



Qualified Charitable Distributions

Tax-Free Gifts from Retirement Accounts

If you are 70 ½ years or older, you are eligible to make a direct gift to St. Ann's Community tax free from your IRA through a charitable distribution. This is known as a **Qualified Charitable Distribution (QCD)**. If you are subject to a required minimum distribution (RMD), a qualified charitable distribution "counts" toward your RMD. Gifts are limited to \$115,000 annually per person and can be made only from a traditional or Roth IRA; retirement plans such as pensions and 401(k) or 403(b) plans must first be transferred to an IRA. Gifts must be outright to the charity. The following do not qualify: transfers to donor-advised funds, supporting organizations, and private foundations.

Why a gift from your IRA is a good idea:

- Your gift will be put to use today, allowing you to see the difference it makes.
- A transfer is tax-free and is not included in your adjusted gross income and no charitable income tax deduction is allowed.
- Since the gift doesn't count as income, it can reduce your annual income level.

Is a QCD right for you?

We recommend consulting your own financial advisor about the applicability of a Qualified Charitable Distribution to your own situation.

Next steps:

1. Let your financial institution know you wish to provide a Qualified Charitable Distribution (QCD) to St. Ann's Community.
2. Ask the representative for details on how the transaction should be handled, according to their procedures.
3. Request a check be made payable to **"St. Ann's Community"** and indicate that it is a "qualified distribution from the account of (your name)".
4. Ask them to send the check to: **St. Ann's Foundation, 1500 Portland Ave. Rochester, New York 14621 ATTN: JODI REVILL**
5. Please alert our office you are making this gift. You can reach us at 585-697-6321 or foundation@mystanns.com.

The Protecting Americans from Tax Hikes (PATH) Act of 2015 was signed into law on December 18, 2015 and made permanent what is popularly known as the IRA charitable rollover. The SECURE Act of December 19, 2019 gave those who turn 70½ in 2020 or later, until the age required minimum distributions (RMDs) must be taken.