



Reducing Your Tax Liability

Required Minimum Distributions (RMD) from an IRA

Are you over 70.5 and required to take annual minimum distributions from an IRA?

A Qualified Charitable Distribution (QCD) to **Our Lady of Joy Roman Catholic Church** that is made directly from your IRA can save you money on your tax liability and Medicare premiums.

Do you want to lower income tax but can no longer itemize your deductions?

Each dollar gifted on your QCD reduces your taxable income dollar for dollar. For example: if you are in the 22% bracket, a \$1,000 QCD from your IRA will save you approximately \$220 in federal taxes and approximately \$40 in Arizona state income tax.

Is your income nearing the Medicare high-income surcharge?

A QCD will lower your income to pay lower Medicare premiums.

How do I make a QCD from my IRA? What are the requirements?

A QCD must be made directly by the trustee of the IRA to the charity. A regular IRA distribution, made either by check or electronic payment to the trustee, does not count.

You and, if married, your spouse must both be 70.5 or over when the distribution is made.

Be sure to report correctly and speak with your financial advisor prior to making any changes to your distribution.

How much can I exclude from my taxable income?

As of November 14, 2024, a single person can make up to \$105,000 of QCDs. If married, filing jointly with a qualifying spouse, the limit can be up to \$210,000.

Required Minimum Distributions (RMD) from an IRA are usually considered taxable income. When you make a Qualified Charitable Distribution to **Our Lady of Joy Roman Catholic Church**, you can avoid this tax liability.

Speak with your financial advisor prior to preparing any QCDs or other charitable donations.

Our Lady of Joy Roman Catholic Church is a 501(c)(3) organization. EIN: 36-4644261