

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 (2024)	<p>Single filer Lesser of</p> <ul style="list-style-type: none"> \$7,000 (\$8,000 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"> \$7,000 (\$8,000 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 their 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 2024 is Tuesday, April 15, 2025.</p>	

*Roth IRA Contribution MAGI Phase-Out Ranges	2024	2025
Single Individuals	\$146,000 - \$161,000	\$150,000 - \$165,000
Married, Filing a Joint Federal Income Tax Return	\$230,000 - \$240,000	\$236,000 - \$246,000
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, they are 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 \$236,000 MAGI in 2024. Jim's reduced contribution amount would be figured as follows:

$$\frac{(\$240,000 - \$236,000)}{(\$240,000 - \$230,000)} \times \$8,000 = \$3,200$$

The instructions for the calculation of a reduced Roth IRA contribution limit can be found in <https://www.irs.gov/forms-pubs/about-publication-590-a>

2828		<input type="checkbox"/> VOID <input type="checkbox"/> CORRECTED		
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)	OMB No. 1545-0747	IRA Contribution Information
		\$	2024	
TRUSTEE'S or ISSUER'S TIN		2 Rollover contributions	Form 5498	Copy A
		\$		
PARTICIPANT'S TIN		3 Roth IRA conversion amount	4 Recharacterized contributions	For Internal Revenue Service Center
		\$	\$	
PARTICIPANT'S name		5 FMV of account	6 Life insurance cost included in box 1	File with Form 1096.
		\$	\$	
Street address (including apt. no.)		7 IRA <input type="checkbox"/> SEP <input type="checkbox"/> SIMPLE <input type="checkbox"/> Roth IRA <input type="checkbox"/>	9 SIMPLE contributions	For Privacy Act and Paperwork Reduction Act Notice, see the 2024 General Instructions for Certain Information Returns.
		\$	\$	
City or town, state or province, country, and ZIP or foreign postal code		8 SEP contributions	11 Check if RMD for 2025 <input type="checkbox"/>	
		\$		
Account number (see instructions)		10 Roth IRA contributions	12a RMD date	
		\$	\$	
		12b RMD amount	13a Postponed/late contrib.	
		\$	\$	
		13b Year	13c Code	
		14a Repayments	14b Code	
		\$		
		15a FMV of certain specified assets	15b Code(s)	
		\$		
Form 5498 Cat. No. 50010C www.irs.gov/Form5498 Department of the Treasury - Internal Revenue Service				
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Notes:

