



### **Instructions for Gifts of Stock**

The Catholic Foundation for the Diocese of Greensburg has made arrangements with PNC Institutional Asset Management to assist donors who want to contribute to the Church by means of a transfer of stock.

Joan Mastrean

Fiduciary Advisor

**PNC Institutional Asset Management**

620 Liberty Avenue, 7th Floor

Pittsburgh, PA 15222

(p) 412-762-2175

(f) 800-449-7382

joan.mastrean@pnc.com

The Catholic Foundation for the Diocese of Greensburg

Account Number 21-10-001-3604685

DTC (Routing) Number: 2616

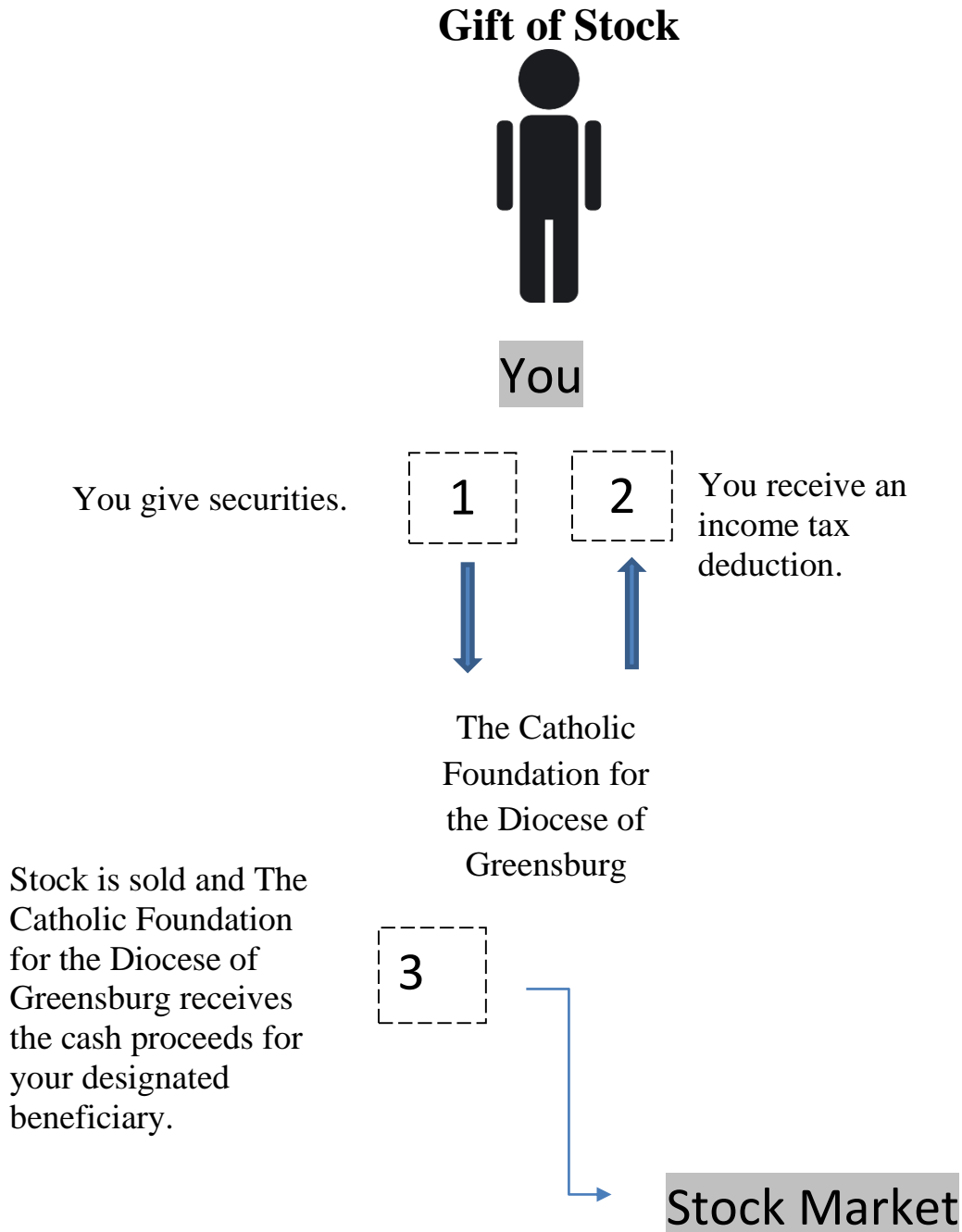
Instruct your broker to wire transfer the shares to The Catholic Foundation for the Diocese of Greensburg account by using the attached Sample Authorization Letter. Please send a copy of this authorization letter to the Catholic Foundation so that we know to expect this gift of stock.

