

IRS Announces 2019 Retirement Plan Limits

The Internal Revenue Service (IRS) has announced cost-of-living adjustments for 2019, which affect dollar limitations for retirement plans and other retirement-related items.

The 2019 limits are highlighted below:

- ▶ **401(k), 403(b) and most 457 Plans Deferral Limit** – Increase from \$18,500 to \$19,000
- ▶ **Catch-up Deferral Limit** – Remains the same at \$6,000
- ▶ **Defined Contribution Plan Maximum Annual Additions** – Increase from \$55,000 to \$56,000 (or \$62,000 with catch-up)
- ▶ **Defined Benefit Plan Maximum Annual Benefit** – Increase from \$220,000 to \$225,000
- ▶ **Annual Compensation Limit** – Increase from \$275,000 to \$280,000
- ▶ **HCE Compensation Limit** – Increase from \$120,000 to \$125,000
- ▶ **Key Employee Limit** – Increase from \$175,000 to \$180,000
- ▶ **Social Security Wage Base** – Increase from \$128,400 to \$132,900
- ▶ **Income limit for the Saver's Credit (also known as the Retirement Savings Contributions Credit) for low- and moderate-income workers** - Increase from \$63,000 to \$64,000 for married couples filing jointly; increase from \$47,250 to \$48,000 for heads of household; and increases in \$31,500 to \$32,000 for singles and married individuals filing separately

For additional details please [click here](#) to view the IRS announcement.

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