

SPONSORED

An Ideal Charitable Gift IRA/RMD and IRA Charitable Rollovers



One of the most tax-effective giving strategies has been the Charitable IRA Rollover. Signed into law in 2015, the Charitable IRA Rollover gives taxpayers the opportunity to make charitable gifts from their IRAs.

How does it work?

In the year that an individual turns 72 years old, those with traditional IRAs must begin taking required minimum distributions (RMDs) from their IRAs. These distributions are taxed as ordinary income and increase the recipient's adjusted gross income.

The IRA Charitable Rollover allows individuals to gift all or a portion of your RMD directly to charity (up to \$100,000 per person, annually), thus avoiding the need to recognize the money as ordinary income and to pay income taxes on the distribution.

Charitable IRA RMD Rollovers must be made directly from an IRA custodian to the Catholic Community Foundation of San Diego in order to qualify for this benefit.

What are the benefits?

The primary benefit to the donor is to avoidance of paying income taxes on the IRA distribution. Because the charity receiving the rollover does not have to pay taxes on the income, the charity receives 100% of the rollover amount to support its mission.

Who is eligible?

Individuals aged 72 or older with traditional IRAs.

An Ideal Charitable Gift

By taking advantage of this charitable strategy, individuals will never have had to pay federal or state income taxes on the donated funds, thereby maximizing the benefit to both the donor and to the receiving charity.

How to support your favorite Catholic organization

Submit a distribution request to your IRA custodian requesting that the funds be transferred directly to the Catholic Community Foundation of San Diego for benefit of the endowment fund that supports your chosen organization. If a check is issued, the check should be made payable to the Catholic Community Foundation of San Diego. *Please note that the money must be sent directly to the Foundation from your IRA account.*

An ideal Estate Plan gift

Next time you update your Estate Plan, prayerfully consider leaving a gift from your IRAs to those Catholic organizations that are near and dear to your heart. By making this substitution from your heirs to a charity, the charity will receive 100% of the benefit and your heirs will not have to pay income taxes on the IRA distribution.

What is the Foundation's Tax ID?

Tax Identification Number: 47-4949185

HOW IT WORKS

WHO
72 years of age or older

WHAT
Donate up to \$100,000 of your annual IRA RMD

CONTACT
IRA administrator - make an RMD charitable rollover directly to CCFSD

WHEN
The rollover must be completed by 12/31

BENEFITS FOR YOU
Avoid paying income taxes on IRA RMD distribution

BENEFITS TO CHARITY
Charity receives 100% of the RMD rollover

CATHOLIC IMPACT
Support your favorite Catholic parish, school, or social services organization

Make the Ideal Charitable Gift with a Charitable IRA Rollover!

For more information go to www.ccfdsd.org or call Gary Rectenwald at (858) 397-9701
Please consult with your financial or tax advisor about the tax treatment of this gift.