



Kennewick Kiwanis Foundation

P.O Box 6291
Kennewick, WA 99336

October 31, 2023

Dear friends of the Kennewick Kiwanis Foundation,

As we near the end of 2023, I want to remind you of the tax benefit you may gain by making a direct donation to the Foundation. Especially those of you who are required to take Required Minimum Distributions from your pension, IRA, or 401(k) plans. I've attached an article written by Paul Hansen of HFG Trust, outlining the tax benefit of making a direct donation to a non-profit. Please consider the Kennewick Kiwanis Foundation after you've read Mr. Hansen's article. If you have any questions, please contact your financial planner or accountant.

Our Kiwanis Foundation had quite a year due to your generosity! So many wonderful accomplishments benefitting youth and their families. Our 2023 Annual Report is attached.

We awarded 21 scholarships totaling \$41,500 this year! Ten scholarships were from endowments and the remaining from unrestricted donations. Scholarships ranged in value from \$1,000 to \$2,500 with some being one time and others being renewable for up to four years. With the cost of college escalating, our Foundation's goal is to increase the value of the scholarships. A list of the scholarship awardees, their academic plans, and where they are attending college is attached.

The endowed Scholarships were established by past Kiwanians, or their families, including: Red Rutherford, Don Anderson, George Jones, Walteen Corson, Henry Sauer (father of Hank Sauer), Bob Woehler, Art Carson, Joan Rude (wife of Pete Rude), Rick Corson, and Wayne and Maureen Bell. We want to thank Janet and Glen Reiboldt for beginning our 11th endowed scholarship in the memory of Edith Winkler (Janet's mom) this year.

Our year also included a tremendous partnership with our Kiwanis Club of Kennewick. Together:

- we completed a successful "Experience" Raffle netting \$11,000 to benefit KIDS,
- we were awarded a \$258,000 grant from the WA State Capital Grant program to build a playground at the Boys and Girls Club...it's the largest one-time project in our history!
- and a Car Raffle is underway with our Club's Young Professionals to benefit the B5 Capital Campaign. They hope to raise \$100,000. Whew..... what a year!

Thank you again for your generous support,

Chuck DeGooyer, President

Attached: "Tax Saving Strategy for the Charitable Inclined" by K. Paul Hansen, HFG Trust
2023 Annual Report and List of 2023 Scholarship Winners

Proudly supporting youth in our community through scholarships and other services.

A 501©3 non-profit corporation, Tax ID: 91-1708813

Tax Saving Strategy for the Charitably Inclined

By Paul Hansen, CFP®, CPA

What are Qualified Charitable Distributions (QCDs)?

Under the IRS tax code, individuals who are older than 70½ must take Required Minimum Distributions (RMDs) from their pre-tax IRAs, whether or not they need the cash to pay for living expenses. These distributions are treated as income on the recipient's tax return, which in turn increases taxes owed and potentially impacts other tax and deduction calculations that are based on Adjusted Gross Income (AGI) and Taxable Income.

In 2006, the Pension Protection Act stipulated that those over age 70½ could make a donation of up to \$100,000 directly from their IRA to a charitable organization and avoid any taxation on the distribution. Additionally, these direct distributions help satisfy the RMD requirements in the year that they're made. While these donations cannot be claimed as itemized deductions on the taxpayer's return, the ability to reduce taxable income is generally equal to or better than the option to increase itemized deductions.

The following rules apply:

- The taxpayer must be 70½ years or older.
- The distribution must be issued directly to a qualified charity.
- The distribution must come from an IRA (distributions from SEPs or Simple IRAs are not eligible. Roth IRAs do not require RMDs and are not included in taxable income).
- The QCD portion of the distribution is limited to \$100,000 per taxpayer.
- The distribution must be made during the calendar year.
- The distribution cannot be claimed as an itemized deduction.

How are QCDs Superior to Itemized Deductions for Donations?

As an example, let's assume that a married couple who are both over age 70½ have about \$100,000 of Adjusted Gross Income that is made up of pension distributions, the RMDs from their IRAs, and the taxable portion of their Social Security. If this couple chose to make \$10,000 of QCDs from their IRAs to their favorite qualified charity, rather than paying the \$10,000 out of another account and itemizing their return, they could potentially save over \$2,000 in taxes. That's not a deferral of taxes, it's a real tax savings in the current year achieved through a little bit of careful planning.

Since your circumstances are unique, it's important that you work with your Financial Advisor and CPA to determine the tax savings that you could personally gain from the use of QCDs. If you'd like to learn more about how the advisors at HFG Trust can work with your CPA to take advantage of this and other tax reductions strategies through our wealth management and planning services, please don't hesitate to give us a call.

