

CHARITABLE ROLLOVER GIFTS

kidSTREAM



Retirement Plan

Step 2: Administrator transfers directly to kidSTREAM

Step 1: Instruct Administrator

This is an opportunity for a donor with an IRA who is over 70 ½ years old to make a transfer directly from the IRA to kidSTREAM that meets the Required Minimum Distribution rules of the IRA.

If you are over 70 ½ years of age, federal law requires that you take the Required Minimum Distribution. If you do not make a charitable gift with this money, it will count as income on your taxes.

You may make a Qualified Charitable Deduction directly to a charity to avoid being taxed on that minimum distribution. While this gift does not qualify as a charitable income tax deduction, it does lower your adjusted gross income for the year by not including that IRA income in your taxes.

If you don't have an IRA, but do have a 401(k) or 403(b) and want to avoid any tax penalties, you would first need to move the monies in those other retirement accounts into an IRA. Then you can make a Qualified Charitable Deduction from that IRA.

In order for this gift to qualify for your Required Minimum Distribution, you must make the gift before December 31. Keep in mind it might take a few weeks to finalize the process, so starting the conversation now is crucial.

Should you choose to make a gift to kidSTREAM, please contact your IRA's custodian. They will make the transfer directly to us. If you are designating your gift for anything particular, please let us know so we will put the gift in the appropriate place when it is received.