuities with other charitable organizations that can support UF.

Exceptions for nonliquid securities, annuities in excess of the \$500,000 cumulative maximum, or the 25% remainder requirement may be made by a committee consisting of the Associate Vice President – Development, Assistant Vice President – Development, Controller, Executive Director of Gift Planning, and the Director of Legal Services.

#### 4. CLARIFICATION

Requests for clarification of this policy should be sent to [giftplanning@uff.ufl.edu](mailto:giftplanning@uff.ufl.edu).

Certified as approved by the Executive Committee of the UFF Board of Directors on February 22, 2014.

  
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Susan G. Goffman, Secretary

Revision history: Original version  
Revised October 11, 2008  
Revised February 26, 2011  
Revised February 22, 2014  
Updated January 3, 2020