

**Please Print or Type**

CUID (Credit Union will Complete)

Social Security Number \_\_\_\_\_ ESA Suffix \_\_\_\_\_

 \$ \_\_\_\_\_  
Total Withdrawal Amount

Credit Union Name \_\_\_\_\_

Designated Beneficiary's Name (First, Initial, Last) \_\_\_\_\_

Account Number \_\_\_\_\_

Date of Withdrawal (MM/DD/YYYY) \_\_\_\_\_

**WITHDRAWAL REASON**

For a direct transfer: (a) check box 6, (b) check box 3, box 4, or box 5, and (c) check box a if it is true for this transfer. For all other withdrawals, check one of the boxes in the left column. See the reverse side for more information.

**Withdrawal of Contributions Before Early Withdrawal Deadline**

- 
- 1. Withdrawal in the same year**
- as the contribution (IRS code 2).

 \$ \_\_\_\_\_  
Income Attributable to Withdrawn Contribution

- 
- 2. Withdrawal in the year after**
- the contribution (IRS code 3).

 \$ \_\_\_\_\_  
Income Attributable to Withdrawn Contribution

**Other Withdrawals**

- 
- 3. Designated beneficiary is disabled**
- (IRS code 4).

- 
- 4. Designated beneficiary is deceased**
- (IRS code 5).

 \_\_\_\_\_  
Beneficiary's Name

 \_\_\_\_\_ - \_\_\_\_\_ - \_\_\_\_\_  
Beneficiary's Social Security Number

- 
- 5. Normal withdrawal**
- if designated beneficiary is not disabled (IRS code 1).

**Trustee-to-Trustee Transfers (Also check box 3, 4, or 5.)**

Do not complete this section if the check is payable to anyone other than the trustee or custodian of another Coverdell ESA or the administrator of a qualified tuition program. If you check box 6, you must also check box 3, 4, or 5.

- 
- 6. Direct transfer**
- To another Coverdell ESA or to a Qualified Savings Plan (IRS code 1, 4, or 5). Includes a direct transfer to an account for the benefit of the same or a different designated beneficiary, whether made during the life or after the death of the designated beneficiary of the distributing Coverdell ESA.

- 
- a. Transfer to account for non-family member**
- The designated beneficiary of the account receiving these funds is not a member of the family of the current designated beneficiary.

 \_\_\_\_\_  
Name of the Institution Receiving the Funds

You must check the classification of the institution named above and the type of investment into which the funds will be invested.

**Institution**

- 
1. Bank/S&L
- 
- 
2. Insurance Company
- 
- 
3. Broker
- 
- 
4. Credit union
- 
- 
5. Other

**Investment**

- 
1. Stocks/Bonds
- 
- 
2. Deposit/CD
- 
- 
3. Annuity
- 
- 
4. Mutual Fund
- 
- 
5. Other

**TYPE OF WITHDRAWAL & STATUS AFTER WITHDRAWAL**

Check only one:

- 
- 1. PARTIAL WITHDRAWAL**
- There is still money in this account.
- 
- 
- 2. COMPLETE WITHDRAWAL**
- There will be no money (including dividends) in this account.
- 
- 
- 3. COMPLETE WITHDRAWAL AND CLOSE**
- There will be no money in this account, and this Coverdell ESA is to be closed.

**PAYMENT METHOD**

Check only one:

- 
1. I want this payment by check/share draft, made payable to \_\_\_\_\_.
- 
- 
2. Deposit this payment directly into the following account at the credit union. Account #: \_\_\_\_\_
- 
- 
- 3.
- DIRECT TRANSFER:**
- Send this payment directly to the institution named above as Coverdell ESA fiduciary for the Designated Beneficiary of receiving Coverdell ESA named above.

**RESPONSIBLE INDIVIDUAL'S SIGNATURE**

I certify that the information on this form is correct and that I am the proper party to authorize this withdrawal.

 X \_\_\_\_\_  
Responsible Individual's Name (PLEASE PRINT)

 X \_\_\_\_\_  
Responsible Individual's Signature

 \_\_\_\_\_  
Date (MM/DD/YYYY)

# SUMMARY OF RULES AFFECTING THIS FORM

## REASON FOR THE WITHDRAWAL

We are required to report the reason for your withdrawal to the IRS. We rely on the information you provide us in assigning an IRS code to a withdrawal. If you are withdrawing money for more than one reason, then complete a separate form for each withdrawal reason. Check one of the boxes in the left column, even for a direct transfer or a withdrawal that will be rolled over to another Coverdell ESA.

