

## Charitable Bequest Beneficiary Designation

A gift left to charity when someone passes away, through your will, living trust, codicil or beneficiary designation.

**IDEAL** for anyone. Bequests are gifts that anyone can make.

You can leave a bequest of a specific dollar amount, a percentage of your estate or even a specific asset, such as a retirement account. With a bequest, you can support the causes you care about while saving and retaining assets to meet your future needs.



## Charitable Gift Annuity

A way to give cash or property to SDCF and we agree to make fixed payments to you or you and a loved one for life.

**IDEAL** for someone who desires fixed payments for life. Beneficial if you have cash or appreciated property that produces little or no income.

### Fixed Payments for Life

To one or two individuals.

### Tax-Free Payments

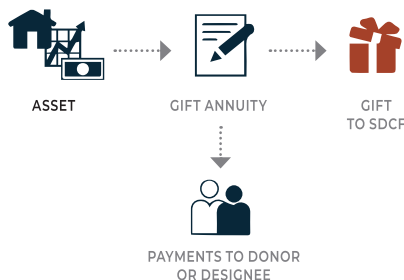
A portion of each payment may be tax free.

### Rates by Age

Payout rates are based on the age of the beneficiaries.

### Tax Deduction

Receive an income tax deduction.



## Charitable Remainder Trust

The CRT is funded with cash or property. It makes payments for a lifetime or a specified term of years to people you select, then distributes the remainder to charity.

**IDEAL** for someone with cash or appreciated property of at least \$100,000 in value who desires income and tax savings.

### Bypass Gains

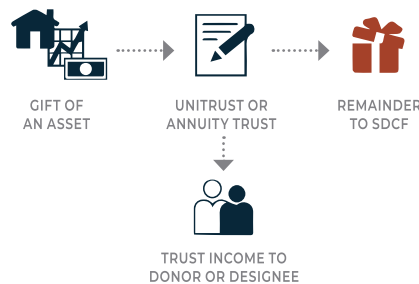
Trust sells property tax free.

### Increased Income

The trust pays a percentage of its value to the trust beneficiaries.

### Tax Deduction

You receive a current federal income tax deduction.



## Family Charitable Lead Trust

The CLT is funded with cash or property and makes payments to an SDCF endowed fund for a specified period, then distributes the trust property to beneficiaries you select.

**IDEAL** for someone who wants to pass specific property with growth to family at reduced gift or estate tax costs. Ideal for a person with a taxable estate.

### Appreciation to Family

You give property to a Lead Trust and that property, plus growth, passes to your family with no additional tax.

### Tax Deduction

You receive a federal gift or estate tax deduction for the present value of the payments that go to an endowed fund with SDCF.



## Life Estate Reserved

SDCF accepts a gift of property – either a personal residence or farm – and you retain the right to use the property for your lifetime.

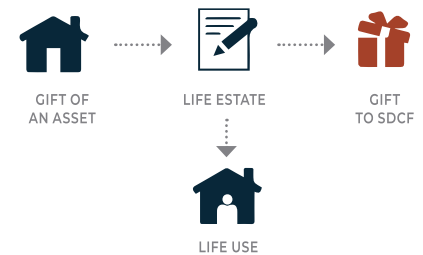
**IDEAL** for someone who wants to remain living in his or her home and desires a current income tax deduction.

### Tax Deduction

You receive a federal income tax deduction for the present value of the remainder interest in the home or farm.

### Preserves Lifetime Use

You are able to use and control the home or farm for the rest of your life.



## Gifts of Retirement Assets

You can use your retirement assets to support the causes you care about. An IRA rollover gift will support your favorite charitable causes today. The bequest of an IRA will ensure you leave a lasting legacy.

### USING YOUR IRA FOR GOOD TODAY

Individuals age 70½ or older can give up to \$100,000 this year directly from your IRA to support an SDCF endowed fund and the gift will count against your RMD (Donor Advised Funds not eligible).



### USING YOUR RETIREMENT ASSETS TO LEAVE A LASTING LEGACY

Leaving retirement assets to charity in your estate plan is an excellent way to create a legacy for causes you care about. You can use a “beneficiary designation” to name an SDCF endowed fund as a beneficiary of your retirement account. Retirement assets can also be used



to fund a charitable trust to provide for loved ones. The trust can pay income to your loved ones for the period of time you designate, after which the trust balance will be distributed to SDCF. This strategy also produces estate tax benefits.

	<b>Agency Endowment</b> <i>Created by nonprofits for ongoing revenue support.</i>	<b>Community Savings Account</b> <i>Created by communities to support charitable projects in their area.</i>	<b>Designated Fund</b> <i>Created by individuals to support identified charitable organizations.</i>	<b>Donor Advised Fund</b> <i>Created by donors to support charitable organizations of their recommendation.</i>	<b>Field of Interest Fund</b> <i>Created to support organizations within areas of interest, e.g., education.</i>	<b>Scholarship Fund</b> <i>Created to provide financial support for South Dakota high school graduates</i>	<b>Nonpermanent Fund</b> <i>Created with purpose of depleting funds; not endowed.</i>
<b>Annual Fees*</b>	0.4%–0.9% of fund balance, assessed over four quarters.	0.4%–0.9% of fund balance, assessed over four quarters.	0.4%–0.9% of fund balance, assessed over four quarters.	0.4%–0.9% of fund balance, assessed over four quarters.	0.4%–0.9% of fund balance, assessed over four quarters.	1.0% of fund balance, assessed over four quarters.	1.0% of fund balance, assessed over four quarters.
<b>Minimum Principal Balance**</b>	\$10,000	\$10,000	\$10,000	\$10,000	\$10,000	\$25,000	\$10,000
<b>Duration of Funds</b>	Perpetual	Perpetual	Perpetual	Perpetual	Perpetual	Perpetual	Established at fund inception.

## Why Recommend SDCF?

SDCF offers flexible gift opportunities, smart tax benefits, efficient management and simplified paperwork.

## How We Invest

Endowed funds are invested in a diversified long-term portfolio that includes domestic and international equities and fixed-income securities.

No earnings are posted to a nonpermanent fund.

## Distributions

Annually, 4.5% of your fund's average value is available to distribute. Endowed funds must be invested for a minimum of 12 months before being eligible for distributions.

Endowed fund holders may designate up to 10% of their original gift as spendable.

Nonpermanent fund distributions must be made in \$1,000 or greater increments.

\*Fees reduced for fund balances over \$1 million (scholarships and nonpermanent funds excluded).

\*\*Endowed funds can be started with any dollar amount, but minimum principal balance must be met prior to allowing distributions.