



# DONOR ADVISED FUNDS



## **FAMILY PHILANTHROPY MADE EASIER**

*Creating a Donor Advised Fund (DAF) with the Jewish Federation Foundation of the Jewish Alliance of Greater Rhode Island is a great way to build a tradition of family philanthropy. The Jewish Federation Foundation (JFF) will handle all administrative matters, allowing you and your family to focus on the charities that are important to you.*

### **A GREAT CHOICE FOR ALL KINDS OF PHILANTHROPISTS**

Among our satisfied DAF program participants are:

- Newlyweds eager to practice *tzedakah* together and make philanthropy part of their lives.
- A three-generation family who want to focus on the organizations they care about, rather than on paperwork.
- A generous community leader who makes dozens of grants but wishes to receive only one tax receipt.
- A former family foundation president who has simplified his record keeping and protected his anonymity by transferring his foundation assets into a DAF.

### **WHAT IS A DONOR ADVISED FUND?**

A DAF is a charitable giving fund you establish with the Jewish Federation Foundation. After completing a simple enrollment application, you make an irrevocable gift of cash or other assets in the amount of \$2,500 or more. You can add to your fund at any time. Your fund is invested with the Jewish Federation Foundation's Endowment, and then you can begin recommending grants to your favorite Jewish charities and other nonprofit organizations, to the Jewish Alliance of Greater Rhode Island, or even to fulfill your synagogue dues. Each grant recommendation is carefully reviewed to ensure compliance with IRS regulations and JFF policies. JFF will provide you with quarterly reports detailing all activity in your DAF.

### **A TRADITION OF GIVING**

A DAF gives your family the opportunity to practice philanthropy together. You may name up to four signatories for your fund, including your adult children or grandchildren. You may also name successor signatories, to ensure that your legacy of giving is continued from generation to generation.

### **A FOUNDATION ALTERNATIVE**

If you are tired of the administrative burdens involved in a family foundation, consider a DAF. JFF will handle all the paperwork, take care of compliance issues, and ensure your complete privacy and confidentiality. JFF professional staff will be available to provide you with efficient, personalized service.



Unlike a family foundation, a DAF incurs no ongoing legal fees, no tax preparation fees, and no excise taxes. DAFs don't impose any annual distribution requirements; foundations are required to make a minimum 5% annual distribution—even during a down market. Contributions to your DAF are tax deductible in the year they are made, and are also eligible for more generous tax deductions than are available to private foundations. Grant recommendations are processed on a weekly basis.

#### HOW DO I ESTABLISH A DAF WITH JFF?

Visit [jewishallianceri.org](http://jewishallianceri.org) and download your Donor Advised Fund Application Packet or call 401.421.4111 ext. 223 and request our DAF packet.

#### Contact Information:

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#### **Jewish Federation Foundation**

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