

**Realize Tax Savings and Support Your Favorite Charity through  
Qualified Charitable Distributions (QCD)**

**Your IRA's annual Required Minimum Distribution (RMD): Age 72 SECURE Act**

- are 100% taxable
- are subject to both Federal & State Income Taxes
- may increase Medicare Part B premiums
- may be subject to higher tax bracket
- allow no charitable tax deduction if filing standard deduction
- may force high-income earners to lose itemized tax deductions and exemptions

***All this can be avoided with a Qualified Charitable Distribution (QCD)  
directly transferred from your IRA to your favorite charity***

**Qualified Charitable Distributions (QCD) from your IRA: Can be made before  
beginning age 72 RMD**

- Allow individuals who are at least age 70 ½ to transfer funds from their IRA directly to your favorite charity
- Support your favorite charity with IRA assets you may not have considered
- Satisfy your Age 72 annual RMD while eliminating additional taxable income
- **Caution:** Since you can now make IRA contributions after age 70, there is an anti-abuse Rule that restricts the use of QCDs.

***This is a great way for you to meet or exceed  
your charitable pledge on an easy and tax efficient basis***

**To satisfy the Qualified Charitable Distribution:**

- You must be at least age 70 ½ when the IRA transfer is made
- Your maximum distribution is \$100,000 and will satisfy your Age 72 RMD for the year
- Your QCD must be a direct transfer from IRA to a qualified charity
- Married couples 70 ½ years old or older may each make the maximum distribution of \$100,000 on each of their IRAs
- **Only for IRAs** not 401k or 403b

**About:**

- The tax savings is realized by not having the RMD included in your Adjusted Gross Income. There is no tax deduction for the distribution.
- Also available to beneficiaries of inherited IRAs who are age 72 or older

As always consult with your tax adviser and estate planning attorney before taking action.

**320 10<sup>th</sup> Street, Suite 304 • Santa Rosa, CA 95401**