

IRA CHARITABLE ROLLOVER

Using Your IRA for Charitable Giving

If you're 70½ or older, you may transfer up to \$100,000 from your IRA to Lincoln Community Foundation without paying federal tax. This is called an IRA Charitable Rollover or a Qualified Charitable Distribution (QCD).

HOW AN IRA CHARITABLE ROLLOVER WORKS

- Contact your IRA plan administrator to make a gift from your IRA.
- Direct the IRA administrator to transfer the funds directly to Lincoln Community Foundation and ask that they include your name on the check memo.
- Let us know what fund at LCF should receive the gift. (Please note the IRS does not currently allow charitable rollover gifts to be added to a donor advised fund).

BENEFITS OF AN IRA CHARITABLE ROLLOVER

- Avoid taxes on transfer of up to \$100,000 per person from your IRA to LCF
- Satisfy your required minimum distribution (RMD) for the year
- Reduce your taxable income
- Enjoy a tax benefit equivalent to itemizing deductions even if you file a standard tax return
- Support local nonprofits and the work of LCF



How LCF Can Help

- Use your charitable rollover to support your favorite local charities on Give to Lincoln Day
- Begin your legacy now by using your charitable rollover to create an endowed fund that supports your favorite causes

Example

Donors Eileen and Dick, as members of the Foundation's Legacy Society, had already met with LCF staff and determined what they wanted their charitable legacy to be. They decided using an IRA QCD to prefund one of their legacy funds, a field of interest fund, already defined in their legacy arrangements. The new endowed fund will support children, families and youth in Lincoln and Lancaster County and their interest is promoting healthful lifestyles, prevention programs, family and child wellness, and parenting programs through their fund.