

ROTH IRA

Roth Individual Retirement Account Opening Documents

Documents included:

Cover Page

Welcome Page

Roth IRA Agreement (IRS Form 5305-RA)

Roth IRA Beneficiary Designation

Disclosure Statement

Financial Disclosure



Enjoying our retirement years is a dream most of us have. Taking time for that walk in the park, traveling or enjoying the grandchildren, that's what life is all about!

Being financially secure is a key ingredient to making those dreams come true. By opening your Roth IRA, you are taking an important step toward your financial security.

Your Roth IRA is flexible. You have the flexibility to add to your Roth IRA or you may just allow your initial deposit to grow without future contributions. Many members have accumulated quite a nest egg by using payroll deduction or by making regular contributions to their Roth IRA.

Contributions to a Roth IRA are not deductible on your federal income tax return, but the earnings accumulate tax-free as long as you meet the IRS requirements for a "qualified distribution" when you take your money out. In other words, the entire distribution is generally tax-free, when done as an IRS-defined "qualified distribution".

This packet contains the documents necessary to establish your Roth IRA. The IRS Form 5305-RA contains your personal information. The Disclosure Statement (IRS Pub. 590) explains the rules and regulations that govern your Roth IRA in layman's terms. The Roth IRA Beneficiary Designation form contains information about the beneficiary(ies) that you have named. The Financial Disclosure is a projection of estimated future account balances.

I understand that I may revoke this Roth IRA within 7 days from the date it is opened, with no penalty to me, if I deliver a written notice to that effect to the Credit Union at the address listed on the next page.

Please contact us if we can be of any further assistance to you. We are here to serve you!

Roth Individual Retirement Custodial Account

(Under section 408A of the Internal Revenue Code)

Do not file
 with the Internal
 Revenue Service

Name of depositor	Date of birth of depositor	Social security number : : :
Address of depositor		Check if amendment . . . <input type="checkbox"/>
Name of custodian	Address or principal place of business of custodian	

The depositor named above is establishing a Roth individual retirement account (Roth IRA) under section 408A to provide for his or her retirement and for the support of his or her beneficiaries after death.

The custodian named above has given the depositor the disclosure statement required by Regulations section 1.408-6.

The depositor assigned the custodial account \$

The depositor and the custodian make the following agreement:

Article I

Except in the case of a rollover contribution described in section 408A(e), a recharacterized contribution described in section 408A(d)(6), or an IRA Conversion Contribution, the custodian will accept only cash contributions up to \$3,000 per year for tax years 2002 through 2004. That contribution limit is increased to \$4,000 for tax years 2005 through 2007 and \$5,000 for 2008 and thereafter. For individuals who have reached the age of 50 before the close of the tax year, the contribution limit is increased to \$3,500 per year for tax years 2002 through 2004, \$4,500 for 2005, \$5,000 for 2006 and 2007, and \$6,000 for 2008 and thereafter. For tax years after 2008, the above limits will be increased to reflect a cost-of-living adjustment, if any.

Article II

1. The annual contribution limit described in Article I is gradually reduced to \$0 for higher income levels. For a single depositor, the annual contribution is phased out between adjusted gross income (AGI) of \$95,000 and \$110,000; for a married depositor filing jointly, between AGI of \$150,000 and \$160,000; and for a married depositor filing separately, between AGI of \$0 and \$10,000. In the case of a conversion, the custodian will not accept IRA Conversion Contributions in a tax year if the depositor's AGI for the tax year the funds were distributed from the other IRA exceeds \$100,000 or if the depositor is married and files a separate return. Adjusted gross income is defined in section 408A(c)(3) and does not include IRA Conversion Contributions.

2. In the case of a joint return, the AGI limits in the preceding paragraph apply to the combined AGI of the depositor and his or her spouse.

Article III

The depositor's interest in the balance in the custodial account is nonforfeitable.

Article IV

1. No part of the custodial account funds may be invested in life insurance contracts, nor may the assets of the custodial account be commingled with other property except in a common trust fund or common investment fund (within the meaning of section 408(a)(5)).

2. No part of the custodial account funds may be invested in collectibles (within the meaning of section 408(m)) except as otherwise permitted by section 408(m)(3), which provides an exception for certain gold, silver, and platinum coins, coins issued under the laws of any state, and certain bullion.

