



UNBANK WITH US

Comparing your IRA options

	Roth IRA	Traditional IRA
Who can contribute?	You are eligible if you earn compensation and your MAGI* is less than the defined limits set by Congress. If your MAGI* is too high to contribute the annual contribution limit, you may be able to make a smaller contribution.	Anyone under the age of 70 ½ who has income from compensation (or who is filing jointly with a spouse who earns compensation.)
How much can I contribute?	<ul style="list-style-type: none"> ▪ You may be able to contribute up to \$5,000 ▪ For owners age 50 and older, you may be able to contribute up to \$6,000 ▪ Contributions cannot exceed compensation 	<ul style="list-style-type: none"> ▪ You may be able to contribute up to \$5,000 ▪ For owners age 50 and older, you may be able to contribute up to \$6,000 ▪ Contributors cannot exceed compensation
Who can make deductible contributions?	No one can deduct contributions. Deductible up to annual contribution limit.	<ul style="list-style-type: none"> ▪ Single individuals not active in employer retirement plans ▪ Single individuals active in qualified retirement plans with MAGI below defined limits ▪ Married couples with neither spouse active in an employer retirement plan ▪ Married individuals active in qualified retirement plans filing joint taxes with MAGI below defined limits ▪ Married individuals not active in qualified retirement plans filing joint tax returns with spouses who are, as long as MAGI is below defined limits
What are the tax advantages?	<ul style="list-style-type: none"> ▪ Earnings are tax-deferred and withdrawals are tax-free if the account is open for five tax years and withdrawals are for a qualified reason (age 59 ½, disability, death or a first-time home purchase**) ▪ Not required to start withdrawals at age 70 ½ 	<ul style="list-style-type: none"> ▪ Earnings grow tax deferred until withdrawn ▪ Contributions may be tax-deductible

<p>When can I withdraw without restrictions?</p>	<ul style="list-style-type: none"> ▪ Regular contributions can be withdrawn tax-free and penalty-free at any time ▪ After the account has been open five years, earnings can be withdrawn tax-free and penalty-free for any of these reasons: age 59 ½, disability, death or a first-time home purchase** 	<p>Withdraw penalty-free for any of the following reasons:</p> <ul style="list-style-type: none"> ▪ Qualified higher-education expenses ▪ First-time home purchase** ▪ Age 59 ½ ▪ Disability ▪ Qualified medical expenses exceeding 7.5% of adjusted gross income ▪ Payment to beneficiaries upon the owner's death ▪ Payment of health insurance premiums while unemployed for 12 weeks or longer
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Not intended as tax advice. Please consult a tax professional.

*MAGI – Modified Adjusted Gross Income. Contribution and deductibility limits change frequently. Consult your tax professional regarding your individual circumstances.

**Lifetime limit for exemption on first-time home purchase is \$10,000.