

FAMILY SUPPORT ORGANIZATION

PLAN

ENGAGE YOUR FAMILY

CREATE A LEGACY.
INVOLVE YOUR CHILDREN.
BUILD THE FUTURE.



“Thanks to the flexibility provided by our Family Support Organization, we’re able to make a real difference in the lives of our grantees and continue the legacy of tzedakah from Ruth and Sonny Singer to our children.”

– Rick (L) and Tony Chanin,
Foundation Donors

“Conducting our charitable giving through our Family Support Organization at The Foundation makes everything so much easier.”

– Sondra & Tom Rykoff,
Foundation Donors



FAMILY SUPPORT ORGANIZATIONS

A Family Support Organization, starting at \$2.5 million, is a separate entity with public charity status that enables you to facilitate family philanthropy without the administrative and management burdens of a private family foundation.

- Provide more tax savings than private foundations
- Minimize administrative and management burdens
- Recommend grants, Jewish or otherwise, locally, nationally, or in Israel
- Start with \$2.5 million or more
- Create a legacy for your family
- Access The Foundation’s expertise in grantmaking, investments, and family engagement

BOARD ROLE

The Foundation appoints a majority of board directors, and the donor appoints a minority of board directors, per IRS rules. No compensation can be paid to donors or related parties.

The Family Support Organization (FSO) board approves all grants and its own investment strategy, either retaining outside advisors or investing in The Foundation’s investment pools.

Many types of assets may be donated, and all gifts are subject to FSO board approval.

The Foundation provides full administrative support for annual board meetings, tax returns, required filings, accounting, and grantmaking.

TAX & OTHER ADVANTAGES

- **Immediate current-year tax deduction at fair market value**
Up to 50% of adjusted gross income (AGI) for cash gifts (compared with 30% of AGI for private foundations) and up to 30% of AGI for appreciated asset gifts (compared with 20% of AGI for private foundations).
- **Avoid capital gains tax** by gifting complex assets such as real estate or closely held stock at fair market value.
- **No excise tax on investment income**
Compared with up to 2% yearly for private foundations.
- **No minimum annual distribution requirement**
Compared with 5% yearly for private foundations.

STRATEGIC PHILANTHROPY

Our Center for Designed Philanthropy can help you develop a mission statement, learn about innovative funding opportunities, network with like-minded funders, and facilitate intergenerational giving through family meetings.

LOWER MAINTENANCE COSTS

The annual administrative fee schedule is:

- 1%, but not less than \$12,500, on the first \$4 million
- 0.75% on the next \$6 million
- 0.50% on the next \$10 million
- 0.125% on the next \$20 million

Your FSO pays the annual cost of tax preparation, filings, and directors’ and officers’ liability insurance.

THE FOUNDATION

JEWISH COMMUNITY FOUNDATION
LOS ANGELES

Since 1954 • Over \$1 billion of assets • Over \$1 billion in grants in past 25 years

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