

Focus on Your Future with Financial Strength You Can Rely On™

RMD QUICK REFERENCE GUIDE FOR QUALIFIED ANNUITY OWNERS

Does This Apply to Your Reliance Standard Annuity?

The answer depends on how you funded your annuity.



YES - RMD REQUIRED

- Fixed or fixed index annuity funded with Traditional IRA money
- Purchased with 401(k)/403(b) rollover funds
- Funded with SEP IRA or SIMPLE IRA



NO - RMD NOT REQUIRED

- Funded with personal savings (after tax money)
- Non-retirement account purchases (non-qualified annuities)
- Roth IRA Funded annuities

Your RMD Starting Age (SECURE 2.0)

BIRTH YEAR	RMD AGE	FIRST RMD DUE
1950 & earlier	72	April 1 after turning 72
1951-1959	73	April 1 after turning 73
1960-& later	75	April 1 after turning 75

Penalty Reduction (SECURE 2.0)

SITUATION	PENALTY
Missed RMD	25%
Corrected within 2 years	10%



RMD Calculation for Your Annuity

Account Value (Dec 31) ÷ Life Expectancy Factor = Your RMD

Example: \$100,000 ÷ 24.7* (age 73) = \$4,049

*Life Expectancy Factor from [IRS Publication 590-B](#)

Distribution Options

Flexible Withdrawal Methods:

- ✓ Lump Sum - watch for early withdrawal/surrender charges
- ✓ Monthly Systematic Withdrawals
- ✓ Quarterly or Semi Annual payments



Smart Strategy: Systematic payments spread RMD throughout the year

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Multiple Account Rules

Can Aggregate: Multiple IRA-funded annuities with Reliance Standard

Must Separate: 401(k) or other employer plan RMDs

Tax Smart Options

Qualified Charitable Distribution (QCD):

- Age 70½+ from IRA funded annuities only
- 2025 limit: \$108,000 (inflation adjusted)
- Counts toward RMD, reduces taxable income

Consult a tax advisor for personalized strategy

Key Reminders

- First RMD: Can delay until April 1 of the following year (this creates two RMDs in one year)
- Annual Deadline: December 31 for all subsequent RMDs
- Account Value: Based on December 31 of previous year
- Professional Guidance: Consult a tax advisor for your personalized strategy

Annuity Specific Consideration

- Early Withdrawal / Surrender Charges: RMDs are IRS penalty-free but contract charges may apply
- Guarantee Periods: Do not affect RMD timing (e.g. the interest guaranteed periods for your contract do not affect RMD timing requirements)
- Index Performance: Affects account value therefore RMD amount
- Enhanced Death Benefits: Do not affect RMD calculations (owner lifetime only)
- Annuitization: Can potentially satisfy RMDs through lifetime payments

Quick Action Checklist

- ☐ Verify your annuity funding source (qualified vs. non-qualified)
- ☐ Determine your RMD starting age using birth year
- ☐ Review surrender charge schedule in your contract
- ☐ Contact Reliance Standard or your Financial Advisor to your to discuss distribution options
- ☐ Consider systematic withdrawal vs. lump sum approach
- ☐ Plan coordination with other retirement income sources

Reliance Standard Support

Our Customer Care team is available at 1-800-435-7775 Monday through Friday 8AM-7PM to help with:

- Annual RMD calculations
- Systematic withdrawal setup
- Account value confirmations
- Distribution processing

Click or scan to email
our Customer Care
Center

