

# Building Your 2025 IRA Calendar: Important Dates, Deadlines, and Tax Tips

Finish Report (Deadline) Update Charts	Investment Table	Swimming Pool	Real Estate Agent Appointment	Yoga Classes





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# Today's *Agenda*

- ❖ Reviewing Important Dates and Deadlines for Your SDIRA
- ❖ Analyzing New Limits and Laws
- ❖ SDIRA Tax Preparation Best Practices







# Meet *Your Presenter*



## Tony Unkel



6 Years at Entrust



Educates investors and professionals on tax-preferred retirement accounts and alternative investments





# About Entrust



Self-Directed IRA Administrators



Knowledgeable Staff with  
CISP Certifications



Monthly Educational Webinars





# About Entrust



**\$5B**

Assets Under  
Administration



**24k+**

Active  
Investors



**40+**

Years of  
Service



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Point of  
Contact

# Important Dates and Deadlines in 2025





# January 31

- Fair Market Valuation (FMV) Statement
- Required Minimum Distribution (RMD) Statement
- IRS Form 1099-R



# Fair Market Value

- Reports the December 31 balance of an individual's IRA.
- Used for RMD calculation.
- Amount may come from the IRA holder.
  - Custodians may use alternatives besides an appraisal
  - Some values may be difficult to acquire promptly
    - Partnerships
    - LLCs



# Required Minimum Distribution Notice

- Provided to IRA holders who have an RMD due for the year.
  - Required for traditional IRAs, SEP IRAs, SIMPLE IRAs, and Individual 401(k) plans.
- Failure to take the full RMD will incur a 25% penalty on the portion failed to be distributed. For 401(k) holders, failing to take an RMD could be cause for plan disqualification.
- Your RMD is due by December 31, but the your first RMD can be extended to April 1 of the following year.





# IRS Form 1099-R

Your custodian will issue this form to document any distributions from your account during the calendar year. This form shows:

- A. The taxable amount of the distribution in **Box 2a**
- B. The amount of income tax withholding in **Box 4**
- C. The IRS code that depicts the type of distribution in **Box 7**



PAYER'S name, street address, city or town, state or province, country, ZIP or foreign postal code, and telephone no.		1 Gross distribution	OMB No. 1545-0119		Distributions From Pensions, Annuities, Retirement or Profit-Sharing Plans, IRAs, Insurance Contracts, etc.
<input type="checkbox"/> VOID <input type="checkbox"/> CORRECTED <div style="text-align: center; font-size: 2em; color: green;">A →</div>		2a Taxable amount	2024		
		2b Taxable amount not determined <input type="checkbox"/>	Total distribution <input type="checkbox"/>		
PAYER'S TIN	RECIPIENT'S TIN	3 Capital gain (included in box 2a)	4 Federal income tax withheld		<div style="font-size: 2em; color: red;">B ←</div>
RECIPIENT'S name		5 Employee contributions/ Designated Roth contributions or insurance premiums	6 Net unrealized appreciation in employer's securities		
Street address (including apt. no.)		7 Distribution code(s)	8 Other		
City or town, state or province, country, and ZIP or foreign postal code		9a Your percentage of total distribution %	9b Total employee contributions \$		
10 Amount allocable to IRR within 5 years	11 1st year of desig. Roth contrib.	12 FATCA filing requirement <input type="checkbox"/>	14 State tax withheld	15 State/Payer's state no.	16 State distribution
Account number (see instructions)	13 Date of payment	17 Local tax withheld	18 Name of locality	19 Local distribution	
Form <b>1099-R</b>		www.irs.gov/Form1099R		Department of the Treasury - Internal Revenue Service	





## March 15

- Tax deadline for S-corporations and Partnerships (see IRS Publications 4951 & 541).
- SEP and Individual 401(k) Plan establishment and contribution deadline for S-corps and partnerships (see IRS Publication 560).

# April 1

Deadline for Traditional IRA, SEP, SIMPLE, and Individual 401(k) Plan participants, who turned 73 in 2024 and delayed the distribution of their first RMD, to take their first RMD.

