

# Charitable IRA Rollover

*A tax-wise gift from your individual retirement account (IRA)*

A **charitable IRA rollover** – often referred to as a “qualified charitable distribution” or “QCD” – is a gift option that enables donors age 70½ or older to transfer up to \$100,000 directly from the donor’s IRA (or IRAs) to a qualified charity each year. Utilize this tax-savvy giving strategy to support the areas at Duke Health you care about most.

## **BENEFITS**

### **FOR YOU**

- Satisfy your annual required minimum distribution (RMD) if you are at least 72 years old.
- Avoid additional taxable income, which may allow you to avoid taxation at a higher tax bracket.
- Direct the funds to support the areas at Duke Health that are most important to you.

### **FOR DUKE**

- Apply this unique gift to make an immediate impact at Duke Health.
- Satisfy your multi-year pledges to the Annual Fund.
- Create or add to an existing permanent endowment in your name or in memory of a loved one.
- Have your gift count toward your Duke reunion year.

## **HOW TO GET STARTED**

1. IRA owner must be 70½ years or older to be legally eligible to make this gift.
2. Contact your IRA custodian to make a qualified charitable distribution from your IRA to Duke University.
3. Contact the Duke Health Office of Gift Planning today to inform us of your gift. Our charitable planning experts are available to work with you and your financial advisors.

## **FACTORS TO CONSIDER**

- As of January 1, 2020, taxpayers generally must begin taking required minimum distributions from IRAs at age 72. The age required to make an IRA rollover gift remains 70½.
- The charitable IRA rollover is available only for gifts from a traditional IRA and not from any other type of retirement plan such as 401(k), 403(b), 457, Keogh, ESOP, etc.
- The rollover is allowed only for outright gifts to a qualified public charity like Duke for which the donor receives no benefits.
- The amount of a rollover gift that counts toward your required minimum distribution may be reduced by additions to a retirement account made after age 70½.

- The donor must be at least 70½ years of age on the date of the gift.
- The donor can give up to \$100,000 each year from his or her IRA(s). A couple with separate IRAs can donate up to \$100,000 each from their respective IRAs.
- There is no federal income realized and no income tax deduction for the donor (unless made from documented after-tax contributions to the IRA).
- The gift should be transferred from the IRA directly to the charity. The donor should not accept any distribution of funds intended for a charitable IRA rollover.
- Some states treat the charitable IRA rollover like a withdrawal for state tax purposes, but this varies from state to state.
- Please check with your financial advisor to determine how a charitable IRA rollover gift will impact you.

## ANOTHER OPTION

**Estate Gift from IRA vs. Charitable IRA Rollover Gift:** An estate gift from an IRA to Duke (at the IRA account owner's death) may be more appropriate for those donors who do not have sufficient assets to comfortably consider a lifetime charitable IRA rollover. This can be done by naming Duke University as a beneficiary of the IRA on the beneficiary designation form available from the IRA's custodian. If you choose to make an estate gift from your IRA, please contact a member of our Duke Health gift planning team to make sure your gift is directed to the area you want to support at Duke Health.

*This information is provided with the understanding that neither Duke University nor the authors are providing legal, accounting, or other professional advice or counsel. Please consult your personal counsel about the financial, tax and legal implications of any gift.*

## Unleash your inner philanthropist.

Investing in Duke Health's future can yield invaluable returns to students, faculty, and the Duke Health community for generations to come. With the help of our expert team, your gift can also be part of your own planning for the future.

**CONTACT US TODAY.** Duke Health Office of Gift Planning • 300 W. Morgan Street, Suite 1200 • Durham, NC 27701  
919-385-3115 • [terry.wiggins@duke.edu](mailto:terry.wiggins@duke.edu)



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### About Duke Health

We live in a time of unprecedented potential in biomedical science, education, technology, population and community health, and health care delivery. As one of the world's foremost academic health enterprises, Duke Health integrates the Duke University School of Medicine, Duke University School of Nursing, Duke University Health System, and health programs across the university. Duke Health advances these frontiers through state-of-the-art clinical care, health promotion and disease prevention, breakthrough basic and clinical research, and educational experiences that prepare the next generation of health leaders. Every donor is an important partner in that work, and every gift plays a role in helping Duke Health and its constituent units advance health.