Article V

1. If the depositor dies before his or her entire interest is distributed to him or her and the depositor's surviving spouse is not the designated beneficiary, the remaining interest will be distributed in accordance with (a) below or, if elected or there is no designated beneficiary, in accordance with (b) below:

(a) The remaining interest will be distributed, starting by the end of the calendar year following the year of the depositor's death, over the designated beneficiary's remaining life expectancy as determined in the year following the death of the depositor.

(b) The remaining interest will be distributed by the end of the calendar year containing the fifth anniversary of the depositor's death.

2. The minimum amount that must be distributed each year under paragraph 1(a) above is the account value at the close of business on December 31 of the preceding year divided by the life expectancy (in the single life table in Regulations section 1.401(a)(9)-9) of the designated beneficiary using the attained age of the beneficiary in the year following the year of the depositor's death and subtracting 1 from the divisor for each subsequent year.

3. If the depositor's surviving spouse is the designated beneficiary, such spouse will then be treated as the depositor.

Article VI

1. The depositor agrees to provide the custodian with all information necessary to prepare any reports required by sections 408(i) and 408A(d)(3)(E), Regulations sections 1.408-5 and 1.408-6, or other guidance published by the Internal Revenue Service (IRS).

2. The custodian agrees to submit to the IRS and depositor the reports prescribed by the IRS.

Article VII

Notwithstanding any other articles which may be added or incorporated, the provisions of Articles I through IV and this sentence will be controlling. Any additional articles inconsistent with section 408A, the related regulations, and other published guidance will be invalid.

Article VIII

This agreement will be amended as necessary to comply with the provisions of the Code, the related regulations, and other published guidance. Other amendments may be made with the consent of the persons whose signatures appear below.

Article IX

Article IX may be used for any additional provisions. If no other provisions will be added, draw a line through this space. If provisions are added, they must comply with applicable requirements of state law and the Internal Revenue Code.

Depositor's signature Date

Custodian's signature Date

Witness' signature Date
(Use only if signature of the depositor or the custodian is required to be witnessed.)

General Instructions

Section references are to the Internal Revenue Code unless otherwise noted.

Purpose of Form

Form 5305-RA is a model custodial account agreement that meets the requirements of section 408A and has been pre-approved by the IRS. A Roth individual retirement account (Roth IRA) is established after the form is fully executed by both the individual (depositor) and the custodian. This account must be created in the United States for the exclusive benefit of the depositor and his or her beneficiaries.

Do not file Form 5305-RA with the IRS. Instead, keep it with your records.

Unlike contributions to traditional individual retirement arrangements, contributions to a Roth IRA are not deductible from the depositor's gross income; and distributions after 5 years that are made when the depositor is 59 1/2 years of age or older or on account of death, disability, or the purchase of a home by a first-time homebuyer (limited to \$10,000), are not includible in gross income. For more information on Roth IRAs, including the required disclosures the custodian must give the depositor,

see Pub. 590, Individual Retirement Arrangements (IRAs).

Definitions

IRA Conversion Contributions. IRA Conversion Contributions are amounts rolled over, transferred, or considered transferred from a nonRoth IRA to a Roth IRA. A nonRoth IRA is an individual retirement account or annuity described in section 408(a) or 408(b), other than a Roth IRA.

Custodian. The custodian must be a bank or savings and loan association, as defined in section 408(n), or any person who has the approval of the IRS to act as custodian.

Depositor. The depositor is the person who establishes the custodial account.

Specific Instructions

Article I. The depositor may be subject to a 6% tax on excess contributions if (1) contributions to other individual retirement arrangements of the depositor have been made for the same tax year, (2) the depositor's adjusted gross income exceeds the applicable limits in Article II for the tax year, or (3) the depositor's and spouse's compensation is less than the amount

contributed by or on behalf of them for the tax year. The depositor should see the disclosure statement or Pub. 590 for more information.

Article V. This article describes how distributions will be made from the Roth IRA after the depositor's death. Elections made pursuant to this article should be reviewed periodically to ensure they correspond to the depositor's intent. Under paragraph 3 of Article V, the depositor's spouse is treated as the owner of the Roth IRA upon the death of the depositor, rather than as the beneficiary. If the spouse is to be treated as the beneficiary, and not the owner, an overriding provision should be added to Article IX.

