

# Q&A for IRA-Owned Single-Member LLCs

<p><b>How do I take a distribution from my IRA-owned single-member LLC (SMLLC)?</b></p>	<ol style="list-style-type: none"> <li>1. For a cash distribution, you must complete our <i>IRA Distribution Request</i> form. The amount listed on the form must be sent from your LLC bank account to your Kingdom Trust IRA along with a completed <i>Deposit Instructions</i> form. Cash distributions cannot be taken directly from the SMLLC bank account; they must be processed through the IRA for proper coding and reporting to the IRS.</li> <li>2. For an in-kind distribution from your LLC, you must complete our <i>Single-Member LLC Distribution Request</i> form. Enter the current market value of your LLC (including all assets held and uninvested cash) at the bottom of Section 3 of the form, and enter the value/asset to be removed from the LLC in Section 4. Kingdom Trust will mail a releasing letter to you stating the distribution was taken, and you will receive the applicable tax forms the following year.</li> <li>3. If the value of your SMLLC is \$0.00, you must provide documentation explaining the zero value. This could include, but is not limited to, a statement, documentation of the investment going bankrupt, or a signed Letter of Intent with detailed information.</li> </ol>
<p><b>How do I complete an outgoing transfer involving my IRA-owned single-member LLC?</b></p>	<ol style="list-style-type: none"> <li>1. For a cash transfer, you must request the new custodian send an outgoing transfer request to Kingdom Trust. You must send the amount requested on the form from your LLC bank account to your Kingdom Trust IRA along with a completed <i>Deposit Instructions</i> form.</li> <li>2. For an in-kind transfer of your LLC, you must request the new custodian send in an outgoing transfer form requesting the SMLLC in full. You will want to verify the SMLLC can be held in an IRA with the new custodian prior to the request.</li> <li>3. If the value of your SMLLC is \$0.00, you must provide documentation explaining the zero value. This could include, but is not limited to, a statement, documentation of the investment going bankrupt, or a signed Letter of Intent with detailed information.</li> </ol>
<p><b>How do I complete a distribution or outgoing transfer involving both my single-member LLC and uninvested cash in my IRA?</b></p>	<ol style="list-style-type: none"> <li>1. To begin the process, we require transfer paperwork from your new custodian or an applicable distribution form. We will send releasing paperwork via mail, but any asset re-registration must be completed by the receiving party.</li> <li>2. Assets or cash cannot be sent directly to the new custodian from the SMLLC; this must be processed through Kingdom Trust first. Please contact our Client Services Department for further information.</li> <li>3. If you chose to take a distribution of the LLC and cash, you must complete an <i>IRA Distribution Request</i> form and provide a <i>Fair Market Valuation</i> form with the current LLC value.</li> <li>4. If the value of your SMLLC is \$0.00, you must provide documentation explaining the zero value. This could include, but is not limited to, a statement, documentation of the investment going bankrupt, or a signed Letter of Intent with detailed information.</li> </ol>

Have Other Questions? [Chat: KingdomTrust.com](https://www.KingdomTrust.com) | [Email: Info@KingdomTrust.com](mailto:Info@KingdomTrust.com) | [Call: 270.226.1000](tel:270.226.1000)

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