

CREATE YOUR LEGACY WITH RETIREMENT ASSETS

Make an IRA Qualified Charitable Distribution (QCD)

The IRA charitable rollover (known to professional advisors as a Qualified Charitable Distribution or QCD) is a terrific way to make a tax-free gift to Calvary Hospital using your qualified retirement plan. This gift may also satisfy your required minimum distribution (RMD).

How Do I Qualify?

- You must be 70 1/2 years old or older at the time of the gift
- Gifts must go directly from your IRA to the Calvary Hospital
- Gifts must come from an IRA account
- Gifts cannot exceed \$100,000 per donor

Benefits of an IRA Charitable Rollover Gift

- Gifts can satisfy your RMD without increasing your income taxes.
- You will not pay taxes on your IRA withdrawal when gifted to the Calvary Hospital.
- You may direct your gift to a school program or area of your choice.
- It is a wonderful way to create an immediate impact in the lives of future students.

Your IRA administrator can help you make a qualified charitable distribution from your IRA. Be aware that many administrators require you to use their QCD distribution form and comply with other requirements. Please note that it is important to follow your financial institution's forms and procedures to ensure you receive the tax benefits of a QCD.

Example

Jack is 80 years old and the balance in his traditional IRA at the end of last year was \$500,000. His RMD would be \$26,738. Because Jack has income from his other investments, he doesn't need his RMD this year. The RMD just increases his taxable income.

If Jack made a QCD gift to Calvary Hospital of \$25,000, he would only have to include \$1,738 of income from his IRA. He satisfies his RMD, makes a \$25,000 gift and eliminates \$25,000 of ordinary income.

Next Steps

To make a Qualified Charitable Distribution, contact your IRA administrator to complete the proper forms and follow their procedures to receive favorable tax treatment for this innovative gift.

If you have questions please contact our Office of Planned Giving at 718.518.2077, or by sending an email to acassidy@calvaryhospital.org.