



You can contribute up to the limit to a traditional IRA as well as Roth IRA.

Traditional IRA contributions are fully deductible.

**My view: Make a Traditional IRA contribution.**

END

**Make a Roth IRA contribution**, either directly or through back door entry to the Roth IRA.

Think again – you might leave money on the table by not being able to guess.

If you absolutely cannot guess, **my suggestion would be to contribute to Roth IRA**, specially if you are young.

Withdrawals are tax free, hence you eliminate the tax uncertainty of the future.

END

**Use back door entry to contribute the maximum amount to the Roth IRA.**

$$\text{Deductible amount} = (71,000 - \text{MAGI}) \times \text{Contribution Limit} / (71,000 - 61,000)$$

(Contribution limit = 5,500 for ages less than 55 and 6,500 for ages more than 55)

Think again – you might leave money on the table by not being able to guess.

If you absolutely cannot guess, **my suggestion would be to contribute entire amount to Roth IRA**, specially if you are young.

Withdrawals are tax free, hence you eliminate the tax uncertainty of the future.

**Make a Roth IRA contribution for the entire amount**

**Contribute up to the deductible limit in traditional IRA.**

**Contribute the rest to Roth IRA.**

Total contributions cannot be more than \$5,500 for ages less than 55 and \$6,500 for ages more than 55.

END

**Contribute to the Traditional IRA.**

**Contribute to the Roth IRA**

**My suggestion would be to contribute to Roth IRA.** Withdrawals are tax free, hence you eliminate the tax uncertainty of the future.

Eligible to contribute (up to the entire limit) to traditional IRA. Traditional IRA contributions will be tax-deductible. Eligible to contribute (up to the entire limit) to Roth IRA. Roth IRA contributions are never tax-deductible.

You can contribute up to the full limit to a traditional IRA as well as Roth IRA. Traditional IRA contributions only partially deductible .

You can contribute up to the full limit to a traditional IRA as well as Roth IRA. Since traditional IRA contributions will not be not tax - deductible, **contribute the entire limit to Roth IRA.**

You can contribute to traditional IRA. The traditional IRA contributions are not tax - deductible. You can only contribute a reduced amount (directly) to Roth IRA.

You can contribute to traditional IRA. The traditional IRA contributions are not tax - deductible. You cannot contribute (directly) to Roth IRA. **I strongly suggest that you use back door entry to Roth IRA.**

You can contribute (up to the limit) to traditional IRA. The traditional IRA contributions are tax - deductible.

Please do your own calculations based on the logic I explained today. Sign up for future posts on my blog, I plan to write more about other filing statuses.