

## 2024 ANNUAL LIMITS RELATING TO FINANCIAL PLANNING

Compiled by the faculty of the College for Financial Planning

RETIREMENT PLANS	
Elective deferrals 401(k), 403(b), 457, and SARSEPs	\$23,000
Catch-up contribution	\$7,500
Defined contribution (§415(c)(1)(A))	\$69,000
Defined benefit (§415(b)(1)(A))	\$275,000
SIMPLE plan	\$16,000
SIMPLE catch-up contribution (Age 50 and over)	\$3,500
Maximum includible compensation	\$345,000
Highly compensated employee	
Lookback to 2023	\$150,000
Lookback to 2024	\$155,000
Key employee (top-heavy plan)	>\$220,000
SEP participation limit	\$750
IRA or Roth IRA contribution limit	\$7,000
IRA or Roth IRA catch-up (Age 50 and over)	\$1,000
IRA deduction phaseout for active participants	
Single	\$77,000-\$87,000
Married filing jointly	\$123,000-\$143,000
Married filing separately	\$0-\$10,000
Non-active participant married to active participant	\$230,000-\$240,000
Roth IRA phaseout	
Single	\$146,000-\$161,000
Married filing jointly	\$230,000-\$240,000

SOCIAL SECURITY	
SS wage base	\$168,600
FICA tax rate—employee <sup>3</sup>	7.65%
SECA tax rate—self-employed	15.3%
Earnings limitation:	
Below FRA (\$1 for \$2)	\$22,320
Persons reaching FRA (\$1 for \$3)	\$59,520
(Applies only to earnings for months prior to attaining FRA)	
Social Security cost-of-living adjustment	3.2%
Quarter of coverage	\$1,730
Maximum benefit: worker retiring at FRA	\$3,822
Estimated average monthly benefit	\$1,907

SOCIAL SECURITY FRA			
Year of Birth	Social Security FRA	Year of Birth	Social Security FRA
1943–54	66	1958	66 and 8 months
1955	66 and 2 months	1959	66 and 10 months
1956	66 and 4 months	1960 and later	67
1957	66 and 6 months		

ESTATE AND GIFT TAX	
Annual gift tax exclusion	\$18,000
Estate and gift tax basic exclusion	\$13,610,000
Applicable credit amount	\$5,389,800
Generation skipping exemption	\$13,610,000
Maximum estate tax rate <sup>4</sup>	40%

MEDICARE	
Monthly premium:	
Part A <sup>1</sup>	\$505
Part B <sup>2</sup>	\$174.70
Part A:	
First 60 days—patient pays a deductible	\$1,632
Next 30 days—patient pays per day	\$408
Next 60 days (lifetime reserve days) patient pays per day	\$816
Skilled nursing benefits	
First 20 days—patient pays per day	-0-
Next 80 days—patient pays per day	\$204
Over 100 days—patient pays per day	All costs
Part B:	
Deductible	\$240
Coinsurance	20%
Part D (Prescription Standard Benefit Model):	
Deductible	\$545
25% coinsurance on next	\$5,030
Out-of-pocket (OOP) threshold	\$8,000
Beneficiary then pays coinsurance amount for additional covered expenses.	

2024 MEDICARE PART B PREMIUM RATES:			
YOU PAY		If your 2022 income was:	
Premium	PART D Surcharge	SINGLE	MARRIED COUPLE
\$174.70 not Hold Harmless		\$103,000 or less	\$206,000 or less
\$244.60	\$12.90	\$103,001–\$129,000	\$206,001–\$258,000
\$349.40	\$33.30	\$129,001–\$161,000	\$258,001–\$322,000
\$454.20	\$53.80	\$161,001–\$193,000	\$322,001–\$386,000
\$559.00	\$74.20	\$193,001–\$500,000	\$386,001–\$750,000
\$594.00	\$81.00	Above \$500,000	Above \$750,000
YOU PAY	PART D Surcharge	If you are married filing separately and your 2022 income was:	
\$174.70		\$103,000 or less	
\$559.00	\$74.20	\$103,001–\$397,000	
\$594.00	\$81.00	Above \$397,000	

- The Part A premium of \$505 per month applies to persons who have fewer than 30 quarters of coverage under Social Security. For those having 30–39 quarters, the Part A Premium is \$278 per month.
- Beneficiaries not subject to the “hold harmless” provision includes persons not receiving Social Security, those who enroll in Part B for the first time in 2024, dual eligible beneficiaries who have their premiums paid by Medicaid, and beneficiaries who pay an additional income-related premium. See Premium rates (Figure 1)
- The FICA tax rate is comprised of two separate payroll taxes: Employer portion—6.20% for Old-Age, Survivors, and Disability Insurance (OASDI), and 1.45% for Hospital Insurance (HI); Employee portion—6.20% for Old-Age, Survivors, and Disability Insurance (OASDI), and 1.45% for Hospital Insurance (HI). For self-employed, the SECA is 12.40% for OASDI and 2.90% for HI.
- A deceased spouse's unused credit amount is portable to a surviving spouse.

