

# Making a Gift of Securities

Donating securities to Calgary Health Trust is fast, easy and benefits both you, and the health of our community!

By making a gift of securities, you can completely eliminate the steep capital gains tax you would incur if you were to sell the assets and donate the proceeds. **Tax receipts are issued based on the closing price of the security on the day that it is received.**

An example of the tax benefit of donating securities to Calgary Health Trust:

*This information is intended to be of a general nature and does not constitute legal or financial planning advice. We encourage you to discuss your intentions with your family, accountant, estate lawyer and/or financial advisor.*

|  | OPTION 1<br>Donate security<br>"in-kind" | OPTION 2<br>Sell security<br>and give cash |
|--|--|--|
| Market value of security (A)           | \$10,000                                 | \$10,000                                   |
| Cost base                              | \$5,000                                  | \$5,000                                    |
| Capital gain                           | \$5,000                                  | \$5,000                                    |
| Taxable capital gain (50% of gain)     | \$0                                      | \$2,500                                    |
| *Tax due on gain (B)                   | \$0                                      | \$975                                      |
| Tax on receipt for gift                | \$10,000                                 | \$10,000                                   |
| Tax savings from donation (C)          | \$4,800                                  | \$4,800                                    |
| Cost of donation to donor: (A)+(B)-(C) | \$5,200                                  | \$6,400                                    |

\*Case uses highest Alberta federal and provincial combined tax rate of 48%.



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Are gifts of securities required to be of a minimum value for Calgary Health Trust to accept them?

No, there is no minimum value requirement.

How will the value of the tax receipt be determined and when will the shares be sold?

Tax receipts are issued based on the closing price of the securities on the day that they are received. Calgary Health Trust's investment managers may hold the shares for up to 90 days, but will typically sell within 30 days of receipt.

How does Calgary Health Trust handle gifts of securities and how long does the process take?

The donor decides to initiate a gift of securities, notifies Calgary Health Trust and instructs their broker to transfer the shares to Calgary Health Trust's account. The amount of time this process will take is dependent upon the donor's broker/investment advisor, but typically takes one to three days.

The security is then transferred to Calgary Health Trust's brokerage account by the donor's broker. This process takes one to three days.

Can I donate the proceeds from a sale of shares to Calgary Health Trust?

Yes, but this type of donation will be handled as a cash donation and will not benefit from the capital gains tax exemption applied to a gift of securities.

I want to donate share certificates. What do I need to do?

To donate share certificates, please go to [www.calgaryhealthtrust.ca/donate/shares-and-securities](http://www.calgaryhealthtrust.ca/donate/shares-and-securities) and follow instructions, or call **Shahr Savizi, 403-943-0620**

## Questions? We can help.

For more information or for a personal consultation, please contact:

**Shahr Savizi**, Planned Giving Officer

Phone: 403-943-0620

Fax: 403-943-0628

E-mail: [Shahr.Savizi@calgaryhealthtrust.ca](mailto:Shahr.Savizi@calgaryhealthtrust.ca)

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