

## Qualified Charitable Distributions

### A Great Incentive for Philanthropy

As you know, clients age 70½ or older, can make a lasting impact in their communities and support their favorite charities with a direct transfer from their individual retirement account (IRA), using a qualified charitable distribution (QCD). A QCD may establish or add to an existing non-advised fund at the Community Foundation and is an advantageous way to support their favorite charitable interests or organizations (including their church and local or national nonprofits).

### How can the Community Foundation help your client turn their IRA into tax-saving charitable gifts?

We offer a convenient, single point-of-contact for your clients to easily create a plan that fits their values, beliefs and goals, and to learn about many local opportunities supporting the needs in our community. Setting up a fund within the Community Foundation is easy, and allows your clients to:

- Stretch out distributions over a period of years
- Support a number of different organizations or causes
- Establish a lifetime legacy of giving (through an endowed fund) or provide support to their favorite nonprofits over a finite time horizon
- Donate up to \$100,000 per person per year

### Advantages of Using a QCD for Giving

- Taxable income is reduced, even if your clients don't itemize
- Distributions are excluded from their ordinary income for federal tax purposes

# Giving Options within the Community Foundation

## Establish a Named Fund with a QCD

*A targeted approach to giving.*

### **Designated Funds**

Choose one or more charitable organizations to receive ongoing support, which can be focused on specific areas of funding as well as operations or programming.

*A focused approach to giving.*

### **Field of Interest Funds**

Your clients support a broad charitable cause by allowing the Community Foundation to select nonprofit projects or programs as needs arise and in a manner that meets their giving goals within a specified field of interest.

*A generational approach to giving.*

### **Scholarship Funds**

Your clients work with the Community Foundation to support deserving students, with selection criteria based upon the ability, need, pursuit of a particular field of study or others.

*A flexible approach to giving.*

### **Unrestricted Funds**

Your client gives the Community Foundation the means and opportunity to make grants that address the diverse, dynamic and ever-changing needs of our community.

## Contribute to an Existing Fund

Clients may choose to contribute to a current designated, field of interest, unrestricted or scholarship fund within the Community Foundation.

*Your clients may consider making the Community Foundation a beneficiary of an IRA as part of their estate plans.*

## MARY MAKES AN IMPACT

Mary Kabacinski of Appleton used a QCD from her IRA to establish a designated fund within the Community Foundation.

Mary's fund supports charitable organizations that have special significance to her, with particular focus on areas of education, basic needs and health and fitness.



*"My goal was to be able to make gifts to multiple nonprofit organizations, and the Community Foundation helped me draft the fund agreement and develop a strategy that would carry out my wishes exactly as I had envisioned," says Mary. "Working with the Community Foundation was a very simple process. I'm grateful they did the research and set up a vehicle that would meet the conditions of today's tax laws."*

**Talk to the Community Foundation about how your clients can utilize a QCD to meet their charitable goals. Call us at 920.830.1290 or visit [www.cffoxvalley.org/Advisors](http://www.cffoxvalley.org/Advisors).**