Article IX. Article IX and any that follow it may incorporate additional provisions that are agreed to by the depositor and custodian to complete the agreement. They may include, for example, definitions, investment powers, voting rights, exculpatory provisions, amendment and termination, removal of the custodian, custodian's fees, state law requirements, beginning date of distributions, accepting only cash, treatment of excess contributions, prohibited transactions with the depositor, etc. Attach additional pages if necessary.



ROTH IRA BENEFICIARY DESIGNATION

Credit Union Name

MEMBER INFORMATION

Member's Name

Social Security Number

Birth Date

Roth IRA Account Number

BENEFICIARY DESIGNATION(S)

I wish to designate the following person(s) or entity(ies) who are living at the time of my death as my primary and/or contingent beneficiaries to receive payment as indicated herein. If I have not indicated whether a person or entity is my primary or contingent beneficiary(ies), it will be assumed that I intended to indicate a primary beneficiary. If more than one primary and/or contingent beneficiary is indicated, equal shares will be assumed, unless I have indicated otherwise. (Please attach a separate sheet, if needed.) When percentages are indicated, do not exceed 100% in total for all primary and/or contingent beneficiaries listed.

Name

Address

Date of Birth

Social Security Number

Relationship

Primary ____ or Contingent ____

Percentage ____

Name

Address

Date of Birth

Social Security Number

Relationship

Primary ____ or Contingent ____

Percentage ____

Name

Address

Date of Birth

Social Security Number

Relationship

Primary ____ or Contingent ____

Percentage ____

Name

Address

Date of Birth

Social Security Number

Relationship

Primary ____ or Contingent ____

Percentage ____

If either the member or the trust is located in a marital or community state, please complete the following:

Spousal Consent: *I consent to the fact that my spouse has named the above beneficiary(ies) and hereby transfer (or give up) any community or marital property interest that I have in this IRA into the separate property of my spouse. I assume full responsibility for any adverse consequences that may come about as a result of my consent.*

Signature of Spouse

Date

SIGNATURES

Signature of Member

Date

Authorized Signature of Custodian

Date

ROTH IRA FINANCIAL STATEMENT STATEMENT

Method 1

The chart displayed below is a projection of the value of your Roth IRA, assuming that you will make a set annual contribution of \$1,000.00 on the first day of each year and assuming that you will earn an annual percentage rate of 0.25% compounded quarterly. For example, if you reach age 25 in the year that you begin making contributions to your IRA, you will have been contributing for 36 years when you reach age 60 (balance \$37,716.27 with no penalty), for 41 years when you reach age 65 (\$43,228.19 with no penalty), and for 46 years when you reach age 70 (\$48,809.42 with no penalty). These figures are only projections, based on assumptions and not guarantees. Interest rates and certificate terms, for example, will affect future balances.

