

RBC Charitable Gift Program Alternatives for Charitable Giving and Philanthropy

	RBC Charitable Gift Fund "CLASSIC"	RBC Charitable Gift Fund "FLEX"
Description	An endowment fund intended to provide funds for grants to registered charities from <i>Accumulated Net Income</i> of the fund while preserving at least 70% of the <i>Gift Capital</i> donated for a minimum of 10 years.	A current fund with unlimited grant-making privileges designed to satisfy short to long term philanthropic objectives.
Donation receipt	Donation receipt issued for 100% of the fair market value of your contribution to the fund.	Donation receipt issued for 100% of the fair market value of your contribution to the fund.
Type of donations accepted	Canadian/US cash & gifts-in-kind including, but not limited to: marketable securities, life insurance policies, private company shares. ¹	Canadian/US cash & gifts-in-kind including, but not limited to: marketable securities, life insurance policies, private company shares. ¹
Initial donation	Minimum \$25,000	Minimum \$100,000
Subsequent donations	Minimum \$250	Minimum \$250
Investment policy	Goal is conservative, long-term growth with a targeted asset allocation of 55/45 for <i>Gift Capital</i> . The investment management will be undertaken by your advisor. <i>Grantable Funds</i> are held in a central CGFCF account to preserve the capital and are not invested.	Goal is to invest funds in a manner consistent with the anticipated distribution of the Gift Capital as indicated in the original gift fund agreement. The investment management will be undertaken by your advisor.
Source of funds available for grants to registered charities	<p>The <i>Annual Amount Available</i> (target of 4% of the average gift capital value over the last 4 quarters) plus any portion of donations received that are designated as "available for grant-making" may be granted to qualified organizations upon your recommendation.</p> <p>Up to 30% of donations received may be designated as <i>Grantable Funds</i> (see exception below for online donations). After 10 years, the remaining <i>Gift Capital</i> is available for grant-making. Minimum grant of \$250 per charity.</p> <p>For example, if a donation of \$2,000,000 is made on January 1, then up to \$600,000 can be designated as unrestricted Grantable Funds. The balance of \$1,400,000 is retained as Gift Capital and is invested and held for at least 10 years. A spending policy calculation is applied to the fund's capital assets each year to generate additional grant money. The target is 4%, but there must be enough net accumulated income to fund it to that level. In this illustration, if the \$1,400,000 had sufficient net accumulated earnings an additional \$56,000 could be available for grant-making. Any grant money not disbursed by year-end rolls over to next year.</p>	<p>The <i>Gift Capital</i> and <i>Accumulated Net Income</i> may be granted to qualified organizations upon your recommendation at any time. Minimum grant of \$250 per charity.</p> <p>For example, if a donation of \$2,000,000 is made on January 1, then the full \$2,000,000 plus the accumulated investment return for the year, less investment fees and administrative fees, is available for grant-making.</p>

¹ Private company shares with liquidity plan. Other assets may be considered, please discuss with RBC program managers and/or CGFCF.



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Expense recovery cost (Admin fees paid to Charitable Gift Funds Canada Foundation)	<p>Up to \$2,500,000 – 0.75% Next \$2,500,000 – 0.65% Over \$5,000,000 – custom</p> <p>* charged monthly based on month end balance of Gift Capital.</p> <p>** the above fees do not include investment management fees. Speak to your advisor about investment management fees</p> <p><i>The admin fee for Year 1 is \$10,500 based on capital assets of \$1,400,000 (assuming no income is earned).</i></p>	<p>Up to \$2,500,000 – 0.95% Next \$2,500,000 – 0.85% Over \$5,000,000 – custom</p> <p>* Flex Funds are subject to a minimum monthly expense allocation. In the first twelve months following receipt of each gift, it is calculated as the greater of a) the total gift value as it appears on the official donation receipt times the expense allocation rate or b) \$79. After the twelfth month the minimum monthly expense allocation is \$79.</p> <p>** the above fees do not include investment management fees. Speak to your advisor about investment management fees</p> <p><i>The admin fee for Year 1 is \$19,000 based on an initial gift of \$2,000,000.</i></p>
Advisory Rights and Additional Services	<p>You can name your Charitable Gift Fund and appoint grant advisors and/or fund successors. You may recommend: advisors; investment product options, and; grants.</p> <p>Should you choose to set up a personal fundraising web page through the program's EasyDonate service then donations can be made by credit card directly to your charitable gift fund. You may designate up to 15% of these donations as available for grant-making with the net balance going to gift capital. Online processing cost of 2.5% of donation amount (max. \$100 per donation) plus credit card processing fees apply.</p>	<p>You can name your Charitable Gift Fund and appoint grant advisors and/or fund successors. You may recommend: advisors; investment product options, and; grants.</p> <p>Should you choose to set up a personal fundraising web page through the program's EasyDonate service then donations can be made by credit card directly to your charitable gift fund. Online processing cost of 2.5% of donation amount (max. \$100 per donation) plus credit card processing fees apply.</p>



RBC Wealth Management

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