



Qualified Charitable Distribution (QCD)

For individuals age 70½ or older, an IRA Qualified Charitable Distribution (QCD) is a great way to make a tax-free gift to A Place To Be, satisfy your Required Minimum Distribution (RMD), and continue to sustain A Place To Be's work throughout your retirement.

What are the benefits of a QCD gift?

- Transfer tax-free gifts from your IRA to A Place To Be.
- Under current law, every IRA account holder must withdraw a RMD annually beginning at age 73. The RMD is treated as ordinary income for tax purposes. A QCD counts toward your RMD without increasing your taxable income.
- If you don't itemize deductions, a QCD offers all of the benefits of an itemized income tax charitable deduction.
- IRA gifts may be used to satisfy multiyear gift pledges.

How do I qualify?

- You must be 70½ years or older at the time of the gift.
- Gifts must come from a traditional IRA or Roth IRA.
- Gifts must go directly from your IRA to A Place To Be. If you deposit your RMD and write a personal check, you will not get the tax benefit.

How can I make a QCD and know A Place To Be received it?

- Ask your custodian if they will facilitate a QCD bank transfer. If they will, contact Kim Tapper at (540) 687-6740 or kim@aplacetobeva.org and request instructions for a gift by ACH transfer.
- If you initiate your QCD by physical check directly with your custodian, request that the check is made out to "A Place To Be" and that you are identified as the donor in the memo line or cover. Please mail QCD checks to: **A Place To Be, PO Box 1472, Middleburg, VA 20118** and email Kim Tapper to let her know you sent the check.

Note: A Place to Be's tax identification number (EIN) is **45-3081114**.

Make your QCD as early as possible. It is important to allow sufficient time for your check to clear, ensure the funds are withdrawn during your preferred tax year, and avoid a tax penalty for not taking an RMD.

Are there restrictions on QCDs?

- In 2025, the withdrawal may not exceed \$108,000 annually per individual. A married couple with separate IRAs may each transfer \$108,000 annually.
- Non-IRA qualified retirement plans, like 401(k) and 403(b) plans, are not eligible for making a QCD.
- A QCD is only eligible for outright donations and cannot be given through a donor-advised fund. A QCD may not be used in exchange for benefits such as tickets to an event.