

# Lambda Chi Alpha

## Zeta Iota Zeta Educational Foundation

### Contribution Guidelines

---



#### **Zeta Iota Zeta Educational Foundation is a 501(c)3**

- Contributions are used to advance education and provide scholarships
- Funds also forwarded to the House Corporation via a Grant Agreement
  - Used to establish educational area within the house
  - Covers ongoing operating costs for the educational areas

This allows for tax-deductible contributions which can reduce your taxes!

#### **Key Considerations When Making a Contribution**

Starting in 2026 you have two options that may provide a tax benefit

- **Itemize Deductible Expenses** if they exceed the standard deductions of \$16,100 single, \$32,200 married filing jointly (slightly more if an individual is blind or over 65, see IRS guidelines). Expenses include:
  - State and local income & property taxes up to \$40,000
  - Medical/dental expenses over 7.5% of Adjusted Gross Income
  - Mortgage/Home Equity Loan interest
  - Tax-deductible charitable contributions that exceed .5% of your AGI
    - Cash contributions are limited to 60% of AGI
    - Appreciated asset are limited to another 30% of AGI
    - Contributions over those limits can be used for 4 more years
    - Note that appreciated stocks transferred to the Foundation are deductible at current value while avoiding capital gains
- **Use the Standard Deduction** and still reduce taxable income by up to \$1000 for single, \$2000 for married filing jointly for cash contributions.

If you are at retirement age, there are additional considerations:

- At 70 ½ years of age you can make a Qualified Charitable Distribution directly from your Regular IRA and avoid recognizing income
  - Qualified Charitable Distributions are limited to \$108,000 this year
  - A QCD cannot be included in your itemized deductions
- In the year you reach 73 years of age you must begin taking Required Minimum Distributions from your Regular IRA, calculated based on your life expectancy, combined with the life expectancy of your spouse (if any).
  - The RMD increases your taxable income
  - A QCD counts towards your RMD, thereby reducing your taxes

**As always, seek professional tax advice when considering options!**

# Lambda Chi Alpha

## Zeta Iota Zeta Educational Foundation

### More About 2026 Tax Law Changes

---



#### New 2026 Charitable Contribution 0.5% AGI Floor

A 0.5% adjusted gross income (AGI) floor introduced by the One Big Beautiful Bill Act for tax year 2026 applies to those that itemized charitable deductions.

#### 1. The 0.5% AGI Floor is One Floor for All Contributions

**It's a single, aggregate floor:** The floor applies to the *total* of all charitable contributions (cash, appreciated stock, other property, etc.) for the year, regardless of type. You calculate the floor once as 0.5% of your contribution base (AGI, computed without regard to any net operating loss carryback), then deduct only the excess amount above that threshold from your total giving.

This is *not* separate for cash (60% basket) vs. appreciated stock (30% basket). Those percentage limits still apply first to determine what's "otherwise allowable," but the floor is then applied to the combined total after those limits.

**Example** (assuming \$200,000 AGI and itemizing in 2026):

You donate \$80,000 cash (under 60% limit of \$120,000) + \$40,000 FMV appreciated stock (under 30% limit of \$60,000).

Total potential deduction before floor: \$120,000.

Floor:  $0.5\% \times \$200,000 = \$1,000$ .

Deductible amount: \$119,000 (\$120,000 - \$1,000).

For small donors, this could wipe out the deduction entirely if total giving is below the floor (e.g., \$900 total on \$200,000 AGI = \$0 deductible).

#### 2. The Floor Does Not Apply to 2025 Carryover Contributions

**Carryovers from pre-2026 contributions (e.g., excess from 2025):** These are expected to be **exempt from the 0.5% floor** when deducted in 2026 or later, when tax guidelines are written. Thus, they would be treated under the old rules, so you could conceivably deduct the full carryover amount (subject to the original basket limits and 5-year carryforward period) without the floor reducing it.

**Carryovers generated in 2026 or later:** These are **subject to the floor**. Any portion disallowed by the floor in the year created (e.g., the first 0.5% of total giving) is **permanently lost** and cannot be carried forward—unlike excesses from the 60%/30% AGI limits, which can carry over up to 5 years.

