

GIVE FROM YOUR IRA WHILE CREATING LASTING INCOME AND IMPACT

Use a qualified charitable distribution to fund a charitable gift annuity

For many years, givers and charities have hoped for new ways to fund charities using an individual retirement account (IRA). That opportunity has finally come through the SECURE 2.0 Act, which includes provisions that allow a qualified charitable distribution (QCD) from an IRA to fund a charitable gift annuity (CGA). This is sometimes referred to by others as an IRA charitable rollover into a CGA.

If you are at least 70½, you can now make QCDs to fund CGAs and receive annuity payments for the lifetime of you and/or your spouse. Each IRA owner is limited to a total of \$55,000, but the limit is adjusted for inflation each year. While the \$55,000 limit is expected to increase over time, note that all QCDs that fund CGAs must be completed in one single year.

The payout rate you receive is recommended by the American Council on Gift Annuities, which increased payout rates as of January 1, 2024. With this new giving opportunity and higher payout rates, you are now able to receive greater payments while advancing the mission of God's work through the charity you choose when you fund your CGA.



Benefits

You will receive fixed payments for life even if you live past your life expectancy and without the concern of ups and downs in the market.

The obligation of NCF to pay its annuities is managed in a way that usually allows for the mobilization of money to your favorite charity during your lifetime, rather than waiting until your death.

How to get started

- Contact NCF's CGA team to obtain your personalized CGA illustration, an outline of your benefits, a CGA application, and a designated fund agreement to indicate the recipient charity.
- Contact your IRA custodian to ask for a check payable to "National Christian Foundation" to be mailed directly to us, attention: CGA Services.
- Obtain a CGA agreement and written acknowledgment of the gift to fund a CGA from NCF. NCF will begin making payments to you (and/or your spouse) for the rest of your life.
- Work with your tax preparer to properly report the QCD charitable rollover on your IRS Form 1040 (unique reporting is required). Be aware that the IRA distribution will only be treated as a QCD if all required tax rules are followed.
- If you must take a required minimum distribution (RMD) from your IRA each year, the amount you transfer as a QCD to fund your CGA will count toward your RMD for the year.