



# OAK PARK-RIVER FOREST Community Foundation

## Differences between Community Foundations and Private Foundations

Community foundations give donors benefits not available through private foundations.

### CHARITABLE FUND

at the Oak Park-River Forest Community Foundation

### PRIVATE FOUNDATION

#### Organizational Structure

Donors establish individually named funds within the corporate structure of OPRFCF

Donor must establish a separate nonprofit entity and apply for federal tax exemption with requisite founding documents

Donors can guide grant making activities of their funds

Donor operates own grant program and manages contact with fund seeking community

OPRFCF files one federal and one state tax report for all of it's funds

Donor is responsible for investments, accounting, and state and federal reporting

#### Tax Deductions for Donors

Donor receives 100% fair market value charitable deduction for gifts of publicly traded stock, closely-held stock, real estate, and other long-term capital gain property

Donor currently receives a fair market value charitable deduction only for gifts of publicly traded stock. The deduction for gifts of other appreciated property, such as real estate or closely-held stock, is limited to the donor cost basis

Gifts of cash are deductible up to 50% of the donor's adjusted gross income with a five-year carryover for any excess

Gifts of cash are deductible up to 30% of the donor's adjusted gross income with a five-year carryover for any excess

The fair market value of gifts for appreciated securities or real estate are deductible up to 30% of the donor's adjusted gross income with a five-year carryover for any excess

Gifts of appreciated property are deductible up to 20% of the donor's adjusted gross income with a five-year carryover for any excess

#### Federal Tax

OPRFCF is exempt from most federal and state taxes

Subject to federal tax of up to 2% annually on invested income

#### Pay-out Requirement

No IRS requirement that any amount be paid out annually in grants

IRS requires an annual grant pay-out of 5% of assets

**Oak Park-River Forest Community Foundation**

**1049 Lake Street, Suite 204, Oak Park, IL 60301 | 708-848-1560 | [www.oprfcf.org](http://www.oprfcf.org) | Antonio Martinez, President & CEO**