



2019 Retirement Plan Contribution Cost-of-Living Adjustments

Changes for 2019

- ◆ The limit on annual Traditional and Roth contributions has been increased to \$6,000 in 2019 from \$5,500 in 2018
- ◆ 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 \$64,000 to \$74,000, up from \$63,000 to \$73,000.
 - Married couples filing jointly, where the spouse making the IRA contribution is covered by a workplace retirement plan: income phase-out range is \$103,000 to \$123,000, up from \$101,000 to \$121,000.
 - 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 \$193,000 and \$203,000, up from \$189,000 and \$199,000.
- ◆ The AGI phase-out range for taxpayers making contributions to a Roth IRA:
 - Singles and heads of household: range is \$122,000 to \$137,000, up from \$120,000 to \$135,000.
 - Married couples filing a joint return: range is \$193,000 to \$203,000 up from \$189,000 to \$199,000.
- ◆ The limitation for defined contribution plans under Section 415(c)(1)(A) is increased from \$55,000 to \$56,000.
- ◆ The annual compensation limit under Sections 401(a)(17), 404(l), 408(k)(3)(C), and 408(k)(6)(D)(ii) is increased from \$275,000 to \$280,000.
- ◆ Elective deferral limit for 401(k), 403 (b), changed to \$19,000 up from \$18,500
- ◆ SIMPLE 408(p)(2)(E) elective deferral contributions have increased to 13,000 from 12,500

Unchanged for 2019

- ◆ The additional catch-up contribution limit for individuals aged 50 and over is not subject to an annual cost-of-living adjustment and remains \$1,000.
- ◆ Section 414(v)(2)(B)(i) for catch-up contributions:
 - [Individual(k) and SARSEP] for individuals aged 50 or over remains unchanged at \$6,000.
 - Section 408(p) (SIMPLE) for individuals aged 50 or over remains unchanged at \$3,000.
- ◆ Section 408(k)(2)(C) regarding simplified employee pensions (SEPs) remains unchanged at \$600.

Saver's Credit AGI Income Level Percentage

Percentage	Single	Head of Household	Married Filing Jointly
0	\$32,000- Above	\$48,000 - Above	\$64,000 - Above
10	\$20,751 - \$32,000	\$30,126 - \$48,000	\$48,501 - \$64,000
20	\$19,251 - \$20,750	\$28,876 - \$31,125	\$38,501 - \$48,500
50	\$0 - \$19,250	\$0 - \$28,875	\$0 - \$38,500