

Qualified Charitable Distributions (QCDs)

Who's Eligible?

Donors 70 1/2 and older with qualified IRAs.



How It Works

Donors make direct gifts to charities from their IRAs without the distributions being recognized as income for tax purposes.

For donors 73 and older, QCDs can fulfill all, or part, of their annual Required Minimum Distribution (RMD).

Tip: Be sure to keep track of your QCDs for your tax preparer!

Benefits

QCDs are beneficial for donors who wouldn't otherwise receive a tax benefit or would receive a smaller tax benefit for a similar charitable donation made with cash or securities.

Starting QCDs at 70 1/2 will decrease a donor's future RMDs, potentially reducing future income taxes, Medicare premiums, etc.

Restrictions

For 2024, the QCD maximum is \$105K/person or \$210K/couple*

QCDs to DAFs and private foundations are not allowed.

Deductible IRA contributions made after age 70 1/2 will reduce annual QCD allowances.

*Amount indexes with inflation year-to-year