Invest Today In A Brighter Future With Secure Retirement & Education Planning.

2010	TRADITIONAL IRA	ROTH IRA	COVERDELL IRA
Tax Deductible Contribution	Yes	No	No
Interest Earned	Tax Deferred	Tax Free	Tax Free
Annual Contribution Limit Including Catch-Up Contribution (Individuals Age 50 and Over)	Lesser of $5,000.00 or 100% of earned income (Contribution limit applies to Traditional & Roth IRA's combined). $6,000.00	Lesser of $5,000.00 or 100% of earned income (Contribution limit applies to Traditional & Roth IRA's combined). $6,000.00	$2,000.00 N/A
Limit On Contribution If An Active Participant In An Employer-Sponsored Retirement Plan	Yes. A limit on deductible contributions is subject to income eligibility guidelines. There is no limit on non-deductible contributions.	No	No
Income Eligibility Guidelines (Based on Modified Adjusted Gross Income – MAGI) For Tax Year 2010	If active participant in employer sponsored retirement plan, MAGI: Single: $56K or less = full deduction $56K - $66K = partial deduction $66K or more = no deduction Joint: $89K or less = full deduction $89K - $109K = partial deduction $109K or more = no deduction One non-active participant in an employer-sponsored retirement plan: Joint: $167K or less = full deduction $167K - $177K = partial deduction $177K or more = no deduction	Regardless of participation in an employer sponsored retirement plan, MAGI: Single: $105K or less = full contribution $105K – 120K = partial contribution $120K or more = no contribution Joint: $167K or less = full contribution $167K - $177K = partial contribution $177K or more = no contribution	Though Earned Income Not Required, MAGI: Single: $95K or Less = Full Contribution $95K - $110K = Partial Contribution $110K or more = No Contribution Joint: $190K or Less = Full Contribution $190K - 220K = Partial Contribution $220 or more = No Contribution
Age Limit For Contributions	70½	None	18 (special needs exceptions apply).
Contribution Deadline	The plan may be opened and funded between January 1 & your tax filing due date, which is normally April 15 of the following year (excluding extensions).	The plan may be opened and funded between January 1 & your tax filing due date, which is normally April 15 of the following year (excluding extensions).	The plan may be opened and funded between January 1 and your tax filing due date, which is normally April 15 of the following year (excluding extensions).
Tax Free Qualified Distributions	None	• Age 59 ½ •Death •Disability •First-time home purchase (up to $10,000.00) (Note: Must meet five-year holding period).	Qualified higher education expenses.
Distributions That Are Taxable But Avoid A 10% Penalty	•Age 59 ½ •Death •Disability •First time home purchase (up to $10,000.00) •Higher Education Expenses •Substantially equal periodic payments •IRS tax levy •Eligible medical expenses exceeding 7.5 of adjusted gross income •Eligible medical insurance premiums by certain unemployed individuals •Conversion to a Roth •Qualified Disaster Recovery Assistance •Qualified Reservist Distribution •Qualified Health Savings Account Funding Distribution	•Higher education expense •Substantially equal periodic payments •Eligible medical expenses exceeding 7.5% of adjusted gross income •Eligible medical insurance premiums by certain unemployed individuals •When taken within the first five years • Age 59 ½ •Death •Disability •First-time home purchase (up to $10,000.00) •Qualified Disaster Recovery Assistance •Qualified Reservist Distribution •Qualified Health Savings Account Funding Distribution	•Death •Disability
Taxation Issues For Withdrawals	•Earnings and deductible contributions are taxable •Non-deductible contributions are not taxable	•Earnings withdrawn for non-qualified reasons are taxable •Contributions are not taxed when withdrawn	•Earnings withdrawn for non-qualified reasons are taxable

		•Withdrawals are considered to be the return of contributions first, then earnings	
Age Limit For Distributions	70 ½	None	Funds must be depleted or transferred to another family member by age 30

For additional assistance and information, talk to your Charles River Bank Personal Banking Representative. We'll be happy to guide you through the process and explain which of the IRA's may be best suited to your current and future goals.