

### **NEXT GENERATION**

TRUST COMPANY

CONTROL YOUR FUTURE, TODAY

**Investment / Purchase Kit** 

# Devalued Asset Kit

#### Address:

Next Generation Trust Company 401 E. 8th Street, Suite 200H Sioux Falls, SD 57103

Next Generation Services, LLC 75 Livingston Ave, Suite 304 Roseland, NJ 07068

Toll Free: (888) 857-8058 Phone: (973) 533-1880 Fax: (973) 533-1088

#### EMail:

Transactions@NextGenerationTrust.com

**Get Started Today!** 

Visit us on the web:

www.nextgenerationtrust.com

#### **NEXT GENERATION TRUST COMPANY**

401 E. 8TH STREET, SUITE 200H SIOUX FALLS, SOUTH DAKOTA 57103 TOLL FREE: 888-857-8058





NEXT GENERATION SERVICES, LLC, 75 LIVINGSTON AVE. STE. 304, ROSELAND, NJ 07068 | P: (973) 533-1880 \* F: (973) 533-1088

You have indicated that the value of the asset held within your account is zero. The following is a guide to have it devalued and distributed to you personally. If you do not wish to have the asset distributed to you personally, please disregard the Distribution Form and use this guide solely for devaluation. As the asset is held within a tax-advantaged account, and because our office is required to report to the IRS, please note that in order to devalue an asset we require further information.

While we understand that the following process can be cumbersome, it can also result in a lesser tax burden. We distribute all zero value assets as \$1 in-kind distributions, allowing you the ability to recover any lost funds in the future. All distributions under \$10 are not reported to the IRS – you will not incur any penalties or taxes. If you do receive funds after the asset has been distributed to you, it is your responsibility to report the earnings as personal income.

Our office will require the following items in order to devalue and distribute the asset:

#### Distribution Form/Notice of Withholding

As this will be a \$1 distribution in-kind, please complete and return the Distribution Form/Notice of Withholding. We will need either the original form mailed to our New Jersey office, or a Docusigned copy.

#### Proof of Value

Supporting documentation is required in order to devalue an asset. This can at times be difficult to obtain, as asset managers and borrowers can either be difficult to locate or refuse to cooperate. Please see below regarding examples of what is considered proof:

#### **ACCEPTABLE**

- A letter, on letterhead, from either a managing member, CPA, attorney, or any qualified third-party valuator.
   MUST be an individual who is not disqualified from your IRA.
- Any official court documents, such as civil, criminal, and/or bankruptcy filings.

#### **NOT ACCEPTABLE**

- Any personal research or documents created by you.
- Prior electronic correspondence between yourself and a contact from the asset, including any emails, voicemails, and text messages.
- Anything obtained from the news.
- Dissolution paperwork from the State.
- Schedule K-Is

If you have trouble locating an individual to value the asset, please take a look at www.NextGenerationTrust.com/professional-resources/

#### **NEXT GENERATION TRUST COMPANY**

401 E. 8TH STREET, SUITE 200H SIOUX FALLS, SOUTH DAKOTA 57103 TOLL FREE: 888-857-8058





MAIL TO: NEXT GENERATION SERVICES, LLC, 75 LIVINGSTON AVE. STE. 304, ROSELAND, NJ 07068 | P: (973) 533-1880 \* F: (973) 533-1088

PARTICIPANT INFORMATION: Please complete the following information.	
Name	Account #
Address	
	Phone
Date of Birth (MM/DD/YYYY)	Social Security Number (Required)
<b>DEATH DISTRIBUTIONS ONLY:</b> Please complete the following	g information.
Beneficiary Name	
Beneficiary Home Address	
•	
City, State, Zip	Phone
Date of Birth (MM/DD/YYYY)	Social Security Number (Required)
TYPE OF DISTRIBUTION: Check only ONE box and fill in where	applicable.
(2) Traditional/SEP IRA Early Distribution — Exception applies. (8,8,D,F) (3) Traditional/SEP/HSA IRA Disability Distribution — If you are disable (4) Traditional/SEP/HSA Death Distribution — If you are a beneficiary of this a (7) Traditional/SEP Normal Distribution — If you are the Participant a (G) Direct Rollover by IRA — must be paid directly to Trustee of emplicity (J) Roth IRA Early Distribution — Participant is under age 59 ½ and n (Q) Roth IRA Qualified Distribution — meets 5 year holding period, and (T) Roth IRA Early Distribution — Exception applies.	ed within the meaning of IRC 72(m)(7).  account you must provide a certified copy of the death certificate. (8,A,B,D,G,H,L,P)  and age 59 ½ or older.  bloyer plan. (4,B)  so known exception applies. (8,P)  and participant has reached age 59 ½, or is dead or disabled.
(8/P) Excess Contributions Plus Earnings – In what tax year was the contributions Plus Earnings – In what tax year was the contributions of IRA (Current Year) – For contributions made in the IRA (Prior Year) – For contributions made in the IRA (HSA I) HSA Normal Distribution – for direct payments to the account (HSA I) HSA Excess Contribution – for distributions of excess contributions of excess contributions.	de and recharacterized during the same tax year.  n one year and recharacterized the following year.  nt holder or a medical service provider.
(HSA6) HSA Death Distributions After Year of Death – for payments  (CESA1) Coverdell ESA Distribution – to the account holder and any  (CESA2) Coverdell ESA Excess Contribution (Current Year) – for distrib  (CESA3) Coverdell ESA Excess Contribution (Prior Year) – for distrib  (CESA4) Coverdell ESA Disability Distribution – If you are disabled w	to a non-spouse beneficiary, other than an estate, after the year of death.  direct payments to a qualified educational facility.  tributions of contributions made during the current tax year.  putions of contributions made in a previous tax year.  within the meaning of IRC 72(m)(7).
(CESA5) Coverdell ESA Death Distribution – If you are a beneficiary	of this account you must provide a certified copy of the death certificate.

