

## Coming Soon: Enhanced Life Expectancy Payment (LEP) Calculations



To align with recent Secure Act guidelines, Axos Advisor Services is updating our LEP calculations which will be available on Liberty beginning August 1, 2022.

On Thursday, July 21, the new LEP value/Remaining Distribution calculations will be in effect. To ensure calculation accuracy, this data will not be visible on Liberty from July 22 through July 29, 2022. Existing systematic LEP distributions will not be interrupted.

### Beginning Monday, August 1:

- Visibility of LEP value/Remaining Distribution calculations will resume.
- All beneficiary types (a LEP calculation element) will be defaulted to non-eligible designated beneficiary. There will be a few exceptions previously identified, including entity and spouse beneficiaries.
- Your Client Service Advocate will provide you a spreadsheet that will identify all Beneficiary IRA/Beneficiary Roth (BI/BR) accounts with a DATE OF DEATH (DOD) of 1/1/2020+ opened as of Friday, July 29 so that you may review to determine if the beneficiary is an Eligible Designated Beneficiary (EDB).
- You'll be provided the Eligible Designated Beneficiary Election form for identified BI/BR account owners that you deem meet one or more of the EDB criteria referenced on the form. The account owner will select their election, sign and date which you'll return to us for system update.
- Your spreadsheet may also identify some BI/BR accounts where we were unable to determine the original decedent's DOD. We will need a copy of the death certificate, from which we'll capture the DOD so we can then provide the LEP calculation.

### For BI/BR accounts opened on or after August 1, 2022, with a DOD of 1/1/2020+:

- The LEP calculation will default to entity (identified by the account owner) or non-eligible designated beneficiary.
- The account owner will need to complete and remit the Eligible Designated Beneficiary Election form to change his or her beneficiary type.
- We will not solicit for this information after Friday July 29 because the EDB election information is being incorporated into the new account application thus reducing the need for the election form.

Stay tuned for additional account specific information that you'll receive on or after August 1, 2022.

### Investment Products: Not FDIC Insured - No Bank Guarantee - May Lose Value.

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