

DREW

IRA CHARITABLE ROLLOVER

In December 2015, the House of Representatives and Senate passed, and the President signed into law, the Protecting Americans from Tax Hikes (PATH) Act, which makes permanent three charitable giving tax incentives, including the IRA charitable rollover. Drew University is pleased to provide the following summary of the IRA charitable rollover as well as instructions for directing IRA distributions directly to the University.

Eligibility

- You are at least 70½ years old when you make the gift.
- The distribution is paid directly from the IRA account and mailed (or wired*) directly to Drew University.
- The total you distribute under this plan – to Drew and all other charitable organizations – does not exceed \$100,000 in a given calendar year. The transfer is to be treated as a Qualified Charitable Distribution and should be used to satisfy, in whole or in part, the Required Minimum Distribution in the year of transfer.

Instructions:

- Fill in your name, address, telephone number, e-mail, and IRA account number in the blanks indicated in the attached sample letter, as well as the exact amount you wish to contribute to Drew.
- Sign and make two copies of the document.
 - Remit the original to your IRA account administrator.
 - Forward a copy to Drew University.
 - Retain a copy for your records.

Notes:

- It is important to maintain contact with your plan administrator throughout the process to ensure that you are not improperly given a distribution which is taxable to you.
- State income tax laws differ and it is unclear how states that impose income taxes will treat IRA charitable distributions. You should seek your own professional counsel on these questions, as with all legal and tax matters.
- These materials should not be treated as tax or legal advice and a tax advisor should be consulted for more specific information. Drew University has made every effort to ensure the material's accuracy and accepts no liability or responsibility for an individual's reliance upon the information presented.

Questions:

Office of Planned Giving
University Advancement
Drew University
advancement@drew.edu
Telephone: 973-408-3226

* Wiring instructions may be obtained by contacting David Terdiman.

SAMPLE LETTER TO FINANCIAL INSTITUTION

[Donor Name]
[Donor Address]
[Donor Telephone and E-mail]

[Date]

[Name of IRA Administrator]
[IRA Administrator Address]

Re: Request for Charitable Distribution from IRA

Dear Sir or Madam:

Please accept this letter as my authorization and request to make a direct charitable distribution from my Individual Retirement Account Number _____ to Drew University, as provided through the Protecting Americans from Tax Hikes Act of 2015 (the PATH Act).

Please issue a distribution in the amount of \$_____, payable to Drew University, and forward the funds to:

Office of Planned Giving
University Advancement
Drew University
advancement@drew.edu
Telephone: 973-408-3226

In your transmittal to Drew, please include my name and address as the donor of record in connection with this distribution. Please copy me on your transmittal.

Please note that Drew University is a tax-exempt organization and is eligible to receive charitable gifts. Its tax identification number is 22-1487164.

It is my intention that this distribution qualify for exclusion from my taxable income during the _____ tax year. Therefore, it is imperative that this distribution be delivered to Drew no later than December 31, _____.

If you have any questions or need to contact me, I can be reached at _____.

Thank you for your kind assistance in this matter.

Sincerely,

Signature of IRA owner