

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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