



2023 Contribution Limits

The IRS recently announced their cost-of-living adjustments for 2023, which effects contribution limits for pension plans and other retirement related items. This information can be found in full at www.IRS.gov in Notice 2021-61, but below are the key highlights:

401(k), 403(b), most 457 plans, and federal government Thrift Plans

- Contribution limit increased from \$20,500 to \$22,500.
- Catchup limit for employees 50 & over increased from \$6,500 to \$7,500.
- Total plan contribution limit increased from \$61,000 to \$66,000 (plus catch-up if eligible)

IRA Contributions

- Increased from \$6,000 to \$6,500.

SIMPLE Retirement Accounts

- Contribution limit increased from \$14,000 to \$15,500.

Defined Benefit Plans

- Contribution limit increased from \$245,000 to \$265,000.

Defined Contribution Plan 415

- Contribution limit increased from \$61,000 to \$66,000.

Gross Income Limit for Saver's Credit

- Filing Jointly – Increased from \$68,000 to \$73,000.
- Head of Household – Increased from \$51,000 to \$54,750.
- Single – Increased from \$34,000 to \$36,500.

Roth IRA Income Phase Out Range

- Single & Head of Household - \$138,000 to \$153,000.
- Married, Filing Jointly - \$218,000 to \$228,000.

For more information on how these changes may directly impact you, speak with your accountant and financial advisor to coordinate any necessary changes in your plan.

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