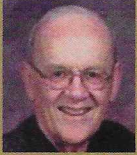


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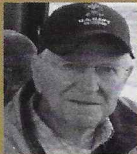
2023 ANNUAL REPORT

ENDOWED SCHOLARSHIPS



Don
Anderson

Wayne &
Maureen
Bell



Art
Carson

Rick
Corson



Walteen
Corson

George
Jones



Red
Rutherford

Joan
Rude



Henry
Sauer

Bob
Woehler



Awards 21 scholarships totaling \$41,500!!

The Foundation awarded 21 scholarships in May to graduating seniors from Kennewick and Finley high schools including renewing scholarships to students continuing their academic careers that had been previously awarded by the Foundation. Scholarships ranged from **\$1,000 to \$2,500 per student**.

The Kennewick Kiwanis Foundation was formed in the late 1990's by the Kiwanis Club of Kennewick. The Foundation is a 501©3 non-profit corporation organized for charitable and educational purposes. Its ideals are to assist and support the youth of the greater Kennewick area through scholarships and other services. The Foundation seeks to help create opportunities for youth, regardless of age, sex, race, or physical and mental abilities.

The Foundation has been **blessed by a number of generous individuals or families**, who created endowed scholarships named for Red Rutherford, Don Anderson, George Jones, Henry Sauer, Walteen Corson, Art Carson, Rick Corson, Joan Rude, Wayne & Maureen Bell, and Bob Woehler. In addition, many donors have been contributing significant donations in recent years so the Foundation can increase its number and value of scholarships awards.

"EXPERIENCE" RAFFLE

The Foundation hosted the annual "Experience" Raffle drawing on March 29th with over 50 people attending at Zintel Creek. Five great destinations were donated by Club members. The Raffle **netted \$11,000** to benefit KIDS in our community.

Car Raffle and FUNraising Event

Benefits **B5** Capital Campaign

November 29, 2023
Three Rivers Convention Center



PLAYGROUND @ BOYS & GIRLS CLUB



The Foundation and Kennewick Kiwanis Club applied for and were awarded a State of WA **Capital Grant in the amount of \$258,000** to build a playground for kids 5-12 years old at the Boys & Girls Clubhouse in Kennewick. This Kiwanis and Boys & Girls Club partnership will greatly benefit kids living in the densely populated neighborhood near Amistad and Park schools.

BOARD OF DIRECTORS

Chuck DeGooyer, President
Maureen Bell
Cynthia Kittson
Dick Petersen, Honorary Member
Tom Moak, Club President

Vickie Bergum, Secretary
Gerry Berges
Pete Rude

Vel Wright, Treasurer
Pat Johnstone
Brent Schafer
Hank Sauer, Honorary Member
Amy Coffman, Club President Elect

Kennewick Kiwanis Foundation

2023-2024 Scholarship Awards

ANNUAL REPORT

The Foundation awarded 21 scholarships totaling \$41,500 to high school graduates and students renewing their scholarship. Renewed scholarships have an "*" next to awardee name.

Endowed Scholarship Awardees

ENDOWED SCHOLARSHIP	AWARDEE	UNIVERSITY	DEGREE
Red Rutherford Memorial	Ashley Bybee	BYU Idaho	Physical Therapy
Donald Anderson Memorial	Genevieve Parker	Brigham Young University	Medical Degree Endocrinology
George Jones Memorial	Maxwell Steele	University of Washington	Computer Science
Henry Sauer Memorial	Meredith Winiarski*	University of Washington	Engineering
Walteen Corson Memorial	Lauren Bell*	Columbia Basin College	Dental Hygiene
Art Carson Memorial	Meigan Crowder*	University of Washington	Biology/Dental
Joan Rude Memorial	Zugehilee Angel-Centeno*	University of Washington	Nursing
Rick Corson	Josephine Ruesch*	WSU Tri-Cities	Biology
Wayne & Maureen Bell	2024		
Bob Woehler Memorial	2024		

Foundation Annual Scholarships

AWARDEE	UNIVERSITY	DEGREE
Melanie Petersen*	Whitworth College	Elementary Education
Hailey Dreier*	Edmonds College	General Studies
Wendy Sanchez*	University of WA	Biology/Physiology
Karlie Logan	Oregon State University	Engineering
Skyln Munson*	Columbia Basin College	Sports & Physical Therapy
Kanyon Gardner	University of Wyoming	Engineering
Vanessa Anguiano	WA State University	Nursing
Yolia Sanchez	Columbia Basin College	Forensic Pathology
Elizabeth Robledo	Western WA University	Biology
Anna Cooper	University of Idaho	Agriculture Teaching
Zachary Landon	Grand Canyon University	Accounting
Nicholas Landon	Grand Canyon University	Engineering
Joelie Eder	Lower Columbia College	Business Marketing

