



Kenosha Community Foundation

DONOR ADVISED FUNDS

Minimum Contribution to establish a Donor Advised Fund - \$2,500

How does it work?

You begin by making a gift to the Kenosha Community Foundation and then:

- Give cash, appreciated stocks, real estate, or other assets.
- Sign a fund agreement with the foundation's president establishing the fund in the name you choose.
- Make additional gifts to the fund at any time. You receive the tax benefits in the year your donation is made.
- Recommend uses for the fund supporting the causes and organizations that are important to you. Your recommendations are presented to the Donor Advised Committee of the foundation for approval.
- Monitor the activity of the fund with periodic reports from the foundation.

The foundation handles all the administrative details and issues grants to the charities in the name of the fund you establish. Or, if you prefer grants can be made anonymously.

The Fund remains active as long as you keep a balance in it. The right to make recommendations from the fund can be passed down to the next generation.

Who is likely to use Donor Advised Funds?

Donor Advised Funds are used by individuals or businesses that are charitably minded but would like to delay the decision as to which charities to benefit.

They can control the level of their charitable giving, increasing donations in years when the tax benefits are greatest, and continuing to benefit charities in years when a tax deduction is not needed.

For example, a family can use Donor Advised Funds to create a tax deduction in the tax year a business is sold. The fund continues into the future so that second generations can be included in deciding who benefits and to learn about charitable giving.



Kenosha *Community* Foundation

SPECIAL DONOR ADVISED FUND OPTION

Minimum Contribution - \$250

How does it work?

For a minimum gift contribution of \$250 (in cash or stocks), you can make a contribution to the Kenosha Community Foundation.

In return, you will receive a tax deduction in the year that you make the donation.

In addition, you will have the flexibility on how and when you want the Foundation to direct your contribution; options include:

- **USE IT NOW:** Designate a non-profit group(s) in Kenosha County or particular purpose (like the arts, education or social services) that you want the donation to go immediately.
- **WAIT TO DECIDE HOW USE IT:** Have the Foundation hold your contribution until you determine the non-profit group(s) or purpose that you want to direct the donation.
- **GROW IT:** Continue to add to the initial amount and build the fund to \$2,500 or more—to create a Donor Advised Fund.

Who is likely to use the Special Donor Advised Fund option?

This option is best used by donors that wish to:

- Start a scholarship with the Foundation and want to make minimum donations.
- Receive the tax deduction for the charitable gift, but are uncertain which charity they want to give it to.
- Make periodic donations and build a balance to fund larger gifts.