

# Clarifications to PBGC Form 703MP for your Roth Account Only

- ✓ If you also have a non-Roth account in the plan, you must elect a lump sum payment of both accounts, before a lump sum may be paid.
  - If you have a non-Roth account, you will also receive a Form 703MP for the non-Roth account.
  - If you don't elect a lump sum for both accounts and complete both Form 703MP (with spousal consent if married) you cannot receive a lump sum.
- ✓ Without the lump sum election(s), you will receive a life-time annuity from both accounts, payable for your lifetime, or as a joint-and 50% survivor form if you are married at the time you retire.
  - You will receive information about other annuity options when you retire.
- ❖ There are some special rules that apply to the payment of your Roth Account.
- ❖ Some of these special rules require clarification of the Form 703MP for payment of Roth Accounts, as follows:

## CLARIFICATIONS

### Form 703MP Section 5 Payment Election – clarifications applicable to Roth payments underlined

- **Introduction:** *Please read the enclosed Special Tax Notice Regarding Non-Periodic PBGC Payments From Designated Roth Account. Be sure you understand the tax implications of having PBGC pay the lump sum directly to you or to a Roth individual retirement arrangement (IRA) or a designated Roth account in a qualified retirement plan.*

**Please elect only one option - A or B. If you do not elect an option or if you elect more than one option, PBGC will pay you according to option B.**

- **Option A** –*for your direct rollover, you may transfer to a Roth IRA or a designated Roth account in a qualified retirement plan.*
- **Option C** – Do not elect. *The “**Split my payment**” option is NOT available for your Roth account payment.*
- **Last Sentence on page 4:** If you selected option A, complete **Section D** on page 5.
- **D. Rollover Information** -
  - Do not elect. *The “Traditional IRA” option is not available for your Roth Account payment*
  - *Qualified retirement Plan option is to a Roth Account in a qualified retirement plan*