

*IRA Services Trust IRAs can help you build retirement wealth by giving you the ability to invest in what you know.*

## Individual Retirement Accounts

### Traditional IRA

A Traditional IRA is a tax-deferred retirement savings account for individuals. Contribution limits for 2019 and 2020 are \$6,000 for those under 50 and \$7,000 for those over age 50. Contributions may be tax deductible and investment growth and income is not taxed until distributions are taken. Distributions taken before the age of 59-1/2 are taxed at your current income tax rate and incur a 10% early withdrawal penalty. Please review **IRS Publication 590A** for more information on contributing to a Traditional IRA. Information on early, voluntary and required distributions can be found in **IRS Publication 590B**.

### Roth IRA

Roth IRAs have the same contribution limits as Traditional IRAs however contributions are not tax deductible. The greatest benefit of Roth IRAs is that distributions after the age of 59-1/2 will be tax free when certain conditions are met. This means all growth and income realized within the Roth IRA can be tax free, supplemental income in retirement. **IRS Publication 590A** provides detailed information on both Traditional and Roth IRAs.

## Small Business Retirement Plans

### SEP IRA

A SEP IRA is an easy-to-setup, easy-to-manage tax-deferred retirement savings account that can be established by business owners for themselves and their employees or by self-employed individuals. Contributions are made by the employer only and have maximums of up to 25% of compensation with a 2019 limit of \$56,000 and \$57,000 limit for 2020. **IRS Publication 560** provides detailed information on how the requirements for setting up SEP IRAs.

### Simple IRA

Simple IRAs are another type of tax-deferred, small business retirement savings accounts that can be used by employers who have 100 or fewer employees. Contributions to this type of plan are a combination of employee salary reduction and employer contributions. Contributions limits are lower than those offered in SEP IRAs. For 2019, the employee contribution limits are between \$13,000 with a \$500 increase for 2020. The \$3,000 catch up contribution for those over 50 remains the same for 2019 and 2020 tax years. Details on setting up, and contributing to, Simple IRAs can also be found in **IRS Publication 560**.

### *IRA Services Trust's Self-directed IRAs are designed to accommodate a wide range of Alternative Investments*

You can use your IRA Services Trust IRA to invest in private stock, promissory notes, real estate, private funds and online investment platforms. We have decades of experience in the custody and administration of a wide range of Alternative Investments and this experience translates into efficient, accurate and cost effective services for investors, investment advisors, issuers, platforms and marketplaces.

IRA Services Trust Company holds over \$11 billion in assets under custody and is chartered by the State of South Dakota and regulated by the South Dakota Banking Commission.

To open an account online visit: [www.IRAServices.com](http://www.IRAServices.com)

For more information, please contact our  
Client Service Team at  
800-248-8447

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