

IS A DONOR ADVISED FUND RIGHT FOR YOU?

With a **Donor Advised Fund**, you're eligible for an immediate tax deduction if you donate cash, stocks, or non-publicly traded assets — like private business interests, cryptocurrency, and private company stock.

When you contribute to a DAF, you're making an irrevocable commitment to charity. So, the funds cannot be returned to you or any other individual. They also can't be used for any purpose other than donations to charities.

In addition, the CARES Act's elimination of the percentage limitations for 2020 cash contributions doesn't apply to contributions made to Donor Advised Funds or supporting organizations.

A DAF MIGHT APPEAL TO YOU IF YOU:



- Have a high-income year but distributed charitable intent.
- Plan relatively small annual charitable gifts and would otherwise not benefit from itemizing.
- Plan to fund many small charitable gifts with proceeds from securities.
- Have planned contributions that are insufficient to justify the costs of a private foundation.
- Want to avoid or be relieved of the administration of a private foundation.

HOW DOES A DONOR ADVISED FUND WORK?

DONOR

- Makes a gift of cash, stock, or other assets.
- Receives immediate income tax deduction.

COMMUNITY FOUNDATION OR THIRD-PARTY ADMINISTRATOR

- Distributes donations based on advice from the donor.
- Has the ultimate say in where the donations go, e.g., food pantries, churches, educational nonprofits, etc.

