



BOARD BOOKSHELF

Online Resources

For a very clear, understandable set of information on the topic of the IRA Charitable Rollover, go to:

www.cof.org

This is the website of the Council on Foundations. From there, the easiest way is to use the search box at the top right. Type in IRA Charitable Rollover and then click on the first result in the displayed list. This will bring you to their analysis paper entitled IRA Charitable Rollover.

It is organized as a series of pertinent questions, with complete, yet easy-to-understand answers, which cover issues such as what charities you can donate to, how to make the transfer, tax implications and income level considerations.

For the more adventuresome, this address will take you right to it:

[http://www.cof.org/files/Documents/Government/Charitable%20Reform%20Resource%20Center/IRA Charitable Rollover 121710.pdf](http://www.cof.org/files/Documents/Government/Charitable%20Reform%20Resource%20Center/IRA%20Charitable%20Rollover%20121710.pdf)



Are you age 70-1/2 or older?

YES

NO

Do you have any members in your church who are?

YES

NO

If you answered "Yes" to one, or both, or those questions, read on.

Anyone over the age of 70-1/2 has the opportunity to take advantage of a special provision to allow charitable giving from a person's IRA. The Pension Protection Act of 2006 permitted individuals to roll over up to \$100,000 from an Individual Retirement Account (IRA) to a qualifying charity without recognizing the assets transferred as income. The American Taxpayer Relief Act of 2012, has extended this provision through end of 2013.

The good news is your church can be the charitable recipient.

If you have an IRA and you have reached the age of 70-1/2, then you have reached the age where the IRS requires you to begin taking distributions from your IRA. These distributions are called Required Minimum Distributions (RMDs). Even if you do not need the income and do not want to make these withdrawals from your account, they are required. When withdrawn, your RMDs become taxable income to you.

This is where the provision for an IRA Charitable Rollover may be of benefit to you or to someone in your congregation. Individuals may exclude from their gross income the amount distributed directly to a qualifying charity from their IRA. Your RMD may also be satisfied through such a charitable transfer. You may also find this especially beneficial if you do not itemize deductions.

Under this provision, donors benefit by not having to recognize as income the amount contributed directly from their IRA to the eligible charity. (No additional charitable deduction is granted because this would be a double counting of the gift).

It is important to enact such a gift transfer properly. This means contacting your IRA custodian for the proper instructions and making sure that it is a direct transfer from your IRA to your charity.

David

7 Special-Purpose Endowment Distributions

- Jimmy Weathers Endowment - Wesley Manor
- Jimmy Weathers Endowment - Lewis Memorial Home
- Ray Wesley Endowment - Kentucky Wesleyan College
- Rhoda Peters Internship Scholarship
- Rice Sutherland Endowment - Loucon Camperships
- Kittinger Scholarship - Loucon Camperships
- Aldersgate Scholarship - Camperships

18 Ministry-in-Action Grants

- Aldersgate Camp
- Loucon Retreat Center
- Camp Kavanaugh
- KY UM Children's Home
- Methodist Hospital
- Lindsey Wilson College
- KY Wesleyan College
- Union College
- 7 Wesley Foundations
- Wesley Manor
- Wesley Village
- Lewis Memorial Home



Did you know...

19 Scholarship Fund Awards

- Julie Horton Miller - Lindsey Wilson College
- Epworth UMC - Georgetown College
- Epworth UMC - Lindsey Wilson College
- Epworth UMC - Sullivan University
- Vernon Driskell Endowment - KY Wesleyan College
- Louise Bishop Ministerial Scholarship - 10 seminarians
- Portland Promise Center Scholarship - Univ. of Louisville
- Carol Thomas Seminary Scholarship - Daniel Simonton
- Lexington Centenary UMC Scholarship
- St. Luke Ministerial Education Fund

One Common Denominator

Covington District, Edward Edelmaier Fund

Frankfort District, Lawrenceburg UMC

Frankfort District, Frankfort First UMC

Lexington District, Aldersgate Camp

Owensboro District, Settle UMC

Each of these has recently made additions to their funds established at KUMF.

Call us to establish a fund or schedule a presentation.

KUMF - Helping Faithful People Live Generous Lives

5 KUMF Next-Generation Grants

3 Dollars for Scholars Grants

- Lindsey Wilson College
- KY Wesleyan College
- Union College

2 Isaiah Project Grants

- Summer internships at KY United Methodist missions

... in 2013, K.U.M.F.

will make over \$102,000 in grants, scholarship awards, annuity payments to charitable donors, and endowment distributions for special ministries.

Two Gifts



Gift #1

42 gift annuitants will receive \$62,500 this year, increasing their retirement incomes.



Gift #2

After those annuitants' lifetimes, **14 beneficiaries** will receive \$550,000 in 42 charitable gifts.

- Aldersgate Camp
- Campbellsville First UMC
- Central City UMC
- KY UM Children's Home
- Hilldale UMC
- Lexington Centenary UMC
- Madisonville First UMC
- Mary Kendall Home
- St. Matthew UMC
- State Street UMC
- Stevenson's Chapel UMC
- Wesley Manor
- Wesley Village
- KUMF