

Rotary makes it easy to support your favorite charities through a single tax-efficient account.* See why many Rotarians enjoy giving through Rotary’s Donor Advised Fund.

HOW IT WORKS

- 1 Give a gift.** Make a tax-deductible contribution to The Rotary Foundation.
- 2 Let it grow.** Advise the Foundation how to invest account funds in one (or more) of four investment portfolios, potentially increasing the charitable dollars available for grants, tax-free.
- 3 Make a difference.** Recommend grants to any IRS-approved charity (U.S.) of your choice, and support Rotary’s work through a yearly transfer to the Foundation’s Annual Fund.

KEY BENEFITS

- Maximize tax deductions in years when they are most beneficial.
- Avoid capital gains tax on gifts of appreciated stock.
- Simplify gifts of complex assets.
- Create your Rotary legacy without needing to update your will or estate plan.
- Support your favorite charities anonymously.

INDIVIDUAL AND GROUP ACCOUNTS

- \$10,000 minimum to open an account
- Additional contributions of \$1,000 or more
- Assets accepted: cash, stock (including publicly traded and closely held shares), bonds, and mutual fund shares
- \$250 minimum grant amount
- Recipient may be any IRS-approved charity
- Unlimited number of grants allowed annually

DAF FEATURES	INDIVIDUAL ACCOUNT	GROUP ACCOUNT
Account advisors	Individual or couple	Rotary-affiliated group, such as a Rotary club, district, or Rotary Fellowship
Yearly transfer to the Annual Fund	\$250	1% of fair market value of account as of 1 July
Possible successors	If the account balance is \$150,000 or more when the surviving account advisor dies, children may succeed parents as account advisors or the remaining funds may be moved to a legacy account	Account advisors can be added or replaced at any time, as long as there are at least two (and no more than four) at all times
Automatic transfer to the Endowment Fund	At least 50% of the account’s value at the time of the death of the surviving account advisor	None
Recognition for contributions to the DAF	Eligible for Bequest Society and Benefactor recognition because 50% of the account balance will go to the Endowment Fund	None
Recognition for transfers from DAF to Rotary Foundation programs	Eligible for Paul Harris Fellow and Major Donor recognition, and Foundation recognition points	Eligible for Foundation recognition points

Fees: currently up to 1% annually for administrative and investment services.

*Tax deductions discussed in this publication refer specifically to U.S. federal taxes at the time of printing and are subject to change. Tax benefits may vary by individual and by state. We encourage you to consult your tax adviser to discuss the potential benefits of a Donor Advised Fund account.

ESTATE PLANNING MADE EASY

The Donor Advised Fund can enhance your long-term planning. Estate planning with the DAF allows you to:

- **Teach** your children and grandchildren about philanthropy and help them discover their charitable interests
- **Reduce** your Gift and Estate Tax
- **Establish** your legacy for years to come

LEGACY ACCOUNTS

This type of account provides ongoing support to The Rotary Foundation and a charity of your choice in perpetuity. Rotary will manage the investments and issue annual grants so that future generations of Rotarians and your other favorite charity can continue your good work.

- Name a legacy account as a successor to an individual DAF account, or open a new account, with a minimum contribution of \$75,000.
- Recommend annual grants of at least 4.25% of the account value, with a minimum to Rotary of 1% or \$1,000.
- Fees: currently up to 1% annually for administrative and investment services.

LIKE A PRIVATE FOUNDATION, BUT BETTER

Donor Advised Funds are frequently compared to private foundations, but they can offer significant advantages.

ROTARY FOUNDATION DAF	PRIVATE FOUNDATION
No start-up fees	Start-up fees
Generally 1% or less is transferred annually to The Rotary Foundation	5% annual distribution is required
No excise taxes	Excise taxes of up to 2% of annual income
Full charitable deduction (100% of fair market value)* <ul style="list-style-type: none"> ■ Up to 60% of adjusted gross income for cash contributions ■ Up to 30% of adjusted gross income for appreciated securities 	Partial charitable deduction* <ul style="list-style-type: none"> ■ Up to 30% of adjusted gross income for cash contributions ■ Up to 20% of adjusted gross income for appreciated securities
TRF handles formation, administrative, and filing requirements	Donor is responsible for annual IRS filing and other legal and administrative requirements
Donor may choose to remain anonymous	Tax return is public record

INVESTMENT PORTFOLIOS

You can recommend how your account funds are allocated among four portfolios described below. If your charitable giving plans or market conditions change, you can change your investment recommendations.

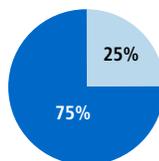
MONEY MARKET

100% money market fund and short-term instruments



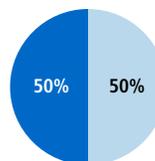
CONSERVATIVE

25% stock funds, 75% bond funds and short-term instruments



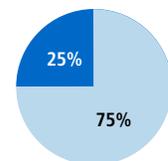
BALANCED

50% stock funds, 50% bond funds and short-term instruments



LONG-TERM GROWTH

75% stock funds, 25% bond funds and short-term instruments



FOR HELP PLANNING YOUR CHARITABLE GIVING, call 847-866-3100 or go to rotary.org/plannedgiving.

FOR A COMPLETE DESCRIPTION OF THE PROGRAM RULES, please see The Rotary Foundation Donor Advised Fund Program Circular, available on rotary.org/daf or by calling 847-866-3100. Rotary reserves the right to modify the Donor Advised Fund program at any time.