



2022 Retirement Plan Contribution Cost-of-Living Adjustments

Changes for 2022

- ◆ The deduction for taxpayers making contributions to a Traditional IRA is phased out for:
 - Single taxpayers covered by a workplace retirement plan: income phase-out range is \$68,000 to \$78,000, up from \$66,000 to \$76,000.
 - Married couples filing jointly, where the spouse making the IRA contribution is covered by a workplace retirement plan: income phase-out range is \$109,000 to \$129,000, up from \$105,000 to \$125,000.
 - IRA contributor who is not covered by a workplace retirement plan, and is married to someone who is covered: income phase-out range is between \$204,000 and \$214,000, up from \$198,000 and \$208,000.
- ◆ The AGI phase-out range for taxpayers making contributions to a Roth IRA:
 - Singles and heads of household: range is \$129,000 to \$144,000, up from \$125,000 to \$140,000.
 - Married couples filing a joint return: range is \$204,000 to \$214,000, up from \$198,000 to \$208,000.
- ◆ The limitation for defined contribution plans under Section 415(c)(1)(A) was increased from \$58,000 to \$61,000 in 2022.
- ◆ The annual SEP compensation limit under Sections 401(a)(17), 404(l), 408(k)(3)(C), and 408(k)(6)(D)(ii) was increased from \$290,000 to \$305,000 in 2022.
- ◆ Elective deferral limit for 401(k), 403(b), was increased from \$19,500 to \$20,500 in 2022.
- ◆ SIMPLE 408(p)(2)(E) elective deferral contributions were increased from \$13,500 to \$14,000 in 2022.

Unchanged for 2022

- ◆ The limit on annual Traditional and Roth contributions will remain at \$6,000.
- ◆ The additional catch-up contribution limit for individuals aged 50 and over is not subject to an annual cost-of-living adjustment, and remains the same at \$1,000.
- ◆ Section 414(v)(2)(B)(i) for catch-up contributions:
 - Section 408(p) (SIMPLE) for individuals aged 50 or over remains unchanged at \$3,000.
- ◆ Section 414(v)(2)(B)(i) for catch-up contributions:
 - [Individual(k) and SARSEP] for individuals aged 50 or over remains the same at \$6,500.
- ◆ Section 408(k)(2)(C) regarding compensation limits for simplified employee pensions (SEPs) remained unchanged at \$650.
- ◆ The annual limit on Coverdell ESA contributions for children under 18 (unless the child has special needs) remains unchanged at \$2,000.

Saver's Credit AGI Income Level Percentage

Percentage	Single	Head of Household	Married Filing Jointly
0%	\$34,001 - Above	\$51,001 - Above	\$68,001 - Above
10%	\$22,001 - \$34,000	\$33,001 - \$51,000	\$44,001 - \$68,000
20%	\$20,501 - \$22,000	\$30,751 - \$33,000	\$41,001 - \$44,000
50%	\$0 - \$20,500	\$0 - \$30,750	\$0 - \$41,000