

TAX FREE IRA GIFTS

If you are 70 ½ or older, you can make a rollover gift from your IRA, have the full amount go towards satisfying your mandatory minimum IRA distribution, and pay no income taxes on your contribution to us. It is called a “rollover” because the funds are “rolled over” directly to us, rather than to you. The total charitable rollovers in any taxable year cannot exceed \$100,000.

Example: Donor is 72 years old. The Donor’s IRA plan administrator informed Donor to make a mandatory minimum distribution during 2017 of \$2,512.12. Donor contacted the plan administrator for the correct form, filled it out, naming Litchfield Performing Arts, Inc., our parent company and a IRS Section 501(c)(3) non-profit organization, as the recipient, signed it, and returned it to the plan administrator. We have also provided you with a form to use. The form directs the plan administrator to send the funds directly to us. Donor cannot deduct the distribution on donor’s IRS Form 1040 tax form, having already directed IRA income to us without having to pay taxes on it. The distribution. (The IRS total limit on IRA rollovers in any taxable year is \$100,000). It is important that you do not direct the plan administrator to send the funds directly to you; they must be “rolled over” to us. Otherwise you lose the tax advantage.

You will need to provide your plan administrator of this information:

Our legal name: Litchfield Performing Arts, Inc.

Our Address: Attn: Development, PO Box 69, Litchfield, CT 06759 (Is this zip correct for PO number, Tegan?)

Our Tax ID number is 06-1083202

If you have questions, call us at 860-361-6285

Sample Letter from Donor to IRA Custodian

Name of IRA Custodian

Address: City, State Zip

Re: Request for Direct Charitable Distribution from my Individual Retirement Account

Dear Custodian:

Please accept this letter as my request to make a direct charitable contribution from my Individual Retirement Account Number _____

Please issue a check in the sum of \$_____ payable to

Litchfield Performing Arts, Inc., a Section 501 (c)(3) charity, (Federal Tax ID #06-1083202)

PO Box 69, Litchfield, CT 06

Please include with your payment a letter with my name and address as the donor.

If you have any questions or concerns regarding this request, please contact Litchfield Performing Arts, Inc. at 860-361-6285.

Thanking you in advance for your prompt assistance,

Sincerely yours,

Name of Donor