



ST. EDWARD
HIGH SCHOOL
SPONSORED BY THE BROTHERS OF HOLY CROSS

QUALIFIED CHARITABLE DISTRIBUTIONS

Tax-Free Gifts From Retirement Accounts

Did you know that you can make a tax-free qualified charitable distribution (QCD) from your IRA to St. Edward High School? Normally, the government taxes distributions from your IRA as ordinary income. However, you may be eligible to make a tax-free transfer that "counts" towards your annual required minimum distribution (RMD).

TO QUALIFY

- You must be 70 ½ years of age and transfer the funds directly from your IRA.
 - You can make a QCD from a Traditional or Roth IRA. If you have a pension, 401(k) plan, or 403(b) plan, you must first transfer the funds to an IRA.
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IMPORTANT NOTES

- The maximum QCD is \$100,000 per person. A married with separate IRAs can contribute up to \$200,000 annually.
 - Transfers to donor-advised funds (DAF), supporting organizations, private foundations, charitable remainder trusts, and charitable gift annuities do not qualify.
 - Since the QCD transfer is tax-free and not included in your adjusted gross income (AGI), there is no charitable deduction. A transfer is not subject to AGI limitations on charitable deductions.
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A QUALIFIED CHARITABLE DISTRIBUTION IS BENEFICIAL WHEN...

- You do not itemize your deductions (i.e., you take the standard deduction).
- You wish to pay an existing pledge or make an additional contribution to St. Edward High School.
- You are giving at your deduction limit already and want to do more.

STEP-BY-STEP INSTRUCTIONS FOR TRANSFERRING FUNDS FROM YOUR IRA TO ST. EDWARD HIGH SCHOOL

- 1 Contact your advisor or representative at the financial institution that holds your IRA.
- 2 Tell your representative that you wish to make a QCD from your IRA to St. Edward High School.
- 3 Request a check payable to "**St. Edward High School**" and indicate the transfer is "**a qualified charitable distribution from the account of {Your Name}.**"
- 4 If you wish to make a wire transfer to St. Edward High School, contact us for those specific instructions.
- 5 St. Edward High School's Federal Tax ID is: **34-0737808**
- 6 Contact our Office of Institutional Advancement to let us know to expect a payment and to indicate any special designations for your QCD.

The Protecting Americans from Tax Hikes (PATH) Act of 2015, signed into law on December 18, 2015, made the IRA charitable rollover permanent. The SECURE Act of December 19, 2019, gave those who turn 70 ½ in 2020 or later until the age of 72 until they must take required minimum distributions (RMDs).

CONTACT ST. EDWARD HIGH SCHOOL

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This information does not constitute legal or tax advice. Always consult with your tax professional about the applicability of these legal principles to your situation.

