

CONTRIBUTING TO A FUND

Consider Assets Beyond Cash

You can maximize your charitable dollars and receive tax-related benefits through donor-advised funds and other types of charitable giving accounts.

- ▶ Contributions are tax deductible to the maximum extent allowed by law. Greater Horizons will issue a tax receipt for each donation to a fund.
- ▶ Contributions to funds are invested, and the growth is tax-free.
- ▶ You can donate cash, publicly traded securities and complex assets, including business interests and real estate.
- ▶ Cash gifts are a great place to start, but donations of appreciated assets (held longer than one year) often provide the additional benefit of avoiding long-term capital gains tax, as shown below.

| | Gift of Cash | Gift of Appreciated Stock |
|-------------------------------------|----------------|---------------------------|
| Fair Market Value of Gift | \$25,000 | \$25,000 |
| Charitable Deduction | \$25,000 | \$25,000 |
| Income Tax Savings | \$8,750 | \$8,750 |
| Long-Term Capital Gains Tax Avoided | n/a | \$4,600 |
| Total Donor Tax Savings | \$8,750 | \$13,350 |

This example includes the following assumptions:

- The donor is in the 35% federal income tax bracket.
- The cost basis of the stock is \$2,000.
- The stock has been held for more than a year.
- The tax rate on long-term capital gains is 20%.

The example does not take into account state or local taxes, alternative minimum taxes, the 3.8% net investment income tax, or limitations on itemized deductions that may be applicable.

To learn more, contact us at info@greaterhorizons.org or 866.719.7886.

Greater Horizons does not provide tax, legal or accounting advice. This is for informational purposes only.