



NORTHERN TRUST CHARITABLE GIVING PROGRAM

A FLEXIBLE DONOR ADVISED FUND

Designed to Enhance Your Charitable Giving Power

Make a difference in your community while streamlining your charitable giving simply and flexibly through the Northern Trust Charitable Giving Program. By establishing a donor advised fund through this program, you can enjoy the personal and financial benefits of charitable giving and take a more active role in recommending grants to organizations and causes that are of interest to you and your family.

PROGRAM FACTS

- Initial irrevocable contribution: \$50,000
- Additional contributions: \$10,000
- Minimum fund balance: \$2,500
- Grant minimum: \$250

ESTABLISHING A FUND

As a donor to the Northern Trust Charitable Giving Program, you will, for tax purposes, be making a charitable contribution to charity in the year of transfer. Although the assets you transfer belong to charity, you will serve as the “Donor Advisor,” recommending grants to charities from the fund balance for this year and for years to come.

MAKING A DIFFERENCE

You can begin to make grant recommendations as soon as your donation is received and invested in the Northern Trust Charitable Giving Program.

GRANT-MAKING EXPERTISE

As sponsor of the Northern Trust Charitable Giving Program, The Chicago Community Foundation (CCF) facilitates the grant-making process and helps ensure that all grant recipients are Internal Revenue Code Section 501(c)(3) public charities that will use your contributions for charitable purposes. Northern Trust’s flexible program allows you to recommend grants to qualified charities and community foundations across the nation. And, because the Northern Trust Charitable Giving Program is offered through our national network of offices, you may work through CCF or your local community foundation in researching and selecting appropriate organizations.

DECIDING WHAT TO DONATE

Your choice of what to donate to the program is an important one, with many tax planning implications. The Northern Trust Charitable Giving Program accepts the following:

- Cash and checks,
- Publicly traded stocks and bonds,*
- Mutual fund shares, and
- Permitted assets held in a family foundation or other giving vehicle, i.e. publicly traded stocks, bonds, mutual fund shares or cash.

*All donations of restricted publicly traded securities will be reviewed on a case-by-case basis.

The Chicago Community Foundation, an affiliate of The Chicago Community Trust, is the sponsoring charity for this program.



Northern Trust

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In addition to donating cash or publicly traded securities that you hold in one of your personal accounts, your family foundation or donor advised fund also may donate cash or publicly traded securities that they now hold, although donations may not be used to satisfy minimum distribution requirements.

TAX ADVANTAGES

You may choose to create a donor advised fund instead of a private foundation because the tax law confers a more generous income tax charitable deduction on gifts to donor advised funds.

INVESTMENT POOLS

You may recommend that your donations to the Charitable Giving Program be invested in one of six investment pools managed by Northern Trust. These investment pools include:

- Maximum Growth Pool,
- Growth with Moderate Income Pool,
- Growth with Income Pool,
- Income with Moderate Growth Pool,
- Income Pool, and
- Money Market Pool.

Contributions made without a specific request will be placed in the money market pool.

The investment pools pursue the stated investment objectives by investing in a mix of mutual funds that also are managed and/or reviewed by Northern Trust.

PROMOTE GENERATIONS OF GIVING

If you wish, you may name additional advisors who are allowed to make independent grant recommendations during your lifetime. You may also name successor advisors – family members or trusted friends – to continue to make grant recommendations after your death. Or you may recommend that a portion or the entire fund be distributed to designated charities after your death.

CONVENIENT ONLINE ACCESS

Through Private Passport® – Northern Trust's convenient online access to personal financial information – you can review fund balances, the status of grants or contribution activity online or make grant recommendations.

To learn more about how you can enjoy the benefits of philanthropic giving with the Northern Trust Charitable Giving Program, please contact your Relationship Manager or phone a Northern Trust representative at 1-866-494-4273. We welcome the opportunity to work with you and your family.

HOW THE CHARITABLE GIVING PROGRAM CAN ADD VALUE

The examples presented are intended to illustrate services available as part of the Northern Trust Charitable Giving Program. They do not necessarily represent the experiences of other clients and individual results may vary.

CLIENT SITUATION	SOLUTION
A member of a family wished to pursue personal philanthropic interests that do not fit within the mission guidelines of her family's \$2 million family foundation.	After an initial \$100,000 contribution, Northern Trust's Charitable Giving Program provided this client the opportunity to recommend grants over the next several years to reflect her particular humanitarian interests.
A client hoped to focus her charitable giving efforts on granting money rather than spending time in meetings with legal and tax counsel.	Northern Trust recommended the Charitable Giving Program as an alternative to a foundation. Tax deductions and her desire to remain anonymous made this a particularly good fit. The program's flexibility also allowed her to recommend grants throughout the year from as little as \$250 to as large as \$4 million. The client established her donor advised fund with an initial investment of \$7 million, made gifts totaling over \$5 million and continued to make additional contributions over three years to bring the value of her fund to approximately \$20 million.
Experiencing a large capital gain, a client desired to reduce the tax implications with an immediate charitable donation but did not have a specific charity in mind.	He contributed stock worth \$60,000 to the Northern Trust Charitable Giving Program and could take a charitable deduction in the year the stock was donated. He planned to recommend grants the following year when he had had time to better determine to whom he would like to make his charitable donations.
A Northern Trust client with a private foundation desired a simpler process for making her annual year-end charitable gifts instead of writing numerous individual checks.	As a supplement to her foundation, the Northern Trust Charitable Giving Program makes it possible for this client to easily make year-end annual grant recommendations ranging in size from \$250 to \$10,000.

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LEGAL, INVESTMENT AND TAX NOTICE: This information is not intended to be and should not be treated as legal advice, investment advice or tax advice. Clients should under no circumstances rely upon this information as a substitute for obtaining specific legal or tax advice from their own professional legal or tax advisors.

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