

Sample Tax Calculator DONATION OF APPRECIATED SECURITIES

Donations of appreciated securities offer a higher tax benefit to donors than gifts of cash. Each time an investor wishes to liquidate shares, take the opportunity to calculate the minimum donation (in-kind) required that will offset the tax liabilities on the balance. It may be an ideal time to make a gift and/or grow your Foundation. This Tax Calculator provides a guideline for that decision. Simply input the book and market value of the securities, and the calculator do the rest.

Estimating the minimum donation required to be tax neutral when selling securities

Initial Cost	\$	Entered by client/advisor
Current market value	\$	Entered by client/advisor
VALUE OF DONATED SHARES	\$	Minimum gift required to offset tax liability
Tax credit on donation	\$	
Value of remaining shares	\$	
Realized capital gain	\$	
Taxable capital gain	\$	50% of realized capital gain on remaining shares
Capital gain tax payable	\$	
Net tax payable	\$	
Amount Retained	\$	Should be no further tax payable
Assumptions:		
Qualifying securities		
Assume shares are sold/donated same of	day	
Top Tax bracket, marginal tax rate:		Enter tax rate in decimal format. e.g. 0.4641
Donation is less than 75% of net incom	e	
Ignore \$200 "deductible" in tax credit calculation		CLEAR FORM PRINT FORM
Ignore alternative minimum tax, and ot	her tax issues	

Please Note: This chart is provided for illustrative purposes only. The information herein is not intended to be a definitive analysis of tax, trust or estate law. Professional advice regarding an individual's tax and legal position should be obtained.