

Donor Advised Fund (DAF) Program Guidelines

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DONOR ADVISED FUND (DAF) PROGRAM GUIDELINES

I. INTRODUCTION TO GIVEWISE

We are grateful you have chosen to facilitate your charitable giving through GiveWise Foundation Canada ("GiveWise") and congratulate you on the impact you will be making in the world. These Program Guidelines set forth an overview of the policies and procedures for establishing a Donor Advised Fund ("Giving Fund") and the terms and provisions governing the administration of each Giving Fund.

GiveWise envisions a new model of philanthropy - a transparent system at your fingertips connecting people to trusted charities at scale - empowering people of any means to give and support effective change. GiveWise delivers an inspiring charitable giving experience through innovative technology, bringing additional accountability, transparency and effectiveness to philanthropy.

Contributions to your Giving Fund are irrevocable when received and accepted by GiveWise, which retains exclusive legal control over contributions.

All activities of GiveWise and all participation by donors are subject to these Donor Advised Fund (DAF) Program Guidelines and the policies referenced within the Gift Acceptance and Valuation Policy, Investment Policy Statement, and Terms & Conditions, which can all be viewed at www.GiveWise.ca under the Policies & Documents section.

All prospective donors should consult their legal, accounting, and/or tax advisors regarding any implications of participation in GiveWise.

GiveWise Foundation Canada is a Canadian Registered Charity #701032526 RR0001.

II. ESTABLISHING A GIVING FUND

1. **What is a Giving Fund** - A Giving Fund is a charitable giving account designed to invest, grow, and give assets to charities for meaningful and lasting impact. Once funds are contributed, they are non-refundable, and the donor receives an immediate tax receipt.
2. **Getting Started** - A GiveWise Giving Fund can be opened quickly with no cost. Simply visit www.GiveWise.ca. Contributions can be made during or after account opening.
3. **Determining User Name** – The User Name is the name that appears on the tax receipt. Since all tax receipts must match the source of funds, corporate and business accounts may use the "First Name" and "Last Name" fields to enter the complete company name.
4. **Naming your Giving Fund** - While establishing your Giving Fund, you will also have the option to assign a Fund Name that will be included on all grants, along with the User

Name. As an example, you have the option to name your fund “Our Family Giving” or “The Family Memorial Fund.”

5. **Ownership** - All contributions into a Giving Fund are irrevocable and non-refundable. The GiveWise Board of Directors has ultimate authority and control over all Giving Funds. Each Giving Fund is reflected and recorded as a component fund and is separately identifiable.

III. CONTRIBUTIONS & GIVING FUND MANAGEMENT

There is no minimum balance required to maintain a Giving Fund. Contributions (referred to as “Gifts”) may be made from individuals, donor advised funds, trusts, estates, and other foundations.

For full details on regulations and guidelines for contributions, please reference the [Gift Acceptance and Valuation Policy](#).

1. **Gift Acknowledgement & Valuation** - All accepted gifts will be acknowledged with an email notification and an official tax receipt will be available immediately, if applicable. All official tax receipts for gifts will comply with the Income Tax Act (ITA) and Regulations. GiveWise will follow all CRA guidelines and standard practice guidelines for the industry in valuing all outright and deferred gifts.
2. **Types of Gifts** - GiveWise accepts gifts of monies in Canadian dollars transferred by Electronic Funds Transfer (such as Interac e-Transfer), cheque, wire transfer, and credit card to a Giving Fund. Donors receive credit into their Giving Fund for each contribution effective the day the funds are received by GiveWise. Cash contributions must be delivered to GiveWise by cheque or wire transfer. Cheque and wire transfer instructions are available on the GiveWise website at www.GiveWise.ca.

Other types of gifts may include publicly traded securities, real estate and planned gifts such as naming GiveWise in your will. Please see the [Gift Acceptance and Valuation Policy](#) for a complete listing.

GiveWise recommends that individuals seek Independent Legal Advice (ILA) prior to making any significant outright or deferred gifts.

3. **Fees for Gifts** - GiveWise Canada will recover any processing fees charged by banks and credit card companies for incoming contributions. These fees do not impact the tax receipt, but are withdrawn from the Fund Balance. For example:
 - Credit card contributions are charged directly by the payment processor at a rate of 2.2% of the contribution plus \$.30 per transaction.
 - Contributions transferred via wire will be charged a \$25 recovery fee at the time of processing.
4. **Gifts that Cannot Be Accepted** - GiveWise reserves the right to decline any gifts, for example a gift that does not comply with CRA regulations.

5. **Timing of Contributions** - Generally, the date of any contribution is the date with which the asset is received by GiveWise. If the date of the gift cannot be determined, GiveWise will follow pre-determined guidelines set out in the Gift Acceptance and Valuation Policy.

Donors may collect a tax receipt at any time through their Giving Fund.

Timing of receipt at year end can be critical. Please see schedule below for cut off dates.