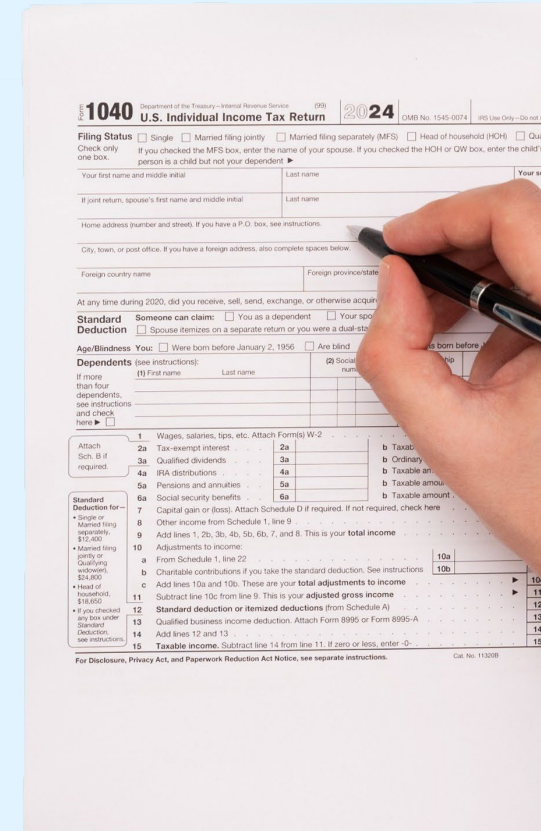
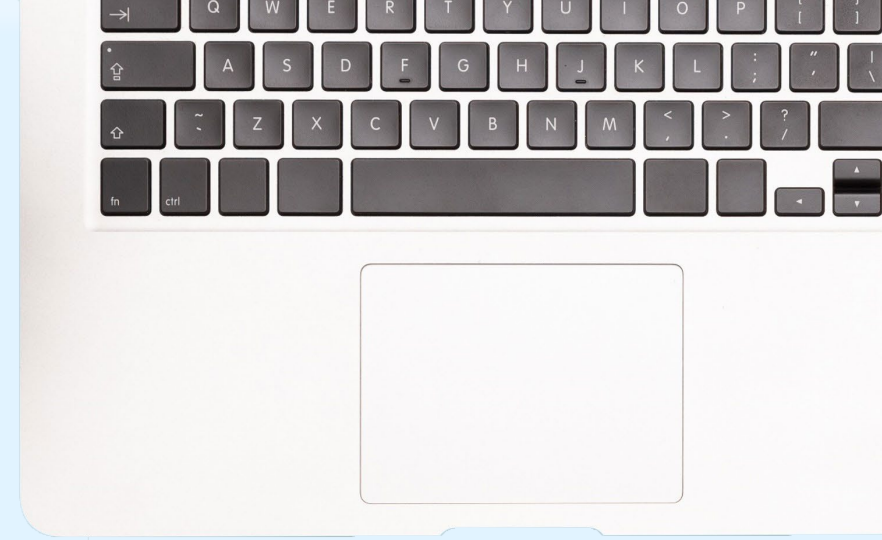




# April 15

AKA Tax Day, this is your deadline to:

- ❖ Submit your individual tax return (Form 1040).
- ❖ Make an IRA contribution (not including extensions).
- ❖ Establish and contribute to SEP or Individual 401(k) Plans for sole proprietors or C-corporations (see Publication 560).
- ❖ Recharacterize a current year contribution, as well as execute a corrective distribution of an ineligible IRA contribution.



# IRS Form 1040

The form requires taxpayers to disclose their taxable income for the year, determining if you owe additional taxes or get a tax refund.

