



WHAT ARE PRIVATE FOUNDATION SERVICES?

CCF private foundation services are for those who already have a private foundation and would like assistance with the challenges of managing a private foundation.

WHO SHOULD CONSIDER USING PRIVATE FOUNDATION SERVICES?

For those with an established private foundation, CCF offers services that will enable you to give more flexibly and recognize more beneficial tax deductions on contributions.

WHAT ARE THE BENEFITS OF PRIVATE FOUNDATION SERVICES?

- Allows you to give anonymously by granting through a CCF fund
- Makes it easy and convenient to grant out 5 percent of your private foundation's assets annually as required by IRS
- Secures a more beneficial tax deduction for contributions made directly to a CCF fund
- Facilitates terminating a private foundation and creating a CCF fund to enable you to continue giving on your own timetable and let CCF take care of the paperwork
- Protects your privacy, because CCF does not publish donors' grantmaking history (unlike a private foundation)
- Manages due diligence for international grantmaking
- Sets up a fund with the same name as your private foundation if you so choose

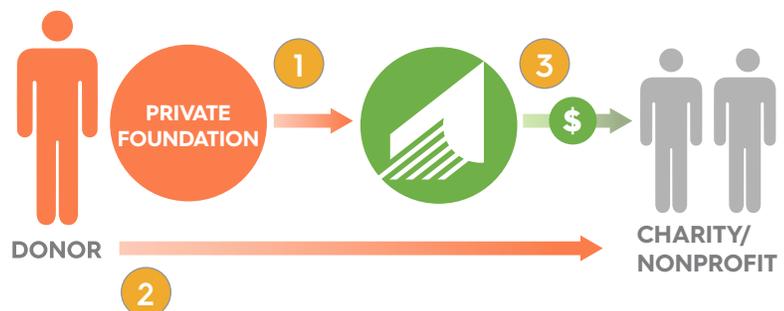
at a glance

Private Foundation Services

- Makes it easy and convenient to grant out 5 percent of your private foundation's assets annually as required by IRS
- Establish a fund to complement your private foundation
- Secure more beneficial tax deductions on contributions to Donor Advised Funds as compared with private foundations
- Get help and guidance in terminating your private foundation

HOW DO PRIVATE FOUNDATION SERVICES WORK?

- 1 Establish** – Donors open up a fund where they can:
 - Contribute to their fund annually
 - Donate a complex asset
 - Terminate their private foundation
- 2 Recommend grants** – Donors recommend grants.
- 3 Grant** – CCF distributes grants from the fund to eligible nonprofits.



CONSIDERATIONS

- CCF does not provide back-office administration for pre-existing foundations; our services are focused on providing guidance and strategies to make philanthropy easier and more efficient
- Grants cannot be made to private, nonoperating foundations and must be for a charitable purpose
- CCF offers a Private Foundation Alternative Fund for those interested in the benefits of a private foundation without the administrative challenges

private foundation services in **action**

A family with an established private foundation wanted to have more flexibility. In particular, the family wanted to make some grants anonymously and also benefit from more favorable tax deductions on contributions.

The family learned that by establishing a fund with CCF, the fund could get contributions from the family's private foundation, which gives the family anonymity. In addition to receiving greater tax benefits, it also allowed the family greater flexibility in meeting the IRS requirement to grant out 5 percent of the private foundation's assets each year, making it easier and more convenient to manage the private foundation.

To get started using **Private Foundation Services**, contact Vice President of Development & Donor Relations Teresa Mosqueda at tmosqueda@calfund.org or (213) 452-6298.

IMPORTANT LEGAL DISCLOSURE

The information provided is general and educational in nature. It is not intended to be, and should not be construed as, legal or tax advice.

The California Community Foundation does not provide legal or tax advice. You should consult your tax advisor to properly determine the tax consequences of making a charitable gift to the California Community Foundation.

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