

Qualified Retirement Plans

Practice Alert

May 2008

Traditional and Roth IRA Guidelines – Part I

Deductibility of IRA Contributions if Not Covered by a Retirement Plan

<u>Filing Status</u>	<u>2007 AGI</u>	<u>2008 AGI</u>	<u>Deduction Allowed</u>
Single, head of household, qualifying widow(er), or married filing jointly or separately with a spouse who is not covered by a plan at work	Any amount	Any amount	Full deduction
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Married filing jointly or Separately with a spouse who is covered by a plan at work	\$156,000 or less	\$159,000 or less	Full deduction
	More than \$156,000 but less than \$176,000	More than \$159,000 but less than \$189,000	Partial deduction (See IRS Pub 590)
	\$176,000 or more	\$189,000 or more	No deduction
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Married filing separately with a spouse who is covered by a plan at work	Less than \$10,000	Less than \$10,000	Partial deduction
	\$10,000 or more	\$10,000 or more	No deduction
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Deductibility of IRA Contributions if Covered by a Retirement Plan

<u>Filing Status</u>	<u>2007 AGI</u>	<u>2008 AGI</u>	<u>Deduction Allowed</u>
Single or head of household	\$52,000 or less	\$53,000 or less	Full deduction
	More than \$52,000 but less than \$62,000	More than \$53,000 but less than \$63,000	Partial deduction
	\$62,000 or more	\$63,000 or more	No deduction
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Married filing jointly or qualifying widow(er)	\$83,000 or less	\$85,000 or less	Full deduction
	More than \$83,000 but less than \$103,000	More than \$85,000 but less than \$105,000	Partial deduction
	\$103,000 or more	\$105,000 or more	No deduction
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Married filing separately	Less than \$10,000	Less than \$10,000	Partial deduction
	\$10,000 or more	\$10,000 or more	No deduction
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