

KEY HIGHLIGHTS

2021 Contribution Limits

401(k), 403(b), most 457 Plans, & Federal Government Thrift Plans

Limit Remains Unchanged at **\$19,500**

Catch-Up Limit for Employees 50 & Over Remain Unchanged at **\$6,500**

IRA Contributions

Limit Remains Unchanged at **\$6,000**

The Additional Catch-Up Contribution Limit for Individuals Aged 50 & Over is not Subject to an Annual Cost-of-Living Adjustment & Remains Unchanged at **\$1,000**

SIMPLE Retirement Accounts

Limit Remains Unchanged at **\$13,500**

Defined Benefit Plans

Limit Remains Unchanged at **\$230,000**

Defined Contribution Plan 415

Limit Increased from **\$57,000 to \$58,000**

Gross Income Limit for Saver's Credit

Filing Jointly – Increased from **\$65,000 to \$66,000**

Head of Household – Increased from **\$48,750 to \$49,500**

Single – Increased from **\$32,500 to \$33,000**

Roth IRA Income Phase Out Range

Single & Head of Household – **\$125,000 – \$140,000**

Married Filing Jointly – **\$198,000 – \$208,000**

THE IRS RECENTLY ANNOUNCED THEIR COST OF LIVING ADJUSTMENTS FOR 2021 AFFECTING CONTRIBUTION LIMITS FOR PENSION PLANS AND OTHER RETIREMENT RELATED ITEMS. ALL OF THIS INFORMATION CAN BE FOUND AT WWW.IRS.GOV – BUT HERE ARE THE KEY HIGHLIGHTS.

