

MEMO# 13384

April 6, 2001

IRS RELEASES 2001 INSTRUCTIONS FOR FORMS 1099-R AND 5498

[13384] April 6, 2001 TO: PENSION COMMITTEE No. 21-01 PENSION OPERATIONS ADVISORY COMMITTEE No. 29-01 RE: IRS RELEASES 2001 INSTRUCTIONS FOR FORMS 1099-R AND 5498 The Internal Revenue Service recently released the 2001 Instructions for Forms 1099-R and 5498. Changes to Form 1099-R include the following: • Code N "Recharacterized IRA contribution made for 2001" was added. Use code N for an IRA contribution that was made for 2001 and was recharacterized in 2001. • Code R, "Recharacterized IRA contribution made for 2000" was changed. Use Code R for an IRA contribution that was made for 2000 and was recharacterized in 2001. • Code J, "Early distribution from a Roth IRA, no known exception" was changed. Use Code J for an early distribution from a Roth IRA when no known exception applies and the recipient is under age 59 ½. • Code T "Roth IRA distribution, exception applies," was added for reporting a distribution from a Roth IRA when the recipient is either age 59 ½ or over or an exception applies. 2001 Form 5498 includes the following change: • Recharacterized contributions will no longer be reported in box 2, "Rollover contributions." Instead, the Service added box 4, "Recharacterized contributions." The "Rechar." checkbox was removed from box 6 and boxes 4 through 10 were renumbered. A copy of the instructions is attached. Kathryn A. Ricard Associate Counsel Attachment Attachment (in .pdf format) 2

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