



Dillard
Financial Solutions, Inc.

Your NASCOE National
Retirement Benefits Provider

News Brief for NASCOE Members

There's Still Time to Max Out Your 2021 Traditional and Roth IRAs!

The deadline for putting money into IRAs for this year is April 15, 2022.

If you haven't yet maxed out your IRA contributions, there's still time to do so. Just remember, you have to adhere to the 2021 contribution limit.

LIMITS FOR 2022

TSP Contribution Limit

The limit on contributions by employees who participate in 401k, 403b, most 457 plans, and the Thrift Savings Plan is increased to \$20,500—up from \$19,500.

The catch-up contribution limit for Federal employees aged 50 and over remains unchanged at \$6,500. Therefore, starting in 2022, this age group can contribute up to \$27,000.

IRA Contribution Limits

The limit on annual contributions to an IRA remains unchanged at \$6,000. The IRA catch-up contribution limit for individuals aged 50 and over is not subject to an annual cost-of-living adjustment and remains \$1,000.

Income Ranges for Determining IRA Eligibility

The income ranges for determining eligibility to make deductible contributions to Traditional IRAs, to contribute to Roth IRAs, and to claim the Saver's Credit all increased for 2022.

Traditional IRA Deduction Eligibility

If during the year either the taxpayer or the taxpayer's spouse was covered by a retirement plan at work, the deduction may be reduced, or phased out, until it is eliminated, depending on filing status and income. *If neither the taxpayer nor the spouse is covered by a retirement plan at work, the phase-outs of the deduction don't apply.*

Phase-out ranges for 2022:

Single taxpayers covered by a workplace retirement plan: \$68,000 to \$78,000.

Married couples filing jointly, if the spouse making the IRA contribution is covered by a workplace retirement plan: \$109,000 to \$129,000.

IRA contributor who is not covered by a workplace retirement plan but is married to someone who is: \$204,000 to \$214,000.

Married individual filing a separate return who is covered by a workplace retirement plan: \$0 to \$10,000. *No change.*

Roth IRA Income Phase-outs

Singles and heads of household: \$129,000 to \$144,000.

Married couples filing jointly: \$204,000 to \$214,000.

Married individual filing separately who make contributions: \$0 to \$10,000.



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