

Charitable IRA Rollover

QUALIFIED CHARITABLE DISTRIBUTION (QCD)

On Dec. 18, 2015, legislation was passed making the charitable IRA rollover permanent. People aged 70½ and older have a special tax-free opportunity to make a meaningful charitable gift annually.

If you are at least 70½, the law allows you to transfer up to \$105,000 of your IRA assets directly to a qualified public charity such as Greater Cincinnati Foundation (GCF). Since the assets you transfer will not be recognized as income, they will not trigger federal income taxes today or estate tax in the future. If you are married, you and your spouse can each transfer up to \$105,000 per year.

In order to complete the gift by year-end, you must contact your IRA administrator.

At GCF, you have several options for an IRA charitable rollover:

1. Establish or add to a fund that supports a particular area of your interest within Greater Cincinnati, such as the arts, education, or the environment.
2. Establish or add to a designated fund for one or more nonprofits of your choice.
3. Create a single-purpose designated fund – allowing you to be involved in the timing and amount of the distributions to the named nonprofit.
4. Establish or add to a scholarship fund with specific award criteria.
5. Support the community with a gift to GCF, partnering with us to address critical needs and realize a more vibrant, opportunity-rich region for all.

Please keep in mind:

- Only IRA withdrawals qualify for IRA charitable rollover treatment. They cannot come from any other type of retirement plan, nor do they qualify for any additional charitable deduction.
- Charitable IRA rollovers cannot be made to donor advised funds, nor do they apply to private foundations and supporting organizations.
- Transfers must be made directly from IRA administrators to qualified public charities, such as GCF.
- QCDs are a great option for those aged 73 and over who must take a Required Minimum Distribution (RMD) but do not want the additional income.

Please Keep in Mind

To learn more about this and other charitable giving strategies, contact our Philanthropic Partnerships team at 513-241-2880.

Please consult with your tax or financial advisor to assess your specific situation.

GET THIS INFO ONLINE

Visit gcfdn.org/tax-strategies to get the most up-to-date information about this and other tax-advantaged opportunities.

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