



Donor Advised Funds versus Private Foundation

	Donor Advised Fund	Private Foundation
Cash contributions	Deductible up to 50% of adjusted gross income	Deductible up to 30% of adjusted gross income
Appreciated marketable securities	Deductible up to 30% of adjusted gross income	Deductible up to 20% of adjusted gross income
Closely held stock and most other appreciated property	Deductible at full fair market value up to 30% of adjusted gross income	Deductible at cost up to 20% of adjusted gross income
Required distributions	None	5% of investment assets
Excise tax	None	1% – 2% of net investment income
Annual tax reporting	None	Annual Federal and State Returns
Legal and accounting fees	None	Required annually
Privacy	All information is confidential. Donor may remain anonymous.	Returns must be made available to the public
Effective size	Thousands of dollars	Typically millions of dollars
Start-up costs	No fees \$10,000 minimum to start fund	Significant costs for legal and accounting expenses and filing fees