If you need any assistance or have any questions in this matter, please contact Lori Saenz at The Catholic Foundation at 724-552-2588 or [lsaenz@dioceseofgreensburg.org](mailto:lsaenz@dioceseofgreensburg.org).

Thank you so much for your interest in supporting the mission of the church.

## Gifts of Stock: Getting Started

A stock portfolio is often among the most valuable assets you own—and one that can carry substantial capital gain, or appreciation in value. With careful planning, you can reduce or even eliminate federal capital gains tax while supporting our work. Read on to see why donating stock can offer even more tax benefits than writing a check.



## How It Works

As stock prices increase, so do the taxes you owe on the long-term capital gain, which are charged at a maximum rate of 20 percent (0 percent if your income falls below the 25 percent tax bracket and 15 percent if your income falls below the 39.6 percent bracket). But when you donate publicly traded stock you've owned for more than one year to a qualified charitable organization such as The Catholic Foundation for the Diocese of Greensburg for the benefit of your parish, a Catholic school, Catholic Charities or the Diocese of Greensburg, you enjoy two major tax benefits:

- You will be exempt from paying capital gains taxes on any increase in value—taxes you would pay if you had otherwise sold the stock.
- You are entitled to a federal income tax deduction based on the current fair market value of the stock, regardless of their original cost.

The income tax deduction for long-term capital gain property is limited to 30 percent of your adjusted gross income in the year you make the gift, but your excess deduction is deductible for up to five additional years.

## Example

Lucy wants to make a charitable gift of \$10,000. She can make her gift with either cash or stock. She has a marginal federal income tax rate of 28 percent and is not subject to state or local income taxes. The stock's value is \$10,000, with a cost basis of \$4,000.

### Cash Gift vs. Stock Gift

Type of gift	Cash	Stock
Value of gift	\$10,000	\$10,000
Cost basis	N/A	\$4,000
Long-term capital gain if sold	N/A	\$6,000
Long-term capital gains tax eliminated (\$6,000 x 15% rate)	N/A	\$900
Income tax savings (\$10,000 x 28% rate)	\$2,800	\$2,800
<b>Total tax savings</b> (capital gains tax eliminated + income tax savings)	<b>\$2,800</b>	<b>\$3,700</b>
<b>Net cost of gift</b> (value of gift - total tax savings)	<b>\$7,200</b>	<b>\$6,300</b>

In this example, using the stock instead of writing a check saves an additional \$900. A higher federal tax bracket and any state or local income taxes would further improve Lucy's results.

The information on this website is not intended as legal or tax advice. For legal or tax advice, please consult an attorney. Figures cited in examples are for hypothetical purposes only and are subject to change. References to estate and income taxes apply to federal taxes only. State income/estate taxes or state law may impact your results.

**SAMPLE STOCK AUTHORIZATION LETTER**

Broker Name: \_\_\_\_\_ Date: \_\_\_\_\_

Attention: \_\_\_\_\_

Address: \_\_\_\_\_  
\_\_\_\_\_

Dear Mr. /Ms. \_\_\_\_\_:

Please use this letter as authorization to transfer \_\_\_\_\_ shares of \_\_\_\_\_  
(name of stock) to the Diocese of Greensburg account 21-10-001-3604685, DTC Number 2616. I  
understand the securities will be sold by the Diocese of Greensburg and the proceeds will be  
directed to \_\_\_\_\_.

My name, address and phone number are as follow:

Full Name(s): \_\_\_\_\_ Home Phone: \_\_\_\_\_

Address: \_\_\_\_\_ Work Phone: \_\_\_\_\_  
\_\_\_\_\_

Email: \_\_\_\_\_

Signature \_\_\_\_\_ Date: \_\_\_\_\_

Signature \_\_\_\_\_ Date: \_\_\_\_\_

Note: Please send original to your broker and a copy to: The Catholic Foundation for the Diocese  
of Greensburg, Attention: Lori Saenz, 723 East Pittsburgh Street, Greensburg, PA 15601