clements centre

Gifts of securities

Thank you for considering a gift in your will in support of children, youth, and adults with diverse abilities.

A gift of securities enables you to create a meaningful gift Clements Centre Society (Charitable No.107269466 RR 0001) while also gaining significant tax advantages.

Current Canadian legislation allows you to donate publicly traded securities, mutual funds, and bonds to registered charities without having to pay capital gains tax. You receive a receipt for the appreciated value of your gift (calculated on the date of transfer) and, under current tax rules, the securities you donate to our charity will be exempt from capital gains tax. The capital gains tax exemption does not apply if you first sell the securities and then donate the cash proceeds.

The procedure for gifting securities is straightforward: following your donation of publicly traded securities and/or mutual funds, we will issue a charitable tax receipt based on the closing value of the shares on the date they are received into our brokerage account.

Donation process:

Please make your gift of securities using CanadaHelps at https://www.canadahelps.org/en/charities/clements-centre-society/.

- Please contact Jonathan Dallison, Director of Development, about your securities gift. Please provide your contact information, approximate donation value, and the date you intend to make the gift so that we can help make your gift process as easy as possible.

  Jonathan Dallison
  Director of Development
  250.746.4135 ext. 222
  jdallison@clementscentre.org

All donations of securities are applied to our area of greatest need fund unless otherwise discussed and agreed to in writing. You will need the information on the attached form to make this gift transfer. Your receipt for tax purposes will be issued by CanadaHelps and not Clements Centre Society.

NOTE: The purpose of this fact sheet is to provide general information - not to render legal or financial advice. Any changes in tax structure may affect the examples listed in this information. Clements Centre Society strongly recommends that a donor consult their own professional advisors, family, and heirs prior to making any significant gift decisions.

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If you are making a gift of securities directly to Clements Centre Society, instruct your broker to complete the transfer. Sending a copy of the attached form to your broker may provide sufficient authorization. You may also wish to follow up closely with your broker to help ensure your instructions are carried out promptly as you prefer.

Thank you!

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Why would I consider donating securities instead of donating proceeds from the sale?

Here is an example:

A donor is considering a $25,000 donation to Clements Centre Society. She owns publicly listed securities worth at least this amount and is in the 48% income tax bracket. This year, she has made other charitable donations exceeding $200.

	Sell securities and donate cash and proceeds	Donate securities to Clements Centre Society
Fair market value of securities (FMV)	$25,000	$25,000
Initial cost of securities	$5,000	$5,000
Capital gain (FMV less cost)	$20,000	$20,000
Taxable gain	$10,000 (50%)	$0 (0%)
Tax payable on gain (at 48%)	$4,800	$0
Charitable gift receipt	$25,000	$25,000
Tax credit (at 48%)	$12,000	$12,000
Net tax benefit from donation (tax credit minus tax payable on gain)	$7,200 (tax savings)	$12,000 (tax savings)

The donor will eliminate her capital gains tax by donating the securities directly to Clements Centre Society instead of selling the securities and donating the proceeds. **The remaining tax credit from her donation will reduce her other tax payable by $12,000**. This tax credit can be carried forward for up to five years.

Income tax and tax savings are for example purposes only and are approximate. We recommend you discuss your gift intentions with your financial, legal, and/or tax advisors.

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Gifts of securities

Transfer of securities form

This form authorizes the transfer of the securities by the donor to Clements Centre Society. The donor is responsible to contact their institution to initiate the transfer of securities and forward a scanned copy of this completed form to Jonathan Dallison, Director of Development at jdallison@clementscentre.org with the subject line: 'Securities Gift'

Declaration of donor

I, the undersigned, ____,
(Donor first and last name)

direct ____
(Brokerage firm name, address and contact name)

to give/transfer the following security(ies) to Clements Centre Society (Charitable No:

107269466 RR 0001) at: ____________________ (Brokerage ID ___________) Account _______________.

Security description	CUSIP/ISIN/SEDOL#	Quantity

Please direct my donation to:

- ☐ Adult services
- ☐ Child development
- ☐ Area of greatest need

It is my understanding that this transfer and gifting represents a disposition for which I will be provided a receipt for tax purposes based on the value as of the close of trading on the date the donation is received by Clements Centre Society or CanadaHelps.

____
Name of donor/transferor

____ ____________________
Signature of donor/transferor Donor date