



## Charitable IRA Gift Opportunity

*One of the most  
meaningful  
giving options.  
Pay less in taxes,  
make a major  
difference.*

### HAMPDEN- SYDNEY COLLEGE

College Advancement  
Box 637  
Hampden-Sydney, VA 23943  
(434) 223-6780  
[www.hsc.edu/gifts](http://www.hsc.edu/gifts)

*This information is not intended  
as tax, legal, or financial advice.  
Gift results may vary. Consult  
your personal financial advisor  
for information specific to your  
situation.*

#### **Convert a Burden into a Benefit**

If you are 70½ or older, you are likely familiar with the IRA required minimum distribution (RMD). Each year, the IRS requires you to withdraw a certain amount from your IRA whether you need the funds or not—and you must pay income tax on every distribution you take. For many, these taxes can be a significant and undesirable annual burden. But they don't have to be.

#### **Make a Major Gift with Minor Effort**

Many alumni are discovering that they can avoid this tax burden – and contribute to the College's mission – through an IRA Charitable Distribution. For an added benefit, please consider designating Hampden-Sydney College as a current beneficiary of your IRA.

#### **Act Now to Save on Taxes**

This year, instead of paying more in taxes, use your IRA for a noble purpose. If you are 70½, you can roll over up to \$100,000 from your IRA to Hampden-Sydney annually. You will not be taxed on the transfer, and the gift distribution counts toward your RMD. Best of all, it's easy. Contact us and your IRA administrator to see how you can benefit from tax savings.

#### **How it Works**

John, 71, is a devoted Hampden-Sydney alumnus. During his career, he contributed a portion of every paycheck to his IRA. The long-term growth of his IRA now enables

John to live off his investments. Each year, he calculates his required minimum distribution and finds the income is more than he needs. This year, John has another option to reduce his tax burden and make a major impact for his alma mater: the IRA Charitable Distribution.

John can ask his IRA custodian to send a gift directly to the College to help advance Hampden-Sydney's mission of forming good men and good citizens. When he does, he pays no income taxes on the transfer, and the gift reduces his RMD dollar-for-dollar. John's spouse, Susan, can do the same. Together, they can reduce their income by up to \$200,000 (\$100,000 each), thereby reducing their taxes.

#### **Reduce Tax Burden, Support Hampden-Sydney**

The IRA Charitable Distribution provides several benefits. It allows you to transfer up to \$100,000 from your IRA directly to Hampden-Sydney this year. You pay no taxes on the transfer, and your gift counts dollar-for-dollar to support the College's mission. You can also count the gift against your RMD, which lowers your annual income.

#### **Roll Over Before the Year Does**

To take advantage of this unique opportunity, your IRA gift must be made before Dec. 31. Please call your IRA administrator now, or contact us for more information on how to make the IRA charitable option work for you.