



Tax benefit of donating appreciated assets (stocks, mutual funds or cryptocurrency)

REFLECTING FEDERAL TAXATION LEVELS ONLY

CA State capital gains tax maximum rate is 13.3% (depending on donor's income bracket)

To calculate both federal and state capital gains tax

<https://smartasset.com/investing/capital-gains-tax-calculator>

The table below shows the difference between donating cash and donating \$50,000 worth of stock or cryptocurrency for which \$10,000 was paid

| | Donating \$50,000 in cash: | Donating \$50,000 in stock or crypto: |
|---|----------------------------|---------------------------------------|
| Value of tax deduction | \$17,500 | \$17,500 |
| Tax benefit by donating appreciated stock or cryptocurrency | - | \$9,520 |
| Total tax benefit | \$17,500 | \$27,020 |

Disclaimer: This example is general in nature and special rules may apply to the specific situation of the donor. Please, consult your taxation & financial advisor

Assumptions: *Donate \$50,000 in cash vs. donate \$50,000 in appreciated asset with an adjusted cost basis of \$10,000, so a \$40,000 taxable gain, assuming the asset was held for more than one year. Maximum capital gains tax rate for the asset held less than a year is 37% (depending on the donor's income bracket)*

Assumed Income tax bracket: *35% ordinary income tax rate, 20% long-term capital gains tax rate + 3.8% Medicare / Net investment income tax*

Assumed AGI Limit: *No AGI limits on deduction (deduction stays below 30% of AGI)*