

Donor-Advised Fund Overview

Contribute. Grow. Transform.

A Donor-Advised Fund (DAF) simplifies giving. With one donation (and only one tax receipt), your clients can recommend grants to a variety of charitable organizations. When they contribute cash, securities or other assets into a Donor-Advised Fund at Central Carolina Community Foundation (CCCF) they are generally eligible for an immediate tax deduction and the funds can be invested for tax-free growth. Funds can be endowed or non-

endowed. The current minimum to establish a Donor-Advised Fund is \$10,000.

Your clients can establish or incorporate an existing Donor-Advised Fund into their estate planning through a provision in their will, life insurance policy, or retirement asset. By naming the fund a beneficiary, they can create a source of ongoing support for organizations meaningful to them.

As one of the most powerful and flexible vehicles for personal and family philanthropy, a **Donor-Advised Fund** with Central Carolina Community Foundation offers the following benefits:



A **Donor-Advised Fund** at CCCF helps your clients support the organizations they believe in – now and in the future, here and across the country – while providing a tax benefit when they need it.



VS

THE SIMILARITIES



NO MINIMUM
PAYOUT



ABILITY TO GIVE
ACROSS THE COUNTRY



SIMPLIFIED GIVING -
ONE TAX RECEIPT



INDIVIDUAL GIFTS
ARE NOT PUBLIC



NO NEED FOR
SEPARATE ACCOUNTING
OR TAX RETURN



IN SOME CASES,
ABILITY TO DONATE
HARD-TO-VALUE ASSETS

THE BIG DIFFERENCES

AT CENTRAL CAROLINA COMMUNITY FOUNDATION, DONORS RECEIVE...

- **Concierge-Level Service.** Donors have direct access to members of Central Carolina Community Foundation's team who will personally assist with grantmaking and creating a strategy to meet your and your family's philanthropic goals.
- **Opportunities to Connect.** Donors are part of a community of giving and have opportunities to collaborate with other donors who share similar interests.
- **Strategic Grantmaking and Local Nonprofit Expertise.** The Community Foundation team meets with nonprofits regularly and understands local needs and opportunities. This knowledge is shared with our donors.
- **Fees are Reinvested in the Midlands.** Unlike commercial donor advised funds where fees are distributed as dividends to shareholders, fees at CCCF are reinvested in our community to increase philanthropy and the quality of life in our 11-county region.



Common Questions

What type of assets can your clients use to establish donor-advised funds?

CCCF accepts cash, stocks, bonds, mutual funds, life insurance, real estate, charitable bequests, charitable trusts, and retirement account assets. We stand ready to work with you and your clients to assist with assessing their charitable opportunities.

Can my clients create donor-advised funds through their estates?

Yes. CCCF recommends completing the donor-advised fund paperwork and attaching a copy with their estate plans, so that there is no question as to donor intent and the responsibility that CCCF accepts.

Can my clients contribute to their donor-advised funds from their IRAs?

At this time, federal regulations prohibit individuals from contributing to a donor-advised fund from their IRA. However, donors can establish a designated fund or a field-of-interest fund with CCCF, as either fund is eligible to receive contributions from an IRA. A donor must select the beneficiaries of a designated fund or the area(s) of interest for a field-of-interest fund upon establishing the fund.

www.yourfoundation.org

How does CCCF engage professional advisors?

At the Community Foundation, advisors are “part of the family.” We welcome participation to whatever degree you and your clients specify and work collaboratively with attorneys, accountants, family members, financial advisors, investment and wealth managers, and other trusted advisors. Most of the Foundation’s donors are referred to us by their advisors, and we value greatly your insights and contributions.

Which organizations can my clients support?

As an advisor to a donor-advised fund, your clients can recommend grants to any IRS-approved nonprofit or faith-based organization. While our fundholders can make charitable investments across the United States, the Foundation’s unrestricted dollars are invested in the Midlands. Many nonprofits who serve internationally also have offices within the United States.



CENTRAL CAROLINA
**Community
Foundation**

Fees and Spending Policy

	Non-Endowed/Invested	Endowed/Invested	Non-Endowed/ Non-Invested
Annual Fees	1.25% for \$0 to \$1,000,000	1.25% for \$0 to \$1,000,000	1.5% of each gift to the fund (\$150 minimum per gift)
	.75% for \$1,000,001 to \$1,500,000	.75% for \$1,000,001 to \$1,500,000	
	.50% for \$1,500,001 to \$2,000,000	.50% for \$1,500,001 to \$2,000,000	
	.25% for over \$2,000,000	.25% for over \$2,000,000	
Spending Policy	Distributions permitted up to the current value of the fund. Example: \$100,000 fund = \$100,000 allocation	Distributions follow the Foundation's distribution allocation. Currently – 4%** Example: \$100,000 fund = \$4,000 allocation	Distributions permitted up to the current value of the fund. Example: \$100,000 fund = \$100,000 allocation
Investment Fee	Variable	Variable	None
Quarterly Support Fee	\$50	\$50	None

*\$250 one time set-up fee **The allowable spending amount is calculated using the approved distribution percentage, as approved by the board annually. It is based on a rolling 20 quarter average balance. Call for specific amount.

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