

STAY ON TRACK

With the Required Withdrawal from Your IRA



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President

Congratulations, you have wisely invested in an IRA, providing savings for your retirement lifestyle and legacy goals. At age 73, you are at the point where you can—and must—begin accessing those funds.

IRS regulations regarding IRAs require you to withdraw funds annually. As you know, the first withdrawal needs to be made by April 1st and subsequent withdrawals need to be made by December 31st each year. This type of withdrawal is called a required minimum distribution (RMD), and there are a few things to keep in mind:

- You have until April 1, 2025, to complete the initial RMD.
- The precise amount of the withdrawal must be calculated using your age and the year-end balance of your account for 2025, in accordance with IRS life expectancy schedules and guidelines.
 - Because both variables—your age and the year-end balance of your account—will change annually, you will need to recalculate the RMD amount each year.
- You must withdraw the minimum amount required, but you may take more, if desired.
- If you have multiple IRA accounts, you must calculate the RMD for each account, but you may opt to take the total RMD amount from a single account or a combination of accounts.
- You will be assessed a 50 percent tax penalty if you do not take the RMD each year.

These rules apply to all IRAs that you own, even those that you may hold elsewhere. 401(k) and 403(b) plans are treated separately.

Navigating these regulations can be challenging, but we are here to simplify the process. **We can assist you in determining your RMD amount and evaluating your RMD reinvestment** should you not need the money for your current lifestyle.

Once we address these matters, the process of withdrawing the funds is straightforward—and we will make that as seamless as we can, too. Please call us at [651.317.4330](tel:651.317.4330) or email us at info@shamrockwm.com to set up a time to discuss your options.

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