



Charitable Giving Opportunities Through the CARES Act

DISCOVER INCENTIVES TO SERVE OUR SHARED COMMUNITIES

Do you know the wide variety of charitable giving incentives through the Coronavirus Aid, Relief, and Economic Security Act (CARES Act)? The CARES Act, signed into law on March 27, provides additional tax incentives for charitable giving contributions in the 2020 tax year.

Charitable Giving Incentives

Universal Charitable Deduction

Those who do not itemize can take a deduction of up to \$300 for cash gifts to public charities. (Limited to \$300/tax filing unit).

Note: Gifts to Donor Advised Funds and supporting organizations are not eligible.

Increased Limitations

Those who prefer to itemize may take advantage of the new increased AGI limitation for cash gifts. The charitable income tax deduction limitation for cash gifts increases from 60% to 100% of AGI for gifts to public charities through 2020.

Note: Donations to donor advised funds and supporting organizations are not eligible for the 100% deduction, but are still eligible for the 60% cash gift deduction limitation.

Qualified cash gift deductions may be carried forward for up to five years. The gift that is carried over will be subject to the 60% of AGI limit, as are cash deductions carried forward from past years.

For Corporations:

The deduction limitation has increased for corporations. The taxable income limit that applies to cash contributions made by corporations has been increased from 10% to 25% for 2020.

Required Minimum Distributions

Required Minimum Distributions (RMDs) from IRAs, 401k and 403(b) plans are suspended (age 72+) for the 2020 tax year. However, Qualified Charitable Distributions (QCDs) from IRAs, starting at age 70½ for up to \$100,000 can still be made.

Giving Opportunities Through InFaith

InFaith Community Foundation offers a wide variety of flexible giving options and resources, while helping you share much needed light and hope with our communities during this time of uncertainty. **While Donor Advised Funds are not eligible for the CARES Act incentives, InFaith's Collaborative Funds and Organizational Funds are. Below are a few resources and suggestions on how you can amplify your charitable giving with InFaith in light of the CARES Act.**

Make a Gift to InFaith's Collaborative Funds

Together with donors, InFaith addresses a number of pressing and unmet needs facing our shared community.

Through our Disaster Relief Collaborative Fund, we are now making focused grants to support organizations that are on the ground helping those hit hard by COVID-19, particularly those communities experiencing food insecurity, housing/shelter, and providing emergency financial assistance.



Be Strategic with an InFaith Donor Advised Fund

Gifts to Donor Advised Funds and supporting organizations are not eligible for the 100% deduction, but are still eligible for the 60% deduction limitation.

Establish an Organizational Endowment Fund

Help establish an Endowment Fund for a local church or favorite faith-based nonprofit through a \$25,000 lead gift.



Utilize a Roth IRA Conversion

The timing may be right to pair a Roth IRA conversion with a gift (up to 60% of AGI to DAF and/or additional 40% directly to charity) to help offset the conversion.

Take Taxable Distributions from Commercial Annuities

Donors with commercial annuities that have large amounts of gain may wish to take taxable distributions from the annuity and offset with a gift to charity (up to 60% of AGI eligible to DAF and/or additional 40% directly to charity).



Spreading Joy. Changing Lives.®

InFaith Community Foundation is a national charity with a mission to serve donors, spread joy and change lives. Through InFaith, giving is customized to each donor's charitable interests and financial circumstances. InFaith is a proven steward of these gifts, earning the highest possible ratings from Charity Navigator and GuideStar for sound fiscal management, transparency and commitment to excellence. Together with donors, InFaith grants millions of dollars annually to charities serving local, national and global communities. To learn more, visit inFaithFound.org.

WE OFFER

- Donor advised funds, giving circles, collaborative funds and organizational endowments.
- Full range of giving options, from simple to complex.
- Flexibility to give to any charity.
- Maximum tax benefits based on when and how charitable gifts are made.
- Donor-centered services including online access and family and women's giving resources.
- Mission-based investment options for charitable assets.

