

[Title] [First Name] [Middle Name] [Last Name]  
[Address Line 1]  
[Address Line 2]  
[City], [State] [Zip]

December [Tax Year]

Dear Member:

The Church Pension Fund (CPF) provides you with group term life insurance through Church Life Insurance Corporation (Church Life). Because the value of this coverage is greater than \$50,000, you must report imputed income related to this insurance on your income tax return. Your diocese has been informed of this amount.

Although the diocese will provide this information to your employer, CPF and Church Life want you to be aware of this additional income. It is important that you confirm with your employer both the figure provided in this letter and that your employer will include an imputed income figure on your Form W-2.

We recommend that you give your tax advisor a copy of this letter to ensure proper reporting on your [Tax Year] income tax return. (Note that this amount may not be eligible for the clergy housing allowance deduction and may be subject to SECA tax.)

### **What does this mean to you?**

According to Section 79 of the Internal Revenue Code, you are required to report as imputed income the cost of any employer-paid group term life insurance coverage in excess of \$50,000.

### **What is the value of your reportable life insurance benefit?**

While the Internal Revenue Service has tables to help you calculate imputed income, we've done the math for you.

**Based on your age and the amount of group term life insurance that you are receiving from CPF through Church Life, you have imputed income of \$[ImputedAmt] for your [Tax Year] tax year.**

View this information at [cpg.org/IRCimputed](http://cpg.org/IRCimputed).

**Please note:** If you receive other group term life insurance from a current or former employer that is not provided by CPF or its affiliates, you will need to calculate the imputed income associated with that group term life insurance and include it in your income tax return.

### Questions?

Please contact Client Services at (866) 802-6333, Monday to Friday, 8:30 AM to 8:00PM ET.

Faithfully,

### The Church Pension Group

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*[Letter Legal Number]*