**As always, seek professional tax advice when considering options!**

# Lambda Chi Alpha

## Zeta Iota Zeta Educational Foundation

### How To Make A Contribution

---



#### Cash Contributions

1. Preferred Method: Send a Zelle Payment to [zetaiotafoundation@gmail.com](mailto:zetaiotafoundation@gmail.com)
2. Wire funds to our Schwab Foundation account:

Bank Name:	Citibank NA
Bank Address:	399 Park Ave, New York, NY 10022
Routing Number:	021000089
Account Number:	4055-3953
Account Name:	Charles Schwab Co. Inc.
For Further Credit To:	Zeta Iota Zeta Ed Foundation, 3358-3443
3. Make check payable to "Zeta Iota Zeta Educational Foundation" and send it to:

Zeta Iota Zeta Educational Foundation  
PO Box 13129  
Overland Park, KS 66282-3129

#### Stock/ETF Contributions

1. If transferring assets from your own Schwab Brokerage account, complete the form on the next page and submit to your broker.
2. If transferring from any other brokerage, use the information on the next page to complete the form your broker requires.
3. If you are making a Qualified Charitable Distribution from your IRA, each broker has a different form, but the information on the next page can usually help complete the required form.

Contact us with any questions or for any help in this process:

Richard Winter, ZI 542  
[richardrwinter@gmail.com](mailto:richardrwinter@gmail.com)  
417-850-9931



- **Complete, sign, and fax to: 1-877-824-3726, Attention: Outgoing Transfers. Clients of investment advisors: Please return this form to your advisor.**
- Use this form to make Partial Transfers or charitable gift donations by transferring stocks, bonds, and/or mutual funds from your Schwab account to an individual or charitable organization account held at another financial institution.
- For donations to a Schwab Charitable™ account, please use the Contribute to Your Donor-Advised Fund Account form located on the Resources tab at [www.schwabcharitable.org](http://www.schwabcharitable.org).

Schwab Account Number	Account Title/Registration
-----------------------	----------------------------

☒ **Charitable Gift**      ☐ **Partial Transfer** (Not a charitable gift)

Please note: If you do not select Charitable Gift, this distribution will be processed as a Partial Transfer.

Charitable Organization or Individual Recipient Information. (If you are transferring mutual funds, contact the receiving institution to obtain delivery instructions.)

33583443	ZETA IOTA ZETA EDUCATIONAL FOUNDATION
Receiving Institution Account Number	Account Title/Registration

RICHARD WINTER	(417)850-9931
Contact Name at Charitable Organization or Name of Individual Recipient	Telephone Number

CHARLES SCHWAB	0164
Name of Receiving Institution	DTC Number (Required)

**If you selected Charitable Gift above, your name will appear as the charitable gift donor unless you check the following box:**

☐ I wish for this gift to be anonymous.

For each security listed, indicate either Purchase Date and Cost Per Share or Alternate Accounting Method.

[illegible]

If a specific lot is not available, we will apply your account's default accounting method. FIFO (first in, first out) is applied when the mutual fund is set to average cost. Please reference the Cost Basis Disclosure Statement for additional details.

\*Only whole shares of equity/stock can be transferred (any fractional shares requested will remain in the account). Shares cannot be specified in a dollar amount.

For additional assets, please attach a spreadsheet.

#### 4. Authorization to Transfer

Please accept this letter as authorization to transfer the above-listed security(ies) from my/our Schwab account to the designated individual or charitable organization listed above. Transfers made as a Charitable Gift are irrevocable. Shares will be transferred in kind and are not to be liquidated. I hereby release and discharge Schwab and its affiliates from any liability or claims in connection with the aforementioned instructions and agree to indemnify and hold Schwab harmless against any losses from any action, claim, or demand of any person based upon Schwab acting under these instructions.

**Note:** For a transfer from a Tenants in Common account, both Tenants must sign.

##### Signature(s) and Date(s) Required

**X**

Signature: Account Holder

Today's Date (mm/dd/yyyy)

Print Name

**X**

Signature: Additional Account Holder

Today's Date (mm/dd/yyyy)

Print Name

