



Gone FISHING

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"It takes a noble man to plant a seed for a tree that will some day give shade to people he may never meet" - David Trueblood

WHY NOT SET UP YOUR OWN CHARITABLE FOUNDATION?

During our lifetime, we often measure our success by our tangible accomplishments. We own homes, vacation properties, stocks, bonds and other valuable assets. Sometimes, we measure our success by our achievements in the workplace. While these remain important, they are only a small part of the impact that we could have on our communities.

When we think of Charitable Foundations, we often think of the mega wealthy like Bill & Linda Gates or Warren Buffet. While few of us are in the position to leave the kind of legacy as the Gates' or Buffet's most can emulate such philanthropy on a much smaller scale. The Mackenzie Charitable Giving Fund is a donor-advised giving program that can be set up with as little as \$25,000 without the large fees usually associated with setting up and maintaining a charitable foundation. Look out Bill and Warren!

You can call your Charitable Foundation whatever you wish (eg. MacDougall Family Foundation) and set up any charities you choose to donate to each year. Charitable Giving Funds are established to promote philanthropy by offering Canadians an easy and convenient way to manage their ongoing charitable giving and potentially leave a lasting legacy.

A few of the benefits of setting up a Foundation account, such as the Mackenzie Charitable Giving Fund, include:

- Paying **no capital gains tax** on donations of securities transferred in-kind to the Foundation.

Eg. Kate holds the Mackenzie Cundill Value Fund with a fair market value of \$50,000 and wants to make a \$50,000 donation to her favourite charity:

	Donate Cash After Sale	Donate Mutual Fund In Kind
Market Value	50,000.	50,000.
Adjusted Cost Base	(20,000.)	(20,000.)
Capital Gain	30,000.	30,000.
Taxable Gain	15,000.	0.
Tax on capital gain (at 45%)	(6,750.)	0.
Tax Savings from Donating Mutual Fund In Kind	0.	6,750.
Tax Credit from Charitable Donation	23,150.	23,150.
AFTER TAX COST OF DONATION	33,600.	26,850.

- You receive an **official donation receipt (a "Tax Receipt")** for each donation you make.
- Increase the amount you can grant over time through the **tax-free growth** of the assets in the Foundation.
- **Simplify charitable giving activities** by consolidating giving activities into one account. Move beyond a "cheque book philanthropy" practice.
- Name your successor. You can choose an individual to succeed you as your successor in order to establish a **multigenerational tradition of philanthropy**.
- Feeling great about supporting deserving charities that will **make a difference in your world and the world of those you love**.

With so many reasons to start your own Foundation, what will be yours?

For help creating your Foundation and learning about the practical advantages, please call Laurie MacDougall directly.