

Chapter 1: Retirement Plan Distributions

Early Withdrawal Penalties from IRAs or Qualified Plans.....	B2	Penalty Exceptions Summary	B19
Coronavirus-Related Distribution	B2	Loans from Retirement Plans	B21
Arguments that Did Not Persuade the Courts.....	B3	Plan Loan Repayment Exceptions	B23
Age Exception.....	B4	Required Minimum Distributions (RMDs).....	B23
Automatic Enrollment Exception.....	B4	Required Beginning Date.....	B23
Birth or Adoption Exception	B4	RMD Withdrawals	B24
Corrective Distributions Exception.....	B5	Penalty for Failing to Take RMDs	B25
Death Exception	B5	Calculating RMDs for Original IRA Owners	B25
Disability Exception	B5	Distributions in the Year of the Owner’s Death.....	B28
Disasters Exception.....	B7	Death and Retirement Plan RMDs.....	B28
Domestic Relations Order Exception.....	B7	Beneficiaries Under the SECURE Act.....	B28
Education Exception.....	B9	Special Rules for Inherited IRAs	B32
Substantially Equal Payments Exception.....	B11	Roth IRAs	B35
Employee Stock Ownership Plan Exception	B12	5-Year Waiting Periods.....	B35
First-Time Homebuyers Exception	B13	RMD After Death	B37
Levy Exception.....	B13	Backdoor Roths.....	B38
Medical Exceptions.....	B14	Recharacterizations of Roth Conversions	B41
Military Exception	B15	Rollovers of Military Death Benefits	B41
Returned IRA Contributions Exception.....	B15	Other Topics.....	B41
Rollovers Exception	B15	Plans Left With Previous Employers.....	B41
Separation from Service Exception.....	B18	Prohibited Transactions.....	B43

Please note. Corrections for all of the chapters are available at www.TaxSchool.illinois.edu. For clarification about acronyms used throughout this chapter, see the Acronym Glossary at the end of the Index.

For your convenience, in-text website links are also provided as short URLs. Anywhere you see **uofi.tax/xxx**, the link points to the address immediately following in brackets.

About the Author

Peg Phillips, CPA, is a writer and editor for the University of Illinois Tax School. She has been associated with the program since 2003. Peg graduated from the University of Illinois with high honors in accounting and passed the CPA exam in 1989. She currently owns and operates Phillips Tax Service in Pekin, IL.

Other chapter contributors and reviewers are listed at the front of this volume.