

### **What is a Donor Advised Fund?**

*A simple, flexible and tax-efficient way to give to your favorite charities.*

A donor-advised fund is a charitable investment account established in your name for the sole purpose of supporting charitable organizations you care about. When you contribute cash, securities or other assets to a donor-advised fund at a public charity, like Schwab Charitable, you are generally eligible to take an immediate tax deduction. Then those funds can be invested for tax-free growth and you can recommend grants to virtually any IRS-qualified public charity – this year and in future years. When you give, you want your charitable donations to be as effective as possible. Donor advised funds are the fastest-growing charitable giving vehicle in the United States because they are one of the easiest and most tax-advantageous ways to give to charity.

### **How a donor-advised fund works**

- 1) Make a donation which may be partially or full deductible depending on you total itemized deductions.
- 2) Invest your account to grow tax-free.
- 3) Support your charities with grants now and in the future.
- 4) Schwab Charitable has online access to view your account, make grants and research charitable organizations.

You donate cash, appreciated stocks or non-publicly traded assets such as real estate, private business interests and private company stock and get your tax receipt. You'll also be eligible for an immediate tax deduction just as you would by donating to another public charity even though you may not grant funds to your targeted charities until future years.

While you're deciding which charities to support, your donation can potentially grow based on your investment preferences, making available even more money for charities.

Support charities you love, now or over time. You can support virtually any IRS-qualified public charity with money in the donor-advised fund. Schwab Charitable conducts due diligence to ensure that the grantee is an IRS-qualified public charity.

Additionally, you benefit from simplified recordkeeping with just one tax-deduction receipt and charitable legacy planning. You can name your account as you wish – for example, "The XYZ Family Charitable Fund". GPM can help you take full advantage of the flexibility your donor advised fund provides.

GPM supports our client's charitable giving. We will establish your account with Schwab Charitable and handle the transfer of cash or appreciated securities from your other accounts. We can also help with making grants if needed.

Please contact us to discuss further.

[Schwab Charitable website](#)