PLANNED GIFTS

Retirement Plan

# Individuals Make Bequest of Retirement Plans to:

* Make a significant charitable bequest while continuing to take withdrawals during their lifetime.
* Avoid income and estate tax possibly levied on their retirement account.
* Give their most-taxed asset to Interfaith Ministries for Greater Houston (IM) while leaving more favorably taxed property to heirs.

Qualified retirement plan benefits represent a major portion of the average person’s estate. Due to special tax considerations that apply to such benefits, they make an excellent choice for funding a testamentary charitable gift.

# How it Works:

During your lifetime, you designate IM as beneficiary of your IRA, 401k, 403b, pension or other tax-deferred plan. This is

done by simply completing a beneficiary designation form provided by your plan administrator.

# IRA Charitable Rollover:

In 2015, legislation was enacted that allows an individual who is over the age of 70½ to transfer up to $100,000 during the year directly from an IRA to one or more charities. The amount

transferred is not included in taxable income, and it counts towards the annual minimum required distribution from the IRA. If retirement funds are in a 401k, 403b or other plan, it is necessary to transfer them to an IRA before making the rollover gift.







Donor names IM as beneficiary





IM receives plan balance at death



For more information, contact [**mmagee@imgh.org**](mailto:mmagee@imgh.org) **or 713-533-4924.***The information contained herein is offered for general informational and educational purposes. You should seek the advice of a financial planner for applicability to your own situation.*