

RBC Dominion Securities Charitable Gift Program

- The RBC Dominion Securities Charitable Gift Program is designed for individuals and families looking for a way to support charitable causes important to them in a meaningful way, without the time and expense involved with establishing a private foundation.
- It enables you to create a lasting legacy by contributing to a charitable gift fund managed by RBC Dominion Securities and administered by the Charitable Gifts Funds of Canada Foundation, a non-profit, grant-making organization registered as a public foundation with the CRA, specializing in the management of charitable gift fund accounts.
- You receive important tax advantages, including tax-deductible donation receipts and the ability to donate appreciated publicly traded securities without paying capital gains tax.
- You can also recommend which charities receive grants from your charitable gift fund account.

Key advantages

Flexibility

- Contribute cash, publicly traded securities or other assets like mutual funds.
- Make initial and ongoing contributions.
- Choose from a range of pre-approved investment options.
- Recommend grants to the charitable organizations of your choice from the investment earnings in your account.

Simplicity

- All details of account administration are handled for you.
- No set-up costs and low annual administration fee.



Key advantages

Tax benefits

- Receive an official charitable donation receipt for the full fair market value of your contributions.
- Gifts of appreciated publicly traded securities may qualify for a capital gains tax exemption.
- Earnings accumulate tax free within your account.

Enduring family legacy

- Give your account a unique name that reflects your family's legacy, like The Smith Family Fund for the Arts.
- Name grant advisors and successors to your fund to continue your family's legacy.



Choosing the right option

One-time gift to a public charitable organization				
Description	Gift options	Taxes	Advantages	Considerations
<ul style="list-style-type: none"> A CRA-registered charitable organization that carries out approved charitable activities and can receive funding from donors directly and from other sources such as foundations 	<ul style="list-style-type: none"> Cash or other property donated directly to a chosen charity and used to fund approved charitable activities undertaken by the recipient organization 	<ul style="list-style-type: none"> Donation receipts issued for full fair market value of contributions made Gifts of appreciated securities entitled to preferential tax treatment on capital gains Donation receipts issued for full fair market value of contributions made 	<ul style="list-style-type: none"> Immediate benefit to charity Current income tax credits to reduce other tax owing 	<ul style="list-style-type: none"> Some charities unable to accept donated securities One-time giving versus an enduring legacy Donations must be made annually to receive ongoing tax benefits

Choosing the right option

RBC Dominion Securities Charitable Gift Program				
Description	Gift options	Taxes	Advantages	Considerations
<ul style="list-style-type: none"> A fund managed by CGFCF, a non-profit, grant-making organization registered as a public foundation with the CRA, specializing in the management of charitable gift fund accounts Fund-holders can recommend annual grants from investment earnings to qualified charities 	<ul style="list-style-type: none"> Cash or other property, such as appreciated securities, to establish and maintain a perpetual legacy fund Proceeds fund grants to other qualified organizations for approved charitable activities undertaken by the recipient organizations 	<ul style="list-style-type: none"> Donation receipts issued for full fair market value of contributions made Gifts of appreciated securities entitled to preferential tax treatment on capital gains Donation receipts issued for full fair market value of estate gifts 	<ul style="list-style-type: none"> No start-up costs, low fee and expenses Minimum contribution of just \$50,000 Professional advice Tax credits to reduce income taxes An enduring gift that can grow over time Anonymous if desired Successors can be named to oversee and sustain legacy fund 	

Choosing the right option

Setting up your own private foundation				
Description	Gift options	Taxes	Advantages	Considerations
<ul style="list-style-type: none"> • A non-profit, grant-making organization registered as a private foundation with the CRA • A private entity that receives most of its funding from one source, usually an individual, family or corporation 	<ul style="list-style-type: none"> • Cash or other property donated directly to the foundation • Proceeds fund grants to other qualified organizations for approved charitable activities undertaken by recipient charitable organizations 	<ul style="list-style-type: none"> • Donation receipts issued for full fair market value of contributions made • Gifts of appreciated securities <u>not</u> entitled to preferential tax treatment on capital gains • Donation receipts issued for full fair market value of estate gifts 	<ul style="list-style-type: none"> • Full control over charitable distributions 	<ul style="list-style-type: none"> • Start-up costs \$5,000-\$25,000 • Higher legal and maintenance costs • Minimum contribution typically \$300,000 • Full liability for CRA filings and administrative compliance

Helping you create your legacy



- The RBC Dominion Securities Charitable Gift Program is offered in partnership with the Charitable Gift Funds Canada Foundation.
- Established in 2003, the foundation is an independent, non-profit charitable organization registered as a public foundation with the Canada Revenue Agency.
- It specializes in the management and administration of charitable gift funds.

RBC Dominion Securities Charitable Gift Program



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Individual Pension Plans (IPPs)

- An Individual Pension Plan (IPP) is an employer-sponsored registered pension plan designed for individuals who are:
 - Incorporated business owners or professionals
 - Earning \$100,000 or more in T4 income
- Enhanced retirement benefits through higher tax-deductible contribution limits when compared to a traditional registered Retirement Savings Plan (RSP).

IPPs are an ideal solution for :

- Incorporated business owners or professionals looking to boost their retirement income
- Employers looking for a way to enhance retirement benefits for a key employee