



WAUKESHA COUNTY

Community
FOUNDATION

DONOR ADVISED FUND

WHAT IS A DONOR ADVISED FUND?

A Donor Advised Fund (DAF) is a giving vehicle that provides you with immediate tax benefits and allows you to support your charities of choice through grant recommendations on your own timetable. Donor Advised Funds are the most efficient, cost-effective alternative to private or family foundations.

WHO SHOULD CONSIDER A DONOR ADVISED FUND?

Donors who want an efficient, cost-effective solution that will give them the flexibility to make grants to multiple charities (domestic and international) over time. A DAF may also be appropriate as an alternative to a private foundation.

WHAT ARE THE BENEFITS OF A DONOR ADVISED FUND?

- A low-cost, flexible giving vehicle that is easy to establish
- Administrative convenience (e.g., consolidation of the management and tracking of tax receipts associated with charitable donations)
- Give complex or unusual assets at fair market value (e.g., real estate, closely-held stock)
- Opportunity to name the fund after you or in honor of family member, a friend or an organization (e.g., the Ross Family Foundation)
- An efficient vehicle for supporting meaningful issues and causes in Waukesha County and beyond
- Involve family in your philanthropy
- Give anonymously if you so choose
- No annual minimum distribution requirements, unlike private foundations

AT A GLANCE

DONOR ADVISED FUND

- An efficient and flexible giving solution that allows you to make grant recommendations on your own timetable
- Minimum to establish: \$25,000
- Grants can be made to any eligible nonprofit organizations in the U.S. or worldwide

HOW DOES A DONOR ADVISED FUND WORK?

- 1 Donor gives assets to WCCF, who will steward the fund.
- 2 Donor evaluates and recommends grantees/nonprofits with assistance of WCCF.
- 3 WCCF distributes grants from the fund to eligible nonprofits.



WaukeshaFoundation.org
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(262) 513-1861

WHAT ARE THE TAX ADVANTAGES OF A DONOR ADVISED FUND?

- Receive the maximum tax deduction available in the year the contribution is made
- Avoid many of the restrictions imposed on private foundations
- Deduct the value of your gift for tax purposes, yet distribute grants on your own timetable
- Avoid punitive estate taxes on gifts that you and your beneficiaries make to WCCF
- Avoid costly capital gains taxes while realizing the maximum tax-deductibility of your donation with a gift of real estate or other complex assets

CONSIDERATIONS

You can use your DAF to recommend grants to any eligible nonprofit organization in the United States or abroad. WCCF can help you identify and vet qualified nonprofit organizations outside the U.S. that are eligible to receive grants.

Federal income tax law prohibits DAF funds from being granted to individuals or used when there is material benefit to the donor, a donor adviser or a person related to the donor or a donor adviser (e.g., compensation, expense reimbursement, or charitable event tickets). Funds also cannot be used for donations to political campaigns or related organizations. Further, donors, advisers or related parties are prohibited from receiving grants, loans, compensation or similar payments (including expense reimbursements) from donor advised funds.

WHAT ARE THE ACCOUNT MINIMUMS AND FEES?

A Donor Advised Fund may be opened with as little as \$25,000. Grants can be made over time in keeping with your wishes and in any increment you choose.

Administrative fees are assessed quarterly. Investment management and consulting fees related to the foundation's investment pools are charged separately. Additional fees may be charged for any mutually agreed-upon extraordinary legal, banking or other services rendered on behalf of the fund.

To establish a DONOR ADVISED FUND, contact President, Shelli Marquardt, (262) 513-1861 or smarquardt@waukeshafoundation.org

ANNUAL ADMINISTRATIVE FEE STRUCTURE

ASSET AMOUNT	RATE*
Assets up to the first \$1,000,000	1.00%
Assets over \$1,000,000 and up to \$3,000,000	0.80%
Assets over \$4,000,000	0.30%

*Assessed quarterly



IMPORTANT LEGAL DISCLOSURE.

The information provided is general and educational in nature. It is not intended to be, and should not be construed as, legal or tax advice. The Waukesha County Community Foundation does not provide legal or tax advice. You should consult with your tax advisor to properly determine the tax consequences of making a charitable gift to the Waukesha County Community Foundation.

Contributions to the Waukesha County Community Foundation represent your irrevocable gifts subject to the legal and fiduciary control of the Foundation's Board of Directors.