

LIVE GENEROUSLY



Tax-Free Charitable IRA – Give the Gift of a Lifetime

Recently made permanent, this tax benefit allows qualified seniors to experience the joy of giving more during their lifetimes. If you're over age 70½ you no longer have to pay federal income tax on IRA funds given to charity (up to \$100,000 per person.)

Community Foundation of Southern Wisconsin can help you connect to the causes you care most about. Support an existing fund or establish a new one in your name or the name of a loved one. We make it easy and hassle-free to *Live Generously*.

WHAT IS THE LAW?

The law uses the term “qualified charitable distribution” to describe an IRA charitable rollover. The may now make a contribution to your charity of choice from your IRA if:

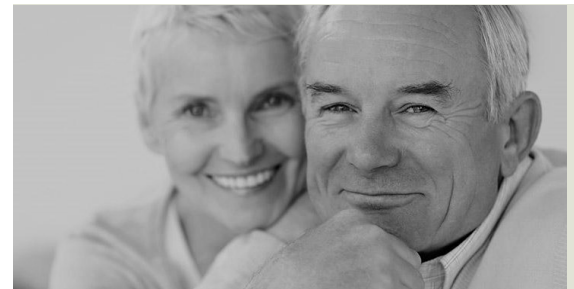
- You are age 70½ or older at the time of the gift — the money is not included as income for tax purposes, preserving the full amount instead for charity. The provision allows donors to do this now during their lifetimes, rather than waiting to give through estate plans.
- You transfer up to \$100,000 directly from your IRA. This opportunity applies only to IRAs and not other types of retirement plans.

HOW DOES IT WORK?

- **MAKE A GIFT.** You make a gift of up to \$100,000 by transferring IRA assets to your Community Foundation. You must be 70½ years old. If married, each spouse can transfer up to \$100,000 from his or her IRA annually.
- Your gift can be placed into a fund in your name, the name of your family, or in honor of any person or organization you choose. (See right.) We handle all administrative details. *(The legislation does not permit direct transfers to charitable trusts, donor advised funds, charitable gift annuities or supporting organizations. See your advisor for details.)*
- Your gift can be placed into an endowment that is invested and will grow over time. Grants from the endowment addressing community needs will be made forever, now and even beyond your lifetime.

WHY CONSIDER A TRANSFER?

- The tax benefits mean you can give more for less—and make a difference through a gift to the Community Foundation.
- Some donors (and their heirs) will benefit from reallocating their estates with these gifts.
- Gifts can be permanently endowed, providing a lasting legacy: a gift of a lifetime and beyond.
- It's a win-win for both you, the donor, and the Community Foundation: you share your treasure charitably and bypass income tax, while we ensure your gift helps build your community and improve social services that benefit the causes — local people, places, and projects — that are important to you.



QUALIFYING FUNDS

Community Fund: For people who care deeply about their community and its people, this fund is an excellent way to address most pressing needs, today and tomorrow.

Field of Interest Fund: For those who are passionate about a single cause, Field of Interest Funds provide strategic, lasting support—even as needs change over time.

Designated Fund: For people who want to help secure the future of their favorite charities. You select your charity and we do the rest to ensure your gift supports your cause for good, forever.

For more information on the specific funds we offer that qualify under this law, or on taking advantage of this easy, flexible, and effective charitable giving option, call us or your IRA administrator today.