

## Make a contribution directly from your IRA

### Who can benefit?

- Anyone who is over 70 ½ years of age and who has an IRA.

### How does it work?

- You can direct your IRA fiduciary to make a “Qualified Charitable Distribution” of up to \$100,000 to a charity (First Church Natick qualifies). The distribution is not reported as income to the IRS.
- This works especially well if you are required to make a Required Minimum Distribution (RMD) each year. So instead of receiving the RMD and reporting the income on your tax return, the qualified charitable distribution is not taxed.
- The amount you can “gift” is limited to \$100,000 per year per individual. (Couples filing jointly can donate up to \$100,000 each), so you don’t have to limit your giving to the RMD.

### How do I get more information?

- You should contact your investment advisor and let them know which of these options you want to pursue.
- For additional information contact Wayne Szretter, John Gentry or Bill Ramage.

\*Neither FCC Natick nor its committee members provide tax, legal or financial advice. Please seek the advice of the appropriate professional.



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## Tax Advantaged Ways to Support the Capital Campaign

Which is right for you?

## **Gifting Appreciated Stock or Mutual Funds**

### **Who can benefit?**

- Anyone who has stocks or mutual funds in a taxable account that have appreciated in value.

### **How does it work?**

- Instead of selling stock that have increased in value and paying capital gains on the increased value, you can transfer appreciated securities directly to First Church Natick. Your gift is calculated on the date the securities are received (and sold) by First Church Natick and is calculated on the full value of the securities on the date of sale. This way you avoid paying capital gains tax on the increase in value of the security and you can claim the full value as an itemized deduction on your tax return.

### **How do I do it?**

- Wayne Szretter has a document you can share with your financial advisor that will provide them with the information they need to make the transfer.

## **Set up a Donor Advised Fund (DAF)**

### **Who can benefit?**

- Anyone can benefit from setting up a donor advised fund.

### **What is a Donor Advised Fund?**

- A DAF is a fund you create to make charitable contributions to any IRS-qualified charity, including First Church Natick.
- You set up the fund sponsored by a public charity (most investment fiduciaries can do this)

## **DAF Continued**

### **How does it work?**

- Make a tax-deductible donation to the DAF. You can donate appreciated securities to the DAF and avoid capital gains, as noted above under "Gifting Appreciated Stock". Ideally this would be a large donation made once every 2 or 3 years.
- The donation can be claimed as an itemized deduction in the year made.
- Once created, you can make charitable donations from the fund over time, including support for the First Church Natick Capital Campaign.