

Difference between a Community Foundation, Private Foundation, Investment Firm's Funds

	Investment Firm Donor Advised/Charitable Giving Fund	Private Foundation	Montgomery County Community Foundation
Maximum Tax Benefits	<i>Yes</i>	<i>No</i>	<i>Yes</i>
AGI Tax Deduction Limitation - Cash	<i>60%</i>	<i>30%</i>	<i>60%</i>
AGI Tax Deduction Limitation – Long-Term Capital Gain Property (Publicly Traded Stock, Closely Held Stock and Real Estate)	<i>30%</i>	<i>20%</i>	<i>30%</i>
Gifts of Qualified Appreciated Securities (i.e. Publicly Traded Stock)	<i>Fair Market Value Deduction</i>	<i>Fair Market Value Deduction</i>	<i>Fair Market Value Deduction</i>
Gifts of Real Estate or Closely Held Stock	<i>Fair Market Value Deduction</i>	<i>Cost Basis Deduction</i>	<i>Fair Market Value Deduction</i>
Privacy/Confidentiality	<i>Yes, Confidentiality is Maintained</i>	<i>Nom, Disclosure of IRS Form 990PF is required</i>	<i>Yes, Confidentiality is Maintained, except as required on 990</i>
Excise Taxes on the Sale of Highly Appreciated Gifts	<i>No</i>	<i>Yes</i>	<i>No</i>
Annual Excise Tax Payment	<i>None</i>	<i>1-2% of Net income and Net Realized Gains</i>	<i>None</i>
Custom Investment Program for Each Charitable Entity or Fund	<i>Yes, Financial Advisor Program</i>	<i>Yes</i>	<i>No, investment by board committee</i>
Ease of Establishing Charitable Entity or Fund	<i>Simple</i>	<i>Complex</i>	<i>Simple</i>
Cost of Establishing Charitable Entity or Fund	<i>No Cost, Range of No Minimums to \$5,000 to Establish</i>	<i>Legal Expenses and IRS 1023 Application, Fees and Expenses</i>	<i>No Cost, Minimum of \$15,000 over 5 years to Establish</i>
Annual Cost to Manage the fund	<i>Administrative Fee of \$100 - .6% Investment Fees .015%-1.11%</i>	<i>Annual Operating Fees as arranged by administrators</i>	<i>None</i>
Annual Minimum Distribution Requirement	<i>None</i>	<i>5%</i>	<i>As determined by Board, Currently at 3%</i>
Annual Maximum Distribution Allowed	<i>100%</i>	<i>100%</i>	<i>Earnings only, maxed at 3% at this time</i>
Personal Service and Customer Donor Education Programs	<i>Yes</i>	<i>No</i>	<i>Yes</i>
Community Knowledge/Charity Vetting	<i>No</i>	<i>No</i>	<i>Yes</i>

- Please note that this document should not be construed as providing financial or legal advice.