

Support the Dubuque Museum of Art with a gift of appreciated assets.



Making a gift of securities or mutual funds to DuMA offers you the chance to support the Museum while realizing important benefits for yourself. With a gift of appreciated securities or mutual funds, you can reduce or even eliminate federal capital gains taxes on the transfer. You may also be entitled to a federal income tax charitable deduction based on the fair market value of the securities at the time of transfer.

When making a gift of securities, please consider the following options:

- **An outright gift.** When you donate securities to DuMA, you receive the same income tax savings that you would if you wrote the Museum a check, but with the added benefit of eliminating capital gains taxes on the transfer. Making a gift of securities to support DuMA is as easy as instructing your broker to transfer the shares.
- **A gift in your will or living trust.** A gift of securities through your will or living trust allows you the flexibility to change your mind at any time. You can continue to receive dividends and participate in shareholder votes, and the securities are still yours if you need them for other expenses. Use our sample bequest language to confer with your legal counsel.
- **A Donor Advised Fund.** When you contribute to a DAF with appreciated securities, you may receive a federal income tax charitable deduction for the fair market value of the asset and eliminate capital gains tax.
- **A Charitable Gift Annuity.** Funding a gift annuity with appreciated securities or mutual funds will provide you with reliable payments for life. Annuity payments are often more than the dividends you would receive each year from the securities. You'll also receive a federal income tax charitable deduction (when you itemize) in the year the gift is made and eliminate part of the capital gains tax you would have paid if selling the securities.
- **A Charitable Remainder Trust.** Highly appreciated securities are one of the best ways to fund a charitable remainder trust. You may be reluctant to sell such assets directly because of the tax you would pay on the gain; however, if the assets were transferred to a charitable remainder trust, the assets can be sold without incurring the capital gains tax. The trustee can then reinvest the proceeds in order to secure a higher current income yield.
- **A Charitable Lead Trust.** Rapidly appreciating assets such as stocks are a great way to fund a charitable lead trust. The assets transferred to the lead trust are frozen in value for transfer-tax purposes at the time of funding. At the end of the trust's term, all appreciation that takes place in the trust will pass tax-free to your heirs.
- **Endow Iowa Tax Credits** allow taxpayers to receive a 25% Iowa tax credit in addition to normal federal charitable income tax deductions for certain charitable gifts. A variety of gifts qualify for Endow Iowa Tax Credits including cash, real estate, appreciated securities and outright gifts of retirement assets. Eligible gifts will qualify for credits on a first-come/first-serve basis until the yearly appropriated limit is reached. If the current available Endow Iowa Tax Credits have been awarded, qualified donors will be eligible for the next year's Endow Iowa Tax Credits.

Securities that have decreased in value do not make tax-advantaged gifts. Consider selling the security, claiming the capital loss deduction, and giving the proceeds as a gift to DuMA.