

Congregation Etz Chaim of Dupage County Foundation, NFP

JUF Alert: IRA Charitable Rollover is Back!

We have some great news to share with you. The American Taxpayer Relief Act of 2012 extends the IRA Charitable Rollover for 2013 and also provides some opportunities for 2012. This provides a wonderful opportunity to contribute to the JUF Annual Campaign and the Jewish Federation's Centennial Campaign without having to pay income taxes on the distribution. Here are the situations in which a person can make a gift:

1. You may make a gift from your IRA directly to a qualified charity or charities in an amount up to \$100,000 at any time in 2013 and have it treated as a Charitable IRA Rollover for 2013.
2. If you made a distribution from your IRA directly to a qualified charity or charities any time during 2012, that gift is now treated as a Charitable IRA Rollover.
3. If you took a required minimum distribution in December 2012, you can now donate that distribution or any part of that distribution to qualified charities by January 31st and have it treated as a Charitable IRA Rollover for 2012.
4. If you did not contribute the maximum of \$100,000 to a qualified charity or charities in 2012, you can do so until January 31st and have it treated as a Charitable IRA Rollover for 2012. That distribution will not change the tax treatment of any other IRA distribution already taken in 2012.

As a result of the IRA Charitable Rollover and the provisions stated above, you are able to give up to \$200,000 from your IRA to a qualified charity in 2013.

The requirements are:

- Donors must be at least 70 ½;
- The maximum amount which may be transferred from an IRA is \$100,000;
- Distributions can only be made to qualified charitable organizations such as the JUF or Jewish Federation;
- Distributions must be made directly to the charitable organization through the IRA plan administrator, unless it falls under one of the exceptions listed above for 2012;
- Distributions must be made from traditional or Roth IRAs;
- The distribution cannot be made to a donor advised fund, supporting foundation, private foundation, split interest trust, or charitable gift annuity.

The benefits are:

- IRA distributions directly to charities are not treated as taxable distributions;
- IRA distributions to qualified charities qualify for the required minimum distribution;
- Assets are removed from your estate;
- Your generosity helps the Jewish community when it is most in need of donations.

We encourage you to consult with your professional advisor.

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The Congregation Etz Chaim of Dupage County Foundation, NFP is a qualified section 501(c)(3) organization. Your gift is tax deductible to the extent allowed by law. Please consult with a tax advisor for further information.