

# CaringINVESTMENTS

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## CMHF Welcomes all Forms of Giving

- One-time gifts or multi-year gifts over a period of three to five years
- Gifts of cash, cheque or credit card
- Gifts of securities/stock

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## Tax Planning Points

- › If you donate securities that have increased in value, you receive a charitable tax receipt for the market value and the capital gains is eliminated. The Government of Canada removed capital gains tax on donations of securities to charities in 2006. Normally, you would have to report 50% of capital gains as income if you were to sell the securities.
- › If you sell losing securities and donate to charity, the capital loss may be applied against capital gains going back three years or carried forward indefinitely (you must wait 30 days before re-purchasing the security).
- › Charitable donations may be claimed in a given year up to 75% of your net income. If your donations exceed that threshold, the excess may be carried forward for five subsequent years.



# Caring INVESTMENTS

## Multi-Year Donations

You can make your gift as installments, and pay annually, monthly, bi-weekly, etc. Taking into account tax credits, you can make a gift of \$10,000 for an actual cost of just over \$100 a month!

The following summary illustrates the approximate tax savings on charitable donations for Ontario residents making a pledge\*.

TOTAL GIFT (paid over 5 years)	\$2,500	\$5,000	\$10,000	\$15,000	\$25,000
Paid in monthly installments	\$42/month	\$83/month	\$167/month	\$250/month	\$417/month
Actual cost to you after tax credit	\$307/year or \$26/month	\$606/year or \$51/month	\$1,205/year or \$100/month	\$1,803/year or \$150/month	\$3000/year or \$250/month
<b>Actual Total Cost to you if paid over 5 years</b>	<b>\$1,536</b>	<b>\$3,032</b>	<b>\$6,024</b>	<b>\$9,016</b>	<b>\$15,000</b>

## Cash Donations

If you make a one-time cash gift, you can take advantage of increased tax savings.

The following summary illustrates the approximate tax savings on charitable donations for Ontario residents making a one-time cash gift\*.

TOTAL GIFT	\$10,000	\$25,000	\$50,000	\$75,000	\$100,000
Tax Credit on donation	\$3,976	\$10,000	\$20,040	\$30,080	\$40,120
Net Cost	\$6,024	\$15,000	\$29,960	\$44,920	\$59,880

\*Using October 2020 Revenue Canada tax formula. It is recommended that you discuss financial planning matters with your tax or financial advisor to receive the best advice for your situation.

# Caring INVESTMENTS

# (\$25K+)

## Multi-Year Donations

You can make your gift as installments, and pay annually, or monthly.

The following summary illustrates the approximate tax savings on charitable donations for Ontario residents making a pledge to the Campaign\*.

<b>TOTAL GIFT (paid over 5 years)</b>	<b>\$25,000</b>
Paid in monthly installments	\$417/month
Actual cost to you after tax credit	\$3,000/year or \$250/month
<b>Actual Total Cost</b> to you if paid over 5 years	<b>\$15,000</b>

*(Numbers rounded)*

## Cash Donations

If you make a one-time cash gift you can take advantage of increased tax savings.

The following summary illustrates the approximate tax savings on charitable donations for Ontario residents making a one-time cash gift\*.

<b>TOTAL GIFT</b>	<b>\$100,000</b>	<b>\$250,000</b>	<b>\$500,000</b>	<b>\$1,000,000</b>
Tax Credit on donation	\$40,120	\$100,360	\$200,760	\$401,560
Net Cost	\$59,880	\$149,640	\$299,240	\$598,440

\*Using October 2020 Revenue Canada tax formula. It is recommended that you discuss financial planning matters with your tax or financial advisor to receive the best advice for your situation.