



Wednesday, April 6, 2022

In IR-2022-52 the Internal Revenue Service reminded taxpayers to consider taking a deduction for a 2021 contribution to an Individual Retirement Account (IRA). The contribution may be made prior to filing your tax return on April 18, 2022.

IRAs are a popular savings plan. Individuals with earned income may contribute to a traditional IRA and qualify for a deduction on their 2021 tax return. Traditional IRA or Roth IRA contributions are subject to many rules and limits. IRA contributions may be reduced for individuals with higher incomes.

1. **IRA Contribution Limits** — The basic rule for an IRA contribution is a limit of \$6,000 for individuals under age 50. Individuals age 50 or older are permitted to add \$1,000 as a "catch-up" contribution, for a total amount of \$7,000. The contribution limit is not affected by rollovers of existing IRAs.
2. **IRA Deduction Limits If Covered** — If you are covered by a retirement plan at work and your income is above specific limits, you may be limited in your IRA contribution amount. A single person may take a full IRA deduction with \$66,000 or less of modified adjusted gross income (MAGI). The IRA contribution is phased out between \$66,000 and \$76,000 of MAGI. If you are married and filing jointly or you are a qualified widower, the MAGI limit is \$105,000 and the IRA is phased out over the next \$20,000. Married couples filing separately have a limit of \$10,000 of MAGI.

3. **IRA Deduction Limits If Not Covered** — If you do not have a retirement plan at work, there are higher limits. A single person or married person filing jointly whose spouse is not covered by a retirement plan may contribute any amount to an IRA even if he or she has a high income. If you are married to a spouse who is covered by a plan at work, the MAGI limit is \$198,000 and the IRA deduction is phased out over the next \$10,000. If you are married and filing separately with a spouse who is covered, the MAGI limit is \$10,000.

To continue reading the other 4 tips, click [HERE](#).

For more information and our step-by-step estate planning guide please give us a call at [718-965-7375](tel:718-965-7375) x1616 or reply to this e-mail. To help ensure your will and estate plan reflects your desires, you may also view some helpful videos on our planned giving website –www.cfbqlegacy.org.

This information is educational in nature. It is not offering professional tax, legal, or accounting advice. For specific advice about the effect of any planning concept on your tax or financial situation or with your estate, please consult a qualified professional advisor.



[Endowments](#)



[How to Give](#)



[About Bequests](#)

PERSONAL PLANNER

[Loans and Sales to Children](#)

Parents are frequently approached by children who desire loans for various purposes. Parents may make a loan to a child for the down payment on a home, to start a new business, to cover costs for a



personal emergency or for education.

[Read More »](#)

SAVVY LIVING

[Helpful Tips on Designating an Estate Planner](#)

I need to find someone honest and reliable to look after my estate, health and long-term care when I'm no longer able to do it myself. I am a 67-year-old widower with no children and no close family members. Any suggestions?

[Read More »](#)



DONOR STORY

[A Bequest to Further Good Work](#)

Nancy and David were dedicated volunteers. Over the years, they had seen many individuals helped by the good work of their favorite charity.

[Read More »](#)



WASHINGTON NEWS

[Good News For Teachers](#)

It has been a challenging two years for public and private school teachers. Many classrooms were locked down and students had to adjust to online learning. This was a difficult time for both teachers and students. Fortunately, nearly all students have now...

[Read More »](#)



FINANCES

[Lululemon Reports Earnings](#)

[Treasury Yields Fall](#)

[Mortgage Rates Grow](#)



Thank you for your interest in planned giving. To access any of our resources, please go to our [website](#).

FREE ESTATE PLANNING GUIDE

It's never too late to plan for the people and causes you care about. Our easy-to-use estate planning guide can help you gather the information you need before meeting with your attorney.



[Download Guide »](#)

PLANNED GIVING CALCULATORS

Use our online calculator to view the tax and income benefits of making a gift to support our cause. This can help you determine the best plan to meet your needs and goals.



[View Calculators »](#)

Catholic Foundation for Brooklyn and Queens, 243 Prospect Park West, Brooklyn, NY 11215

[Adjust My Settings/Unsubscribe From This Email](#) | [Privacy Policy](#)

© 2022 Crescendo Interactive, Inc.