



# GIVING OPTION :

# IRA Charitable Rollover Gift

## Did you know?

Your IRA is a simple, worry-free way to support the community through the Tallmadge Foundation

*“By taking the required minimum distribution, tax-free, from our IRA, we were able to create a scholarship for a deserving Tallmadge graduate who is pursuing a study in engineering or education. This is the most rewarding way for us to donate as the foundation will receive the most benefit from the gift.”*

Fred Griech, Trustee  
2016 Acorn Award Recipient



## 3 WAYS TO GIVE FROM YOUR IRA \*

### ARE YOU OVER 70 1/2?

**1** NOW is the time to begin taking your required minimum distribution from your IRA. Choose the Tallmadge Foundation to contribute up to \$100,000 directly from your IRA.

### ARE YOU BETWEEN 59 1/2 and 70 1/2?

**2** You may now begin taking money out of your IRA without paying a penalty. Income tax will be charged on the withdrawn amount, even when making a charitable donation to the Tallmadge Foundation. However, if you itemize your tax deductions, you may deduct the full value of the gift as an income tax charitable deduction.

### IF YOU ARE ANY AGE

**3** Use your IRA to support the Tallmadge community by naming the Tallmadge Foundation as a beneficiary of the account. There is no costs today and you retain complete control over your account during your lifetime. As a non-profit organization, we do not have to pay income or estate taxes on the gift and can put 100% of your gift toward our mission.

\* Always consult your tax advisor.

For more information, contact us at [tallmadge@tallmadge-foundation.org](mailto:tallmadge@tallmadge-foundation.org)

### What is a qualified charitable distribution?

Generally, a qualified charitable distribution is an otherwise taxable distribution from an IRA (other than an ongoing SEP or SIMPLE IRA) owned by an individual who is age 70½ or over that is paid directly from the IRA to a qualified charity. See Pub. 590-B, Distributions from Individual Retirement Arrangements (IRAs) for additional information.

### Can a qualified charitable distribution satisfy my required minimum distribution from an IRA?

Yes, your qualified charitable distributions can satisfy all or part the amount of your required minimum distribution from your IRA. For example, if your 2014 required minimum distribution was \$10,000, and you made a \$5,000 qualified charitable distribution for 2014, you would have had to withdraw another \$5,000 to satisfy your 2014 required minimum distribution.

### How are qualified charitable distributions reported on Form 1099-R?

Charitable distributions are reported on Form 1099-R for the calendar year the distribution is made.

### How do I report a qualified charitable distribution on my income tax return?

To report a qualified charitable distribution on your Form 1040 tax return, you generally report the full amount of the charitable distribution on the line for IRA distributions. On the line for the taxable amount, enter zero if the full amount was a qualified charitable distribution. Enter "QCD" next to this line. See the Form 1040 instructions for additional information.

- You must also file Form 8606, Nondeductible IRAs, if:
- you made the qualified charitable distribution from a traditional IRA in which you had basis and received a distribution from the IRA during the same year, other than the qualified charitable distribution; or
  - the qualified charitable distribution was made from a Roth IRA.

<https://www.irs.gov/retirement-plans/retirement-plans-faqs-regarding-iras-distributions-withdrawals>