



Using a QCD for your IRA! The Qualified Charitable Distribution

What is a QCD?

The *Qualified Charitable Distribution* (“QCD”) from your IRA is a well-established and popular way to help those in your community through the services of The Salvation Army.

- ✓ It reduces your taxable income.
- ✓ QCD gifts use Pre-tax money instead of Post-tax money making this a better giving vehicle.
- ✓ QCD gifts remove assets from your IRA which can incur negative tax treatment when transferred to heirs.

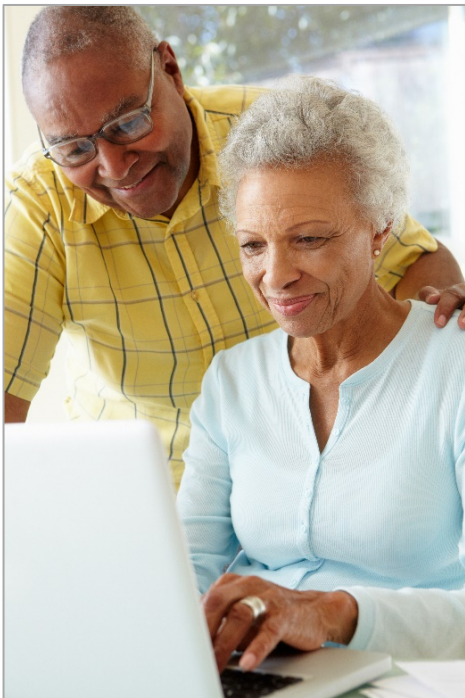
Who it Benefits:

Whether you want to make a gift of \$100, or up to \$100,000, this gift benefits:

- ✓ Any IRA holder over age 70½ for a QCD
- ✓ Any IRA holder over age 73 who has a Required Minimum Distribution due.

How it Benefits:

- ✓ It reduces your taxable income even if you don’t itemize.
- ✓ The QCD removes assets from your estate for inheritance tax purposes.



LOOKING AT THE CONCEPT		
Couple over age 73:	RMD	QCD
Income from all Sources:	\$150,000	\$150,000
IRA Req. Min. Distribution:	\$40,000	\$0.00
Adjusted Gross Income:	\$190,000	\$150,000
*Standard Deduction:	-\$32,300	-\$32,300
Taxable Income:	\$157,700	\$117,700
Income Taxable Difference:	N/A	-\$40,000
Federal & State Tax:	30%	30%
Tax Savings Benefits:	\$0.00	+\$12,000
Gift to Help Others:		\$40,000

*Standard deduction of \$29,200 plus \$3,100 for couples over the age of 65 in 2024.

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