- A. Total IRA distributions reported in **Box 4a**
- B. Taxable portion of distributions reported in **Box 4b**



Income					
<b>1a</b>	Total amount from Form(s) W-2, box 1 (see instructions)			<b>1a</b>	
<b>1b</b>	Household employee wages not reported on Form(s) W-2			<b>1b</b>	
<b>1c</b>	Tip income not reported on line 1a (see instructions)			<b>1c</b>	
<b>1d</b>	Medicaid waiver payments not reported on Form(s) W-2 (see instructions)			<b>1d</b>	
<b>1e</b>	Taxable dependent care benefits from Form 2441, line 26			<b>1e</b>	
<b>1f</b>	Employer-provided adoption benefits from Form 8839, line 29			<b>1f</b>	
<b>1g</b>	Wages from Form 8919, line 6			<b>1g</b>	
<b>1h</b>	Other earned income (see instructions)			<b>1h</b>	
<b>1i</b>	Nontaxable combat pay election (see instructions)			<b>1i</b>	
<b>z</b>	Add lines 1a through 1h			<b>1z</b>	
<b>2a</b>	Tax-exempt interest	<b>2a</b>		<b>2b</b>	Taxable interest
<b>3a</b>	Qualified dividends	<b>3a</b>		<b>3b</b>	Ordinary dividends
<b>4a</b>	IRA distributions	<b>4a</b>		<b>4b</b>	Taxable amount
<b>5a</b>	Pensions and annuities	<b>5a</b>		<b>5b</b>	Taxable amount
<b>6a</b>	Social security benefits	<b>6a</b>		<b>6b</b>	Taxable amount
<b>c</b>	If you elect to use the lump-sum election method, check here (see instructions)		<input type="checkbox"/>		
<b>7</b>	Capital gain or (loss). Attach Schedule D if required. If not required, check here		<input type="checkbox"/>	<b>7</b>	
<b>8</b>	Additional income from Schedule 1, line 10			<b>8</b>	
<b>9</b>	Add lines 1z, 2b, 3b, 4b, 5b, 6b, 7, and 8. This is your <b>total income</b>			<b>9</b>	
<b>10</b>	Adjustments to income from Schedule 1, line 26			<b>10</b>	
<b>11</b>	Subtract line 10 from line 9. This is your <b>adjusted gross income</b>			<b>11</b>	
<b>12</b>	<b>Standard deduction or itemized deductions</b> (from Schedule A)			<b>12</b>	
<b>13</b>	Qualified business income deduction from Form 8995 or Form 8995-A			<b>13</b>	
<b>14</b>	Add lines 12 and 13			<b>14</b>	
<b>15</b>	Subtract line 14 from line 11. If zero or less, enter -0-. This is your <b>taxable income</b>			<b>15</b>	

**Attach Form(s) W-2 here. Also attach Forms W-2G and 1099-R if tax was withheld.**  
If you did not get a Form W-2, see instructions.

**Attach Sch. B if required.**

**Standard Deduction for—**  
 • Single or Married filing separately, \$14,600  
 • Married filing jointly or Qualifying surviving spouse, \$29,200  
 • Head of household, \$21,900  
 • If you checked any box under Standard Deduction, see instructions.

**For Disclosure, Privacy Act, and Paperwork Reduction Act Notice, see separate instructions.**      Cat. No. 11320B      Form **1040** (2024)





April 30

Deadline for IRA custodians and trustees to mail IRS Form 5498-ESA to IRA holders.



# May 31

- IRS Forms 5498 and 5498-SA must be mailed to IRA holders by May 31.
- While IRS Form 5498-SA covers HSA plans, the 5498 reports IRA contributions, rollovers, Roth IRA conversions, and required minimum distributions (RMDs) to the IRS.
  - A. The taxable amount of the distribution in **Box 1**
  - B. The amount of income tax withholding in **Box 10**