Years	No Penalty	30 Day Penalty	90 Day Penalty	180 Day Penalty
0	\$1,000.00			
1	\$1,002.50	\$1,002.29	\$1,001.88	\$1,001.25
2	\$2,007.51	\$2,007.10	\$2,006.26	\$2,005.01
3	\$3,015.04	\$3,014.41	\$3,013.16	\$3,011.27
4	\$4,025.09	\$4,024.25	\$4,022.57	\$4,020.06
5	\$5,037.66	\$5,036.61	\$5,034.51	\$5,031.37
6	\$6,052.77	\$6,051.51	\$6,048.99	\$6,045.21
7	\$7,070.42	\$7,068.95	\$7,066.00	\$7,061.58
8	\$8,090.61	\$8,088.93	\$8,085.56	\$8,080.51
9	\$9,113.36	\$9,111.46	\$9,107.67	\$9,101.98
10	\$10,138.67	\$10,136.56	\$10,132.33	\$10,126.00
11	\$11,166.54	\$11,164.22	\$11,159.57	\$11,152.59
12	\$12,196.98	\$12,194.45	\$12,189.37	\$12,181.75
13	\$13,230.01	\$13,227.25	\$13,221.74	\$13,213.48
14	\$14,265.62	\$14,262.65	\$14,256.71	\$14,247.80
15	\$15,303.82	\$15,300.63	\$15,294.26	\$15,284.70
16	\$16,344.61	\$16,341.21	\$16,334.41	\$16,324.20
17	\$17,388.02	\$17,384.40	\$17,377.16	\$17,366.30
18	\$18,434.03	\$18,430.19	\$18,422.52	\$18,411.00
19	\$19,482.66	\$19,478.60	\$19,470.49	\$19,458.32
20	\$20,533.92	\$20,529.64	\$20,521.09	\$20,508.26
21	\$21,587.80	\$21,583.31	\$21,574.32	\$21,560.83
22	\$22,644.32	\$22,639.61	\$22,630.18	\$22,616.04
23	\$23,703.49	\$23,698.55	\$23,688.68	\$23,673.88
24	\$24,765.31	\$24,760.15	\$24,749.84	\$24,734.37
25	\$25,829.78	\$25,824.40	\$25,813.65	\$25,797.51
26	\$26,896.92	\$26,891.32	\$26,880.12	\$26,863.32
27	\$27,966.72	\$27,960.90	\$27,949.26	\$27,931.79
28	\$29,039.21	\$29,033.16	\$29,021.07	\$29,002.93
29	\$30,114.38	\$30,108.11	\$30,095.57	\$30,076.76
30	\$31,192.24	\$31,185.74	\$31,172.75	\$31,153.27
31	\$32,272.79	\$32,266.07	\$32,252.63	\$32,232.48
32	\$33,356.05	\$33,349.11	\$33,335.22	\$33,314.38
33	\$34,442.02	\$34,434.85	\$34,420.51	\$34,399.00
34	\$35,530.71	\$35,523.31	\$35,508.52	\$35,486.33
35	\$36,622.12	\$36,614.50	\$36,599.25	\$36,576.37
36	\$37,716.27	\$37,708.41	\$37,692.71	\$37,669.15
37	\$38,813.15	\$38,805.07	\$38,788.91	\$38,764.66
38	\$39,912.78	\$39,904.47	\$39,887.85	\$39,862.92
39	\$41,015.15	\$41,006.61	\$40,989.53	\$40,963.92
40	\$42,120.29	\$42,111.52	\$42,093.98	\$42,067.67
41	\$43,228.19	\$43,219.19	\$43,201.19	\$43,174.19
42	\$44,338.87	\$44,329.63	\$44,311.17	\$44,283.48
43	\$45,452.32	\$45,442.86	\$45,423.93	\$45,395.54
44	\$46,568.56	\$46,558.86	\$46,539.47	\$46,510.38
45	\$47,687.59	\$47,677.66	\$47,657.81	\$47,628.02
46	\$48,809.42	\$48,799.26	\$48,778.94	\$48,748.45
47	\$49,934.06	\$49,923.67	\$49,902.88	\$49,871.69
48	\$51,061.52	\$51,050.89	\$51,029.63	\$50,997.73
49	\$52,191.80	\$52,180.93	\$52,159.20	\$52,126.60
50	\$53,324.90	\$53,313.80	\$53,291.59	\$53,258.29

The chart displayed below is a projection of the value of your Roth IRA, assuming the only contribution to your Roth IRA is a one-time rollover or transfer deposit of \$1,000.00 on the first day of the first year into your Roth IRA, and further assuming that you will earn an annual percentage rate of 0.25%, compounded quarterly. For example, if you reach age 50 in the year of the rollover or transfer deposit, you will have had this IRA for 11 years when you reach age 60 (\$1,027.87 with no penalty), 16 years when you reach age 65 (\$1,040.80 with no penalty), and for 21 years when you are age 70 (\$1,053.89 with no penalty). These figures are only projections, based on assumptions and not guarantees. Interest rates and certificate terms, for example, will affect future balances.

