

Potential Tax Saving Opportunities Associated With Pledges and Other Gifts to St. Francis.

If you are age 72 or older and have a traditional IRA, you might consider using a qualified charitable distribution (QCD). The funds go directly from your account's custodian to St Francis (or other eligible beneficiaries). QCDs can be paid to satisfy all or part of the required minimum distribution (RMD) rule that starts at age 72 for traditional IRAs. (RMDs were waived in 2020, because of Covid hardships., but are reinstated for 2021.) And, the money distributed does not count ton your adjusted gross income (AGI) as it does with a regular distribution.

QCDs reduce your adjusted gross income (AGI), which usually provides a greater tax benefit than claiming the charitable contribution as a tax deduction, whether you itemize or not. Consult your tax advisor, though. As with any IRS provision, there are rules to be carefully observed.

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Treasurer