TRUSTEE'S or ISSUER'S name, street address, city or town, state or province, country, and ZIP or foreign postal code		1 IRA contributions (other than amounts in boxes 2-4, 8-10, 13a, and 14a)		OMB No. 1545-0747	
A →		2 Rollover contributions		2024	
		3 Roth IRA conversion amount		Form 5498	
TRUSTEE'S or ISSUER'S TIN		5 FMV of account		4 Recharacterized contributions	
PARTICIPANT'S TIN		6 Life insurance cost included in box 1		6 Life insurance cost included in box 1	
PARTICIPANT'S name		7 IRA <input type="checkbox"/> SEP <input type="checkbox"/> SIMPLE <input type="checkbox"/> Roth IRA <input type="checkbox"/>		7 IRA <input type="checkbox"/> SEP <input type="checkbox"/> SIMPLE <input type="checkbox"/> Roth IRA <input type="checkbox"/>	
Street address (including apt. no.)		8 SEP contributions		9 SIMPLE contributions	
B →		10 Roth IRA contributions		11 If checked, required minimum distribution for 2025 <input type="checkbox"/>	
		12a HMD date		12b RMD amount	
City or town, state or province, country, and ZIP or foreign postal code		13a Postponed/late contrib.		13b Year 13c Code	
Account number (see instructions)		14a Repayments		14b Code	
		15a FMV of certain specified assets		15b Code(s)	

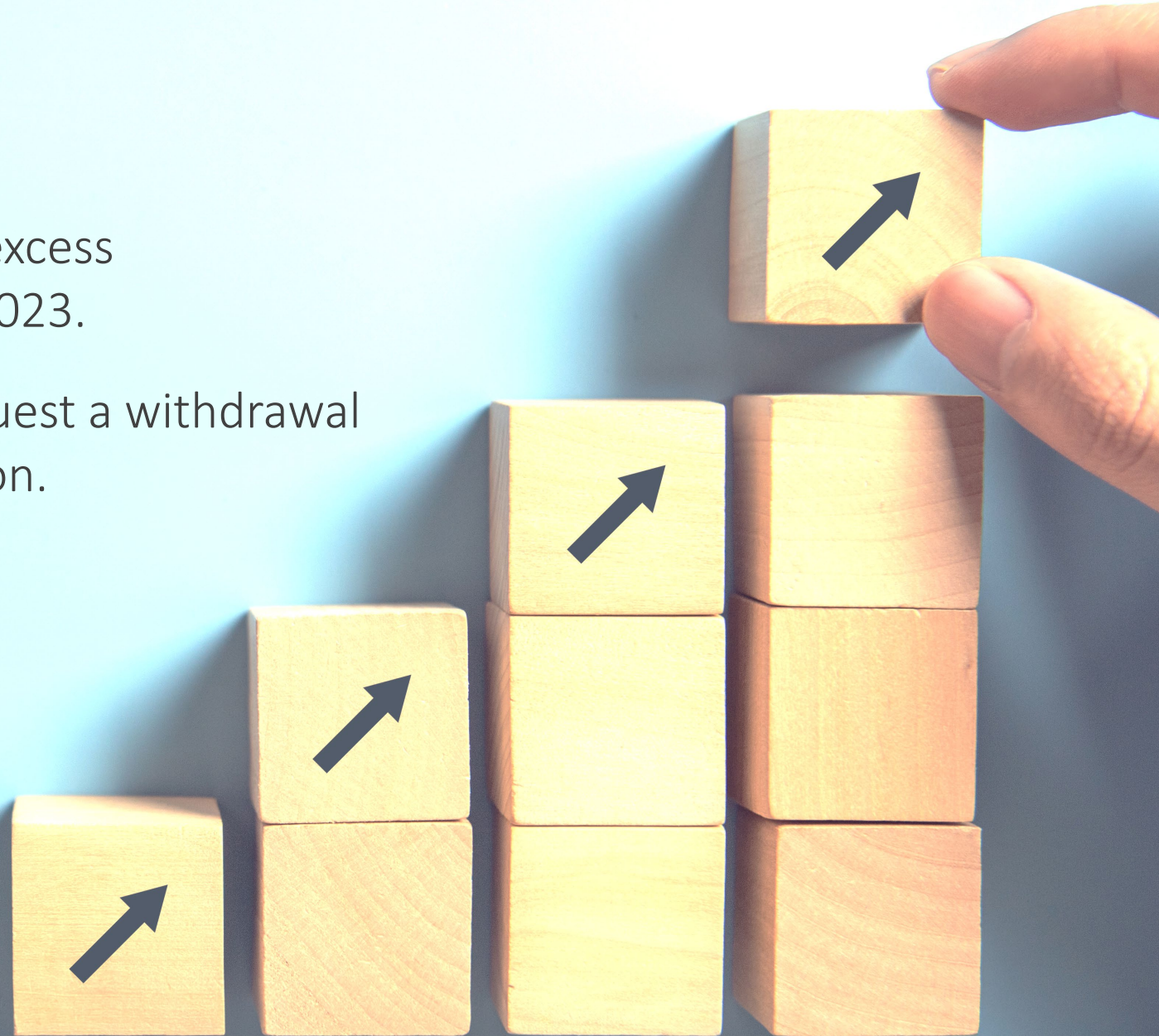
Form 5498 (keep for your records) www.irs.gov/Form5498 Department of the Treasury - Internal Revenue Service