Years	No Penalty	30 Day Penalty	90 Day Penalty	180 Day Penalty
0	\$1,000.00			
1	\$1,002.50	\$1,002.29	\$1,001.88	\$1,001.25
2	\$1,005.01	\$1,004.80	\$1,004.38	\$1,003.76
3	\$1,007.53	\$1,007.32	\$1,006.90	\$1,006.27
4	\$1,010.05	\$1,009.84	\$1,009.42	\$1,008.79
5	\$1,012.57	\$1,012.36	\$1,011.94	\$1,011.31
6	\$1,015.11	\$1,014.90	\$1,014.47	\$1,013.84
7	\$1,017.65	\$1,017.44	\$1,017.01	\$1,016.38
8	\$1,020.19	\$1,019.98	\$1,019.56	\$1,018.92
9	\$1,022.75	\$1,022.53	\$1,022.11	\$1,021.47
10	\$1,025.31	\$1,025.09	\$1,024.67	\$1,024.03
11	\$1,027.87	\$1,027.66	\$1,027.23	\$1,026.59
12	\$1,030.44	\$1,030.23	\$1,029.80	\$1,029.16
13	\$1,033.02	\$1,032.81	\$1,032.38	\$1,031.73
14	\$1,035.61	\$1,035.39	\$1,034.96	\$1,034.31
15	\$1,038.20	\$1,037.98	\$1,037.55	\$1,036.90
16	\$1,040.80	\$1,040.58	\$1,040.15	\$1,039.50
17	\$1,043.40	\$1,043.18	\$1,042.75	\$1,042.10
18	\$1,046.01	\$1,045.80	\$1,045.36	\$1,044.71
19	\$1,048.63	\$1,048.41	\$1,047.98	\$1,047.32
20	\$1,051.25	\$1,051.04	\$1,050.60	\$1,049.94
21	\$1,053.89	\$1,053.67	\$1,053.23	\$1,052.57
22	\$1,056.52	\$1,056.30	\$1,055.86	\$1,055.20
23	\$1,059.17	\$1,058.95	\$1,058.50	\$1,057.84
24	\$1,061.82	\$1,061.60	\$1,061.15	\$1,060.49
25	\$1,064.47	\$1,064.25	\$1,063.81	\$1,063.14
26	\$1,067.14	\$1,066.92	\$1,066.47	\$1,065.80
27	\$1,069.81	\$1,069.58	\$1,069.14	\$1,068.47
28	\$1,072.48	\$1,072.26	\$1,071.81	\$1,071.14
29	\$1,075.17	\$1,074.94	\$1,074.50	\$1,073.83
30	\$1,077.86	\$1,077.63	\$1,077.19	\$1,076.51
31	\$1,080.56	\$1,080.33	\$1,079.88	\$1,079.21
32	\$1,083.26	\$1,083.03	\$1,082.58	\$1,081.91
33	\$1,085.97	\$1,085.74	\$1,085.29	\$1,084.61
34	\$1,088.69	\$1,088.46	\$1,088.01	\$1,087.33
35	\$1,091.41	\$1,091.19	\$1,090.73	\$1,090.05
36	\$1,094.14	\$1,093.92	\$1,093.46	\$1,092.78
37	\$1,096.88	\$1,096.65	\$1,096.20	\$1,095.51
38	\$1,099.63	\$1,099.40	\$1,098.94	\$1,098.25
39	\$1,102.38	\$1,102.15	\$1,101.69	\$1,101.00
40	\$1,105.14	\$1,104.91	\$1,104.45	\$1,103.76
41	\$1,107.90	\$1,107.67	\$1,107.21	\$1,106.52
42	\$1,110.67	\$1,110.44	\$1,109.98	\$1,109.29
43	\$1,113.45	\$1,113.22	\$1,112.76	\$1,112.06
44	\$1,116.24	\$1,116.01	\$1,115.54	\$1,114.85
45	\$1,119.03	\$1,118.80	\$1,118.33	\$1,117.64
46	\$1,121.83	\$1,121.60	\$1,121.13	\$1,120.43
47	\$1,124.64	\$1,124.41	\$1,123.94	\$1,123.24
48	\$1,127.45	\$1,127.22	\$1,126.75	\$1,126.05
49	\$1,130.28	\$1,130.04	\$1,129.57	\$1,128.86
50	\$1,133.10	\$1,132.87	\$1,132.40	\$1,131.69

Method 2

The following projection of your Roth IRA balance states the amounts that would be available in your IRA at the end of each of the first five years and at the end of the years you reach age 60, 65, and 70. Since these balances are only projected estimates, the amount available may be different. The following balances are based on these assumptions (net of any custodial fees):

- Regular Roth IRA: Assumes set annual contributions of \$1,000.00, made on the first day of each year
- Rollover Roth IRA: Assumes a one-time \$1,000.00 rollover or transfer deposit, made on the first day of the first year

Annual Percentage Yield (APY): _____

Penalty for Early Withdrawal of Certificate: _____

End of Year	Account Balance	End of Year you reach	Account Balance
1	_____	60	_____
2	_____		
3	_____	65	_____
4	_____		
5	_____	70	_____

Roth Individual Retirement Custodial Account

(Under section 408A of the Internal Revenue Code)

Do not file
with the Internal
Revenue Service

Name of depositor	Date of birth of depositor	Social security number : : :
Address of depositor		Check if amendment . . . <input type="checkbox"/>
Name of custodian	Address or principal place of business of custodian	

The depositor named above is establishing a Roth individual retirement account (Roth IRA) under section 408A to provide for his or her retirement and for the support of his or her beneficiaries after death.

