

FCSU FINANCIAL ®
QUALIFIED CHARITABLE DISTRIBUTION
(IRA only)

Payment Instructions

Name of Charity: _____ Federal ID#: _____

Attention: _____

Address: _____

City: _____ State: _____ Zip: _____

Phone #: _____ Email Address: _____

Distribution Instructions

Distribution Amount: (No amount can exceed the maximum \$100,000 limit)

- ☐ Process a distribution of my calculated RMD amount for this year of \$ _____
- ☐ Process a partial distribution of \$ _____
- ☐ Process a full withdrawal
 - ☐ My policy contract is included with this form
 - ☐ My policy contract has been lost or destroyed

Signature & Authorization

IMPORTANT: READ BEFORE SIGNING!

I certify that:

- I am the owner of this IRA and all information provided by me is true, correct and accurate.
- I have read and understand the distribution conditions as provided on the IRA Qualified Charitable Distribution Information sheet.
- I have met the requirements for making a qualified charitable distribution from my IRA.
- It is my intent to make a Qualified Charitable Distribution from my IRA under Internal Revenue Code Section 408(d)(8).
- I assume full responsibility for this transaction and expressly assume the responsibility for any adverse tax consequences which may arise for this withdrawal and I agree that FCSU Financial ® shall in no way be held responsible or liable for any adverse tax, legal, or other consequences that may result.
- By signing below, I hereby authorize FCSU Financial ®, as Custodian, to direct and distribute funds from my IRA as directed above.

Signature: _____ Date: _____

**PLEASE BE SURE TO COMPLETE AND SIGN THE ATTACHED LETTER ON THE NEXT PAGE
AND INCLUDE IT WITH THIS FORM. WE WILL MAIL IT TO YOUR QUALIFIED CHARITABLE
ORGANIZATION WITH YOUR DISTRIBUTION CHECK.
WE REQUIRE ORIGINAL SIGNATURES ON ALL FORMS. WE WILL NOT ACCEPT FAXES.**

FCSU FINANCIAL ®
QUALIFIED CHARITABLE DISTRIBUTION
(IRA only)

Name of Charity: _____

Attention: _____

Address: _____

City: _____ State: _____ Zip: _____

Phone #: _____ Email Address: _____

Dear Sir/Madam,

It is with great pleasure that I would like to inform you that I have requested a Qualified Charitable Distribution from my Individual Retirement Account (IRA), payable to your organization, in the amount of \$ _____ from my IRA Custodian.

It is my intent to comply with the requirements of Section 1201 of the Pension Protection Act of 2006 and Section 408(d)(8) of the Internal Revenue Code of 1986, as amended, in connection with this gift.

Enclosed, please find the Qualified Charitable Distribution from my IRA. Accordingly, upon your receipt of this payment from my IRA Custodian, please send me a written acknowledgement that states the amount of my gift, that no goods or services were transferred to me by your organization in consideration for this gift, and that my gift will not be placed in a donor advised fund or supporting organization.

My address is as follows:

Name: _____

Address: _____

City: _____ State: _____ Zip: _____

Phone #: _____ Email Address: _____

The purpose of this gift is _____

If you have any questions, or need to contact me, please do not hesitate to call me.

Sincerely,

Signature

Date

FCSU FINANCIAL ®
Attention: IRA Annuitants, age 70 ½ and over
Qualified Charitable Distribution
IRA-RMD

Applicable to individuals who have a traditional Individual Retirement Account (IRA), who are over 70 ½ and must take a Required Minimum Distribution (RMD) from their IRA account. The provision has been in place for several years and congress made it permanent.

Using the provision can result in significant tax savings, as much as 30% to 40%, depending on the individual's circumstances. An individual can distribute up to \$100,000 of their IRA each year. It must go directly from the IRA funds to a qualified charity (IRS rules specify that funds **cannot** go to a private foundation or to a charitable supporting organization as a donor advised fund-see IRC Section 170(b)(1)(A)).

