

## Donor Advised Fund vs. Private Foundation

Donor Advised Fund:	Private Foundation:
No set up fees.	Set up costs include legal, accounting and filing fees.
No minimum annual distribution required.	Annual distribution of 5%. *This distribution could be used to set up your own DAF at the Jackson Community Foundation
No excise taxes.	Excise taxes of 1% - 2% of net investment income.
Greater Income Tax Deductions: <i>Cash:</i> Up to 50% of adjusted gross income. Appreciated publicly traded stock: Fair market value up to 30% of adjusted gross income. <i>Long term real estate and other securities:</i> Fair market value up to 30% of adjusted gross income.	Income Tax Deductions: <i>Cash:</i> Up to 30% of adjusted gross income. <i>Appreciated publicly traded stock:</i> Fair market value up to 20% of adjusted gross income. <i>Long term real estate and other securities:</i> Deductible at cost basis.
You may choose to make grants anonymously.	Grants are listed publicly through tax return.
You have access to a professional grantmaking staff, JCF's knowledge of community needs and priorities, and the opportunity to leverage other donors' gifts to maximize the impact of your philanthropy.	You are on your own to investigate and analyze potential grant opportunities and bear the expense of staffing the foundation.
Set up time: as fast as needed to meet your needs.	Set up time can take many months.
Administrative costs are pooled to help keep costs low.	Annual filing fees and accounting expenses.
Investment costs are pooled. An annual fee of .45% is charged 1/12 per month unless this is an individually managed fund.	You negotiate with your Investment Advisor.
The foundation handles all the paperwork, tax reporting and record keeping including letters to grant recipients.	Annual tax return filing; Form 990-F.

*"The Community is our Foundation"*

Jackson Community Foundation

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