# May 31

- Deadline for IRA holders to remove excess ESA contributions and earnings for 2023.
- To remove excess contributions, request a withdrawal by contacting your financial institution.



# September 15

- Deadline for S-corporations and partnerships (that filed for a tax return extension for 2024) to make contributions.
- The same deadline applies to employers (that filed for a tax return extension) establishing SEP and Individual 401(k) Plans for tax year 2024.
- Deadline for S-corporations and partnerships (that filed for a tax return extension for 2024) to make SIMPLE Plan employer contributions.





# October 1

Deadline for existing businesses to establish a new SIMPLE Plan for tax year 2024.



# October Continued

15—

- Deadline for C-corporations and sole proprietors (who filed for a tax extension) to establish and contribute to SEP and Individual 401(k) Plans for tax year 2022.
- Taxpayers who filed a tax extension, or filed their taxes timely, must remove or recharacterize a 2022 contribution by this date.
- Deadline for C-corporations and sole proprietors (who filed for an extension) to make SIMPLE Plan employer contributions for tax year 2022.

31—

- IRA custodians and trustees must send out the document required to satisfy the SIMPLE Plan notice requirements by this date.





# November Deadlines

2

- 60 days before the following plan year, businesses must provide notices to their employees about the type of contribution they will be making for tax year 2023.

14

- IRA custodians and trustees must send Fair Market Valuation notifications to all clients by the end of the 2nd week in November to update their asset's FMV (except publicly-traded assets with openly available market prices).







## December 31

- Traditional IRA, SEP, SIMPLE and Individual 401(k) Plan participants (who are older than 72) must distribute their RMD by this date.
- Separate accounts/inherited IRAs must be established by this date for each beneficiary of IRA holders who died in 2022.

# New Limits and Laws in 2025





# Traditional & Roth IRA Contribution Limits

Contribution Categories	2024	2025
Up to age 50	\$7,000	\$7,000
Catch-up contributions age 50+	\$1,000	\$1,000
Total contribution if over the age 50+	\$8,000	\$8,000







# Traditional IRA Modified Adjusted Gross Income (MAGI) Limits

Participant Status	2024	2025
Single individuals	\$77,00 – \$87,000	\$79,00 – \$89,000
Married, filing a joint tax return	\$123,000 – \$143,000	\$126,000 – \$146,000
Married, filing separate tax returns	\$0 – \$10,000	\$0 – \$10,000
Spouse of an active participant	\$230,000 – \$240,000	\$236,000 – \$246,000

# Roth IRA **MAGI** Limits

Participant Status	2024	2025
Single individuals	\$146,000 – \$161,000	\$150,000 – \$165,000
Married, filing a joint tax return	\$230,000 – \$240,000	\$236,000 – \$246,000
Married, filing separate tax returns	\$0 – \$10,000	\$0 – \$10,000





# Employer-Sponsored Plan Contribution Limits

SIMPLE IRA	2024	2025
Deferrals	\$16,000	\$16,500
Catch-up contributions age 50+	\$3,500	\$3,500
Total contribution if over the age 50+	\$19,500	\$20,000





