



IRA Charitable Rollover Provision

As of December 18, both the United States House of Representatives and the U.S. Senate have passed a permanent extension of the IRA charitable rollover. This provision, which had expired at the end of 2014, will now be effective retroactive to January 1, 2015. Unlike prior years, the provision is no longer scheduled to expire. **Donors age 70 1/2 and older may transfer up to \$100,000 from their IRA to a qualified public charity. The transfer will be made free of federal income tax and the gift qualifies for the donor's 2015 required minimum distribution (RMD) for the year.**

Many of you had been waiting for passage of this law before you acted on your IRA distribution for 2015. If you wish to direct an IRA distribution to charity, contact your administrator soon, as it can take some time for these distributions to be processed. If you plan to direct a distribution to SAIL, please contact Ann Casey at the Madison Community Foundation so she can process the gift appropriately. Ann can be reached by phone at 608-232-1763 or via email at acasey@madisoncommunityfoundation.org.

Some of you already made direct charitable gifts from your IRA in 2015, hoping/assuming that this provision would be extended or signed into law. Be sure to inform your tax preparer that you took advantage of the IRA charitable rollover so the distribution will be reflected properly on your 2015 tax return.