



Active Surveillance Patients International Inc.

Stroudsburg, PA. | contactus@spatients.org

How to Maximize the Value of Your IRA

We at ASPI provide the following information for you to consider in structuring your gifts to continue our work.

If you turned 70 ½ years of age prior to or in 2019, and have a traditional IRA, you are required by the IRS to start taking Required Minimum Distributions (RMD). The Secure ACT of 2019 raised the RMD age to 72 beginning in 2020. The Secure Act 2.0 in 2023 raised the RMD required RMD age to 73.

Ordinarily the RMD is counted as taxable income to you for federal tax purposes. However, there is an alternative you can use.

➤ Leverage your RMD

- A Qualified Charitable Distribution (QCD) from your IRA uses all or a portion of your RMD to lower your taxable income and support ASPI.

➤ How does it work?

- If you are 70 ½ or older and are required to take an RMD, you can contact the custodian of your IRA and direct them to send all or some of your RMD payment directly to ASPI.
- Since you do not receive the amount of the gift, your Adjusted Gross Income is reduced
- Lowering your Adjusted Gross Income reduces the amount of income tax owed
- The annual limit for the amount of RMD that may be used as a QCD is \$100,000 in 2023 and \$105,000 in 2024. Less than 10% of taxpayers are able to itemize deductions due to the increase in the Standard Deduction, which is \$27,700 for joint filers in 2023 and \$29,200 in 2024. By using a QCD donation you will lower your taxable income even if you do not itemize deductions.

➤ Example:

- Your annual RMD from your IRA is \$15,000.
- You direct your IRA custodian to send a check directly to ASPI monthly, quarterly or annually for the total or even a portion of the \$15,000. You leverage the value of your IRA to lower your taxes.
- You have excluded that amount from your taxable income, which will reduce your taxes by an amount dependent upon your tax rate. (Your QCD cannot exceed that of your RMD).

Your IRA custodian should send the RMD check to:

Active Surveillance Patients International, (ASPI)
188 Winchester Dr.
East Stroudsburg, PA. 18301