



There are unique ways of planning your gift to the **Stronger Together...Enduring with Excellence Campaign**, some of which offer unique or increased tax benefits. Some donors also find that more than one type of gift combination suits their particular financial situation; we suggest you consider professional advice as to your own personal financial situation.

CASH – Is the most popular form of giving either as an outright gift or as a pledge payable over 3 years (or more as needed). Your pledge is payable annually or in another suitable frequency. Typically the first pledge payment is made in the first year in which the pledge is signed. Other arrangements can be made to suit donors’ needs.

SECURITIES – Donating stocks, bonds, mutual funds or other securities is a tax-smart way to support the campaign while enhancing your gift. The 2006 Federal budget greatly enhanced the incentives for Canadians to donate securities directly to charities by eliminating the payment of capital gains tax. You can now make such gifts, receive the benefit of a tax receipt for the market value of the stock, and not pay tax on any of the capital gain. When making such donations, it is best to give it directly to a charity rather than selling it first and then giving the cash proceeds. A tax savings example of a gift of \$25,000 is provided.

PRIVATE FOUNDATION GIFTS OR DONOR-ADVISED FUNDS – If you make gifts through a private Foundation or community fund, you may direct an amount to the **Stronger Together...Enduring with Excellence Campaign**.

GIFTS IN KIND – Gifts that provide cash and pledge donations are the primary aim of the campaign. In kind support of product and furnishings can be made if they relate to the campaign.

GIFTS OF REAL ESTATE OR OTHER PERSONAL PROPERTY / GIFTS OF LIFE INSURANCE / RETIREMENT ACCUMULATIONS / CHARITABLE GIFT ANNUITIES –

There are other ways to make gifts that may be counted toward the campaign which involve a bit more planning. The Campaign Office would be pleased to assist you and provide illustrations for you and your family and/or professional advisor in deciding if these are acceptable options for you. All conversations will be held in confidence. For more information, please contact the Campaign Office at 905.634.3052.

Ways OF GIVING

CHART ILLUSTRATING THE BENEFIT OF GIFTING DIRECTLY TO CHARITY VERSUS SELLING SECURITIES AND GIFTING PROCEEDS

	Sell Shares & Donate Cash	Donate Shares Directly
Purchase Price	\$10,000	\$10,000
Current Value	\$25,000	\$25,000
Capital Gain	\$15,000	\$15,000
Taxable capital gain @ 50%	\$ 7,500	\$0
Net tax payable @46%	\$ 3,450	\$0
Tax credit @46%	\$11,500	\$11,500
Value of remaining tax credit used to pay other tax liabilities	\$ 8,050	\$11,500
Benefit to Trinity Christian School	\$25,000	\$25,000
Sum of Benefit	\$33,050	\$36,500

GIFTS OF SECURITIES IN A DOWN MARKET – There are options to consider by giving depreciated securities to the Campaign. You can give such assets, realize the capital loss and apply the loss against past and future capital gains. You can then repurchase some or all of the same securities (after waiting a minimum period of at least 30 days). Depending on what happens in the markets in the 30-day wait period, you can lower the adjusted cost base of your stock holding, allowing for greater growth potential when the markets recover. To sum up – you can lock in your capital tax loss to claim against past and future gains and receive a charitable tax receipt to offset tax while lowering the adjusted cost base of your security. You can also feel good about using the market correction as an opportunity to support the campaign!

“For everyone who asks receives; the one who seeks finds; and to the one who knocks, the door will be opened.” Luke 11:10



The Stronger Together...Enduring with Excellence Campaign

will be a *blessing* as together we *build* an endowment to support the ongoing financial resources required to *pursue excellence* in Christian education on a sustainable basis.



TRINITY FUND DESCRIPTIONS:

THE ANNUITY FUND:

1. This Fund is structured to provide a blend of principal and capital back to Trinity Christian School such that the original principal amount of each gift has been fully allocated within the suggested 25-year time frame. *(See Special Provision)*
2. The gifts received during any fiscal period (July 1 to June 30) – or as transferred quarterly by the school – would be totaled and this amount used to calculate the annual annuity payout using the 25-year time frame based on the current rate of return. Although the amount of the annual payout to the school will remain constant, the length of the annuity is subject to revision should rates of return vary in a material way. For example, if the 25 year annuity is based on a 4% annual rate of return but rates of return increase over the course of the annuity, the length of the annuity payouts could extend beyond the 25-year time period. Likewise, the term of the annuity may need to be reduced should investment results not meet original projections.
3. Any blend of principal and income that make up the annual annuity payments is intended to fund the **Trinity Christian School Excellence Fund**.

THE FLEX/TERM FUND:

1. In this Fund the first \$1 million is a medium to long term Fund. The first \$1 million of capital accumulated in this Fund shall be invested for a minimum of 15 years, with only the annual interest income disbursed to Trinity Christian School during this time. The goal is to maintain this \$1 million capital base indefinitely subject to the *Special Provision*.
2. Any blend of capital or income that make up the annual distributions is intended to fund the Trinity Christian School Excellence Fund.
3. Trinity Christian School, in its discretion, acting prudently and reasonably, may encroach upon the capital and/or income of this fund over and above the \$1 million threshold and apply it to other purposes beneficial to the school from time to time, if required, at a rate of not more than 10% per year. In other words, if the Fund balance in a particular year sits at \$1.5 million, the Trinity Christian School may encroach at a rate of not more than 10% on the \$500,000 amount over and above the \$1 million base (i.e \$50,000 in that year).

THE CLASSIC FUND :

1. The Classic Fund is a longer term fund that resembles the permanent structure of a traditional endowment fund where the underlying principal is not encroached upon – however, this restriction does not go as far as designating this restriction as existing ‘in perpetuity’, meaning forever. Rather, the goal is that the principal will be held intact for a minimum of 50 years. *(See Special Provision)*
2. Any blend of capital or income that make up the annual distributions is intended to fund the Trinity Christian School Excellence Fund.

Terms applicable to all funds:

1. Gifts to all Funds shall be placed in the Trinity Christian School Foundation fund administered by Christian School Foundation (Foundation) and invested in accordance with the Foundation’s Investment Policy.
2. Gifts to all Funds may be facilitated either through donations made to Trinity Christian School and transferred to the Foundation or directly to the Foundation for placement in the Trinity Christian School Excellence Fund. The latter would be preferred if, for example, supporters wish to initiate a gift of appreciated securities as a means to making a gift towards the campaign. Deferred planned gifts/will bequests can also be designated towards these Funds.

Special Provision:

*Although these various Designated Funds are intended to support the Trinity Christian School Excellence Fund for either a minimum of 25 years (eg. The Annuity Fund) or for the longer and very long-term (permanent basis), the school, in its discretion, acting *prudently, reasonably and responsibly, may encroach upon the capital and/or income of this fund and apply it to other purposes beneficial to Trinity Christian School from time to time, if required. Any decision to encroach upon this fund for any purpose other than to support the school’s Excellence Fund must be approved by a 75% majority of the Trinity Christian School board of directors (and ultimately subject to the approval of the Foundation’s Board of Directors).*

**careful or wise in handling practical matters, exercising good judgment or common sense; careful in providing for the future.*

Trinity Christian School Foundation is a registered business name of the Christian School Foundation (Canada) Inc., Charitable Registration # 872708367 RR0001, established to support Trinity Christian School of Burlington.

A copy of the school’s Excellence Fund Policy is available upon request.