



CATHEDRAL ACADEMY

Strategies for Giving

The Leadership Team offers these thoughts as you prayerfully consider your gift to the **Faith in Action** gym campaign. Your financial involvement is a decision between you and God. Giving is a part of worship; it comes from your heart to please Him, not man. Thank you for continued support of Cathedral Academy as we pursue the vision God has entrusted to us for our school and our community.

What is a Gift-in-Kind?

A Gift-in-Kind is transferring ownership of an asset, rather than selling the asset and giving cash.

What kind of assets could I give?

- Appreciated investment property held more than a year - This may include stock, mutual funds, bonds, real estate, or collectibles. Donating appreciated stock allows you to contribute a sizable gift, even if the amount you initially invested was relatively small. For instance, perhaps you bought \$10,000 of stock five years ago and that stock is now worth \$50,000. By donating it to Cathedral Academy, you are able to donate \$40,000 more than you originally invested.
- Personal property such as automobiles or jewelry

Why give Gifts-in-Kind?

Giving the asset to the school, then letting the school sell it, eliminates the potential capital gains taxes and can increase after-tax proceeds.

What if I sell first then give cash?

You may be subject to capital gains taxes, thereby reducing the after tax proceeds from the sale.

How does the tax benefit work?

- Itemized Deductions - The individual or business is allowed to include 100% of the market value of most assets as charitable contributions for tax purposes, if held more than one year.
- Capital Gains - The transfer of property does not generate a capital gains tax. The school, as a tax exempt entity, will realize the full market value, less transaction costs, at the time of sale without paying capital gains taxes.

Charitable Giving

You may wish to include Cathedral Academy in your estate plan. Some options you may wish to discuss with your estate attorney are listed below:

- Charitable Remainder Trust
- Charitable Lead Trust
- Life Estate
- Life Insurance
- Other will or Living Trust planning techniques

How do I give Gifts-in-Kind?

If you would like to give a Gift-in-Kind, please contact Virginia Williamson at Cathedral of Praise, 760-2626. We will be happy to help you through the process.

“He will always make you rich enough to be generous at all times, so that many will thank God for your gifts which they receive from us.”

2 CORINTHIANS 9:11

Faith in
ACTION