



**LOUISIANA  
BAPTIST  
FOUNDATION**

An Agency of the  
Louisiana Baptist Convention

## Donor Advised Funds

**T**he Donor Advised Fund offered by the Louisiana Baptist Foundation is designed to accommodate various giving situations. The donor makes a tax deductible gift of cash or securities to a named account managed by the LBF. At a later time or at various intervals the donor makes recommendations to the Foundation as to the distribution of funds from the account to other charitable organizations, institutions, or ministries. The donor may choose to distribute all of the assets or retain part for future distribution or to build a permanent endowment.

The Donor Advised Fund provides an easy avenue for gifts of stock or other securities to multiple beneficiaries. Families can also use the Donor Advised Fund to establish a legacy of giving over multiple generations.

### **BENEFITS**

**Convenience** - Donor may make a tax-deductible contribution for the current year while deferring the choice of beneficiary until a later date. Donor can also make one asset transfer that can benefit multiple organizations.

**Flexibility** - Allows the donor input as to amount and timing of grants.

**Professional Administration** - Foundation manages and administers the account for reasonable management and maintenance fees.

**Tax Savings** - Donation qualifies as charitable deduction for income tax purposes. Donating appreciated assets to the Donor Advised Fund can avoid capital gains tax. The Donor Advised Fund can also be used to reduce potential estate tax liability.

**Anonymity** - The Donor Advised fund can be for anonymous gifts in support of ministry.



**“GOD HAS GIVEN US  
TWO HANDS - ONE TO  
RECEIVE WITH AND  
THE OTHER TO GIVE  
WITH. WE ARE NOT  
CISTERNS FOR  
HOARDING; WE ARE  
CHANNELS FOR  
SHARING”**

**BILLY GRAHAM**

**INSTRUCT THOSE  
WHO ARE RICH IN THE  
PRESENT AGE ... TO DO  
WHAT IS GOOD, TO BE  
RICH IN GOOD WORKS,  
TO BE GENEROUS AND  
WILLING TO SHARE;**

**1 TIMOTHY 6:17-18**

The Louisiana Baptist Foundation has been assisting donors with Charitable Gift Annuities, Bequests, and other charitable giving arrangements since 1944. Please call to learn more about Multiplying the Ministry God has placed on your heart.

***This information is not to be substituted for legal or financial advice. Consult a knowledgeable professional to assist you with your gift planning needs.***

For more information on Donor Advised Funds and other giving opportunities contact the Foundation.

P. O. Box 311  
Alexandria, LA 71309  
318-445-4495 (Local)  
877-523-4636 (Toll-free)  
318-445-8575 (Fax)  
[www.LBFinfo.org](http://www.LBFinfo.org)



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## HOW A DONOR ADVISED FUND WORKS

Donor establishes account with Louisiana Baptist Foundation by completing the Donor Advised Fund Agreement.

Donor contributes cash or securities to the account. Contribution qualifies as an income tax deduction in the year the contribution is made to the account.

Assets are converted to cash (if necessary) and invested by the Foundation.

Donor makes written recommendation(s) at a later time for grants to be distributed to one or more charitable organizations (subject to minimums stated below).

LBF reviews grant recommendation(s), distributes funds to organization(s), and acknowledges gift to donor and organization(s).

Donor may name a successor advisor to continue the grant recommendations after his or her death; or the donor may designate any remainder of undistributed assets to be managed by LBF as a permanent endowment.

## GUIDELINES FOR DONOR ADVISED FUND

The following guidelines are in order for the Donor Advised Fund to qualify for federal tax benefits and to comply with the Louisiana Baptist Foundation Policies for Gift Acceptance.

- Donation is irrevocable. Assets transferred become property of the Louisiana Baptist Foundation.
- Grant recommendations are non-binding on the Louisiana Baptist Foundation.
- All grant recommendations must be to non-profit organizations described in each of Sections 170(c), 170(b)(1)(A), 2055(a), and 2522(a) of the Internal Revenue Code of 1986. Grants must comply with all sections of Internal Revenue Code as it exists and as may be amended.
- Minimum of 20% of the annual distribution must be to an organization, church, agency, institution, or ministry cooperating with and/or supported or fostered by the Louisiana Baptist Convention and/or the Southern Baptist Convention.
- Must comply with all other Policies for Gift Acceptance as adopted by the Louisiana Baptist Foundation Board of Trustees (available on request).

## POLICIES FOR LBF DONOR ADVISED FUNDS

**Minimum Contribution:** *\$5000 initial minimum with \$1000 minimum additional contributions. Minimum contribution may be waived at the discretion of LBF Executive Director.*

**Investment of funds:** *All funds will be initially invested in LBF Short Term Fund. Based upon the donor's recommendation for distribution, the LBF staff may allocate funds to other appropriate LBF funds.*

**Types of Assets:** *Cash and Marketable securities may be contributed.*

- *Donor may make one or more grant recommendations to beneficiary organizations each calendar year until the corpus of the fund and any accumulated earnings have been exhausted.*
- *All grant recommendations must be in writing and signed by the donor.*
- *Grant recommendations must be in amounts of \$250.00 or greater.*
- *Distributions will not be approved to any organization or institution engaged in a practice or activity that is inconsistent or in conflict with Baptist beliefs and practices.*

There are specific fees that are applied to the administration of Donor Advised Funds. Please contact our staff for details.

***Advancing the Kingdom***

One dollar at a time. One ministry at a time. One life at a time.