

More Frequently Asked Questions

Q. I have two charities I want to support. Can I give \$100,000 from my IRA to each?

A. No. Under the law, you can give a maximum of \$100,000. For example, you can give each organization \$50,000 this year or any other combination that totals \$100,000 or less. Any amount of more than \$100,000 in one year must be reported as taxable income.

Q. My spouse and I would like to give more than \$100,000. How can we do that?

A. If you have a spouse (as defined by the IRS) who is 72 or older and has an IRA, he or she can also give up to \$100,000 from his or her IRA.

It is wise to consult with your tax professionals if you are contemplating a charitable gift under the extended law.

For More Information Contact:

NACAA Educational Foundation
6584 West Duroc Road
Maroa, Illinois 61756
(217) 794-3700



Take time to make even more of a difference

NACAA Educational Foundation



Are you interested in making a gift to NACAA Educational Foundation through an IRA donation?

Learn more about seeing your generosity in action!

Donate your IRA Required Minimum Distribution to the NACAA Educational Foundation

If you are 72 years old or older, you can take advantage of a simple way to benefit the NACAA Educational Foundation and to receive tax benefits in return. You can give up to \$100,000 from your IRA directly to a qualified charity without having to pay income taxes on the money.

This law currently does not have an expiration date so you are free to make annual gifts to a qualified organization this year and well into the future

Why Consider This Gift?

- Your gift will allow you to see the difference your donation is making.
- You pay no income taxes on the gift of an IRA distribution. The transfer of an IRA distribution generates neither taxable income (since it goes to a 501 (c)3 charity nor a tax deduction (since it would have been taxable income to you), so you benefit even if you do not itemize your deductions.
- If you have not yet taken your required minimum distribution for the year, your IRA charitable rollover gift can satisfy all or part of that requirement.

Frequently Asked Questions

Q. I've already named the NACAA Educational Foundation as a beneficiary of all or part of my IRA. What are the benefits if I make a gift now instead of after my lifetime?

A. By making a gift this year of up to \$100,000 from your IRA, you can see your philanthropic dollars at work. You are jump-starting the legacy you would like to leave and giving yourself the joy of watching your philanthropy take shape. Moreover, you can fulfill any outstanding pledge you may have made by transferring that amount from your IRA as long as it is \$100,000 or less for the year.

Q. I'm turning age 72 in a few months. Can I make this gift now?

A. No. The legislation requires you to reach age 72 by the date you make the gift.

Q. I have several retirement accounts—some are pensions and some are IRAs. Does it matter which retirement account I use?

A. Yes. Direct rollovers to a qualified charity can be made only from an IRA. Under certain circumstances, however, you may be able to roll assets from a pension, profit sharing, 401(k) or 403(b) plan into an IRA and then make the transfer from the IRA directly to a

qualified Non-profit such as the NACAA Educational Foundation. To determine if a rollover to an IRA is available for your plan, speak with your plan administrator.

Q. Can my gift be used as my required minimum distribution under the law?

A. Yes, absolutely. If you have not yet taken your required minimum distribution, the IRA charitable rollover gift can satisfy all or part of that requirement. Contact your IRA custodian to complete the gift.

Q. Do I need to give my entire IRA to be eligible for the tax benefits?

A. No. You can give any amount under this provision, as long as it is \$100,000, or less, this year. If your IRA is valued at more than \$100,000, you can transfer a portion of it to fund a charitable gift.



Estate planning and options are always worth investigating.