# Employer-Sponsored Plan Contribution Limits

SEP IRA	2024	2025
Less of 25% of compensation or:	\$69,000	\$70,000
Compensation limits	\$750	\$750
Maximum compensation cap	\$345,000	\$350,000





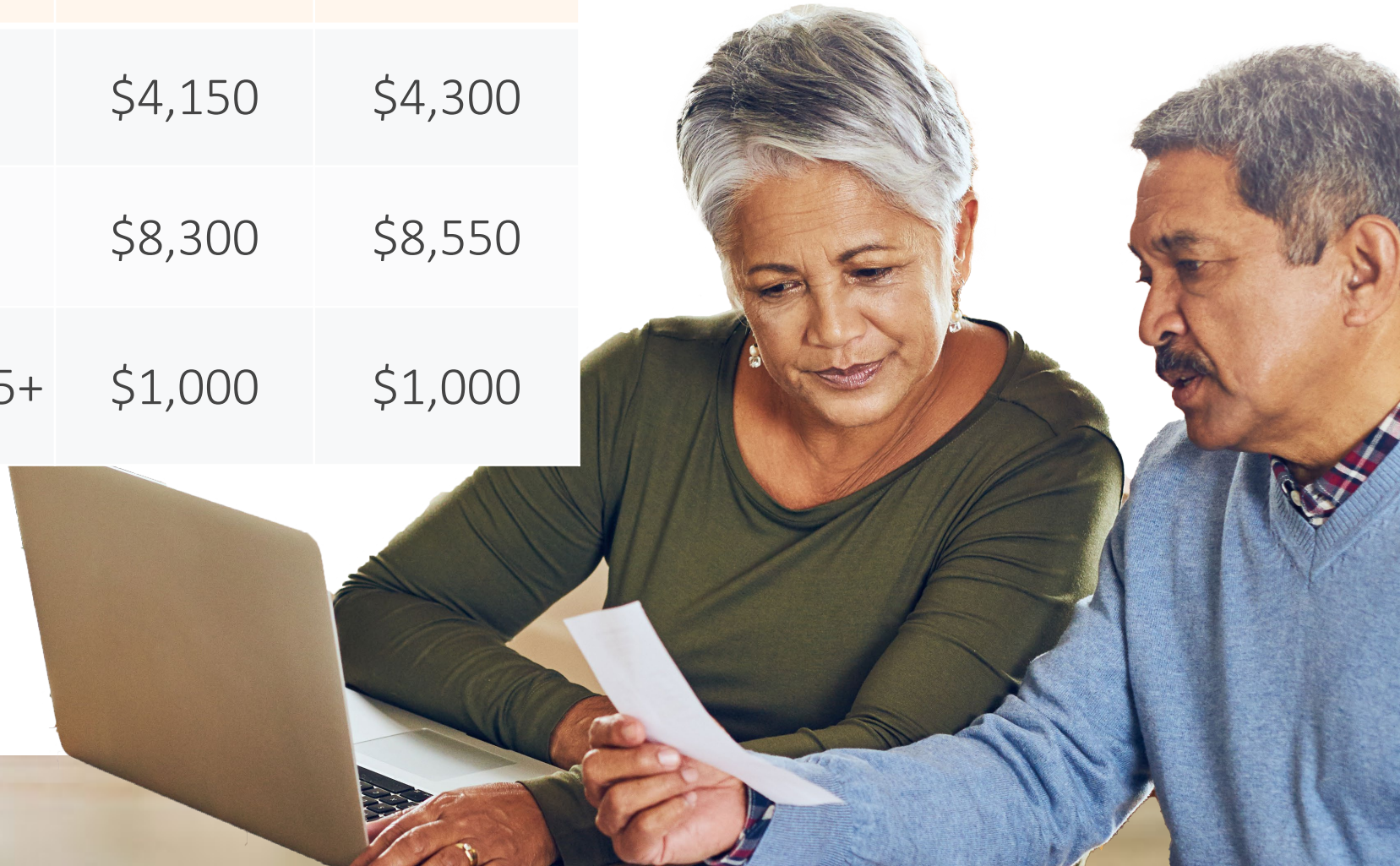
A woman with a backpack and trekking poles is hiking on a rocky trail. She is wearing a grey t-shirt, black shorts, and brown hiking boots. The background shows a clear blue sky and green hills.

