

Navy Federal Credit Union®

IRA/ESA Rollover Designation

Please return this completed form through one of the following methods:

▶ Digital Banking: Attach signed form to eMessage

▶ Fax Number: (703) 206-4250 ▶ Visit your local branch

▶ Mail: PO Box 3001, Merrifield, VA 22119-3001

Access No.

Please review for eligibility requirements.

Rules and Conditions Applicable to Rollovers

General Information: A rollover is a way to move money from one IRA/ESA to another IRA/ESA plan. The Internal Revenue Code (IRC) limits how many rollovers may be taken, how quickly rollovers must be completed, and how Navy Federal must report the transaction. By properly completing this form, you are certifying to Navy Federal that you have satisfied the rules and conditions applicable to your rollover and that you are making an irrevocable election to treat the transaction as a rollover. Navy Federal only accepts cash IRA assets. Stocks, bonds, or coins will not be accepted. There are two types of rollovers:

- **IRA/ESA Indirect Rollover.** The distribution of funds were made payable to you. To qualify as a rollover, your distribution must be rolled over not later than 60 days after you receive it. This form can be used for all indirect IRA/ESA rollovers.
- **IRA/ESA Direct Rollover.** A movement of funds from an eligible employer-sponsored retirement plan or Coverdell ESA plan directly to Navy Federal Credit Union. Do not use this form for a direct rollover. If funds have not yet been distributed from the other retirement plan, complete the Direct Transfer/Direct Rollover form (NFCU 624) or ESA Transfer form (NFCU 48) to complete the transfer.

Timeliness: The funds you receive from the distributing IRA/ESA must be deposited into another IRA/ESA within 60 days after you receive them. However, this period is 120 days for certain rollovers relating to first-home purchases. When counting the 60 (or 120) days, include weekends and holidays. “Receipt” generally means the day you actually have the funds in hand. For example, the 60 days would begin on the day following the day you receive the check from the Trustee or Custodian or you receive the check in the mail.

Rollover Limitations: Only one distribution from an IRA (Traditional, Roth, or SIMPLE) may be rolled over in a 12-month period, regardless of the number of IRAs you own. You are also permitted to roll over only one distribution from a Coverdell ESA in a 12-month period, regardless of the number of ESAs you own.

Tax Implications: IRS reporting requirements apply for any distribution in which the IRA/ESA holder takes possession of the funds. Rollover distributions are reported as either a premature or normal distribution depending on age, via IRS Form 1099R or 1099Q (ESA distributions). The IRS is notified that these funds have been applied to an IRA/ESA account within the 60-day period via IRA Form 5498 or 5498ESA; more specifically, these transactions are identified as Rollover Contributions.

Required Minimum Distribution Rollover Restriction: If this rollover is being made during or after the year in which you turn 73, the required minimum distribution from all of your IRA(s) must be withdrawn prior to the rollover (*Note: this restriction applies to Traditional and SEP IRAs only*).

For more information on rollover limitations, you may wish to obtain IRS Publication 590-A, *Contributions to Individual Retirement Arrangements (IRAs)* and IRS Publication 590-B, *Distributions from Individual Retirement Arrangements (IRAs)*, from the IRS or refer to the IRS website at www.irs.gov.

Designation Election

The member must complete and sign.

By signing this section, I certify:

1. I understand the rules and conditions applicable to a “rollover.”
2. I qualify for a rollover of these IRA funds.
3. I have been advised to see a tax advisor due to the important tax consequences of rolling funds between two IRAs or from a qualified employee benefit plan to an IRA.
4. I assume full responsibility for this rollover transaction and will not hold the Plan Administrator, Trustee, Custodian, or Issuer of either the distributing or receiving plan liable for any adverse consequences that may result.
5. I irrevocably designate this contribution of funds with a value of \$_____ as a Rollover Contribution.

(Please write in amount.)
6. This rollover is designated for a ☐ Traditional IRA ☐ SEP IRA ☐ Roth IRA ☐ Education Savings Account.

Name: First		MI	Last	Suffix
Social Security Number		IRA/ESA Account Number		Transfer from Account (if applicable)
Member Signature		Date (MM/DD/YY)		
Navy Federal Representative Signature		Date (MM/DD/YY)		

