

## Donation of Securities

STM does accept donations of securities including publically-traded securities, units in limited partnerships, and units in mutual funds. Donation of securities can be a very tax advantageous way of donating funds to STM. If you have a security that has appreciated in value, the tax savings can be significant if you donate the security to STM. You not only receive the donation tax credit which is usually at the highest marginal tax rate but you also do not have to pay capital gains tax on any capital gains as a result of the transfer. The table below compares the tax consequences of donating cash proceeds of sold securities versus donating securities to STM.

	<b>Sell Security and Donate Cash</b>	<b>Donate Security</b>
Value of Security/Donation	\$10,000	\$10,000
Cost of Security	\$5,000	\$5,000
Taxable Capital Gain @50%	\$2,500	\$0
Tax on Gain @ 45%	\$1,125	\$0
Tax Credit at 45%	\$4,500	\$4,500
<b>Net Tax Savings</b>	<b>\$3,375</b>	<b>\$5,625</b>

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### **If you would like to donate securities to STM**

*Please contact Kerry Stefaniuk; Manager of Accounting Services at STM 306.966.2191 or [kstefaniuk@stmcollege.ca](mailto:kstefaniuk@stmcollege.ca) and she will be happy to assist you.*

The donation receipt will be issued to the donor for the **fair market value of the securities on the date when the securities are received in STM's account.**