

Donor-Advised Funds vs Private Foundations

	INVESTORS PHILANTHROPIC DONOR ADVISED FUND	PRIVATE FOUNDATIONS
Name of Your Fund	You Choose	You Choose
START-UP TIME	Immediate	Several Months
START-UP COSTS	None	Legal & other substantial fees
ADMINISTRATIVE FEES	0.5% of 1st \$1 Million, 0.375% of 2nd \$4 Million, and 0.25% for Over \$5 Million	In range of 2.5% to 4% per year (250-400 basis points)
TAX DEDUCTION LIMITS (For Gifts of Cash)	50% of Adjusted Gross Income	30% of Adjusted Gross Income
TAX DEDUCTION LIMITS (For Gifts of Stock/Property)	30% of Adjusted Gross Income	20% of Adjusted Gross Income
VALUATION OF Non Cash GIFTS	Fair Market Value	FMV for Publicly Traded Stock, Cost Basis for all other gifts (closely held stock or real property)
ANNUAL GRANT DISTRIBUTIONS	None Required	5% of Net Asset Value Annually (regardless of earnings)
EXCISE TAXES	None	1%-2% of net investment income, annually
PRIVACY	Individual Donor Identity is kept confidential if desired, & grant anonymously	Required to file detailed & public tax returns on, grants, trustee names, admin fees, staff salaries, etc.
DUTIES & RESPONSIBILITIES	Recommends Grants to Favored, Qualified Non-Profits	Manages assets & records, selects charities, administers grants, files state & federal tax returns, maintains board minutes & more