INVEST IN YOUR FAVORITE CAUSE, NOT YOUR TAX BILL

THE COMMUNITY FOUNDATION OF UTAH
Engage Your Giving Mind
Selling Your Company?
Want to give back?

Give More, Pay Less with Donor Advised Funds. A Donor Advised Fund helps you give more to your favorite charities, while reducing your tax bill. It’s easy to setup, here’s how:

**STEP 1**
SALE IS LIKELY

**STEP 2**
OPEN A DONOR ADVISED FUND

**STEP 3**
SALE TIME!

**STEP 4**
DIRECT THE FUND TO SUPPORT CHARITABLE CAUSES

---

**EXAMPLE See the Benefits**

Ryan owns C-Corp shares valued at $2,500,000. He wants to donate a $500,000 portion of his shares to charitable causes (schools, churches, nonprofits, etc.)
Here are Ryan's two options:

**OPTION A**
Ryan sells his shares and donates a portion of the proceeds to his favorite charitable causes.

- Long-term capital gains tax paid: $119,000
- Amount given to charity: $500,000
- Total Expense: $619,000

**OPTION B**
Before the company is sold, Ryan opens a Donor Advised Fund and donates $500,000 of stock into the fund.

- Long-term capital gains tax paid: $0
- Amount given to charity: $500,000
- Total Expense: $500,000

Estimates of tax savings are examples only. Actual tax benefits will depend on an individual donor’s overall tax situation. CFU offers no tax advice but encourages that you consult your tax advisers.

1. Federal long-term capital gains tax rate: 23.8%
2. This assumes there is no ordinary income attributed to the stock sale and no Unrelated Business Income Tax. S-Corp stock holders can reduce UBIT taxes by donating shares through CFU’s trust entity.
3. This assumes there is no ordinary income attributed to the stock sale and no Unrelated Business Income Tax. S-Corp stock holders can reduce UBIT taxes by donating shares through CFU’s trust entity.

---

To learn more or to open a Donor Advised Fund, contact the Community Foundation of Utah:

801-559-3005 | info@utahcf.org | www.utahcf.org