



# Donor Advised Funds, Community Foundations, and You: Working Together to Grow Philanthropy

## Presented by:

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# A Brief History



# How Do DAFs Work?



Make a Donation



Tax Deduction



Grow the Balance



Support Charities

- Donate cash, stock, other asset
- Receive a tax deduction in the year the gift is made
- Dollars are invested and tax-free growth available to grant
- Grant to causes over time



# Why Do People Use DAFs?

- Taxable Events (often referred from a professional advisor)
- Streamlining Giving
- Seeking Philanthropic Support
- Family philanthropy in lieu of family foundation
- Corporate philanthropy in lieu of private foundation
- Gifting Non-Cash Assets



# What is a Community Foundation?

- 501(c)(3) public charity
- Offers a variety of charitable funds for the benefit of a defined geographic area or affinity
- Raises money – Grants money
- Permanent source of philanthropic dollars
- Community leadership & convening



# Community v. Commercial DAFs



# Working with DAFs

- Still Individuals, with Values and Priorities
- Most People Already Know What They Want to Support
- DAF Donors are Still Looking for Stewardship
- Nonprofits Can Be More Receptive to DAF Grants
- DAFs are Great Planned Giving Opportunities for Nonprofits
- Get to Know the Program or Community Impact Staff



# Summary





# Q & A