

Subject Retirement contribution errors

Authors Davids

Analyst Chris Kleman

Date March 31, 2025

Summary

HF 2048 would require an annuity contract provider to treat IRA contributions made on an annuity contract as being made in the preceding taxable year, under certain circumstances. Federal law allows these contributions to be treated as having been made for the preceding taxable year if the contribution is made by the individual's return filing deadline (not including extensions).

For timely-made contributions in calendar year 2023, HF 2048 would allow an individual to notify their contract annuity provider within three years of their return filing deadline that a 2023 IRA contribution should be designated for the preceding taxable year.