



IRS Announces 2022 Pension Plan Limitations

11.4.2021

The Internal Revenue Service announced its annual update to dollar limitations for pension and other retirement plans for tax year 2022. Some of the retirement plan-related limitations are changing because the annual cost-of-living increase met the statutory threshold that triggers their adjustment. The table below provides a few highlights.

RETIREMENT PLAN LIMITS	2022	2021	2020
Elective contribution limit for 401(k), 403(b), and most 457 plans	\$20,500	\$19,500	\$19,500
Catch-up contribution limit for 401(k), 403(b), and most 457 plans (employees over the age of 50)	\$6,500	\$6,500	\$6,500
Defined contribution limit under Section 415(c)(1)(A)	\$61,000	\$58,000	\$57,000
Annual compensation limit under Sections 401(a)(17), 404(1), 408(k)(3)(C), and 408(k)(6)(D)(ii)	\$305,000	\$290,000	\$285,000
Annual compensation limit for highly-compensated employees	\$135,000	\$130,000	\$130,000

Source: IRS.gov

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