Navy Federal Credit Union®

IRA/ESA Rollover Designation

(Print or write legibly.)

A "rollover" is a tax-free movement by an individual of assets from one IRA/ESA to another IRA/ESA. This form can be used for all IRA rollovers, which include Traditional IRA to Traditional IRA, SEP IRA to SEP IRA, Roth IRA to Roth IRA, and/or Education Savings Account (ESA) to Education Savings Account.

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.

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.

Effective for distributions taken on or after January 1, 2015, only one distribution from any of your Coverdell ESAs may be rolled over in a 12-month period, regardless of the number of Coverdell ESAs you own. You are also permitted to roll over one distribution from an IRA (Traditional, Roth, or SIMPLE) in a 12-month period, regardless of the number of IRAs 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.

70½ Rollover Restriction: If this rollover is being made during or after the year in which you turn 70½, the required minimum distribution must be withdrawn prior to rollover (Note: this restriction applies to Traditional and SEP IRAs only).

Please note: if funds are being directly forwarded from a pension plan to an IRA at Navy Federal, please complete Direct Transfer/ Direct Rollover Form, NFCU 624.

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.

Member Signature ▶		Date *(MM/DD/YY)*
Access Number	IRA/ESA Number	Social Security Number
Navy Federal Representative Signature ▶		Date *(MM/DD/YY)*

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