

DONOR ADVISED FUND

(Example assumes 25% total Tax Rate)

	<u>WITHOUT a Donor Advised Fund</u>	<u>WITH a Donor Advised Fund</u>
Annual Donations:	\$15,000	\$0
Deductible Mortgage Interest:	\$7,500	\$7,500
Total Amount Available to Itemize on Taxes:	\$22,500	\$7,500
Standard Deduction:	\$24,000	\$24,000
<i>(Because your itemized deductions are less than the Standard Deduction, you would claim the Standard Deduction.)</i>		
<u>Set up Donor Advised Fund:</u>		
- Deposit \$100,000 in a DAF and distribute \$20,000 a year to your Charities		
Tax Deduction - Year 1:	\$24,000	\$100,000
Tax Deduction - Year 2:	\$24,000	\$24,000
Tax Deduction - Year 3:	\$24,000	\$24,000
Tax Deduction - Year 4:	\$24,000	\$24,000
Tax Deduction - Year 5:	<u>\$24,000</u>	<u>\$24,000</u>
Total 5 Year Deductions:	\$120,000	\$196,000
Tax Savings from Deductions:	\$30,000	\$49,000
		<i>Increase your Donations \$5,000 a year AND save almost \$20,000 in Taxes over the 5 years.</i>