

How to Show QCDs in SIPS to Maximize Charitable Giving

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In this video, you will see how to use the Advanced Tax Calculation features in SIPS to model Qualified Charitable Distributions (QCDs). QCDs are a powerful tool for clients looking to make charitable donations while reducing their taxable income.

Video Highlights:

- Introduction to QCDs: Charitable donations from IRAs that reduce the taxable portion of IRA distributions.
- Eligibility: Clients aged 70 ½ and older can make QCDs up to \$100,000 per year (or \$200,000 for couples).
- Step-by-step modeling of QCDs using the SIPS Advanced Demo client scenario “8. QCDs”.
- Detailed walkthrough of adding income adjustments and creating tax scenarios to illustrate the tax impact of QCDs.
- Real-time demonstration of the tax benefits on the 1040 tax form.

Benefits of QCDs:

- Reduce Taxable Income: Exclude the donated amount from taxable income.
- Fulfill Charitable Goals: Support favorite charities in a tax-efficient way.
- Optimize RMDs: Meet distribution requirements while benefiting a good cause.

By the end of this video, you'll understand how to leverage QCDs for tax-efficient charitable giving and how SIPS can simplify the planning process.

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