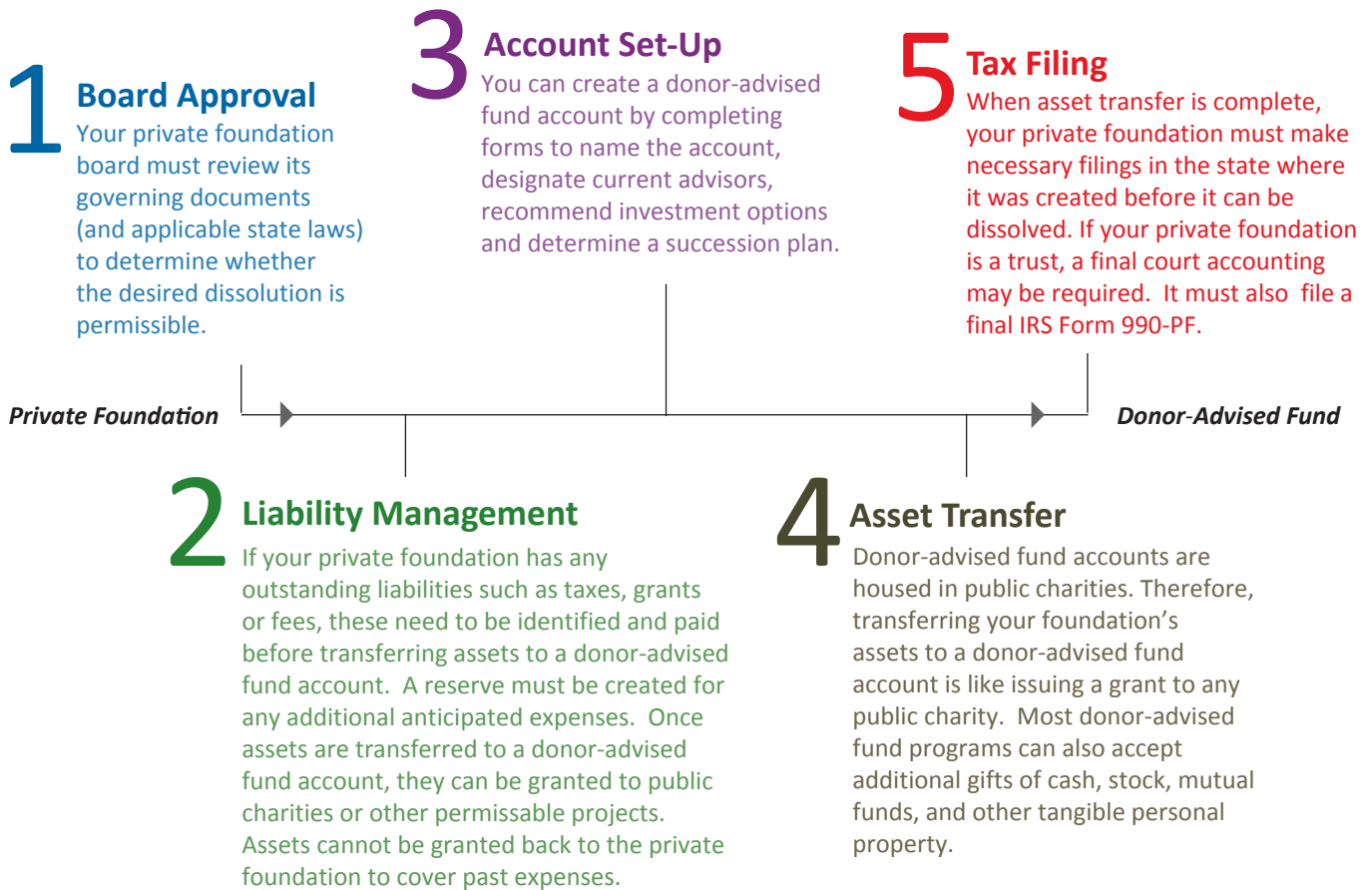




An Overview for Converting a Private Foundation to a Donor-Advised Fund

Private foundations are powerful giving vehicles but can be both costly and time-consuming to maintain. NPT can help you convert all or part of your private foundation to a donor-advised fund account. You will incur less overhead and have increased grant flexibility. Your family or foundation directors can be advisors and successors to the donor-advised fund account and can replace themselves in perpetuity. You may use your foundation's name as your donor-advised fund account name. For more information, contact NPT's development team toll free at (888) 878-7900 or by email at gift@nptrust.org.



Key Facts {

- The average time to convert a private foundation to a donor-advised fund is 3 to 6 months.
- To terminate under Section 507(b)(1)(A) of the IRS code, the sponsoring charity must have been in continuous existence for the immediately preceding 5 years. If this is not the case, additional compliance, including written notice to the IRS, is required.
- The information in this document is an overview. If you decide to convert your private foundation to a donor-advised fund account, you will need to abide by state regulations where your foundation was created. NPT strongly encourages you to consult with your tax advisor or attorney before closing your private foundation or making any charitable contribution.