

DONOR ADVISED FUNDS

Compare a Donor Advised Fund at the Jewish Foundation of Greater Toronto to a private foundation and a bank or financial institution.

	JEWISH FOUNDATION OF GREATER TORONTO	PRIVATE FOUNDATION	BANK OR FINANCIAL INSTITUTION
Community Impact	<ul style="list-style-type: none"> Grants are directed by the donor/fund advisors to the charities of their choice Research support is available 	<ul style="list-style-type: none"> Grants are directed by the donor/foundation board to the charities of their choice 	<ul style="list-style-type: none"> Grants are directed by the donor to the charities of their choice
Setup & ongoing fees	<ul style="list-style-type: none"> No legal or accounting fees to establish a fund Admin fees for all funds range up to 1% Investment management fee of approx. 0.7% 	<ul style="list-style-type: none"> Legal costs to create foundation and obtain charitable status Cost for legal, audit, bookkeeping and tax returns Can be expensive to operate 	<ul style="list-style-type: none"> Banks charge an administration fee, plus a management fee on their mutual fund, totaling up to 2.5%
Minimum amount to establish fund / foundation	<ul style="list-style-type: none"> \$10,000 	<ul style="list-style-type: none"> \$1,000,000 (best practices suggest no less than \$3,000,000 due to cost of administering) 	<ul style="list-style-type: none"> \$25,000 Fund must have a minimum added to it each year
Investment Guidelines	<ul style="list-style-type: none"> Assets are invested by professional fund managers and monitored by the Investment Advisory Committee No reporting to the CRA, no tax return filing, no financial statements to prepare Easy and flexible 	<ul style="list-style-type: none"> Directors or trustees must manage investments directly or supervise professional managers Must file tax returns and prepare financial statements Comes with administrative burdens 	<ul style="list-style-type: none"> Limits investments to a single, bank-owned mutual fund, managed by a single advisor

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Stewardship	<ul style="list-style-type: none"> • Manages granting process and due diligence on charities • Grants can be recommended and processed throughout the year • Handles all administration and reporting • As much or as little family involvement in granting as desired • Donors benefit from the Jewish Foundation's community knowledge and research, ensuring their grants have greatest philanthropic impact 	<ul style="list-style-type: none"> • Family responsible for all governance responsibilities, including possible management of staff and/or professionals • Family or staff must handle individual funding requests and research potential grant recipients • Trustees/directors control all granting decisions 	<ul style="list-style-type: none"> • Donors must handle individual funding requests • Grant recommendations are made annually and processed quarterly • Donors must research potential grant recipients
Anonymity / Confidentiality	<ul style="list-style-type: none"> • Total anonymity option • Fund balance and grants can be kept confidential 	<ul style="list-style-type: none"> • Foundation's assets, names of trustees and directors, granting information and expenses are all available online 	<ul style="list-style-type: none"> • Total anonymity option • Fund balance and grants can be kept confidential
Recognition	<ul style="list-style-type: none"> • Donors get the level of recognition they desire, from public profile to total anonymity • Grant recipients notified by letter with cheque • Founder's name and wishes are respected in perpetuity 	<ul style="list-style-type: none"> • Family must negotiate directly with grantees • Disbursements must be done in the name of the private foundation • Next generation of trustees can change the foundation mission and name 	<ul style="list-style-type: none"> • Grant recipients notified by letter with cheque
Minimum Annual Grants	<ul style="list-style-type: none"> • No minimum required • Minimum \$100/ disbursement 	<ul style="list-style-type: none"> • Required to spend 3.5% of average capital 	<ul style="list-style-type: none"> • 3.5 % of the average market value • Minimum \$250/disbursement
Other Benefits	<ul style="list-style-type: none"> • Family philanthropy program available; preparing the next generation • Offers peace of mind 		

Contact us to talk about moving your Private Foundation to the Jewish Foundation of Greater Toronto. We'll become part of your team, providing expert service to you and your family.

Contact us at 416.631.5703 or visit jewishfoundationtoronto.com to get started.