

Dear Friends of the Boys & Girls Club of Las Cruces,

We know as we quickly approach the holiday season and the end of the year, **many of our supporters are looking for ways to make the most of their annual charitable giving investments.** Our Boys & Girls Club team is grateful to have experts we are working closely with to help us reach our capital campaign goals, and these advisors have shared several insights regarding some upcoming changes to the 2025 tax impact for charitable giving.

Dr. Fred Hueston, CFRE, is the President of Hueston Consulting and as our capital campaign consultant, he has been sharing his expertise and guiding us, ensuring we stay on track to meet our goals. With his insight, we wanted to pass along several updates that may be important to you, as you consider your 2025 year-end gifts. **There will be new charitable giving tax rules taking effect in 2025 and 2026 that will influence how taxpayers plan and structure their donations.**

These changes will significantly impact how our friends and supporters can structure their charitable donations. Here are some key points to consider as you plan your year-end gifts:

- **New Deduction Cap:** Beginning in 2026, only contributions above 0.5% of your Adjusted Gross Income (AGI) will be deductible, and the deduction will be capped at 35% for those in the 37% tax bracket. You can read more in detail about this change [in this article from Crescendo Interactive.](#)
- **Bunching Strategy:** Taxpayers can benefit from the bunching strategy to combine multiple years' worth of charitable donations into a single tax year, maximizing deductions before the new limits apply. Kiplinger does a great job explaining this strategy [in this article.](#)
- **Donor-Advised Funds (DAF):** A DAF allows for a same-year tax deduction for contributions, while also allowing for future charitable grants. This can be a strategic approach to maximize your 2025 deductions. [Learn more from Coldstream](#) on why they feel this is the year to act.
- **Qualified Charitable Distributions (QDCs):** For taxpayers aged 70 ½ and older, QDCs provide a great way to donate directly from an IRA to charity without incurring taxable income, which can be a beneficial strategy for 2025. You can read more about this strategy [in this article](#) from Crescendo Interactive.

We know there are many causes that are close to your heart as you consider where to invest at year-end. **With these upcoming changes, now may be the perfect opportunity to make an investment in the Boys & Girls Club of Las Cruces [Building Great Futures Capital Campaign.](#)** With your support, we can give local youth the Club of their dreams.

Thank you for helping to plant seeds of generosity to support not only the youth of today, but generations of Club Kids to come. We appreciate you!

With gratitude,

Abel Covarrubias

CEO, Aprendamos Family of Services

Chair, BGCLC Building Great Futures Capital Campaign Committee