Important – The distribution must be made directly from a trustee of the IRA funds (FCSU Financial ®) to a qualified organization eligible to receive tax-deductible contributions. There are some exceptions. Your financial planner or tax preparer should be consulted. The member will not get the same tax benefit if they take the distribution and then donate to the qualified charity.

The tax advantage is that making the Qualified Charitable Distribution counts toward the individual's Required Minimum Distribution for that year, but is not included in the adjusted gross income (AGI). Because of the reduced AGI, the member avoids the phase out of itemized deduction, Medicare tax and can reduce taxes for persons who cannot itemize and can reduce social security taxable benefits.

FCSU FINANCIAL ® QUALIFIED CHARITABLE DISTRIBUTION (IRA only)

IRA QUALIFIED CHARITABLE DISTRIBUTION INFORMATION

Guidelines for requesting a Qualified Charitable Distribution (QCD) from your IRA:

- **Eligibility:** IRA account owner must have attained age 70 ½ or older at time of IRA distribution in order to take advantage of this provision. This rule applies only to Traditional and Roth IRAs. Distributions of non-deductible IRA contributions do not qualify.
- **Annual Limit:** Maximum amount of QCDs cannot exceed \$100,000 per taxpayer per tax year and may include Required Minimum Distributions (RMDs).
- **Qualifications:** Qualified charitable organizations generally include churches, educational institutions, medical organizations, or other charitable organizations listed under Internal Revenue Code Section 170(b)(1)(A). Private foundations and donor-advised funds are not eligible. See IRS Publication 526, Charitable Contributions, for more information on qualified charitable organizations.
- **Direct Contribution:** QCDs must be made payable and transferred directly from FCSU Financial ® to a qualifying charity. Distributions made payable to the IRA owner and transferred to the charity will not qualify.
- **Tax Reporting:** The reporting of this distribution will not differ from any other distributions you have taken or may take from your IRA. The IRA account owner will be responsible to properly report the charitable contribution on their taxes and may want to consult with their accountant or qualified tax advisor.

ATTENTION: All requests for QCDs **MUST** be received in our office **NO LATER THAN DECEMBER 15th** in order to ensure that the funds are distributed and transferred to the qualifying charity in the current tax year.

IMPORTANT: It is not the role of FCSU Financial ® to provide members with either financial or tax advice. Please consult your accountant or qualified tax advisor for all matters concerning any financial or tax consequences and to help file your tax return correctly.

IRA QUALIFIED CHARITABLE DISTRIBUTION REQUEST IRA Account Owner

Certificate #: _____

Name: _____ Social Security #: _____

Address: _____

City: _____ State: _____ Zip: _____

Phone: _____ Email Address: _____

FCSU Financial ®
Qualified Charitable Distribution
(QCD)

Eligibility:

Only applicable to IRA Annuitants over 70 ½ receiving Required Minimum Distribution. The RMD (or a portion of it), at the direction of the Annuitant, is paid directly to qualified charitable organization. Under this program and to maximize tax advantages, the RMD check must go directly to the charitable organization in order to maximize the tax benefits to the members.

Procedure:

An IRA member on RMD completes a Direct Distribution Form (Form QCD) instructing FCSU Financial ® to issue a check to the named charitable organization indicating the amount to be donated to the charitable organization from the RMD. It can be the full amount of the current RMD, but cannot exceed \$100,000. The check is prepared and sent to the named charity along with a copy of the distribution form so the charity will know who made the donation and a copy is sent to the member directing the IRA donation.

In the following year, in accordance with IRS regulations, a 1099R is completed and sent to the IRA member (see sample of completed form).

The following is for informational purposes. FCSU Financial ® does not give tax advice and the member should consult their tax preparer. If the member completes a form 1040 for the taxable year, the amount of RMD is listed in box 15a as an IRA distribution and any taxable amount is listed in box 15b. If the entire RMD was donated as a Qualified Charitable Distribution (QCD), then box 15b will be zero. If less than the full amount of the RMD was donated as a QCD, then the remaining amount would be shown in box 15b.