

Accepting Regular and Spousal IRA Contributions

	Traditional	Roth
Eligibility	<ul style="list-style-type: none"> Must have compensation (See <i>Secure Act Note</i>* below) 	<ul style="list-style-type: none"> Must have compensation Modified adjusted gross income (MAGI) must be within prescribed limits*
Limits	<p>Single filer Lesser of</p> <ul style="list-style-type: none"> \$6,000 (\$7,000 if age 50 or older in the year of contribution), or the individual's taxable compensation for the year. <p>Married individual filing a joint return Lesser of</p> <ul style="list-style-type: none"> \$6,000 (\$7,000 if age 50 or older in the year of contribution), or the married couple's taxable compensation for the year minus any regular/spousal contributions (Traditional and/or Roth) for the year made for his/her spouse. 	
Funding Deadline	<p>Tax return due date not including extensions</p> <p>The deadline for making Traditional and Roth IRA contributions for tax year 2022 is Friday, April 17, 2023. By law, filing and payment deadlines (including the deadline for making IRA contributions) that fall on a Saturday, Sunday or a legal holiday are timely satisfied if met on the next business day.</p>	

SECURE ACT OF 2019

***Secure Act Note:** Prior to the passage of the Secure Act of 2019, individuals were not permitted to make contributions to Traditional IRAs beginning with their age 70½ years. Under the SECURE Act, beginning with contributions for the 2020 tax year, individuals who have eligible compensation may contribute to Traditional IRAs regardless of age.

*Roth IRA Contribution MAGI Phase-Out Ranges	2021	2022
Single Individuals	\$125,000 - \$140,000	\$129,000 - \$144,000
Married, Filing a Joint Federal Income Tax Return	\$198,000 - \$208,000	\$204,000 - \$214,000
Married, Filing a Separate Income Tax Return	\$0 - \$10,000	\$0 - \$10,000



Calculating a Phase-Out Amount

If an IRA owner's MAGI falls within the Roth IRA Contribution phase-out ranges, he or she is only entitled to a partial Roth IRA contribution. The partial contribution can be calculated using the following formula

$$\frac{\text{Upper MAGI threshold} - \text{actual MAGI}}{\text{Maximum} - \text{minimum MAGI thresholds}} \times \text{Maximum contribution amount for the year (including catch-up contribution, if age eligible)} = \text{Maximum Roth IRA Contribution}$$

Example: Jim, who is age 56, is married filing a joint federal income tax return. He and his wife Mary have \$205,000 MAGI in 2022. Jim's reduced contribution amount would be figured as follows:

$$\frac{(\$214,000 - \$205,000)}{(\$214,000 - \$204,000)} \times \$7,000 = \$6,300$$

The instructions for the calculation of a reduced Roth IRA contribution limit can be found in [https://www.irstuff.com/downloads/SourceDocs/IRS%20Publications/Publication%20590-A%20\(2019\).pdf](https://www.irstuff.com/downloads/SourceDocs/IRS%20Publications/Publication%20590-A%20(2019).pdf)

2828		<input type="checkbox"/> VOID <input type="checkbox"/> CORRECTED		OMB No. 1545-0747		2022		Form 5498		IRA Contribution Information	
TRUSTEE'S or ISSUER'S name, street address, city or town, state or province, country, and ZIP or foreign postal code				1 IRA contributions (other than amounts in boxes 2-4, 8-10, 13a, and 14a)		\$				Copy A For Internal Revenue Service Center File with Form 1096. For Privacy Act and Paperwork Reduction Act Notice, see the 2022 General Instructions for Certain Information Returns.	
				2 Rollover contributions		\$					
TRUSTEE'S or ISSUER'S TIN				PARTICIPANT'S TIN		3 Roth IRA conversion amount		4 Reclassified contributions			
						\$		\$			
PARTICIPANT'S name				5 FMV of account		\$		6 Life insurance cost included in box 1			
Street address (including apt. no.)						\$					
City or town, state or province, country, and ZIP or foreign postal code				7 IRA <input type="checkbox"/> SEP <input type="checkbox"/> SIMPLE <input type="checkbox"/> Roth IRA <input type="checkbox"/>		8 SEP contributions		9 SIMPLE contributions			
				10 Roth IRA contributions		\$		11 Check if RMD for 2023		<input type="checkbox"/>	
				12a RMD date				12b RMD amount		\$	
				13a Postponed/late contrib.		\$		13b Year		13c Code	
				14a Repayments		\$		14b Code			
Account number (see instructions)				15a FMV of certain specified assets		\$		15b Code(s)			

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Notes:

