



AS THE END OF THE YEAR APPROACHES, YOU MAY BE LOOKING FOR WAYS TO SAVE ON TAXES AND END THE YEAR WELL.

OUTRIGHT GIFTS OF APPRECIATED ASSETS

Gifts of appreciated assets such as securities or real estate are an excellent way to help our cause. These gifts can provide you with numerous benefits.

- Receive an income tax deduction, based typically on the asset's fair market value
- Avoid federal and state capital gains taxes
- Avoid the Affordable Care Act Medicare tax

LIFE INSURANCE GIFTS

Making a gift to us of your old, unneeded, or obsolete life insurance policy can provide you with the following benefits:

- Receive a charitable income tax deduction
- Reduce your taxable estate
- Preserve your cash and savings

2021 GIVING INCENTIVES

The CARES Act passed in 2020 included several charitable tax provisions to encourage giving.

Congress extended these provisions for 2021 including:

- For donors who do not itemize, a special tax deduction, up to \$300 (\$600 for joint filers) to reduce their tax liability
- An increase in the deduction limit, up to 100% of a donor's annual gross income for cash gifts (previously the deduction was capped at 60% of annual gross income). If you make a cash gift you may be able to deduct more this year.

IRA CHARITABLE ROLLOVER

If you are 70 1/2 or older, you can use your individual retirement account (IRA) to support a qualified charity. Any amount transferred (up to \$100,000) may satisfy your required minimum distribution obligation and can help reduce your tax bill while supporting your community.

Donor advised funds are not eligible. Hawai'i Community Foundation offers several eligible fund options, including a scholarship fund or a designated fund to support your favorite charity.

This information is not intended as tax, legal, or financial advice. Gift results may vary. Consult your personal financial advisor for information specific to your situation.



HAWAI'I COMMUNITY FOUNDATION

For additional information and to maximize the impact of your giving, contact us at (808) 566-5560 or donorservices@hcf-hawaii.org

A Philanthropic Advisor can help you with your philanthropic plans.

HawaiiCommunityFoundation.org