

## **Information on IRA Charitable Rollover**

2014 is coming to an end and many of our donors are working out their year end giving. Maybe you are, too. We'd like to share with you how you may use your IRA to fund your charitable giving to Planned Parenthood of Hawaii and other charities that you love and support.

### A Gift from Your IRA Account

As you may have heard, the President has signed into law the Tax Increase Prevention Act of 2014 (H.R.. 5771). One of the provisions of the law extended the Charitable IRA Rollover for 2014, allowing a taxpayer to make a charitable gift to a charity directly from their IRA account.

There is not much time left in tax year 2014 (and gifts made from an IRA in 2015 cannot be applied to tax year 2014).

### **How It Works**

Individuals age 70 ½ or older are authorized to make tax-free distributions from their Individual Retirement Accounts (IRAs) of up to \$100,000 to Planned Parenthood of Hawaii (and other qualified charitable organizations). While these Qualified Charitable Distributions (QCDs) are not tax deductible, they are also not included in your taxable income. These distributions can also count as your Required Minimum Distribution for 2014.

### **Important Notes on This Year's Extension**

- In order to qualify, the QCD payment must be delivered to Planned Parenthood of Hawaii by the IRA Administrator on or before December 31 (the postmark on the envelope, if mailed to us)
- If you made a direct distribution from your IRA to a qualified charity earlier in 2014 in anticipation of reauthorization by Congress, that distribution (up to \$100,000) will qualify as a QCD, provided all other requirements are met
- Required Minimum Distributions already withdrawn from your IRA in 2014 cannot be re-characterized as QCDs, even if you write a check to a charity in an equal amount

If you have any questions, please contact:

Lisa Freudenberger, Director of Development  
808.442.4225

[lfreudenberger@pphi.org](mailto:lfreudenberger@pphi.org)

**SAMPLE LETTER**

Dear IRA Custodian,

Sec. 408(d)(8)(A) of the Internal Revenue Code, as amended, permits an IRA rollover distribution directly from an IRA custodian to a qualified public charity. It is my intent to make a Qualified Charitable Distribution (QCD) to Planned Parenthood of Hawaii from my IRA as permitted by law.

As the owner of IRA account # \_\_\_\_\_ that is in the custody of your organization, I request that by 12/31/2014 you transfer from that account the sum of \$ \_\_\_\_\_ to:

Planned Parenthood of Hawaii  
Attn. Lisa Freudenberger  
1350 South King St. Suite 309  
Honolulu, HI 96814

The Tax ID Number for Planned Parenthood of Hawaii is 99-6012377.

This letter is sufficient authorization for you to make this QCD gift. However, if you require any further documents, please forward those to me for my signature.

In your transmittal to Planned Parenthood of Hawaii, please give my name and address as the donor of record in connection with this transfer.

Sincerely,