STANDARD MILEAGE RATES	
Business use	65.5¢ per mile
Charitable use (not indexed)	14¢ per mile
Medical use	22¢ per mile

MISCELLANEOUS ITEMS	
PBGC maximum monthly benefit (at age 65)	\$7,107.95
LTC per diem limit	\$415
LTC premium as medical expense limitation	
Age 40 or under	\$470
Age 41-50	\$880
Age 51-60	\$1,760
Age 61-70	\$4,710
Age 71 or older	\$5,880
Qualified Transportation Fringes (monthly)	
Commuter highway vehicle/transit pass	\$315
Qualified parking	\$315
Qualified Longevity Annuity Contract	Max \$200,000
Health Care Flexible Spending Account	Max \$3,200
Health Care FSA Carryover Amount	Max \$640

LTCG RATES BASED ON TAXABLE INCOME			
Filing Status	0% rate	15% rate	20% rate
Single	up to \$47,025	\$47,026-\$518,900	over \$518,900
Head of household	up to \$63,000	\$63,001-\$551,350	over \$551,350
Married filing jointly	up to \$94,050	\$94,051-\$583,750	over \$583,750
Married filing separately	up to \$47,025	\$47,026-\$291,850	over \$291,850
Estates and trusts	up to \$3,150	\$3,151-\$15,450	over \$15,450

2024 TAX RATE SCHEDULES				
If Taxable Income Is		Then the Gross Tax Payable Is:		
Over	But Not Over	Amount	Plus (percent)	Of the Amount Over
<b>SINGLE TAXPAYERS (other than surviving spouses and heads of households)</b>				
\$0	\$11,600	----- 10% of taxable income -----		
11,600	47,150	\$1,160	12%	\$11,600
47,150	100,525	5,426	22%	47,150
100,525	191,950	17,168.50	24%	100,525
191,950	243,725	39,110.50	32%	191,950
243,725	609,350	55,678.50	35%	243,725
609,350	--	183,647.25	37%	609,350
<b>HEADS OF HOUSEHOLDS</b>				
\$0	\$16,550	----- 10% of taxable income -----		
16,550	63,100	\$1,655	12%	\$16,550
63,100	100,500	7,241	22%	63,100
100,500	191,950	15,469	24%	100,500
191,950	243,700	37,417	32%	191,950
243,700	609,350	53,977	35%	243,700
609,350	--	181,954.50	37%	609,350
<b>MARRIED INDIVIDUALS (and surviving spouses) FILING JOINT RETURNS</b>				
\$0	\$23,200	----- 10% of taxable income -----		
23,200	94,300	\$2,320	12%	\$23,200
94,300	201,050	10,852	22%	94,300
201,050	383,900	34,337	24%	201,050
383,900	487,450	78,221	32%	383,900
487,450	731,200	111,357	35%	487,450
731,200	--	196,669.50	37%	731,200
<b>MARRIED INDIVIDUALS FILING SEPARATE RETURNS</b>				
\$0	\$11,600	----- 10% of taxable income -----		
11,600	47,150	\$1,160	12%	\$11,600
47,150	100,525	5,426	22%	47,150
100,525	191,950	17,168.50	24%	100,525
191,950	243,725	39,110.50	32%	191,950
243,725	365,600	55,678.50	35%	243,725
365,600	--	98,334.75	37%	365,600
<b>FIDUCIARY (estates and trusts) TAXPAYERS</b>				
\$0	\$3,100	----- 10% of taxable income -----		
3,100	11,150	\$310	24%	\$3,100
11,150	15,200	2,242	35%	11,150
15,200	--	3,659.50	37%	15,200

HEALTH SAVINGS ACCOUNT	
Minimum Deductible Amount	
Single	\$1,600
Family	\$3,200
Maximum Out-of-Pocket Amount	
Single	\$8,050
Family	\$16,100
HSA Statutory Contribution Maximum	
Single	\$4,150
Family	\$8,350
Catch-up contributions (age 55 or older)	\$1,000

EDUCATION	
EE bonds for education—exclusion phaseout	
Single	\$96,800-\$111,800
Married filing jointly	\$145,200-\$175,200
Coverdell Education Savings Account (\$2,000 limit) phaseout	
Single	\$95,000-\$110,000
Married filing jointly	\$190,000-\$220,000
Lifetime Learning Credit—20% of qualified expenses up to \$10,000	
Single	\$80,000-\$90,000
Married filing jointly	\$160,000-\$180,000
American Opportunity tax credit—maximum of \$2,500	
100% up to \$2,000 of qualified expenses	
25% on next \$2,000—phaseout:	
Single	\$80,000-\$90,000
Married filing jointly	\$160,000-\$180,000
Education loan deduction (\$2,500) phaseout	
Unmarried	\$80,000-\$95,000
Married filing jointly	\$165,000-\$195,000

INCOME TAX	
Standard deduction	
Single	\$14,600
Married filing jointly	\$29,200
Head of household	\$21,900
Married filing separately	\$14,600
Kiddie tax limited standard deduction	\$1,300
Individual eligible to be claimed as dependent—greater of \$1,300 or earned income plus \$450, not to exceed full standard deduction of \$14,600.	
Elderly or blind additional deduction	
Single	\$1,950
Married	\$1,550
Section 179	
Maximum election	\$1,220,000
Phaseout begins	\$3,050,000
Adoption credit (nonrefundable)	
Maximum	\$16,810
Phaseout	\$252,150-\$292,150
Medicare Contribution tax and additional Medicare tax	
Single	\$200,000
Head of household	\$200,000
Married filing jointly	\$250,000
Child tax credit	
Dependent under age 17	\$2,000
Other dependents	\$500
Phaseout (\$50 for every \$1,000 over)	
Single	\$200,000
Married filing jointly	\$400,000

ALTERNATIVE MINIMUM TAX (AMT)	Exemption	Phaseout
Single	\$85,700	\$609,350
Married filing jointly	\$133,300	\$1,218,700
Married filing separately	\$66,650	\$609,350
Trusts and estates	\$29,900	\$99,700

AMT RATES	
26% up to \$232,600 of AMT base	
28% over \$232,600 of AMT base	

