

2007 Legislative Priorities

- ▶ Simplify IRA savings and distribution rules:
 - Eliminate income limit for all IRAs
 - Accelerate contribution limits to \$10,000 for traditional and Roth IRAs (currently \$5000)
 - Eliminate minimum required distribution requirement from IRA/workplace plans
- ▶ Expand access to workplace plans:
 - Increase contribution limits for SIMPLE IRAs to those of 401 (k)s
 - Expand current tax credit for small businesses that start up a pension plan to small businesses that facilitate payroll deduction IRAs
- ▶ Ease burden of health care expenses in retirement and encourage saving for these costs:
 - Permit tax-free withdrawals from IRAs and workplace plans for retiree health expenses for individuals age 59 ½ and over (\$5000 annual limit).
 - Provide tax-credit for self-employed workers who sponsor health insurance programs