# Employer-Sponsored Plan Contribution Limits

Individual 401(k)	2024	2025
Employer + employee contributions	\$69,000	\$70,000
Employee elective deferrals	\$23,000	\$23,500
Catch-up contributions age 50+	\$7,500	\$7,500

# Health Savings Account Contribution Limits

HSA	2024	2025
Single Coverage	\$4,150	\$4,300
Family Coverage	\$8,300	\$8,550
Catch-up contributions age 55+	\$1,000	\$1,000





# Education Savings Account Contribution Limits

ESA	2024	2025
Limits per year until child is 18	\$2,000	\$2,000





# New Laws to Take Effect



Automatic 401(k) enrollment



New 10-year rule for inherited IRAs



Inherited IRA RMD penalties



# Getting Ahead of 2025 Tax Season



# Top IRA Tax Reminders



Maximizing Your Situation: Build plan to max contributions or plan your tax-loss harvesting.



Gift tax exclusions and qualified charitable donations



College savings plans and spousal IRAs





# Up or Down Year?

## Always Maximize Your Situation

### Got a raise or having a good year?

- Taxable compensation required
  - No age limit
  - No maximum income limit
  - Earned income
    - Income subject to Social Security tax
    - Safe-harbor – use the W-2 Wage box

### Took losses this year?

- Utilize tax harvesting up to \$3,000



# Gift Tax and Charitable Donations



You can gift up to \$18,000 for individuals and \$36,000 for married couples, tax-free for them while reducing your taxable estate.



Donations to qualified charities can provide valuable tax deductions, helping reduce your taxable income. Remember that if you receive anything in return, such as tickets or goods, you can only deduct the donation amount that exceeds the fair market value of what you received.







# College Savings Plans and Spousal IRAs



## College Savings Plans

Save on taxes while saving for your child's college education. If not utilized fully in the future, you can roll to a Roth IRA and continue investing.



## Spousal IRAs

Many have a spouse that is ineligible from opening their own IRA (non-working or other disqualifier), but you can open a spousal IRA and contribute on their behalf.