#### **NEXT GENERATION TRUST COMPANY**

401 E. 8TH STREET, SUITE 200H SIOUX FALLS, SOUTH DAKOTA 57103 TOLL FREE: 888-857-8058

## DISTRIBUTION FORM/ NOTICE OF WITHHOLDING NOT FOR USE WITH EMPLOYER QUALIFIED PLANS

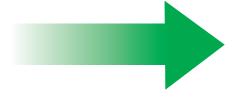


MAIL TO: NEXT GENERATION SERVICES, LLC, 75 LIVINGSTON AVE. STE. 304, ROSELAND, NJ 07068 | P: (973) 533-1880 \* F: (973) 533-1088

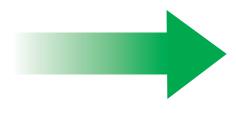
DATE PAYMENT TO COMMENCE:	
Start Date	Frequency of Payment One Time Distribution
End Date	Monthly Distribution
If you have elected a frequency other than "one time," please use the	Other
line above if you wish to stop a recurring distribution by a specific da	
<b>DISTRIBUTION AMOUNT:</b> Fill in where applicable.	
All Assets (only cash is currently held)	All Assets (In-kind)
Partial – Cash \$	Partial – Asset CUSIP
DISTRIBUTION METHOD:	
Cash − ☐ Wire (Please attach outgoing Wire instructions.	)
☐ ACH (Please attach ACH instructions)	
Mail to:	
Check here if you want the check  Assets – Mail to:	Express Delivered (minimum service fee \$30).
(Please attach separate asset re-registration docu	ments. Please note, additional fees may apply.)
FEES TO BE PAID BY AND ACCOUNT STATUS	:
☐ Deduct from Distribution ☐ Ch	neck Will you be closing your account
	upon distribution? redit see attach Gredit Card Authorization Form.)  Yes No
NOTICE OF WITHHOLDING ON DISTRIBUTION	
you elect not to have withholding apply. You may elect not to have vition" section below. If you do not complete the "Withholding Election will be withheld from the amount withdrawn at a rate of 10%. If you	unt established at this institution are subject to Federal income tax withholding unless withholding apply to your distribution payments by completing the "Withholding Election" section by the date your distribution is scheduled to begin, Federal income tax ou elect not to have withholding apply to your distribution payments, or if you do not but may be responsible for payment of estimated tax. You may incur penalties under the are not sufficient.
WITHHOLDING ELECTION:	
Choose either Option 1 or 2. Must be completed for any k	tind of distribution.
Option I Withhold Federal income tax at the rate of from the amount withdrawn.	% (not less than 10%) plus an additional amount \$
file.) I understand that I am still liable for t	ot to have Federal income tax withheld. (Must have US Residence address on the payment of Federal income tax on the taxable amount. I also understand r the estimated tax payment rules, if my payments of estimated tax and with-
SIGNATURES:	
acknowledge that I have read the Notice of Withholding about no tax advice has been given to me by the Custodian/Adm regarding this withdrawal are my own. I expressly assume withdrawal and I agree that the Custodian/Administrator email this form. Please contact a representative to obtain	m this account, and that all information provided by me is true and accurate. I ove and have completed the Withholding Election above. I further certify that inistrator, that distributions are reported to the IRS, and that all decisions the responsibility for any adverse consequences that may arise from this shall in no way be responsible for those consequences. Please do not tain a digital form if you do not wish to mail originals. I declare that ion, and to the best of my knowledge and belief, it is true, correct, and complete.
Signature of Participant or Beneficiary	Date

Please note that if you mail this form to South Dakota it could cause a delay in processing. Please mail it to Next Generation Services.

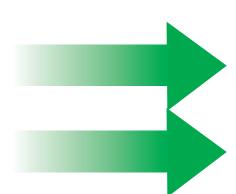
#### Please also note



An investment filing for bankruptcy does not necessarily mean that it is worthless, as there is a possibility that the IRA can receive funds at a later time. When notified of the bankruptcy filing, you must ensure that the IRA is listed as a creditor. Also, any applicable documentation must be signed by an authorized signor from Next Generation Trust Company.



For notes, if you decide to pursue legal action against the borrower on behalf of your IRA before declaring the note as uncollectable, you may do so, however it is your responsibility to find an attorney. The attorney must understand that he or she is representing the IRA, and not the IRA owner. All legal costs can also be paid through the IRA. We do offer a reduced Fee Schedule for assets involved in litigation.



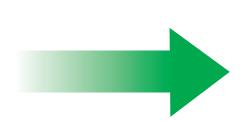
Fees are still applicable despite the asset losing value. If you have questions or concerns please e-mail Billing@NextGenerationTrust.com

Due to the sensitive nature of these situations, the review time for submissions may be increased depending on volume.

#### Disclaimer:

Next Generation Trust Company/Next Generation Services (NGTC/NGS) does not review the merits or legitamacy of any investment. NGTC/NGS does not endorse or recommend any companies, products, services, or investments. NGTC/NGS does not provide any financial, legal or investment advice.

If the services of NGTC/NGS were recommended by any third party, such persons or entities are not in any way affiliated with NGTC/NGS. NGTC/NGS is not a "fiduciary" as defined in the IRC. ERISA, and/or any applicable federal, state or local laws. All information provided is for educational purposes only. All parties are encouraged to consult with their professional advisors prior to making any investments.



If there's anything further that we can assist you with, please do not hesitate to contact our office.