



Increase your giving power with DAFgiving360™

A donor-advised fund (DAF) account is a simple, tax-smart investment solution for charitable giving.

HOW DOES A DAF ACCOUNT FROM DAFGIVING360 WORK?



Contribute

- Contribute cash or publicly traded stock, restricted stock, and [other non-cash assets](#) that other charities may not be able to accept
- Contribute appreciated assets that have been held for more than a year without paying capital gains taxes
- Take an immediate tax deduction (if you itemize deductions), allowing you to separate timing of tax deductions from your charitable giving decisions¹



Invest

- Invest assets for potential growth to have even more to give to charity²
- Recommend how to invest the assets using 15 diverse investment pools that are carefully screened by Schwab Center for Financial Research³
- For accounts over \$100,000, recommend an advisor to manage the portfolio, incorporating a broader range of investment options⁴



Grant

- Recommend grants to eligible 501(c)(3) public charities online or through the Schwab mobile app⁵
- Set up recurring grants to provide ongoing support to your favorite causes
- Share your contact details with the charity or choose to give anonymously

¹ A donor's ability to claim itemized deductions is subject to a variety of limitations depending on the donor's specific tax situation. Consult a tax advisor for more information.

² Market fluctuations may cause the value of investment fund shares held in a donor-advised fund (DAF) account to be worth more or less than the value of the original contribution to the funds.

³ The Schwab Center for Financial Research is a division of Charles Schwab & Co., Inc.

⁴ A donor opening a professionally managed account must recommend an independent investment advisor, who, if approved by DAFgiving360, will manage the assets contributed to the account. Advisors must meet certain eligibility requirements, including working with Schwab Advisor Services™, a business segment of The Charles Schwab Corporation, and agree to the [Investment Advisory Agreement](#).

⁵ Requires a wireless signal or mobile connection. System availability and response times are subject to market conditions and your mobile connection limitations. Functionality may vary by operating system and/or device.

Contributing appreciated assets case study:

How to make a larger gift to charity while increasing your tax savings

Dana purchased stock for \$5,000 several years ago. It has appreciated nicely and is currently worth \$50,000. She would like to support her favorite causes by contributing the shares to charity. Dana reaches out to her financial advisor to discuss how she can achieve maximum charitable impact with her contribution. They discuss the following options:

	Original cost (cost basis) of stock: \$5,000 Federal long-term capital gains tax rate: 15%	>	Fair market value of stock: \$50,000	
	Option 1: Sell stock and then donate after-tax proceeds		Option 2: Contribute stock directly to DAFgiving360	
Long-term capital gains taxes paid	\$6,750		\$0	
Charitable contribution and tax deduction	\$43,250	VS	\$50,000	Additional amount available to grant to charities: \$6,750
Tax savings	\$3,630		\$12,000	Additional amount saved on taxes: \$8,370

This hypothetical example is only for illustrative purposes. The example does not take into account any state or local taxes or the Medicare net investment income surtax. The tax savings shown is the tax deduction, multiplied by the donor's income tax rate (24% in this example), minus the long-term capital gains taxes paid.

Option 1

If Dana sells the stock herself and donates the net proceeds to charity, she will pay a 15% federal capital gains tax rate based on her income level. She will realize appreciation of \$45,000 and owe an estimated \$6,750 in federal capital gains taxes (\$45,000 x 15% = \$6,750). After paying the federal capital gains taxes, Dana's estimated gift to charity is \$43,250.

Option 2

If Dana contributes her stock directly to DAFgiving360, a tax-exempt public charity, she eliminates the capital gains taxes (\$6,750) while claiming a current year income tax deduction for the fair market value of her stock (\$50,000), assuming she itemizes her deductions. Dana's estimated gift to charity is \$50,000 and she has an additional \$6,750 available to grant to charities. Dana also saves an additional \$8,370 on her tax bill.

Ready to take the next step?

Contact us to discuss your charitable goals.

Learn more and open an account:



Call DAFgiving360 at 800-746-6216



Follow DAFgiving360

Contributions made to DAFgiving360 are considered an irrevocable gift and are not refundable. Once contributed, DAFgiving360 has exclusive legal control over the contributed assets. DAFgiving360 does not provide legal or tax advice. Please consult a qualified legal or tax advisor where such advice is necessary or appropriate.

DAFgiving360™ is the name used for the combined programs and services of Donor Advised Charitable Giving, Inc., an independent nonprofit organization which has entered into service agreements with certain subsidiaries of The Charles Schwab Corporation. DAFgiving360 is a tax-exempt public charity as described in Sections 501(c)(3), 509(a)(1), and 170(b)(1)(A)(vi) of the Internal Revenue Code.

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