# Top IRA Tax Mistakes to Avoid



Dealing in prohibited transactions



Hasty Roth conversions and indirect transfers



Not planning for UDFI and/or UBIT







# Dealing with Disqualified Persons



You and Your Spouse



Parents, Grandparents, and  
Great Grandparents



Children, Grandchildren, and  
Great Grandchildren

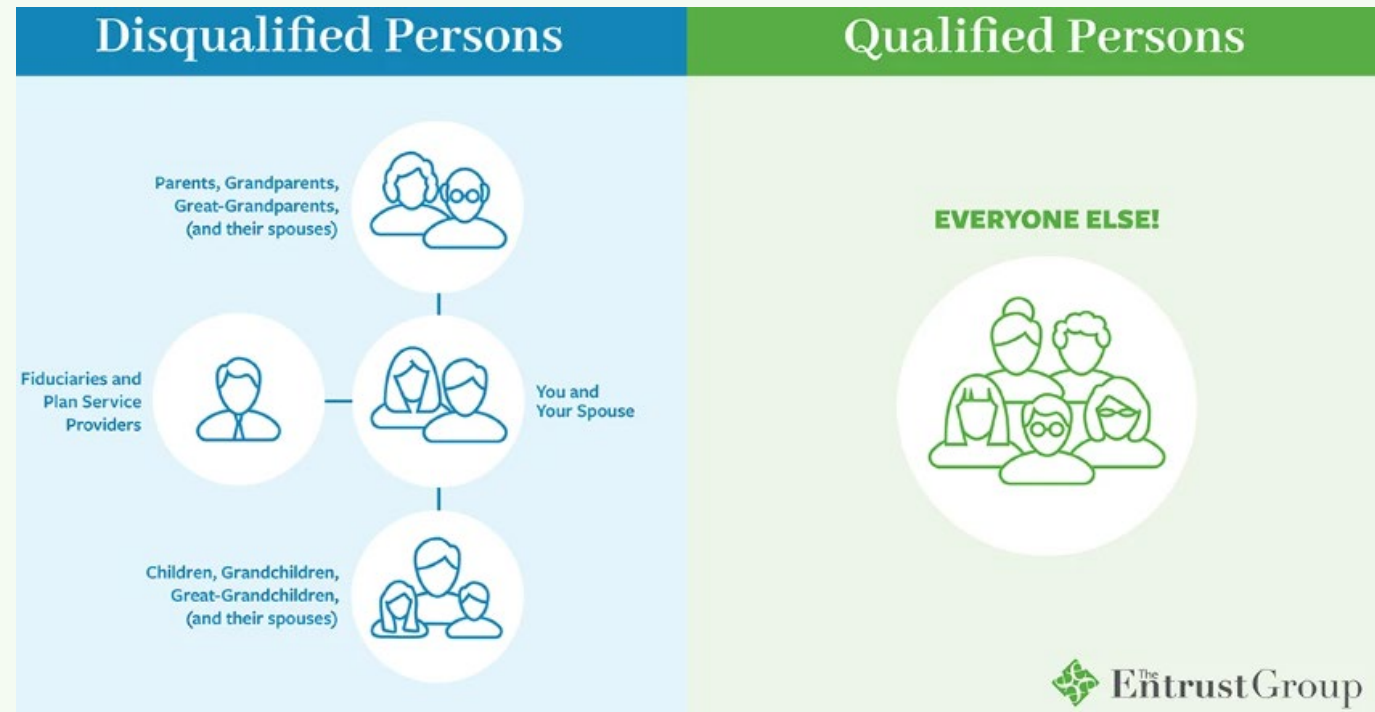


Fiduciaries and Plan  
Service Providers

# Understanding Rules and Consequences

Engaging in disqualified persons or prohibited transactions will disqualify your IRA.

So, the **ENTIRE** value is considered distributed on the first day of the tax year.





# Hasty Roth Conversions and Indirect Transfers

Many complete Roth conversions without considering the tax implications and best timeline to complete. Hasty planning or not planning at all can cost you big on tax day.

When transferring from one account to a similar account, like traditional to another traditional, some accidentally move funds through personal or non-similar retirement accounts first. This is considered an indirect transfer and a taxable distribution.



# Not Planning for UBTI: Unrelated Business Taxable Income

## How does it work?

Unrelated business taxable income (**UBTI**) is money earned by a tax-exempt entity (like your IRA) that's not related to its tax-exempt purpose.

The IRS defines UBTI as “income from a trade or business, regularly carried on, that is not substantially related to the charitable, educational, or other purpose that is the basis of the organization’s exemption.”

To verify if your investments are deemed UBTI, please consult your tax advisor.





Let's Wrap Up





# Getting Started in 3 steps



**Open an**  
Entrust Account





# Getting Started in 3 steps



**Open an  
Entrust Account**

**Fund Your  
Account**



# Getting Started in 3 steps



**Open an  
SDIRA Account**

**Fund Your  
Account**

**Direct Custodian  
to Purchase  
Your Asset**





# What's **Next?**

## **Sending you replay & additional resources**

Our follow-up email will include video replay, slides, and more education

## **Register for February's Webinar**

2025 Real Estate Market Trends and Expert Insights





# What's Next?

**Need more information on SDIRAs?**

Visit our website and Learning Center

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# Question & Answer Session





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Schedule your free consultation  
by emailing or calling me at the number below

Tony Unkel



Business Development Manager



[tunkel@theentrustgroup.com](mailto:tunkel@theentrustgroup.com)



(973) 832-9088