The custodian named above has given the depositor the disclosure statement required by Regulations section 1.408-6.

The depositor assigned the custodial account \$

The depositor and the custodian make the following agreement:

Article I

Except in the case of a rollover contribution described in section 408A(e), a recharacterized contribution described in section 408A(d)(6), or an IRA Conversion Contribution, the custodian will accept only cash contributions up to \$3,000 per year for tax years 2002 through 2004. That contribution limit is increased to \$4,000 for tax years 2005 through 2007 and \$5,000 for 2008 and thereafter. For individuals who have reached the age of 50 before the close of the tax year, the contribution limit is increased to \$3,500 per year for tax years 2002 through 2004, \$4,500 for 2005, \$5,000 for 2006 and 2007, and \$6,000 for 2008 and thereafter. For tax years after 2008, the above limits will be increased to reflect a cost-of-living adjustment, if any.

Article II

1. The annual contribution limit described in Article I is gradually reduced to \$0 for higher income levels. For a single depositor, the annual contribution is phased out between adjusted gross income (AGI) of \$95,000 and \$110,000; for a married depositor filing jointly, between AGI of \$150,000 and \$160,000; and for a married depositor filing separately, between AGI of \$0 and \$10,000. In the case of a conversion, the custodian will not accept IRA Conversion Contributions in a tax year if the depositor's AGI for the tax year the funds were distributed from the other IRA exceeds \$100,000 or if the depositor is married and files a separate return. Adjusted gross income is defined in section 408A(c)(3) and does not include IRA Conversion Contributions.

2. In the case of a joint return, the AGI limits in the preceding paragraph apply to the combined AGI of the depositor and his or her spouse.

Article III

The depositor's interest in the balance in the custodial account is nonforfeitable.

Article IV

1. No part of the custodial account funds may be invested in life insurance contracts, nor may the assets of the custodial account be commingled with other property except in a common trust fund or common investment fund (within the meaning of section 408(a)(5)).

2. No part of the custodial account funds may be invested in collectibles (within the meaning of section 408(m)) except as otherwise permitted by section 408(m)(3), which provides an exception for certain gold, silver, and platinum coins, coins issued under the laws of any state, and certain bullion.

Article V

1. If the depositor dies before his or her entire interest is distributed to him or her and the depositor's surviving spouse is not the designated beneficiary, the remaining interest will be distributed in accordance with (a) below or, if elected or there is no designated beneficiary, in accordance with (b) below:

(a) The remaining interest will be distributed, starting by the end of the calendar year following the year of the depositor's death, over the designated beneficiary's remaining life expectancy as determined in the year following the death of the depositor.

(b) The remaining interest will be distributed by the end of the calendar year containing the fifth anniversary of the depositor's death.

2. The minimum amount that must be distributed each year under paragraph 1(a) above is the account value at the close of business on December 31 of the preceding year divided by the life expectancy (in the single life table in Regulations section 1.401(a)(9)-9) of the designated beneficiary using the attained age of the beneficiary in the year following the year of the depositor's death and subtracting 1 from the divisor for each subsequent year.

3. If the depositor's surviving spouse is the designated beneficiary, such spouse will then be treated as the depositor.

Article VI

1. The depositor agrees to provide the custodian with all information necessary to prepare any reports required by sections 408(i) and 408A(d)(3)(E), Regulations sections 1.408-5 and 1.408-6, or other guidance published by the Internal Revenue Service (IRS).

2. The custodian agrees to submit to the IRS and depositor the reports prescribed by the IRS.

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This agreement will be amended as necessary to comply with the provisions of the Code, the related regulations, and other published guidance. Other amendments may be made with the consent of the persons whose signatures appear below.

Article IX

Article IX may be used for any additional provisions. If no other provisions will be added, draw a line through this space. If provisions are added, they must comply with applicable requirements of state law and the Internal Revenue Code.

Depositor's signature Date

Custodian's signature Date

Witness' signature Date
(Use only if signature of the depositor or the custodian is required to be witnessed.)

