

GIVING OPTIONS SUMMARY CHART

The chart below provides a summary comparison of the differences between setting up one's own Private Foundation, creating a Support Organization connected with the Nebraska Community Foundation, and giving through a Donor Advised Fund at the Nebraska Community Foundation (NCF).

<u>CONSIDERATIONS</u>	<u>PRIVATE FOUNDATION</u>	<u>SUPPORT ORGANIZATION</u>	<u>DONOR ADVISED FUND</u>
FORMATION REQUIREMENTS, COST & TIME	Incorporation legal work, apply to IRS for tax-exempt status. \$2,500 to \$10,000* 6 mos. to 15 mos.	Incorporation legal work, apply to IRS for tax-exempt status. \$1,500 to \$3,000 6 mos. to 12 mos.	Agreement provided by NCF No legal work or IRS filings \$500 Set-up fee/ Immediate
IRS REQUIREMENTS,	IRS Form 990-PF & Audit,	IRS Form 990 & Audit	Exempt from Audit/NCF files tax return
ANNUAL COST & OPEN TO PUBLIC INSPECTION	\$2,500 to \$3,000*. Yes	\$1,500 to \$2,000 & Adm. Fee** Yes	\$400 Membership/Adm. Fee** No
GOVERNING BOARD	Donor selects all members	Donor selects minority representation	Donor selects fund advisory members. NCF Board retains oversight.
INVESTMENT OF ASSETS	Donor controls the management and investment of contributed assets.	Donor controls the management and investment of contributed assets.	The donor can suggest money manager if assets greater than \$100,000.
DISBURSEMENT OF FUNDS	Donor controls disbursements.	Donor designates disbursements, Subject to ultimate control of NCF, based on IRS regulations.	Donor recommends disbursements, subject to ultimate Control of NCF based on IRS regulations.
INCOME TAX DEDUCTION LIMITATIONS*** (% of adj. gross income)	30% for contributions of cash. 20% for gifts of appreciated assets.	50% for contributions of cash, 30% for gifts of appreciated assets.	50% for contributions of cash, 30% for gifts of appreciated assets.
DEDUCTION VALUE FOR DONATED PROPERTY (other than publicly traded stock)	Limited to Donor's cost basis in contributed property.	Donor can deduct full fair mkt. value of contributed property.	Donor can deduct full fair mkt. value of contributed property.
MIN. PAYOUT REQUIRED	5% min. annual distribution of assets	None	None
TAX ON INVESTMENT INCOME	1% to 2% annually	None	None

This chart is meant to offer basic summary information and is not a substitute for professional counsel.

- **NCF assesses an administrative fee. The amount of the fee is based upon size of fund.
- ***Excess in any year's donations can be carried forward for five years.