

Making a Gift of Stock

The Iowa Legal Aid Foundation welcomes gifts of stock and appreciated securities. These gifts are an excellent way to support your commitment to equal justice while receiving personal tax benefits.

If you own stock, it is often more tax-wise to contribute stock than cash. This is because a gift of appreciated stock generally offers a two-fold tax advantage. First, you avoid paying any capital gains tax on the increase in value of the stock. Second, you receive an income tax deduction for the full fair market value of the stock at the time of the gift.

For example, if you purchased some stock many years ago for only \$1,000, and it is now worth \$10,000, an outright gift of the stock to Iowa Legal Aid would result in a charitable contribution deduction of \$10,000. In addition, there is no capital gains tax on the \$9,000 appreciation in value if the stock has been held more than a year.

You should make sure you have owned the stock for a “long-term” period of time (this generally means that you have held the stock for more than a year) to qualify for these significant tax advantages. Your gift of stock should be completed by December 31. A stock broker or trust officer also can arrange for a year-end gift of stock from your account.

Gifts of appreciated stock are fully deductible – up to a maximum of 30 percent of your adjusted gross income. For example, if your adjusted gross income for 2016 is \$100,000, up to \$30,000 of long-term appreciated stock and other property gifts may generally be deducted in 2016. Any excess may generally be carried forward and deducted over as many as five subsequent years. **Please consult your tax advisor for specific advice.**

Stock Gifts to the Iowa Legal Aid Foundation Friend’s Fund at the Greater Cedar Rapids Community Foundation

To make a gift of appreciated stock to the Iowa Legal Aid Foundation Friend’s Fund, you will need to work with the Greater Cedar Rapids Community Foundation (GCRCF) which administers these funds.

Start by providing Jean Brenneman, CFO of the GCRCF (jean.brenneman@gcrcf.org), with the following information:

1. Ticker/CUSIP of security/securities being gifted.
2. A statement that the funds should be applied to the Iowa Legal Aid Foundation Friend’s Fund.
3. Donor name and contact information – address, phone number, email (so the GCRCF can acknowledge the gift).
4. Date the stock transfer will be completed.
5. Last four digits of the account number and name of firm delivering the gift.

ACCOUNT INFORMATION:

Greater Cedar Rapids Community Foundation
ATTN: President & CEO
324 Third Street SE
Cedar Rapids, IA 52401
TAX ID 42-6053860

DTC ELIGIBLE SECURITIES:

DTC 0164, Code 40
FBO Greater Cedar Rapids Community Foundation
A/C 9430-4595
Please note: All deliveries MUST include Greater Cedar Rapids Community Foundation's name and account number.

WIRED FUNDS:

Citibank NA, NYC, NY 10043
ABA 021000089
FBO Charles Schwab & Co., Inc.
A/C 40553953
FAO Greater Cedar Rapids Community Foundation
Schwab A/C 9430-4595

Stock Gifts to Support Current Operations

It's easy to make a gift of stock to the Iowa Legal Aid Foundation. Here are two ways:

- Have your broker transfer the shares DTC to UBS Financial Services, Inc., the broker who acts on the Iowa Legal Aid Foundation's behalf, in Des Moines, Iowa. UBS Financial Services, Inc.'s DTC number is #0221 and the Iowa Legal Aid Foundation's account number is 8W-33716. **Please note that in this case, the gift is not complete for tax purposes until the transfer is complete.**
- If you hold the stock certificate, send it unendorsed in an envelope to: **the Iowa Legal Aid Foundation, 1111 9th Street, Suite 230, Des Moines, IA 50314-2527** along with a letter of authorization stating that this is a donation for deposit into the Iowa Legal Aid Foundation's account. In a separate envelope to the same address, send a signed, but otherwise blank, stock power form.

In addition, to ensure that you are properly credited and acknowledged for your gift, it is helpful if you or your broker contacts the Iowa Legal Aid Foundation to let us know a transfer is taking place.