General Instructions

Section references are to the Internal Revenue Code unless otherwise noted.

Purpose of Form

Form 5305-RA is a model custodial account agreement that meets the requirements of section 408A and has been pre-approved by the IRS. A Roth individual retirement account (Roth IRA) is established after the form is fully executed by both the individual (depositor) and the custodian. This account must be created in the United States for the exclusive benefit of the depositor and his or her beneficiaries.

Do not file Form 5305-RA with the IRS. Instead, keep it with your records.

Unlike contributions to traditional individual retirement arrangements, contributions to a Roth IRA are not deductible from the depositor's gross income; and distributions after 5 years that are made when the depositor is 59 1/2 years of age or older or on account of death, disability, or the purchase of a home by a first-time homebuyer (limited to \$10,000), are not includible in gross income. For more information on Roth IRAs, including the required disclosures the custodian must give the depositor,

see Pub. 590, Individual Retirement Arrangements (IRAs).

Definitions

IRA Conversion Contributions. IRA Conversion Contributions are amounts rolled over, transferred, or considered transferred from a nonRoth IRA to a Roth IRA. A nonRoth IRA is an individual retirement account or annuity described in section 408(a) or 408(b), other than a Roth IRA.

Custodian. The custodian must be a bank or savings and loan association, as defined in section 408(n), or any person who has the approval of the IRS to act as custodian.

Depositor. The depositor is the person who establishes the custodial account.

Specific Instructions

Article I. The depositor may be subject to a 6% tax on excess contributions if (1) contributions to other individual retirement arrangements of the depositor have been made for the same tax year, (2) the depositor's adjusted gross income exceeds the applicable limits in Article II for the tax year, or (3) the depositor's and spouse's compensation is less than the amount

contributed by or on behalf of them for the tax year. The depositor should see the disclosure statement or Pub. 590 for more information.

Article V. This article describes how distributions will be made from the Roth IRA after the depositor's death. Elections made pursuant to this article should be reviewed periodically to ensure they correspond to the depositor's intent. Under paragraph 3 of Article V, the depositor's spouse is treated as the owner of the Roth IRA upon the death of the depositor, rather than as the beneficiary. If the spouse is to be treated as the beneficiary, and not the owner, an overriding provision should be added to Article IX.

Article IX. Article IX and any that follow it may incorporate additional provisions that are agreed to by the depositor and custodian to complete the agreement. They may include, for example, definitions, investment powers, voting rights, exculpatory provisions, amendment and termination, removal of the custodian, custodian's fees, state law requirements, beginning date of distributions, accepting only cash, treatment of excess contributions, prohibited transactions with the depositor, etc. Attach additional pages if necessary.



ROTH IRA BENEFICIARY DESIGNATION

Credit Union Name

MEMBER INFORMATION

Member's Name

Social Security Number

Birth Date

Roth IRA Account Number

BENEFICIARY DESIGNATION(S)

I wish to designate the following person(s) or entity(ies) who are living at the time of my death as my primary and/or contingent beneficiaries to receive payment as indicated herein. If I have not indicated whether a person or entity is my primary or contingent beneficiary(ies), it will be assumed that I intended to indicate a primary beneficiary. If more than one primary and/or contingent beneficiary is indicated, equal shares will be assumed, unless I have indicated otherwise. (Please attach a separate sheet, if needed.) When percentages are indicated, do not exceed 100% in total for all primary and/or contingent beneficiaries listed.

Name

Address

Date of Birth

Social Security Number

Relationship
Primary ____ or Contingent ____
Percentage ____

Name

Address

Date of Birth

Social Security Number

Relationship
Primary ____ or Contingent ____
Percentage ____

Name

Address

Date of Birth

Social Security Number

Relationship
Primary ____ or Contingent ____
Percentage ____

Name

Address

Date of Birth

Social Security Number

Relationship
Primary ____ or Contingent ____
Percentage ____

If either the member or the trust is located in a marital or community state, please complete the following:

Spousal Consent: *I consent to the fact that my spouse has named the above beneficiary(ies) and hereby transfer (or give up) any community or marital property interest that I have in this IRA into the separate property of my spouse. I assume full responsibility for any adverse consequences that may come about as a result of my consent.*

Signature of Spouse

Date

SIGNATURES

Signature of Member

Date

Authorized Signature of Custodian

Date