



IRA: A TAX-SAVING WAY TO HELP THE PLACE AND SEE YOUR GENEROSITY IN ACTION

If you are 70½ years old or older, you can take advantage of a simple way to benefit The Place and receive tax benefits in return. You can give up to \$100,000 from your IRA directly to a qualified charity such as ours without having to pay income taxes on the money.

This law no longer has an expiration date so you are free to make annual gifts to The Place this year and well into the future.

WHY CONSIDER THIS GIFT

- Your gift will be put to use today, allowing you to see the difference your donation is making.
- You pay no income taxes on the gift. The transfer generates neither taxable income nor a tax deduction, so you benefit even if you do not itemize your deductions.
- If you have not yet taken your required minimum distribution for the year, your IRA charitable rollover gift can satisfy all or part of that requirement.

FREQUENTLY ASKED QUESTIONS

Q: I'm turning age 70½ in a few months. Can I make this gift now?

A: No. The legislation requires you to reach age 70½ by the date you make the gift.

Q: I have several retirement accounts—some are pensions and some are IRAs. Does it matter which retirement account I use?

A: Yes. Direct rollovers to a qualified charity can be made only from an IRA. Under certain circumstances, however, you may be able to roll assets from a pension, profit sharing, 401(k) or 403(b) plan into an IRA and then make the transfer from the IRA directly to The Place. To determine if a rollover to an IRA is available for your plan, speak with your plan administrator.

Q: Can my gift be used as my required minimum distribution under the law?

A: Yes, absolutely. If you have not yet taken your required minimum distribution, the IRA charitable rollover gift can satisfy all or part of that requirement. Contact your IRA custodian to complete the gift.

Q: When do I need to make my gift?

A: We must receive your gift by Dec. 31 for your donation to qualify this year. If you have check-writing privileges on your IRA account, please mail your check by Dec. 20 in order to give us time to process your gift before the end of the year.

Q: Do I need to give my entire IRA to be eligible for the tax benefits?

A: No. You can give any amount under this provision, as long as it is \$100,000 or less this year. If your IRA is valued at more than \$100,000, you can transfer a portion of it to fund a charitable gift.

Q: I have two charities I want to support. Can I give \$100,000 from my IRA to each?

A: No. Under the law, you can give a maximum of \$100,000. For example, you can give each organization \$50,000 this year or any other combination that totals \$100,000 or less. Any amount of more than \$100,000 in one year must be reported as taxable income.

Q: My spouse and I would like to give more than \$100,000. How can we do that?

A: If you have a spouse (as defined by the IRS) who is 70½ or older and has an IRA, they can also give up to \$100,000 from their IRA.

It is best to consult with your tax professionals if you are contemplating a charitable gift under the extended law. Please feel free to contact Andy Petersen at 719.338.9257 or andy.petersen@theplacecos.org with any questions you may have.

The information on this website is not intended as legal or tax advice. For such advice, please consult an attorney or tax advisor. Figures cited in any examples are for illustrative purposes only. References to tax rates include federal taxes only and are subject to change. State law may further impact your individual results.