

Accepting Regular and Spousal IRA Contributions

| | Traditional | Roth |
|------------------|--|---|
| Eligibility | <ul style="list-style-type: none"> Must have taxable compensation Has not attained 70½ year | <ul style="list-style-type: none"> Must have taxable compensation Modified adjusted gross income (MAGI) must be within prescribed limits (See chart below*) |
| Limits | <p>Single filer Lesser of</p> <ul style="list-style-type: none"> \$5,500 (\$6,500 if age 50 or older in the year of contribution), or the individual's taxable compensation for the year. <p>Married individual filing a joint return Lesser of</p> <ul style="list-style-type: none"> \$5,500 (\$6,500 if age 50 or older in the year of contribution), or the married couple's taxable compensation for the year minus any regular/spousal contributions (Traditional and/or Roth) for the year made for his/her spouse. | |
| Funding Deadline | Tax return due date <i>not including extensions</i> | |

| * Roth IRA Contribution MAGI Phase-Out Ranges | 2014 | 2015 |
|---|-----------------------|-----------------------|
| Single Individuals | \$114,000 - \$129,000 | \$116,000 - \$131,000 |
| Married, Filing a Joint Federal Income Tax Return | \$181,000 - \$191,000 | \$183,000 - \$193,000 |
| Married, Filing a Separate Income Tax Return | \$0 - \$10,000 | \$0 - \$10,000 |

Calculating a Phase-Out Amount

If an IRA owner's MAGI falls within the Roth IRA Contribution phase-out ranges, he or she is only entitled to a partial Roth IRA contribution. The partial contribution can be calculated using the following formula

$$\frac{(\text{Upper MAGI threshold} - \text{actual MAGI})}{\text{Maximum} - \text{minimum MAGI thresholds}} \times \text{Maximum contribution amount for the year (including catch-up contribution, if age eligible)} = \text{Maximum Roth IRA Contribution}$$

Example: Jim, who is age 56, is married filing a joint federal income tax return. He and his wife Mary have \$187,000 MAGI in 2015. Jim's reduced contribution amount would be figured as follows:

$$\frac{(\$193,000 - \$187,000)}{\$193,000 - \$183,000} \times \$6,500 = \$3,900$$

The instructions are included <http://www.irs.gov/pub/irs-pdf/p590.pdf>



☐ CORRECTED (if checked)

| | | | | | | |
|--|--|---|--|--|--|--|
| TRUSTEE'S or ISSUER'S name, street address, city or town, state or province, country, and ZIP or foreign postal code | | 1 IRA contributions (other than amounts in boxes 2-4, 8-10, 13a, and 14a) | | OMB No. 1545-0747 | | IRA Contribution Information |
| | | \$ | | 2015 | | |
| | | 2 Rollover contributions | | Form 5498 | | |
| TRUSTEE'S or ISSUER'S federal identification no. | | 3 Roth IRA conversion amount | | 4 Recharacterized contributions | | Copy B |
| | | \$ | | \$ | | |
| PARTICIPANT'S social security number | | 5 Fair market value of account | | 6 Life insurance cost included in box 1 | | For Participant |
| | | \$ | | \$ | | |
| PARTICIPANT'S name | | 7 IRA <input type="checkbox"/> SEP <input type="checkbox"/> | | SIMPLE <input type="checkbox"/> Roth IRA <input type="checkbox"/> | | This information is being furnished to the Internal Revenue Service. |
| | | 8 SEP contributions | | 9 SIMPLE contributions | | |
| Street address (including apt. no.) | | 10 Roth IRA contributions | | 11 If checked, required minimum distribution for 2016 <input type="checkbox"/> | | |
| | | \$ | | | | |
| City or town, state or province, country, and ZIP or foreign postal code | | 12a RMD date | | 12b RMD amount | | |
| | | \$ | | \$ | | |
| | | 13a Postponed contribution | | 13b Year 13c Code | | |
| | | \$ | | | | |
| Account number (see instructions) | | 14a Repayments | | 14b Code | | |
| | | \$ | | | | |
| | | 15a FMV of certain specified assets | | 15b Code(s) | | |
| | | \$ | | | | |

Form 5498 (keep for your records) www.irs.gov/form5498 Department of the Treasury - Internal Revenue Service



Notes:

