

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	\$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	\$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 ³	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		

Medicare

Monthly Premium:	
Part A ¹	\$505
Part B ²	\$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.

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 ⁴	40%

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

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	\$8,300
Catch-up contributions (age 55 or older)	\$1,000

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

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

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
Single Taxpayers (Other Than Surviving Spouses and Heads of Households)				
\$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
243,275	609,350	55,678.50	35%	243,725
609,350	--	183,647.25	37%	609,350
Heads of Households				
\$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
Married Individuals (and Surviving Spouses) Filing Joint Returns				
\$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
Married Individuals Filing Separate Returns				
\$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
Fiduciary (Estates and Trusts) Taxpayers				
\$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