

## CRD Tax FAQs

Prudential Retirement® has prepared the following general summary to help you understand the tax consequences associated with the coronavirus-related distribution you received.

<b>What is a coronavirus-related distribution?</b>	A coronavirus-related distribution is a distribution that is made from an eligible retirement plan to a qualified individual from January 1, 2020, to December 30, 2020, up to an aggregate limit of \$100,000 from all plans and IRAs.
<b>Do I have to pay the 10% additional tax on a coronavirus-related distribution from my retirement plan?</b>	No, the 10% additional tax on early distributions does not apply to any coronavirus-related distribution.
<b>When do I have to pay taxes on coronavirus-related distributions?</b>	IRS guidance states that the taxable portion of a distribution is included in equal portions over a three-year period, starting with the year in which you receive your distribution. For example, if you receive a \$9,000 coronavirus-related distribution in 2020, you would report \$3,000 in income on your federal income tax return for each of 2020, 2021, and 2022. However, you have the option of including the entire distribution in your income for the year of the distribution.
<b>How will Prudential tax report my coronavirus-related distributions?</b>	In accordance with IRS guidance, Prudential will report the entire amount of your distribution on Form 1099-R for the year of distribution. IRS guidance states that taxpayers should use Form 8915-E to determine the amount of any coronavirus-related distribution includible in income for the tax year or to report any repayment of a coronavirus-related distribution.
<b>Who should be contacted for questions about taxability of my coronavirus-related distribution?</b>	If you have questions about the taxability of your distribution or how this affects your individual tax return, please consult with your legal or tax advisor.

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