- For a withdrawal of a contribution and the income attributable to it **before the early withdrawal deadline**:
  - For a withdrawal in the same year in which the contribution was made, **check box 1** and write in the amount of the income attributable that is included in the withdrawal amount.
  - For a withdrawal in the following year, **check box 2** and write in the amount of the income attributable that is included in the withdrawal amount.
- For a withdrawal while the designated beneficiary has a disability, **check box 3**.
- For a withdrawal following a designated beneficiary's death, **check box 4**.
- For a withdrawal while the designated beneficiary is alive, **check box 5**.
- For a **direct transfer** to another Coverdell ESA or to a Qualified Savings Plan, **check box 6** and follow the three steps listed below. A direct transfer is a transaction in which our credit union sends the money directly to the trustee or custodian of another Coverdell ESA or to the administrator of a Qualified Savings Plan.
  - Check box 3, box 4, or box 5.
  - Check box "a" if the money is going into a Coverdell ESA or to a Qualified Savings Plan for the benefit of someone who is not a member of the current designated beneficiary's family.
  - Complete the line below box "a" and check one box in each of the columns under this line.

## MOVING MONEY TAX FREE

The responsible Individual can roll over or direct transfer assets from this Coverdell ESA to a Coverdell ESA for the benefit of the current designated beneficiary, or for the benefit of certain members of the current designated beneficiary's family. These family members include the current designated beneficiary's husband, wife, son, daughter, stepson, stepdaughter, brother, sister, stepbrother, stepsister, father, mother, grandfather, grandmother, stepfather, stepmother, niece, nephew, aunt, uncle or a spouse of any of these people. The family member must be under age 30, except that the age 30 limitation does not apply to a designated beneficiary with special needs (as determined under IRS regulations). The responsible individual of the receiving Coverdell ESA does not have to be the same person as the responsible individual of the disbursing Coverdell ESA.

In a rollover, the check is made payable to the responsible individual, who then contributes the funds to the receiving Coverdell ESA within 60 days after receipt of this check. A distribution

from this Coverdell ESA can be rolled over to another Coverdell ESA or Qualified Savings Plan only if (1) this Coverdell ESA has not received any rollover contributions during the last 365 days, and (2) there have been no distributions from this Coverdell ESA during the last 365 days that were subsequently rolled over to another Coverdell ESA or Qualified Savings Plan.

In a direct transfer, the check from the disbursing Coverdell ESA is payable to the trustee or custodian of the receiving Coverdell ESA or Qualified Savings Plan. A direct transfer is not subject to the once-a-year rule that applies to rollovers.

The responsible individual can also direct transfer assets from this Coverdell ESA to a Coverdell ESA for the benefit of the former spouse of the current designated beneficiary as required by the divorce court or pursuant to an agreement incident to a divorce. A rollover cannot be used in a divorce situation.

## HANDLING EXCESS CONTRIBUTIONS

**Withdrawing contributions by the early withdrawal deadline.** A contribution can be withdrawn by May 31 of the year after the year for which the contribution was made. The deadline for withdrawing a regular contribution made from January 1 through the tax return deadline, which is attributed to the previous year, is May 31 of the year to which the contribution was attributed. Both permitted contributions and excess contributions can be withdrawn, and this is the only way to avoid paying the 6% tax on excess contributions. The May 31 deadline is extended to October 15 if the designated beneficiary timely filed an income tax return for the year and correctly reports the contributions and withdrawals. If the designated beneficiary does not file an income tax return, then the deadline for withdrawal is May 31. The amount withdrawn belongs to the designated beneficiary. A responsible individual using this approach should check box 1 (if withdrawn in the contribution year) or box 2 (if withdrawn in the following year):