CONTRIBUTION TYPE	ACTION REQUIRED	TIMING FOR YEAR-END CONTRIBUTIONS
Electronic Funds Transfer (eTransfer) & Wire Transfer	Electronic Funds transfer can take up to 3 business days, therefore it is recommended the transfer be sent with enough time to be sure GiveWise receives funds by the last business day of the year.	Funds must be received by GiveWise by end of day 31 December.
Credit Card	Log into your Giving Fund on fund.givewise.ca and initiate the contribution by credit card.	Transaction must be completed by end of day 31 December.
Cheques	Mail to: GiveWise Foundation Canada 3251 Boxwood Court Abbotsford BC V3G 0A6	Cheque envelope must be postmarked on our before 31 December.
Publicly Traded Securities	Initiate transaction with your broker and contact GiveWise at donations@GiveWise.ca	Securities transfer can be a lengthy process and the transfer needs to be in complete custody of GiveWise by 31 December. Please discuss timelines with your broker.

6. **Investment of Giving Fund Balance** - Giving Funds that maintain a balance of more than \$25,000 may be invested for tax free growth, while being held for distributions.

Investments should be advised with consideration for time horizon for granting to charities that the Donor has in mind. Funds targeted for immediate distribution should be left as cash (referred to as the Giving Wallet), while those intended to be held for a longer duration or for growth are appropriately invested (referred to as the Investment Account). It is recommended that enough funds be left in the Giving Wallet to satisfy the next one to three months worth of grants.

Please note the timeframe for moving funds from an Investment Account to a Giving Wallet may vary. Please allow enough time to have funds converted to your Giving Wallet when planning a Grant Recommendation.

For further information on investments, please refer to the [Investment Policy Statement](#) of GiveWise Foundation.

7. **Investment Expenses and Returns** - All investment-related expenses are assessed from the pool assets, including mutual fund expenses, custodial charges, and trading costs. Invested balances are expressed in units and are priced quarterly, reflected as a Net Asset Value (NAV). Dividends and capital gains are reinvested and are reflected as an increase in the NAV.

IV. GIVING ACCOUNT ROLES

1. **Donor** - the original owner of the asset(s) that have been donated to a GiveWise Giving Fund. Unless the donor requests that grants be made anonymously, all grants to charities will include the donor's name and email address. A donor must be an individual over 18 years of age.
2. **Designated Advisor** – A financial professional who is nominated by the donor to perform various function within the Giving Fund on the donor's behalf, such as gifting securities, rebalancing investments, and recommending grants.
3. **Successor Advisor** - An individual who is nominated in the GiveWise account succession plan to act as an Advisor when the current Donor/Advisor(s) is deceased or otherwise unable to act due to incapacity or disability. Each fund can name one Successor Advisor in the *My Profile* section under *Succession Plan* in your Giving Fund.

V. GIVING GUIDELINES

Grant Recommendations can be made to any Canadian Registered Charity with a recommended minimum of \$20. Grants can be set up on a one-time or recurring basis.

1. **Grant Recommendation Fulfillment** - Grant Recommendations are reviewed for approval within 48 hours of submission, provided sufficient funds in the Giving Wallet, unless additional due diligence is required.

Grants are issued to charities weekly. To keep administrative costs low, GiveWise makes every effort to transfer grant funds to charities electronically. Therefore, if a charity has provided Direct Deposit information, funds should be received by the charity within 2 - 7 business days of grant approval.

For any charity that does not have Direct Deposit, a cheque will be sent within 5 business days of grant processing. Cheques not cashed after 6 months of the issue date will be redeposited into the donor's Giving Fund. Charities will have a \$25 Administration Recovery Fee withheld from all grants issued via cheque for the third and subsequent cheques sent.

2. **Minimum Annual Grant Requirements** - Each Giving Fund must meet the minimum annual grant requirement of 3.5% of the balance as at January 1 of a given year. This must be granted within the calendar year, as established by GiveWise.
3. **Grant Restrictions** – All grant recommendations are under the exclusive legal control of GiveWise, which reserves the right to refuse to a grant recommendation based on legal obligations, tax-exempt status, internal policies, or improper purposes.

In the event that funds granted are for an impermissible purpose, remedial action will be taken to have the grant funds returned. Remediation may require that the Donor make an additional contribution to reimburse GiveWise for any costs incurred as the direct result of the grant.

Grant recommendations are not permitted if the grant provides personal benefit to the donor or a related person to the donor. The restrictions for recommended grants are as follows:

- Dues or membership fees
- Purchasing tickets to a benefit
- Purchasing goods at a charitable auction
- Private benefit for any individual(s)
- Grant that is earmarked to support a particular volunteer
 1. NOTE: Please refer to the CRA guidelines for the full explanation of charitable grant restrictions.

VI. GIVING FUND ADMINISTRATION FEE STRUCTURE – Giving Fund Administration Fees will be calculated based on the balance on the first day of each month and are drawn from the Giving Fund within the first 10 business days of said month. Fees are charged based on the declining fee structure as outlined below.

TIER	FUND BALANCE	FEE %
1	\$0 to \$25,000	No Fee
2	\$25,001 up to \$500,000	1.0%
3	\$500,001 up to \$1,500,000	0.5%
4	\$1,500,001 +	0.3%

*Declining fee structure and charged monthly
Fees are capped at \$18,000 annually*

VII. CHARITABLE OPERATING EXPENSE RECOVERY - If significant charitable operating expenses are incurred by a particular Giving Fund, GiveWise may allocate these expenses back directly to the Giving Fund in order to recover these expenses.

**GiveWise Foundation Canada reserves the right to modify the Donor Advised Fund (DAF) program and the Program Guidelines at any time.*