



NEW TAX-SMART IDEAS FOR 2023!

Satisfy Your Required Minimum Distribution While Earning a Lifetime of Income

➤ **Take advantage of the last great tax break!**

You can change the world with your IRA. Use your tax-free IRA for tax-free gifts to Jewish National Fund and now, NEW AS OF 2023: Use your IRA to fund a Charitable Gift Annuity and earn up to 9.7% income (see table above)!*

At the end of 2022, The Secure 2.0 Act was signed into law, creating a terrific opportunity for Jewish National Fund supporters to receive a lifetime of income by using their IRAs for a tax-free contribution to Jewish National Fund by setting up a QCD Legacy Charitable Gift Annuity.

➤ **Here’s a tax-smart idea that helps!**

Instead of taking the Required Minimum Distribution (RMD) from your IRA, tell your IRA provider to send it to Jewish National Fund to support the land and people of Israel. Your gift will not count as income, thereby potentially saving you thousands of dollars in higher taxes, and the IRS will still consider that you have fulfilled your Required Minimum Distribution obligation. This strategy is called a Qualified Charitable Distribution (QCD).

➤ **Contact us Today and Secure Your Legacy for Tomorrow!**

Get a free, personalized, detailed illustration from one of our Planned Giving Specialists.

800.562.7526 · plannedgiving@jnf.org · jnflegacy.org

FAQ CONTINUED ON OTHER SIDE

FREQUENTLY ASKED QUESTIONS

➤ What is the Secure 2.0 Act legislation?

The Secure 2.0 Act, also known as Legacy IRA, took effect in January 2023, and under certain circumstances, allows a tax-free Qualified Charitable Distribution (QCD) from your Individual Retirement Account (IRA) to establish a Charitable Gift Annuity (CGA) in exchange for a lifetime income gift.

➤ What is a Qualified Charitable Distribution (QCD)?

A QCD is a direct transfer of funds from your IRA custodian, payable to a qualified charity.

➤ Is there an age limit?

Under IRS regulations, persons 70 ½ and over can make tax-free gifts from their IRAs to their favorite charities. In the calendar year you turn 73 you must begin taking your Required Minimum Distributions (RMD).

➤ What is a Required Minimum Distribution (RMD)?

RMDs are the minimum amounts you must withdraw from your retirement accounts each year.

➤ Does a QCD Legacy Charitable Gift Annuity satisfy the RMD Rules?

Yes.

➤ How much can I contribute?

The limit of QCDs in any one year is \$100,000 for individuals, and married couples can combine for an annual limit of \$200,000. Until 2023, a QCD to Jewish National Fund could only be used as an outright gift. Now, you can make a QCD to Jewish National Fund and receive lifetime income. The annual QCD limitation is still \$100,000, but within this limit is a \$50,000 limit for a QCD Legacy Charitable Gift Annuity.

➤ How often can I use the QCD Legacy Charitable Gift Annuity?

You can take advantage of this opportunity in one or more gift(s) to one or more charities, but all within one tax year. There is no rollover or carryforward of unused portions.

➤ Can I name others to receive QCD Legacy Charitable Gift Annuity payments?

You can name yourself and/or a spouse to receive payments.

➤ What are the tax implications and benefits of an IRA rollover gift?

As with all QCD contributions, there is no tax deduction. When you take a distribution from your IRA, that amount becomes part of your taxable, ordinary income. **This added income can push you into a higher income bracket causing additional income tax.** When you gift a QCD from your IRA to Jewish National Fund, the **contribution amount is not counted as ordinary income.** By setting up a **QCD Legacy Charitable Gift Annuity**, not only can the tax savings be significant, but you will receive lifetime income.

➤ How much income can I receive?

The age of the named income beneficiaries determines the income of up to 9.7%. Contact a Jewish National Fund Planned Giving professional for all the necessary information.