



# A PERSONAL APPROACH TO GIVING

## It's Simple and Easy with Donor Advised Funds

### Envision your impact.

A Donor Advised Fund (DAF) is a charitable investment account that is flexible and easy. You and your family can enjoy immediate and maximum tax advantages, make grants on a flexible timetable, build your charitable legacy, and increase your philanthropic funds for future grantmaking. Setting up a Donor Advised Fund with Hudson Community Foundation (HCF) is simple and straightforward.

Ask us to open a fund in your name, your family's name, or the name of a loved one or business.

You do not need to identify a specific charity when you open your fund. Instead, you retain the right to advise Hudson Community Foundation about the charities to which you would like to grant funds throughout the year, on your own timetable.

#### **You advise us of:**

- Your charitable desires
- To which charities we should distribute funds
- How you want your financial advisor to be involved
- How you would like the fund to be managed after your death.

You can also choose to engage the next generation in your family philanthropy as a way to begin building your family legacy.

### How a Donor Advised Fund Works

1

#### CONTRIBUTE

Open an account, and contribute cash, appreciated assets or investments, including publicly traded securities, privately held shares or real estate.

2

#### INVEST

Recommend an investment advisor to manage your account.

3

#### GRANT

Recommend grants to qualified U.S. public charities of your choice anytime.

# GET TAX BENEFITS NOW. ACT LATER.

## Immediate Tax Advantages—Even If You Grant at a Later Date

- Avoid capital gains on gifts of appreciated property.
- Since these gifts are no longer in your estate, they are not subject to estate taxes.
- Your assets in the Donor Advised Fund grow tax-free.

## How and When You Grant Dollars Is up to You

You may submit grant recommendations at any time. Some choose to delay grants for a period of time to allow the fund's balance to grow. When you do make a grant, there are very simple guidelines:

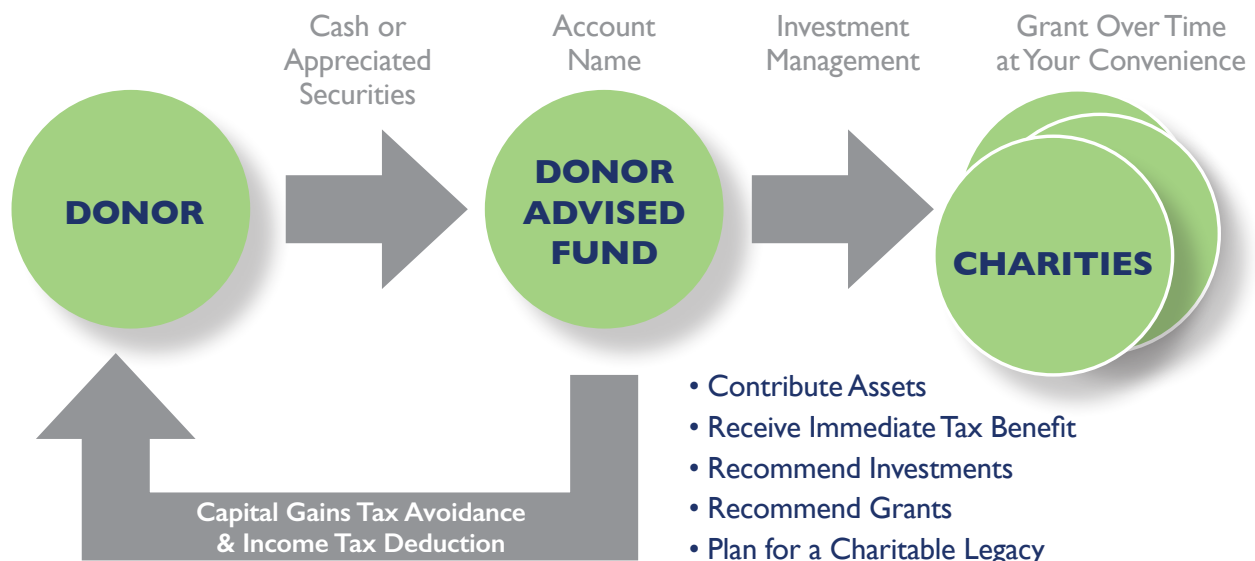
- Grants can only be made to organizations that are tax-exempt public charities or to local government entities such as public schools or park systems (nonoperating private foundations are not eligible to receive grants).
- The minimum grant amount is \$250.
- We take care of all the paperwork—including a letter attributing the grant to your fund. A copy of this letter is sent to you and/or your advisor as well. If you prefer anonymity, grants can be sent without identification.
- Grants are processed on an ongoing basis. Normally, HCF distributes checks within 14 days of receiving a grant.

## Administrative Fees Stay Local and Benefit Hudson

HCF charges a minimal tiered administrative fee. The entire sum of that fee stays at HCF to help fund our organization in supporting important local programs.

## Donor Advised Funds: At-a-Glance

- Simple and quick setup—\$10,000 minimum.
- Immediate and maximum tax benefits.
- We accept a wide variety of assets, including cash, marketable securities, closely held stock, real estate and life insurance policies.
- Avoid capital gains on gifts of appreciated property.
- HCF handles the administration and IRS reporting.
- Your personal financial advisor can continue to manage the investments in your DAF.
- Since these gifts are no longer in your estate, they are not subject to estate taxes.
- Your assets in the Donor Advised Fund grow tax-free.
- HCF offers a level of flexibility and personal service that is not available with most other providers.
- Receive quarterly statements on fund balance, receipts and grants.



**Call us to open your DAF today!**

(330) 655-3580 | [www.MyHCF.org](http://www.MyHCF.org)

