

TYPES OF CHARITABLE FUNDS

UNRESTRICTED FUNDS

Donors establishing Unrestricted Funds direct the Foundation to identify and evaluate the most effective uses for the funds in response to the current needs of the community. Grants are awarded to organizations serving charitable needs in the areas of education, health care, social services, and the arts and humanities.

FIELD OF INTEREST FUNDS

These types of funds enable donors to choose a particular area of interest such as youth, education, senior citizen needs, arts and culture, etc.

DONOR ADVISED FUNDS

Donor Advised Funds allow donors to make suggestions for distributions from their funds for specified purposes. Individuals creating these funds are allowed to take a tax deduction in the year of the gift(s) and retain access to the fund for future distributions to charitable causes. Although Internal Revenue Service regulations require these suggestions to be nonbinding, each suggestion receives the serious and thoughtful consideration of our Board of Directors.

RESTRICTED FUNDS

These funds are designed to benefit specific charitable organizations such as a religious institution or other beloved charity. Restricted Funds also include scholarships which can be structured to reflect the interests of the donor.

AGENCY & INSTITUTIONAL ENDOWMENT FUNDS

The Foundation manages the endowments of many non-profit organizations. These funds are structured to serve their intended charitable purpose(s) in perpetuity.

Please note that any of the above types of funds can be created as endowment funds (permanent resources for the community) or as pass-thru funds (temporary charitable vehicles that close upon fulfillment of their purposes).

WEBSITE RESOURCES

www.CommunityFoundationFRV.org

FOR PROFESSIONAL ADVISORS

(Please see the following links on our website which are designed to further your understanding of our services.)

Why Suggest The Community Foundation
Community Foundation Or Private Foundation
How To Guide My Client
Council Of Professional Advisors
See All Funds

FOR DONORS

(Please refer your clients to the following links on our website for information on effective ways to meet their charitable objectives.)

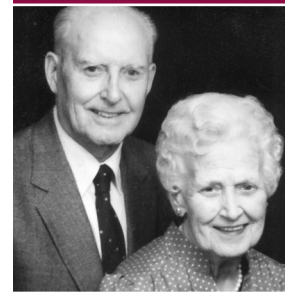
Why Choose The Community Foundation
Benefits I Will Receive
Ways I Can Give
Creating My Own Fund
Honoring My Family
Planning My Estate
How To Say It
Community Foundation Or Private Foundation
See All Funds



The Community Foundation, established in 1948, provides a simple and powerful approach to charitable giving. We make it possible for individuals, families and organizations to custom-design their own named funds and/or support existing funds that reflect their charitable goals and interests.



TEN REASONS TO DISCUSS THE COMMUNITY FOUNDATION WITH YOUR CLIENTS



COMMUNITY FOUNDATION OF THE FOX RIVER VALLEY
111 West Downer Place • Suite 312
Aurora, Illinois 60506
(630) 896-7800
www.CommunityFoundationFRV.org

PLANNING AN ESTATE

The Community Foundation is a valuable resource for those who wish to create a charitable legacy. Donors can bequeath a gift to an existing fund within our organization or create a new fund in the name of their choosing.

We will meet with individuals and their legal or financial advisors to discuss ways in which their charitable objectives can be fulfilled.

Unrestricted Bequests are devoted to the general purposes of the Foundation. These types of bequests provide grants to local non-profit organizations.

Unrestricted Bequests (Endowments) are also unrestricted in purpose and provide perpetual support for charitable needs. The amount available for distribution is carefully established by the Foundation to ensure the preservation and long-term growth of each endowment fund.

Restricted Bequests are awarded for only those charitable purposes designated by the donor. Donors typically name a favorite charity, place of worship, field of interest (such as healthcare, education or the arts and culture) or designate their bequests for scholarships to local students.

Restricted Bequests (Endowments) provide perpetual support for charitable purposes set forth by the donor.

Charitable Trusts can be effective in maximizing the tax benefits to a donor's estate. Charitable lead or charitable remainder trusts are two types of vehicles that can be utilized to benefit the donor while fulfilling his or her charitable objectives.

Charitable Gift Annuities provide lifetime payments to donors. Upon termination of the annuity, the remainder is placed in an existing fund within the Community Foundation or is used to create a new charitable fund in the name of the donor's choosing.

We wish to thank our local attorneys, estate planners and trust officers who have assisted clients in creating a legacy within our organization. Photos on the front cover of this brochure feature ten of the more than 100 individuals who have remembered the Community Foundation through a bequest from their estates.

TEN REASONS TO DISCUSS THE COMMUNITY FOUNDATION WITH YOUR CLIENTS

There are many reasons why citizens choose the Community Foundation to fulfill their charitable goals. Following are ten of the most significant.

- 1. Creating Personal Charitable Legacies.** We help donors develop personal charitable legacies that reflect their philanthropic objectives. We listen carefully to each donor and suggest ways to fulfill their wishes.
- 2. Perpetuating Family Names.** Many citizens are seeking meaningful ways to perpetuate their family name. That goal is easily accomplished through the creation of a permanent fund within the Foundation.
- 3. Continuing Support Of Favorite Charities.** We each have favorite charities we have supported during our lifetimes. Through an endowment fund, a donor's thoughtfulness will extend to future generations.
- 4. Protecting Donor Investments.** As a third-party protector, we sit on the same side of the table as our donors. We safeguard each fund entrusted to our care and assure donors that their funds will be administered in accordance with their objectives.
- 5. Ensuring Permanent Relevant Purposes.** If the purpose(s) for which a fund was established becomes obsolete or impossible to fulfill, we will identify a relevant charitable beneficiary to match the original intent of the donor.
- 6. Providing Charitable Options.** Donors have the option of giving to many charitable organizations and purposes through the creation of one fund. Some of the areas that can be served include education, health care, social services, arts and culture, religion and the humanities. Donors can create permanent funds (endowments) which are administered in perpetuity or temporary funds (pass-thru) that close upon the fulfillment of their purposes.
- 7. Making Charitable Giving Convenient.** It often takes less than one hour to create a charitable fund that will last beyond one's lifetime.
- 8. Offering Affordable Philanthropic Vehicles.** A permanent endowment fund can be created for only \$10,000. Funds established for less than \$10,000 will be designated as endowments once the minimum level is achieved. Through the Community Foundation, permanent philanthropy is within the reach of most citizens.
- 9. Giving Through A Community Foundation.** Donors give through a Community Foundation, not to a Community Foundation. We are a unique service provider making it possible for your clients to achieve their charitable objectives within one organization.
- 10. Setting Example For Future Generations.** There is nothing more meaningful than bequeathing good values to our children and grandchildren. An endowed charitable fund is a permanent reminder of a past generation's concern for a future generation's well-being. Helping your clients achieve this life-affirming objective is one of the greatest gifts you can give to your community.