Can I Use My IRA to Support My Favorite Charity?

A Qualified Charitable Distribution (QCD) is a direct transfer of up to $100,000 from your IRA custodian, payable to a qualified charity. Donors must be aged 70½ or older. QCDs count toward satisfying your required minimum distributions (RMDs) for the year and may have other tax benefits.

**DONORS CAN USE A QCD TO...**

Create a fund with the Community Foundation of Snohomish County and support the charitable causes you care about by making grants from your charitable fund year after year.*

- 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.

A QCD made from an individual's IRA can play an important role in meeting charitable and tax goals.

**TAX ADVANTAGES**

Making a QCD to a qualified charity can reduce future required distributions from an IRA.

QCDs may offer an advantage over Roth IRA conversions and may have benefits regarding withdrawals 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.

QCDs don't require that you itemize, which means you may decide to take advantage of the higher standard deduction, but still use a QCD for charitable giving.**

*Due to IRS regulations, donors cannot use a QCD to create a donor advised fund.

**Clients should seek advice from a financial professional to determine if the tax advantages above apply to their individual situation.

For additional information visit www.cf-sc.org or connect with us at elena@cf-sc.org or (360) 913-8977