

Change- Makers Unite

Family Philanthropy Series
Tuesday, February 28

Unite
to fuel
Change



Greater Twin Cities
United Way

Thank you for joining us! Our session will begin shortly.

Please take a moment to introduce yourself in the chat:

- What is your name and where you are joining us from today?
- Have you heard about the new rules for IRAs?



UNITE TO FUEL CHANGE



The event poster features a central photograph of an elderly woman with white hair and glasses being kissed on the cheek by a young child. The background is dark, and the lighting is warm, highlighting the subjects. The text on the poster is as follows:


Family Philanthropy
— SERIES —

New Rules for IRAs Expand
Ways to Give and Enhance Your
Retirement Income

FEBRUARY 28 | NOON - 1 P.M.


Change-Makers
Unite


United Way
Greater Twin Cities
United Way



JOHN WILGERS

President and CEO



UNITE TO FUEL CHANGE



faegre
drinker 



TOCQUEVILLE

Legacy Circle

Legacy
SOCIETY

UNITE TO FUEL CHANGE



Greater Twin Cities United Way

- **Our Vision:**

A community where all people thrive regardless of income, race or place.

- **Our Mission:**

We unite changemakers, advocate for social good and develop solutions to address the challenges no one can solve alone.



MALA THAO

*Vice President of Individual
Philanthropy*



UNITE TO FUEL CHANGE





MARIAH BROOK

Director of Gift Planning



UNITE TO FUEL CHANGE





DANA J. HOLT

Owner, HOLT Consulting, LLC
JD RICPAEP® CAP®

UNITE TO FUEL CHANGE





LAST TIME WE MET....

- **May 2022 Session:** How to Talk to Your Kids and Grandkids About Money
 - Our panel discussed the importance of identifying your family values.
- **October 2022 Session:** Unpredictable Markets - Family Philanthropy in Changing Times
 - We discussed the current economy and charitable tools to help people achieve their philanthropic goals.



WHAT DO YOU MOST WANT TO LEARN TODAY?

Change-Maker

Greater Twin Cities
United Way

How to use my IRA for charitable giving

New IRA distribution rules

How other people are using their IRA assets

UNITE TO FUEL CHANGE





TODAY'S AGENDA

- **Changes to IRA rules**
- **New giving opportunities**
- **Strategic giving ideas**
- **Q&A throughout**



INDIVIDUAL RETIREMENT ACCOUNTS

Some background...



UNITE TO FUEL CHANGE



HAVE YOU HEARD OF QCD OR RMD BEFORE?

Change-Maker

Greater Twin Cities
United Way

Yes, QCD

Yes, RMD

Yes, both QCD
and RMD

No, I'm excited
to learn more

UNITE TO FUEL CHANGE





A LITTLE BACKGROUND

- **What is an IRA?**
- **What is an RMD?**
- **What is a QCD?**



VICKY

***Qualified
Charitable
Distribution***





VICKY: GOALS

- 74 this year
- Minimize taxation due to RMD
- Support favorite charities

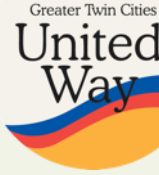




VICKY: **TECHNIQUE**

- **\$100,000 QCD to 4 charities**
 - Satisfies RMD
 - Not taxable
 - Not deductible
 - Doesn't raise
 - Tax on Social Security
 - Medicare premiums
 - Saves \$25,000
(25% bracket)





Greater Twin Cities United Way Donor Story

CORNELL & BETTY



UNITE TO FUEL CHANGE





INDIVIDUAL RETIREMENT ACCOUNTS

What's New?



UNITE TO FUEL CHANGE



WHAT IS YOUR PLAN FOR USING YOUR IRA ASSETS?

Use for income **A**

Qualified Charitable Distribution
to a nonprofit Organization **B**

Combination: use for income and
to a nonprofit organization **C**

I'm undecided **D**

I don't have an IRA **E**

UNITE TO FUEL CHANGE





SOME NEW RULES

- **RMD age extended**
 - 73 (born '51-'59)
 - 75 (born 1960 and later)
- **QCD expanded**
 - Charitable Gift Annuity
 - Charitable Remainder Trust





BRENDA & TED

*Charitable Gift
Annuity*

UNITE TO FUEL CHANGE





BRENDA & TED: GOALS

- Healthcare Costs
- Financial Security
- Support Charity



BRENDA & TED: TECHNIQUE

- **Charitable Gift Annuity**
 - Brenda's lifetime
 - 5% payout rate

- **Funded by QCD**
 - \$50,000 gift satisfies RMD
 - \$2,500 annual payment
 - Ordinary income tax
 - Not deductible





RESULT FOR NONPROFIT

- \$14,308 expected remainder
- 13.8 estimated years from now



Strategic Giving



LITTLE TO FUEL CHANGE





WHO GETS WHAT?

- **IRA to nonprofit organization**
- **Other assets to family**



INHERITED IRAS

- **100% taxable**
- **Highest tax rate**
- **10-year deadline**





KEY TAKEAWAYS

- **New RMD ages**
- **New QCD giving options**
- **Strategic giving**



How confident do you feel about your financial planning based on what you've learned today?



UNITE TO FUEL CHANGE



Questions?

Unite
to fuel
Change



Greater Twin Cities
United Way

Thank you for joining us today!

Please contact Linne Lemke if you have questions about Greater Twin Cities United Way, as well as:

- Leaving a legacy through your estate plans
- QCDs
- RMDs
- IRAs
- CGAs



Linne Lemke, CFRE
Planned Giving Officer
612-340-7434
linne.lemke@gtcuw.org

