

Making a Gift Through the Charitable IRA Rollover Provision

The Pension Protection Act of 2006 created a long-awaited “charitable rollover” of funds to a qualified public charity from both Traditional and Roth IRAs. This provision has been renewed several times, most recently in the Tax Relief, Unemployment Insurance Reauthorization, and Job Creation Act of 2010. **This rollover enables a qualified individual to make a gift of IRA assets without triggering federal or state income tax or penalties. The usual limitations on tax deductible giving based on a percentage of one’s adjusted gross income do not apply to charitable IRA rollovers made under this law. In addition, charitable IRA rollovers are not taken into account when calculating the Alternative Minimum Tax. The law applies under the following criteria:**

- The donor must be at least 70 ½ years old.
- The maximum amount transferable per individual in a calendar year is \$100,000.
- The gift must be an outright gift that normally would be considered fully deductible (it cannot be used to fund a charitable gift annuity, for instance).
- The funds must be distributed directly from the plan administrator (Fidelity or Bank of America, for instance) to a qualified charity, such as the University of Virginia Medical School Foundation.
- The funds must be from a Traditional or a Roth IRA. (Note that funds cannot come directly from a 401-K or 403-B plan. However, if a 401-K or 403-B plan has been rolled over to an IRA, those funds would qualify under the law.)
- This opportunity has been extended through December 31, 2011.

To initiate a Charitable IRA Rollover, please follow these steps:

- Contact your plan administrator directly. Inform the company that you wish to initiate a charitable distribution from your IRA **directly** from the administrator to the charity.
- Supply the following information to the plan administrator:
 - The name of the charity is the **University of Virginia Medical School Foundation**
 - The Tax Identification number is **23-7173411**
 - The gift is being made to support the (specific purpose).
- Contact Jeff Moster (see below) of the UVa Health System Development Office. Provide the following information:
 - The amount of the gift
 - The name of the plan administrator
 - The gift is being made to support the (specific purpose).

By following these steps, you will assure that your gift will be allocated to the area of your choice.

For more information about outright and deferred giving methods, please contact **Jeff Moster at 800-297-0102, 924-8432, or jl6m@virginia.edu**