

January 2021



Updated Online Portal

CNB Custody is excited to announce that we have launched an updated version of our online portal.

The updated portal boasts several new features:

- Mobile responsive, making it much easier to view on phones and tablets
- Easy access to CNB forms directly from the portal
- Transfer tab allows you to view status of any incoming transfers to CNB
- Ability to change your User ID to one of your choice instead of using a pre-assigned ID
- Updated look and feel for easier viewing
- Ability to enable multi-factor authentication

The layout of the site is a bit different, so if you currently import our data into a service such as eMoney or Quicken you may need to notify them of the CNB update.

We hope you find the updates to the site beneficial. If you have any questions or feedback please contact us at 800-680-0340 or irainfo@communitynationalbank.net.



Custody of Direct Real Estate

We have exciting news! Your trusted IRA custodian for alternative investments is now a reliable resource for clients purchasing properties with IRA funds! CNB Custody can hold several types of direct real estate including rental homes, apartment buildings, farmland, commercial properties, and more within IRAs.

In the past when a valued client asked you where to hold property in an IRA, you had to tell them you didn't know or give them the name of a custodian you had no prior experience with. Now you can tell them CNB will handle this type of transaction and feel good about sending them to someone you know and trust.

As you know, there are several possibilities of running into prohibited transactions with IRA real estate purchases. Our professionals at CNB are here to guide you and your clients through the process and make it as easy as possible while letting you know which pitfalls may cause a prohibited transaction.

For more information, please download our real estate guide at <https://www.cnbcustody.com/real-estate> or call our real estate team at 800-680-0340 ext 6844.

TIME TO REVIEW BENEFICIARY DESIGNATIONS

Wealth transfer is an important part of financial planning, and we all want to be sure we are doing what we can to pass along as much of our remaining retirement funds to loved ones as possible. Because of this, it's important to review beneficiary designations from time to time. With the passing of the SECURE Act it's even more important to take a look at these designations.

If you are set up for CNB online access you can view your client's current beneficiary designations at any time. Please take a look and consider the following:

Elimination of the "Stretch IRA" - Designated beneficiaries can no longer take distributions from an inherited IRA based on their life expectancy and must have all funds removed within 10 years. There is an exception for Eligible Designated Beneficiaries.

Eligible Designated Beneficiaries (EDBs) - This new beneficiary class can continue to receive distributions over their life expectancy instead of the 10 year rule. EDBs include surviving spouses, disabled individuals, chronically ill individuals, individuals who are not more than 10 years younger than the account holder, and children of the account holder who have not reached the age of majority.

Trusts - Changes that have taken place with the SECURE Act have had a big impact on how funds are paid out to trusts. Reviewing beneficiaries and types of trusts is very important to be sure you are maximizing payouts to your beneficiaries. The type of trust and if the beneficiaries of the trust are EDBs play a role in how funds can be dispersed.

Charities and Organizations - From past experience, we have learned that most organizations expect to receive cash and are reluctant to accept non-standard investments if they are illiquid. Please check with these types of beneficiaries to be sure they are willing to accept investments if they are passed to them. Something else to consider is the percentage of the account left to the beneficiary. Depending on the value left to the organization, the processing fees may not be cost effective for them to claim.

If you would like to update any beneficiary information, please complete our Beneficiary Designation Form.

Custodial Fees

The annual custodial fees have been billed and are printed at the end of each customer statement. They include the 2021 base fee and 2020 transaction fees. *If the savings portion of the account has sufficient cash before the due date, we have deducted the fee from the account unless an invoice was requested. For those with a balance due, please ensure your clients submit the fee payment by the due date shown on the enclosed statement.*

As a representative, you can view which of your clients have paid their fees by using online access available at www.cnbcustody.com. Please log in and run our report titled "Contributions/Savings Balance/Fees Due" to view fees due.

Account owners may pay their fee by credit card online at www.cnbcustody.com or mail a check to CNB. *If we do not receive payment by the due date, a \$20 late fee per month will be charged until the fees are paid.*

Upcoming Dates & Deadlines

January 29	<ul style="list-style-type: none"> 1099s are mailed by this date to IRA owners who received distributions in 2020.
April 15	<ul style="list-style-type: none"> Previous year (2020) IRA contributions must be postmarked to CNB. Remove prior year excess contributions (extensions allowed). Recharacterize prior year IRA contributions (extensions allowed).
May 28	<ul style="list-style-type: none"> Form 5498 will be mailed by this date for IRAs with 2020 contributions.

Contribution Amounts for 2021

IRA Contribution Limits:

	Standard Limit:	Catch-Up Amount for Ages 50 & Over:	Total for Age 50 & Over:
2020	\$6,000	\$1,000	\$7,000
2021	\$6,000	\$1,000	\$7,000

Income Limits for Traditional IRA Deductions:

	Full Deduction for a MAGI of:	Partial Deduction for a MAGI Between:	No Deduction for a MAGI of:
Single Filers	Less than \$66,000	\$66,000-\$76,000	More than \$76,000
Married Filing Jointly	Less than \$105,000	\$105,000-\$125,000	More than \$125,000

Income Limits for Roth IRA Contributions:

	Full Contribution for a MAGI of:	Partial Contribution for a MAGI Between:	No Contribution for a MAGI of:
Single Filers	Less than \$125,000	\$125,000-\$140,000	More than \$140,000
Married Filing Jointly	Less than \$198,000	\$198,000-\$208,000	More than \$208,000

CNB Hours

8:00 AM to 4:30 PM Central Monday thru Friday
We will be closed:

New Year's Day	Martin Luther King Jr Day
President's Day	Memorial Day
Independence Day	Labor Day
Columbus Day	Veterans Day
Thanksgiving Day	Christmas Day

CNB Department Emails

General Inquiries:

irainfo@communitynationalbank.net

New Accounts & Incoming Transfers:

newaccounts@communitynationalbank.net

Purchases & Sales:

settlements@communitynationalbank.net

Distributions:

distributions@communitynationalbank.net

Corporate Actions & Dividends:

corpactions@communitynationalbank.net

Tender Offers:

iratenders@communitynationalbank.net

Outgoing Transfers and Beneficiary Claims:

transfers@communitynationalbank.net

Direct Real Estate Inquiries:

realestate@communitynationalbank.net



225 Main Street, P.O. Box 225
Seneca, KS 66538

Phone: 800-680-0340 or 785-336-6111 Fax: 785-336-2214
www.cnbcustody.com irainfo@communitynationalbank.net

Investment Products: Not a Deposit - Not FDIC Insured - Not Insured By Any Federal Government Agency
Not Guaranteed By The Bank - May Go Down In Value

The savings balance and any CNB certificates of deposit are the only portions of your IRA insured by the FDIC.