



## DONOR ADVISED FUNDS

The Donor Advised Fund offered by the Louisiana Baptist Foundation is designed to accommodate various giving situations. The donor makes a tax deductible gift of cash or securities to a named account managed by the Foundation. At a later time or at various intervals the donor makes recommendations to the Foundation as to the distribution of funds from the account to other charitable organizations, institutions, or ministries. The donor may choose to distribute all of the assets or retain part for future distribution or to build a permanent endowment.

The Donor Advised Fund provides an easy avenue for gifts of stock or other securities to multiple beneficiaries. Families can also use the Donor Advised Fund to establish a legacy of giving over multiple generations.

### Benefits of Donor Advised Funds

–**Convenience:** Donor may make a tax-deductible contribution for the current year while deferring the choice of beneficiary until a later date. Donor can also make one asset transfer that can benefit multiple organizations.

–**Flexibility:** Donor is allowed input on the amount and timing of grants.

–**Professional Administration:** Foundation manages and administers the account for reasonable management and maintenance fees.

–**Tax Savings:** Donation qualifies as charitable deduction for income tax purposes. Donating appreciated assets to the Donor Advised Fund can avoid capital gains tax. The Donor Advised Fund can also be used to reduce potential estate tax liability.

–**Anonymity:** The Donor Advised Fund can be for anonymous gifts in support of ministry.



“A generous person will prosper; whoever refreshes others will be refreshed.”

Proverbs 11:25

“God has given us two hands – one to receive with and the other to give with.

We are not cisterns for hoarding; we are channels for sharing.”

Billy Graham,  
Evangelist



LOUISIANA  
BAPTIST  
FOUNDATION

The Louisiana Baptist Foundation has been assisting donors with donor advised funds and other charitable giving options since 1944. Please contact us to learn how your gift can be used for *Advancing the Kingdom*.

## HOW A DONOR ADVISED FUND WORKS

### – Donor establishes account with Louisiana Baptist Foundation by completing the Donor Advised Fund Agreement.

*Must comply with all provisions of the Policies for Gift Acceptance as adopted by the Foundation's Board of Trustees (available upon request). There are specific fees that are assessed to the administration of a Donor Advised Fund (contact the Foundation for more details).*

### – Donor irrevocably contributes cash or marketable securities to the account. Gift qualifies as an income tax deduction in the year the contribution is made.

*Contribution Policies: \$5,000 minimum for initial contribution. \$1,000 minimum for additional contributions. Contribution limit may be waived at the Executive Director's discretion. Assets transferred become the property of the Foundation.*

### – Assets are converted to cash (if necessary) and invested by the Foundation.

*Investment Policies: All funds will be initially invested in the Foundation's Short Term Fund. Based upon the donor's recommendation for distribution, the Foundation may allocate funds to other appropriate Foundation funds.*

### – Donor makes written recommendations at a later time for funds to be distributed to one or more charitable organizations.

*Recommendation Policies: Donor may make one or more distribution recommendations each calendar year until the corpus of the fund and any accumulated earnings have been exhausted. Distribution recommendations must be in amounts of \$250.00 or greater. Distribution recommendations will not be approved to any organization or institution engaged in a practice or activity that is inconsistent or in conflict with Baptist beliefs and practices. Distribution recommendations are non-binding on the Foundation.*

### – The Foundation reviews distribution recommendations, distributes funds to approved organizations, and acknowledges gift to donor and organizations.

*Recipient Policies: All distributions must be made in compliance with the Internal Revenue Code, including to such qualified non-profit organization as defined by the Code. A minimum of 20% of the annual distributions must be to an church, agency, institution, ministry, or other organization cooperating with and/or fostered by the Louisiana Baptist Convention and/or the Southern Baptist Convention.*

### – At death, the remaining funds are either managed by the Foundation as a permanent endowment or a successor advisor designated by the donor continues making distribution recommendations.

This information is **not** to be substituted for legal advice. Consult a knowledgeable legal professional to assist you with your estate planning needs.

 [LBInfo.org](http://LBInfo.org) • 877-523-4636 • [contact@LBInfo.org](mailto:contact@LBInfo.org)

ADVANCING THE KINGDOM...

*One dollar at a time. One ministry at a time. One life at a time.*