



S.F. No. 2580 – Requiring correction of errors; certain retirement contributions

Author: Senator Ann H. Rest

Prepared by: Nora Pollock, Senate Counsel (nora.pollock@mnsenate.gov)

Date: March 26, 2025

Under section 219(f)(3) of the Internal Revenue Code, contributions to an individual retirement plan are deemed to have been made on the last day of the preceding taxable year if the contribution is made on account of that taxable year, and is made not later than the time allowed for filing a return for the preceding taxable year (excluding extensions). This bill allows for correction of errors for contributions that meet these requirements.

Section 1. Correction of errors; certain retirement contributions. Requires an annuity contract provider that receives a contribution from an individual to an individual retirement plan on an annuity contract by the date prescribed by the Internal Revenue Code to treat the contribution as having been made the preceding taxable year. This requirement applies only if the annuity contract provider receives notification from the individual designating the tax year for the contribution within three years of the original due date for filing a return for that year. Effective retroactively for notifications for contributions made in 2023 only.

