

CHOOSING THE RIGHT OPTION



	PRIVATE FOUNDATION	RBC DOMINION SECURITIES CHARITABLE GIFT PROGRAM
Set-up costs	■ \$5,000 – \$25,000	■ \$0
Potential associated cost items	■ Legal, accounting, foundation registration, office space, staff, investment management fees, donor's time, trustee/custody fees	■ All included
Minimum contribution	■ \$300,000	■ \$25,000
Additional contributions allowed	■ Yes – variable minimum depending on money manager	■ Yes – \$250.00 minimum
Administration	<ul style="list-style-type: none"> ■ Very hands-on unless turned over to an administrator ■ Selecting a board of directors and possibly chairing board ■ Selecting and managing investments or fund managers 	■ All included
Administration expenses/control	<ul style="list-style-type: none"> ■ 0.75% to 1.5% annually of assets plus investment management fees ■ Most control – use any investment solution and direct annual grants to anyone 	<ul style="list-style-type: none"> ■ 0.75% annually of assets with a reducing fee schedule, plus investment management expenses ■ Slightly less control – can recommend fund managers from pre-approved list and recommend which registered charities receive grants
Life span of foundation	■ Can be established to exist for a term of years or in perpetuity.	■ At least 10 years – in perpetuity if desired
Board member compensation	■ No	■ No
Grants per year	■ Minimum 3.5% of invested assets	■ Minimum 3.5% of invested assets
CRA reporting requirements	■ T3010A report; tax return	■ Same – included in service
Preferential capital gains tax inclusion rate on gifts of listed securities	■ Yes – 0% inclusion rate	■ Yes – 0% inclusion rate

This publication is not intended as nor does it constitute tax or legal advice. Readers should consult their own lawyer, accountant or other professional advisor when planning to implement a strategy.

RBC Dominion Securities Inc. and Royal Bank of Canada are separate corporate entities which are affiliated. *Member CIPF. © Registered trademark of Royal Bank of Canada. Used under licence. RBC Dominion Securities is a registered trademark of Royal Bank of Canada. Used under licence. © Copyright 2007. All rights reserved.*