



Dear valued client,

The CARES Act passed by Congress has suspended the Required Minimum Distribution (RMD) rules for the 2020 year for 401(k) accounts, 403(b) accounts, and IRAs. If you are required to take an RMD for the 2020 year, you now have the option to skip taking this withdrawal this year. This allows your retirement account to continue to grow, and it may save you paying tax on the withdrawal this year. Please contact your tax advisor if you are interested in learning about the potential tax savings.

If you have already taken your RMD for the 2020 year, you can re-contribute the amount you withdrew by **August 31, 2020**. After this date, you will not be able to re-contribute the RMD that you have already withdrawn from your retirement account.

If you are interested in skipping your RMD this year or in re-contributing an RMD that you already withdrew, we strongly recommend discussing these options with your financial advisor and tax advisor.

If you have any questions, please do not hesitate to contact us.

Sincerely,

Your Cornerstone CPA Group Team