

QUALIFIED CHARITABLE DISTRIBUTION



MAKE A GREATER IMPACT. SAVE ON TAXES.

By rolling over your IRA distribution directly to charity, it qualifies as your Required Minimum Distribution (RMD) and you avoid having to include the distribution as a taxable income. Beginning in 2023, the age at which RMDs must start is 73, however, individuals can begin making qualified charitable distributions (QCDs) from their IRAs as early as age 70½.

You can...

- As of 2024, you can distribute up to \$105,000 in a calendar year from your IRA (regardless of the size of your RMD) directly to the Catholic Community Foundation, tax-free.
- If your spouse has a separate IRA, he or she can also make a QCD up to \$105,000
- Transfer your full RMD or only a portion of it.
- Support multiple charities.

Key Benefits

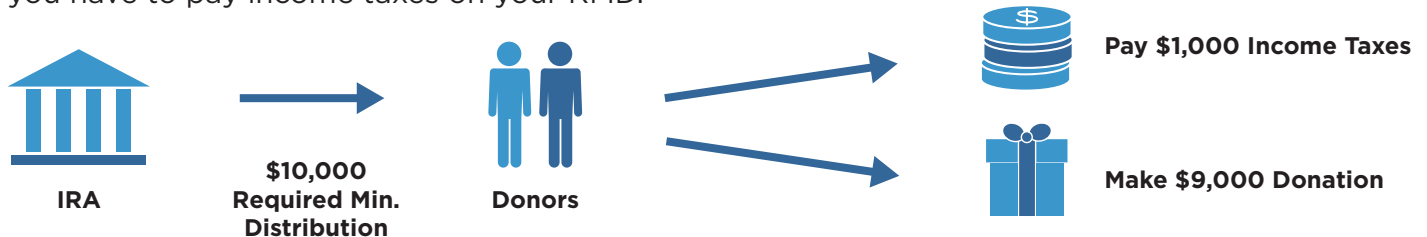
- The distribution counts towards your required minimum distribution.
- The distribution is not included in the income on which your federal income taxes will be based, thus reducing your taxable income, even if you don't itemize your deductions.
- Tax-free distributions maximize charitable impact.

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HOW DOES A QUALIFIED CHARITABLE DISTRIBUTION WORK?

GOOD: If you receive your required minimum distribution (RMD) and then make your donation, you have to pay income taxes on your RMD.



★ **BEST:** If you make a **qualified charitable distribution** directly to a qualified charity, you avoid paying income tax on your RMD, which increases the size of your donation.



Fast Facts

- Maximum amount is \$105,000 per calendar year for each individual regardless of RMD amount
- Distribution must be made directly to a qualified charity
- Can support multiple charities
- Counts towards your required minimum distribution, but not towards your taxable income

LET'S TALK

Why the CCFESD

The CCFESD supports the mission of Christ in the Diocese of Sioux Falls and beyond and was created as an independent 501(c)(3) not-for-profit to help safeguard donors' assets and to ensure that donations will always be used in alignment with donors' wishes. The Foundation also invests all donations in Catholic-screened investments in keeping with our faith.

About the CCFESD

For over three decades, the Catholic Community Foundation for Eastern South Dakota has fostered lifelong Catholic missionary discipleship through God's love by working with donors to raise, manage and distribute God's gifts to those ministries he has placed on their hearts.