

two precautions:

- 1. For appreciated securities that you have held for less than one year and one day, only your cost basis is deductible.
- 2. It is usually more advantageous to sell stock that has decreased in value, claim the loss on your tax return, and contribute the cash proceeds.



timely considerations

Consider a gift of appreciated securities whenever you prefer not to incur capital gains tax, such as in these circumstances:

when you wish to upgrade your portfolio

Donate appreciated, low-dividend stock. Use your cash to buy stocks that pay higher dividends.

when you wish to increase your cost basis in a stock you intend to hold

Give your low-basis securities. Use your cash to purchase more of the same stock at current prices and thereby increase your cost basis without incurring any capital gains tax.

when you want a higher yield

Create a Foundation Charitable Gift Annuity or Charitable Remainder Trust with low-yield, highly appreciated securities. Your capital gain liability is greatly reduced, you and/or other beneficiaries receive annual income, and you may claim a charitable gift income tax deduction (must itemize).

gifts of mutual funds

Mutual fund shares that have appreciated in value are an excellent charitable gift with tax advantages similar to those from gifts of other appreciated securities. In many cases, mutual fund shares held in a brokerage account may be transferred directly to the Foundation's brokerage account. However, mutual funds held directly with the mutual fund company may need special handling. Please notify our office of your intent to make such a gift. We will be happy to assist you.



With the tax-saving advantages achieved by donating appreciated securities, many United Methodists find they can be more generous to their local church and United Methodist institutions and agencies than they could be with an after-tax gift of cash.



PO Box 1076 | Columbia, MO 65205
(800) 332-8238 | www.mumf.org

giving securities

stocks, bonds, mutual funds



a wise way to give



when you donate long-term* appreciated securities to your church or united methodist charity:

- 1. You incur no capital gains tax. (That's your "extra" tax savings!)
- 2. The Foundation incurs no capital gains tax when it sells the securities.
- 3. Typically, you can deduct the fair market value of the securities as of the date of your gift. The income tax deduction limit is 30% of your adjusted gross income. (Alternatively, you may elect to claim only your cost basis value and use the higher deduction limit for cash gifts.) Any unused deduction may be carried forward and used for as many as five additional years.

*For this purpose, an asset is "long term" if held for more than one year.

Your Missouri United Methodist Foundation can assist you in making your gift to any United Methodist church or related charitable organization. We receive the securities, sell them, and then send the net proceeds to the church or charity as you have directed.

how to donate

transferring securities held by a broker or bank

Most shares of stock are held in electronic form by your broker or bank. These shares can be easily transferred directly to the Foundation’s account. Use the form in this brochure to send instructions to your broker — then, please send a copy of the broker instructions by mail or fax to the Foundation:

Missouri United Methodist Foundation
PO Box 1076
Columbia MO 65205-1076
FAX 573-875-4595
Or call us at 800-332-8238

When the transfer is completed, you will receive a gift receipt letter confirming the description of the shares and date the shares were received by the Foundation. We include a gift valuation as of the date of receipt. Save this material for your tax reporting purposes.

securities held in certificate form

If you have paper certificates registered in your name or the in the name of the church/ organization, contact our office at 800-332-8238 or via email at mlite@mumf.org. We will send you forms and instructions necessary to process the certificate(s). (Note: NEVER sign or write on paper certificates.)

securities transfer instructions

(to be used when your broker or bank holds your securities)

Donors:

1) Telephone our office at 800-332-8238 to inform us of your gift

OR

2) Give these instructions to your broker



PO Box 1076
Columbia, MO 65205-1076
Fax: 573-875-4595

Date: _____

From: _____
(Shareholder(s)/Donor(s) Name & Address)

Phone: _____

To: _____
(Shareholder(s)/Donor(s) Stockbroker Name & Address)

Phone: _____

RE: Transfer of securities to Missouri United Methodist Foundation (Tax ID 43-0899770)

Please initiate a transfer of _____ shares of _____ from account number _____
(Name of Security)

_____ to the Missouri United Methodist Foundation, Inc. as a charitable gift.
(Shareholder(s)/Donor(s)
Brokerage Account Number)

The gift is for the benefit of _____ and is to be used for
(Name of United Methodist Church or Organization)

the following: _____
(e.g., Pledge, Campaign, Designated Fund, etc.)

Charles Schwab & Co. functions as the custodian of the Foundation's account and will receive and credit the transfer as per these instructions.

DTC Delivery Instructions:
DTC-eligible securities are to be delivered to DTC Clearing 0164, Code 40.
Delivery must include the following name and Schwab account number:
Missouri United Methodist Foundation, Inc.
Stock Gift Pass-Through Account
Schwab Account number 6358-8684
I authorize my broker or Charles Schwab & Co. to release my donor information to the Missouri United Methodist Foundation, Inc.

Shareholder/Donor Signature

Joint Shareholder/Donor Signature