

COMMUNITY FOUNDATION

of Snohomish County

HELP YOUR CLIENTS MAKE THE MOST OF CHARITABLE GIVING THROUGH THEIR IRA

qualified charitable distributions

CAN I USE MY IRA TO SUPPORT MY FAVORITE CHARITY?

A QUALIFIED
CHARITABLE
DISTRIBUTION (QCD)
MADE FROM AN
INDIVIDUAL'S IRA CAN
PLAY AN IMPORTANT
ROLE IN MEETING
CHARITABLE AND TAX
GOALS

Making a QCD to qualified charities can reduce future required distributions from an IRA. This also may offer an advantage over Roth IRA conversions or withdrawing funds from IRA accounts in the future.

A QCD is not taxable, nor is it included in adjusted gross income calculations, which can help reduce other taxes or Medicare Part B premiums.*

*CLIENTS SHOULD SEEK ADVICE FROM A FINANCIAL PROFESSIONAL TO DETERMINE IF THE TAX ADVANTAGES ABOVE APPLY TO THEIR INDIVIDUAL SITUATION.

CHARITABLE GIVING OPTIONS

Create a charitable fund with a community foundation

- Create a fund with a community foundation and support the charitable causes you care about by making grants from your charitable fund year after year.
- Distributions transferred to a qualified charity from an IRA, while not tax-deductible, are removed from the donor's taxable income and can result in sizable tax savings.

DONORS CAN USE A QCD TO...

- Create a **designated charitable fund** that will provide yearly grants to charities you choose.
- Contribute to an established **area of interest fund** that makes grants to local nonprofits in thematic areas such as education, the environment & healthcare.
- Donors cannot use a QCD made from an IRA to create a donor advised fund.

FOR MORE INFORMATION ABOUT OPTIONS THROUGH THE COMMUNITY FOUNDATION OF SNOHOMISH COUNTY, CONTACT US AT ELENA@CF-SC.ORG OR (425) 780-4146.