



LEVENTHAL / KLINE MANAGEMENT INC.

Foundation and Philanthropic Services

www.philanthropicadvisor.com

COMPARISON OF GIVING ALTERNATIVES			
	DONOR ADVISED FUND	SUPPORTING ORGANIZATION	INDEPENDENT FOUNDATION
MANAGEMENT AND INVESTMENT			
LEGAL FORM	Agreement with Charity	Non-profit Corporation (meet four tests)	Non-profit Corporation or Trust
GOVERNING BOARD	May select advisors	Minority position of donor/family	Donor/family controls board
STAFFING	Access to charity's staff, normally limited support	Access to charity's staff, may employ staff or outsource	May outsource management, employ staff or operate
INVESTMENT MANAGEMENT	Pooled or may recommend	May recommend	Selects managers & investments
PERPETUITY	Limited by charity	May be limited by charity	Controlled by Board
PORTABILITY	May be transferred to other charity	Generally, assets must remain in supporting organization	Completely portable
DISPOSITION OF ASSETS	Reverts to charity	Reverts to charity	Controlled by Board
TAX RETURN REQUIRED	No	Yes	Yes
EXCISE TAX	Exempt	Exempt	1-2% on net investment income
PROGRAM AND GRANTMAKING			
DONOR'S GRANTMAKING ROLE	Recommends	Recommends	Controls
PROGRAM PURPOSES	Aligned with public charity though normally largely unrestricted in practice	Aligned with public charity though normally largely unrestricted in practice	Board controls
ABILITY TO CHANGE PURPOSE	Must be aligned with charity	Must be aligned with charity	Board may change purpose
TAX DEDUCTIBILITY - Percent Limitations of AGI			
CASH GIFTS	50%	50%	30%
APPRECIATED PROPERTY	30%	30%	20%
5 YEAR CARRY-OVER AVAILABLE	Yes	Yes	Yes
TAX DEDUCTIBILITY - Amount Deductible			
APPRECIATED STOCK	FMV	FMV	FMV
OTHER APPRECIATED PROPERTY	FMV	FMV	Basis
CA DEDUCTION FOR APPRECIATED PROPERTY	FMV	FMV	Basis