

# Roth IRA conversion FAQ

To help address questions you may have about partial Roth conversions, we've answered the following frequently asked questions.

## **When can my clients request a partial Roth conversion?**

Your clients, except those in New York, can request a partial Roth conversion for business issued May 9, 2021 or later.

## **Will child contracts be issued new contract numbers?**

The parent contract will retain its original contract number, and each child contract will be issued the same contract number ending in A, then B and so on.

## **How long after their policy is issued can my clients request a partial Roth conversion?**

Your clients' partial Roth conversion paperwork can be received any time, including before their policy is issued. Their Roth conversion paperwork will be processed after the parent contract is issued.

## **What communications will Athene send to my clients? (Confirmation statement, tax document, etc.)**

We will mail your clients a confirmation letter when the partial Roth conversion is complete.

## **What communication will I receive from Athene?**

You can access your client's confirmation letter on our producer website, Athene Connect.

## **Is there a minimum amount for conversion?**

Yes, the minimum amount for each contract (parent and child) is \$2,000 in order to convert the funds.

## **Do converted contracts start a new surrender charge schedule?**

No, the converted (child) contract is a mirror image of the originally issued (parent) contract with the same surrender charge schedule.

**Are there any problems if the conversion amount exceeds the free withdrawal amount?**

No. Since your clients' funds are not leaving Athene, the partial Roth conversion is not considered a withdrawal so there aren't any problems if the converted amount exceeds the free withdrawal amount.

**When clients turn on an income rider, what contract will their withdrawals come from?**

When clients decide to turn on income (or take a withdrawal), they must specify which contract(s) the withdrawal should come from.

**How will annual statements and renewal/reallocation correspondence change for a partially converted contract?**

For partial Roth conversions, your clients will receive:

- A renewal/reallocation letter for each contract (parent and child)
- An annual statement for each contract (parent and child)

**Which anniversary date will the partially converted contract have?**

The partially converted contract will have the parent contract's anniversary date. Since the child contract is a mirror image of the parent contract, both will maintain the same contract anniversary date for renewal/reallocation purposes, surrender charges/timelines, etc.

**When will a 1099 be mailed to my clients after conversion?**

Yes, your clients will receive a 1099R and a 5498 for the tax year in which they convert the tax status to a Roth IRA.

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