

Know your options as you continue the climb toward retirement.

It's impossible to predict what your financial future holds in store for you ten years down the road, let alone in your retirement years. Things change, people change, and objectives change.

- Maybe your IRA is held by another sponsor and you want to move the funds to us for greater convenience, better service or a different type of investment.
- Maybe you have funds in a workplace retirement plan and you want to move the funds to a Traditional or Roth IRA with us to have more control and to maximize your savings.
- Maybe your income has changed or your retirement goals have changed and you want to move your Traditional IRA to a Roth IRA to take advantage of tax-free earnings and withdrawals.

Whatever your retirement goals, rollovers, transfers and conversions are versatile tools that can help you grab hold of a more financially secure future. Understanding how they can work for you will help to prevent you from losing your footing during the climb.

IMPORTANT! Tax rules can be complicated. This brochure is intended to serve as a general overview. Before making any decisions, you should speak with a qualified tax advisor.

Breaking Down the Benefits

TRADITIONAL & ROTH

IRA

Rollovers, Transfers and Conversions



Be prepared if you lose the grip of your retirement plan.

Rollovers, transfers, and conversions are ways of moving assets between retirement plans. Depending on the types of retirement plans involved, rollovers, transfers and conversions offer you tremendous flexibility in managing and maximizing your retirement savings.

How Each Tool Works

Contributing on a regular basis to a Traditional or Roth IRA is one of the surest ways to build future wealth. It will be your rock once you reach retirement, and there are three very flexible tools that can help you maximize your IRA assets over time.

- **Rollovers:** Move funds between two IRAs of the same type (Traditional-to-Traditional or Roth-to-Roth) or shift funds from your workplace retirement plan to your IRA
- **Transfers:** Move funds between two IRAs of the same type (Traditional-to-Traditional or Roth-to-Roth)
- **Conversions:** Move your money from a Traditional IRA to a Roth IRA



IRA-to-IRA Rollovers

In a rollover, the trustee or custodian of your current IRA makes a reportable distribution, payable to you, of all or part of your IRA. You then have 60 days to redeposit it into the same or a different IRA. Because you are moving money out and then back into the same type of IRA, this type of transaction is completely tax-free.

You may not roll over more than one IRA distribution in any one-year period. You also may not roll over an IRA distribution if, at any time during the prior one-year period, you received a distribution from any Traditional, Roth, SEP, or SIMPLE IRA and rolled over that distribution to an IRA.

IRA-to-IRA Transfers

In a transfer, your current IRA trustee or custodian makes the check payable to the new IRA trustee or custodian. In doing so, the transfer is not reportable. Unlike rollovers, you may make unlimited transfers between IRAs. The number of IRA-to-IRA transfers is not limited.

IRA Conversions

A conversion occurs when you move money from your Traditional IRA to a Roth IRA. You will pay taxes on the funds you convert from your Traditional IRA now, so you can reap the rewards of tax-free earnings later. The number of IRA-to-IRA conversions is not limited and there is no IRS 10% penalty on a conversion.



I've learned that everyone wants to live on top of the mountain. But all the happiness and growth occurs while climbing it.

Andy Rooney

Rolling Over Workplace Retirement Plan Funds

If you are eligible to receive a distribution from your workplace retirement plan, you should seriously consider rolling over these assets into either a Traditional or Roth IRA where they can continue to grow in a tax-advantaged environment.

Eligible rollover distributions from a workplace retirement plan can be moved in one of two ways:

- **Direct Rollover:** The funds are paid directly to the sponsor of your IRA
- **Indirect Rollover:** You choose to have the funds paid directly to you, and within 60 days of receiving them, you roll them over to your IRA