

What is a Donor-Advised Fund?

A charitable giving vehicle administered by a public charity that manages charitable assets for individuals or organizations.

How does it work?

A donor makes a gift to a sponsoring charity and receives an immediate charitable tax deduction. The sponsoring charity works with the donor’s recommended financial advisor to invest the dollars so they grow while the donor makes recommendations on grants to their favorite charities.

DESCRIPTION	DONOR-ADVISED FUND
Donor	Individual, Corporation, Partnership, Foundation or Trust
Best Suited for	Individual, Corporation, Foundation or Trust
Revocable or Irrevocable	Irrevocable gift; donor makes gift to a sponsoring charity, then advises the charity on how to invest the fund and recommends grant distributions
Assets to Contribute	Liquid or Illiquid
Income Potential	None
Grant Advisors	Yes. Grant Advisors can make ongoing grant recommendations
Successor Grant Advisors	Yes
Charitable Deduction	60% of AGI for cash gifts; 30% of AGI for gifts of long-term capital gain property like stocks, real estate or business interests
Investment Options	Ren is custody and investment neutral, so donors continue to work directly with their personal financial advisor on investment strategy.
Additional Contributions	Yes