



FFTC GIFTS OF BUSINESS INTERESTS

Building Your Business and Your Community Through Community Investments Foundation

Community Investments Foundation (CIF), a subsidiary foundation of FFTC, offers an innovative way for business owners to make gifts of closely held business interests, maximizing charitable impact while taking advantage of substantial tax benefits.

By gifting interests in LLCs, limited partnerships or closely held corporations, you can support the causes you value and reduce your tax liability, all while retaining control of your business.

Giving through CIF is an easy, tax efficient way to amplify your investments in business and philanthropy. You have built a successful business. Let us help you build a stronger community.

Contact us today for more information:

Visit
220 North Tryon Street
Charlotte, NC 28202

Call
704.973.4500
800.973.7244

Email
philanthropy@fftc.org

Learn more
www.fftc.org

Benefits and Services

Maximize your income/estate tax deduction

FFTC Gifts of Business Interests allow you to maximize your income tax deduction (typically fair market value, up to 30 percent of adjusted gross income) thereby reducing current year income tax liability.

Avoid or reduce capital gains tax

By gifting business interests prior to sale, you can reduce or eliminate costly capital gains tax, creating more charitable impact from your gift. By giving now, you can also remove these business interests from your estate, reducing potential tax liability.

Minimize tax liability for gift

The innovative structure of CIF reduces potential income tax liability for the gifted portion of your business during the holding period, further maximizing charitable impact.

Flexible holding period

CIF can hold the business interest in your fund for up to ten years, allowing you the flexibility to leverage a variety of liquidation opportunities, including sales to third parties and corporate redemptions. There is no payout requirement during the holding period.

“Carry your interests” with innovative giving

You can leverage CIF to explore charitable gifts of nontraditional and complex business assets, such as gifts of carried interest. Subject to factors such as timing and structure of private equity, venture capital and real estate funds, structuring a gift of carried interest may generate substantial tax benefits and offer opportunities to pre-fund your charitable commitments. Even with complex assets, our team of experts makes it easy for you and your family to create a significant philanthropic legacy.

Information provided is general in nature. It is not intended to be, and should not be construed as, legal or tax advice. Foundation For The Carolinas does not provide legal or tax advice. Laws of a specific state or laws relevant to a particular situation may affect the applicability, accuracy, or completeness of this information.

Getting Started

Community Investments Foundation accepts gifts of closely held business interests valued at \$250,000 or above*

Steps to Establish Your Fund:

1



- ▶ Due diligence process & gift acceptance
- ▶ Income tax deduction maximized



2



- ▶ Gift held & liquidated: capital gains tax eliminated or reduced
- ▶ No payout requirement
- ▶ Income tax liability minimized
- ▶ Flexible timeline for liquidation



3



- ▶ Achieve philanthropic goals: proceeds from liquidation transferred to a gift fund at FFTC
- ▶ Grants distributed from the donor's gift fund to any qualified nonprofit in the U.S.

Contact us today to get started.

*One-time gift fee and annual administrative fees are assessed based on value of gift.

Philanthropy is an art that benefits everyone. Come be inspired.

