

IRA CHARITABLE ROLLOVER

CREATE A JEWISH LEGACY

If you are 70 1/2 years or older, you can transfer up to \$100,000 per year from an Individual Retirement Account (IRA) to qualified charities.



Jewish Federation
OF MADISON

THE **STRENGTH** OF A PEOPLE.
THE **POWER** OF COMMUNITY.

www.JewishMadison.org
(608) 278-1808

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Direct your distribution toward a specific use within the Federation.

For additional information, contact Lynn Kaplan, Financial Resource Development Director at (608) 442-4076. All inquiries are confidential.

This material is presented for informational purposes only and should not be construed as legal, tax or financial advice. When considering gift-planning strategies, you should always consult with your own legal and tax advisors.

Am I eligible to make a tax-free transfer from my IRA?

If you have reached 70 1/2 years by the date of your transfer and have an IRA, you can take advantage of this opportunity.

How long do I have to act?

Transfers have to be completed by December 31st.

How much can I transfer?

You can transfer as much as \$100,000 per year. These distributions will count toward your required minimum distribution but are not capped by that amount.

To whom can I transfer?

You can make a qualified charitable distribution (the term used in the law) from your IRA directly to the Federation. However, the distribution cannot be directed to a donor advised fund, supporting foundation, private foundation, charitable remainder trust or charitable gift annuity.

What are the tax advantages of distributions from my IRA?

You will not be taxed on the charitable distribution, but you do not receive a charitable tax deduction unless you have previously paid taxes on the IRA contribution (i.e., a nondeductible contribution).

Can I direct how my distribution will be used?

Yes. You can earmark the distribution toward a specific use within the Federation, including:

- Supporting the Annual Campaign; and/or
- Establishing a special endowment fund to support a focused area of interest to you in the Jewish community for a term of years or in perpetuity.

How do I make this transfer?

It is easy to do. Simply instruct your IRA administrator in writing to transfer any amount, up to \$100,000, from your IRA to the Federation. The Federation would be pleased to provide you with a sample letter you can use to direct this distribution.