Edward Jones Charitable Gift Fund
A convenient way to make a lasting impact
What is the Edward Jones Charitable Gift Fund?
How does it work?

Is a DAF right for my charitable giving goals?

Incorporating a DAF into your financial strategy.
Tradeoffs and other considerations.
Charitable giving stats: 2020

• Charitable giving in the U.S. reached a record $471.44 billion in 2020*

• Individuals increased giving by 2.2 percent, while bequests rose by 10.3 percent.*

What is the Edward Jones Charitable Gift Fund?
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• The Edward Jones Charitable Gift Fund is a donor-advised fund (DAF, for short).

• DAFs are charitable-giving tools that allow you to make an irrevocable contribution to the fund, for which you gain an immediate tax deduction.
Donor-advised fund process

You contribute to the DAF. This contribution is irrevocable – once the money is in the account, it can only go to an IRS-approved charity. The contribution may be tax-deductible.

The money is invested based on your preferences, giving it the potential to grow tax-free, expanding your charitable impact.

You recommend which charities to support, when to support them and how much to give.

1 Donor retains an advisory relationship with the DAF, allowing the donor to make recommendations on how the money is invested and granted.

Edward Jones and its financial advisors cannot provide tax advice. Consult your tax professional for regarding your situation.
Is a DAF right for my charitable giving goals?

You and your financial advisor evaluate your situation and take into account what’s most important to you.
Is a DAF right for my charitable giving goals?

If you want to give to charity and:

• You want to bundle your contribution in a single year to obtain a tax-deduction while also preserving your ability to grant support to charities over more than one year.
• You own investments that have significantly increased in value.
• You have experienced an unusually high-income year.

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## Giving $100,000 of stock with $90,000 of long-term capital gains to charity

<table>
<thead>
<tr>
<th></th>
<th>If you give the stock to a DAF</th>
<th>If you sell the stock for cash</th>
</tr>
</thead>
<tbody>
<tr>
<td>Capital gains tax(^1)</td>
<td>$0</td>
<td>$18,000</td>
</tr>
<tr>
<td>Amount given to charity</td>
<td>$100,000(^*)</td>
<td>$82,000</td>
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</tbody>
</table>

\(^1\) Assumes 20% capital gains tax rate and no fluctuation in value.

\(^*\) Minus any fees

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Incorporating a DAF into your financial strategy
Benefits of using a DAF
7 potential benefits of using a DAF

The opportunity to grow your charitable gifts over time, tax-free
Streamline tax reporting
Share the values of charitable giving
Leave a legacy
7 potential benefits of using a DAF (cont'd)

- Provide an alternative to a family foundation
- Evaluate a charity’s fiscal responsibility over time
- In memoriam giving
Tradeoffs of using a DAF
5 potential tradeoffs of using a DAF

- Contribution is irrevocable
- Lower levels of control
- No contributions from qualified charitable distributions (QCDs)
- Investment risk
- Investment management and other fees
4 additional DAF considerations
4 additional DAF considerations

- Minimum grant size
- Timing of grants
- Large gifts
- Potential tax law changes
General considerations for charitable giving

- Contributions are still subject to IRS limits on charitable tax deductions
- Donating investments with a loss isn’t as beneficial
- Donating investments with short-term capital gains is less beneficial
- Prohibition on receiving more than incidental benefit

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Any questions?