

	Hope Donor Advised Fund	Hope Supporting Organization	Private or Family Foundation
Start up issues			
Costs	None	Approximately \$2,500	Typically several thousand dollars
Set up time	Immediate	Several months	Several months
Tax status	Shares Hope's exempt status	Must apply to IRS	Must apply to IRS
Deductibility of gifts			
Cash	Up to 50% of adjusted gross income	Up to 50% of adjusted gross income	Up to 30% of adjusted gross income
Publicly traded securities	Fair market value up to 30% of adjusted gross income	Fair market value up to 30% of adjusted gross income	Fair market value up to 20% of adjusted gross income
Real estate and closely held securities	Fair market value up to 30% of adjusted gross income	Fair market value up to 30% of adjusted gross income	Cost basis up to 20% of adjusted gross income
IRS issues			
Annual tax	None	None	Excise tax of 1% to 2% of investment income
Reporting	None	Federal information return prepared and filed by Hope	Private foundation return required
Operations			
Required grant minimum	None	None	At least 5% of net asset value annually
Board	Funds do not have a official board but can functionally	Hope and donor work together to select board but technically Hope controls	Donor appoints board
Grant making control	Donor recommends grants subject to approval of Hope's board	SO board controls grants, subject to IRS regulations	Foundation board has complete control, subject to IRS regulations
Investments	Donor may have some control over investments	SO board controls investments, subject to IRS regulations	Foundation board has complete control, subject to IRS regulations
Administrative costs	0.50% to 1.25%, depending on fund size	Varies depending on assets and services required. Typically 1.00% to 2.00%	All grant making, administrative and investment services paid by foundation
Ability to employ people	No	Yes but not to disqualified persons	Yes, subject to excess compensation limits
Ability to pay expenses	No	Yes but not for disqualified persons	Yes
Anonymity of donor	Yes	No but can thru a donor advised fund	No but can thru a donor advised fund