

UPDATE

IRS Announces New Plan Limits for 2010

Many of the pension plan limitations will not change for 2010.

401(k)-Related Limits:

- Limit on 401(k) elective deferrals will remain at **\$16,500** ;
- Limit on age 50+ catch-up contributions for individuals in qualified plans will stay at **\$5,500**

Other Qualified Plan Limits:

- Total annual additions limit (all sources) for individuals in qualified plans stays at **\$49,000**
- Annual compensation limit remains **\$245,000**;
- Compensation limitation used to define highly compensated employee will stay at **\$110,000**
- Compensation limit used to define key employee remains **\$160,000**;
- Annual benefit limit under a Defined Benefit Plan remains **\$95,000**;
- SIMPLE elective deferral limit will stay at **\$11,500**;
- SIMPLE catch-up deferrals will remain at **\$2,500**;

Other Retirement-Related Limits:

- Traditional/Roth IRA contribution limit will remain at **\$5,000**;
- Traditional/Roth IRA catch-up limit will remain at **\$1,000**;
- Social Security Taxable Wage Base will stay at **\$106,800**.

Please contact Advisors Pension Consulting Group with any questions.

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