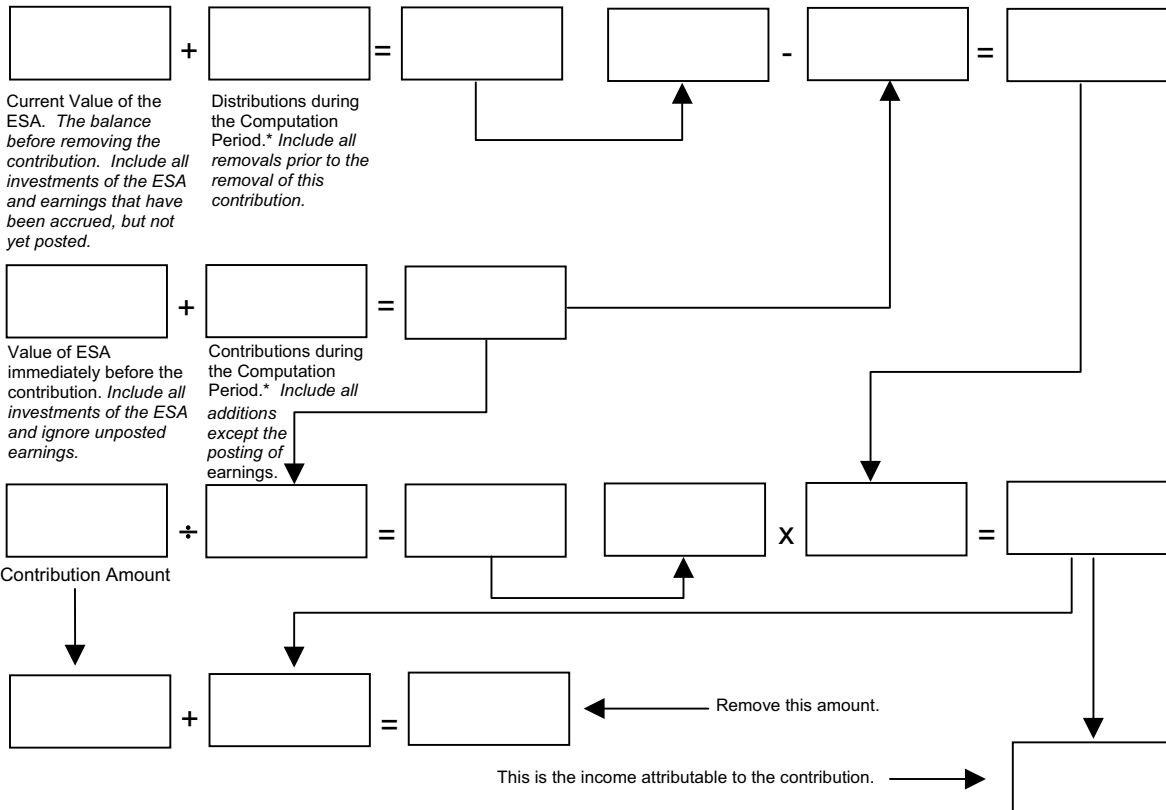
- Compute the income attributable to the contribution using the worksheet below.
- Add the income attributable and the contribution and write the total on the "total withdrawal amount" line.
- Write the income attributable on the blank line at box 1 or 2.

**Contributing less than the maximum in a future year.** A contribution that exceeds the amount authorized by the tax laws (a true excess) and is not removed is automatically attributed as a regular ESA contribution in the next year or years for which less than the maximum amount is contributed for the designated beneficiary. A tax equal to 6% of the excess contribution is due for the year the excess was created and each subsequent year until the excess has been eliminated. Do not complete this form if you are using this approach.

**Withdrawing excess after early withdrawal deadline.** An excess contribution situation can be corrected by withdrawing the excess after the early withdrawal deadline for the year for which it was contributed. There are no special provisions for a tax free withdrawal in this situation, so the normal rules for determining income tax on a Coverdell ESA distribution apply. The portion that is subject to income tax is also subject to the 10% Coverdell ESA tax unless an exception applies. A tax equal to 6% of the excess contribution is due for the year the excess was created and each subsequent year until the excess has been withdrawn.

## COMPUTATION OF INCOME ATTRIBUTABLE

Date of Contribution Being Withdrawn \_\_\_\_\_  
(If there are several, use the date of the first contribution.)



\* The Computation Period begins immediately before the first contribution being withdrawn and ends immediately before the withdrawal of the contribution.