## Comparison of Donor Advised Funds and Supporting Organizations
### At The Trust with Private Foundations

<table>
<thead>
<tr>
<th></th>
<th>DONOR ADVISED FUNDS</th>
<th>SUPPORTING ORGANIZATIONS</th>
<th>PRIVATE FOUNDATIONS</th>
</tr>
</thead>
<tbody>
<tr>
<td>Fund Basis</td>
<td>A component fund of The Chicago Community Trust</td>
<td>A not-for-profit corporation created, as an affiliate</td>
<td>An independently organized not-for-profit corporation or trust</td>
</tr>
<tr>
<td>Tax Status and Reporting</td>
<td>Shares the public charity status of the Trust</td>
<td>Must apply for tax exemption from the IRS as a public charity</td>
<td>Must apply for tax exemption from the IRS as a private foundation</td>
</tr>
<tr>
<td>Start-Up Costs/Timing</td>
<td>No establishment costs. Can be created in one day</td>
<td>Trust prepares and files required documents</td>
<td>Full corporate start-up costs plus legal, accounting and filing costs. Requires IRS approval</td>
</tr>
<tr>
<td>Assets Required to Establish</td>
<td>$10,000 or more</td>
<td>$3 million or more</td>
<td>Substantial assets required</td>
</tr>
<tr>
<td>Charitable Deduction of Cash Gifts</td>
<td>Tax deduction of up to 60% of adjusted gross income</td>
<td>Tax deduction of up to 60% of adjusted gross income</td>
<td>Tax deduction is limited to 30% of adjusted gross income</td>
</tr>
<tr>
<td>Charitable Deduction of Appreciated Property</td>
<td>Tax deduction for full fair market value, including closely held stock, up to 30% of adjusted gross income</td>
<td>Tax deduction for full fair market value, including closely held stock, up to 30% of adjusted gross income</td>
<td>Only listed securities deductible at fair market value up to 20% of adjusted gross income</td>
</tr>
<tr>
<td>Governance</td>
<td>Individual, family or committee makes grant recommendations, reviewed by the Trust</td>
<td>Individual, family or committee holds significant influence on the board of directors</td>
<td>Complete control is retained over investments and grant making, subject to meeting IRS requirements</td>
</tr>
<tr>
<td>Duration</td>
<td>Up to three generations</td>
<td>May be perpetual</td>
<td>May be perpetual</td>
</tr>
<tr>
<td>Fund Distributions</td>
<td>None mandatory</td>
<td>None mandatory</td>
<td>Required to distribute annually 5% of the fair market value of assets</td>
</tr>
<tr>
<td>Grant Making Management</td>
<td>Provided by the Trust</td>
<td>Provided by the Trust</td>
<td>These services must be established or obtained by the foundation</td>
</tr>
<tr>
<td>Annual Administrative Costs</td>
<td>Maximum fee of 0.60% of the fund's net asset value. No tax on net investment income</td>
<td>Maximum fee of 0.60% of the fund's net asset value. No tax on net investment income</td>
<td>Significant annual costs. Must pay a 1-2% tax on net investment income</td>
</tr>
<tr>
<td>Annual Tax Filing and Administration</td>
<td>Not required</td>
<td>All tax returns and record keeping prepared and filed by the Trust</td>
<td>Must be filed by the foundation, with required supporting schedules</td>
</tr>
<tr>
<td>Investments</td>
<td>Funds are usually invested through the Trust as part of approximately $3 billion in assets*</td>
<td>Fund assets are invested independently with support available from The Trust</td>
<td>Foundation must research and secure its own investments</td>
</tr>
</tbody>
</table>

* Donors whose funds exceed $1 million may recommend an independent investment manager.