



SAVER'S CREDIT (2024)

If you make eligible contributions to certain eligible retirement plans or to an individual retirement arrangement (IRA), you may be eligible for a tax credit of up to \$2,000 (\$4,000 if filing jointly). The amount of the "saver's credit" you can get is generally based on the contributions you make and your credit rate. Refer to Publication 590 or the instructions for Form 8880 for more information. If you are eligible for the credit, your credit rate can be as low as 10 percent or as high as 50 percent, depending on your adjusted gross income. The lower your income, the higher the credit rate; your credit rate also depends on your filing status. These two factors will determine the maximum credit you may be allowed to take. You are not eligible for the credit if your adjusted gross income exceeds a certain amount.

The credit is available with respect to elective deferrals to a 401(k) plan, a 403(b) annuity, a SIMPLE or a simplified employee pension (SEP), contributions to a traditional or Roth IRA, and voluntary after-tax employee contributions to a 403(b) annuity or qualified retirement plan. The amount of the credit for 2024 is described in the following table.

ADJUSTED GROSS INCOME			
Joint Return	Heads of Household	Single Filers	Amount of Credit
\$1 to \$46,000	\$1 to \$34,500	\$1 to \$23,000	50 percent of eligible contributions up to \$2,000 (\$1,000 maximum credit)
\$46,001 to \$50,000	\$34,501 to \$37,500	\$23,001 to \$25,000	20 percent of eligible contributions up to \$2,000 (\$400 maximum credit)
\$50,001 to \$76,500	\$37,501 to \$57,375	\$25,001 to \$38,250	10 percent of eligible contributions up to \$2,000 (\$200 maximum credit)
Over \$76,500	Over \$57,375	Over \$38,250	0 percent

Note: For married couples filing jointly, each spouse is eligible for the credit.