

Detailed Single Year Tables

Category of Change: Payroll Taxes (including maximum taxable)

Proposed Provision: E3.16. Beginning in 2026, apply 4 percent payroll tax rate on earnings above the wage-indexed equivalent of \$400,000 in 2015 (about \$612,900 in 2026), with the threshold wage-indexed after 2026. Provide benefit credit for additional earnings taxed, using a secondary PIA formula. This secondary PIA formula involves: (1) an "AIME+" derived from annual earnings taxed only between 2015 wage-indexed equivalents of \$400,000 and \$500,000, or about \$612,900 and \$766,200 in 2026 (with thresholds wage-indexed after 2026); and (2) a formula factor of 2 percent on this newly computed "AIME+".

Proposal					Change from Current Law			
Expressed as a percentage of current-law taxable payroll					Expressed as a percentage of current-law taxable payroll			
Year	Income		Annual	Trust Fund	Cost Rate	Income		Annual
	Cost Rate	Rate	Balance	Ratio		Rate	Balance	
				1-1-year				
2024	14.71	13.03	-1.68	188	0.00	0.00	0.00	0.00
2025	15.00	12.89	-2.11	171	0.00	0.00	0.00	0.00
2026	15.20	13.39	-1.81	152	0.00	0.32	0.32	0.32
2027	15.36	13.44	-1.92	136	-0.00	0.33	0.33	0.33
2028	15.42	13.46	-1.95	121	-0.00	0.33	0.33	0.33
2029	15.47	13.49	-1.98	107	-0.00	0.33	0.33	0.33
2030	15.53	13.51	-2.02	92	-0.00	0.33	0.33	0.33
2031	15.57	13.53	-2.04	78	-0.00	0.33	0.33	0.33
2032	15.60	13.55	-2.05	65	-0.00	0.33	0.33	0.33
2033	15.66	13.59	-2.07	51	-0.00	0.33	0.33	0.33
2034	15.77	13.60	-2.17	38	-0.00	0.33	0.33	0.33
2035	15.88	13.61	-2.27	24	-0.00	0.33	0.33	0.33
2036	15.98	13.62	-2.36	10	-0.00	0.33	0.33	0.33
2037	16.09	13.63	-2.46	—	-0.01	0.33	0.33	0.33
2038	16.17	13.64	-2.53	—	-0.01	0.33	0.33	0.33
2039	16.24	13.64	-2.60	—	-0.01	0.33	0.33	0.33
2040	16.31	13.65	-2.66	—	-0.01	0.33	0.33	0.33
2041	16.38	13.65	-2.72	—	-0.01	0.33	0.33	0.33
2042	16.43	13.66	-2.77	—	-0.01	0.33	0.33	0.33
2043	16.47	13.66	-2.81	—	-0.01	0.33	0.33	0.33
2044	16.51	13.67	-2.84	—	-0.01	0.33	0.33	0.33
2045	16.54	13.67	-2.87	—	-0.01	0.33	0.34	0.34
2046	16.58	13.67	-2.90	—	-0.01	0.33	0.34	0.34
2047	16.61	13.68	-2.94	—	-0.01	0.33	0.34	0.34
2048	16.65	13.68	-2.97	—	-0.01	0.32	0.34	0.34
2049	16.70	13.68	-3.01	—	-0.01	0.33	0.34	0.34
2050	16.75	13.69	-3.06	—	-0.01	0.33	0.34	0.34
2051	16.80	13.69	-3.11	—	-0.01	0.33	0.34	0.34
2052	16.86	13.70	-3.16	—	-0.01	0.33	0.34	0.34
2053	16.92	13.70	-3.22	—	-0.01	0.33	0.34	0.34
2054	16.99	13.71	-3.28	—	-0.01	0.33	0.34	0.34
2055	17.06	13.72	-3.35	—	-0.01	0.33	0.34	0.34
2056	17.14	13.72	-3.42	—	-0.01	0.33	0.34	0.34
2057	17.23	13.73	-3.50	—	-0.01	0.33	0.34	0.34
2058	17.32	13.74	-3.58	—	-0.01	0.33	0.34	0.34
2059	17.40	13.74	-3.66	—	-0.01	0.33	0.34	0.34
2060	17.49	13.75	-3.74	—	-0.01	0.33	0.34	0.34
2061	17.57	13.76	-3.81	—	-0.01	0.33	0.34	0.34
2062	17.64	13.76	-3.88	—	-0.01	0.33	0.34	0.34
2063	17.71	13.77	-3.94	—	-0.01	0.33	0.34	0.34
2064	17.78	13.77	-4.00	—	-0.01	0.33	0.34	0.34
2065	17.84	13.78	-4.06	—	-0.01	0.33	0.34	0.34
2066	17.91	13.78	-4.12	—	-0.01	0.33	0.34	0.34
2067	17.97	13.79	-4.18	—	-0.01	0.33	0.34	0.34
2068	18.04	13.79	-4.24	—	-0.01	0.33	0.34	0.34
2069	18.10	13.80	-4.30	—	-0.01	0.33	0.34	0.34
2070	18.17	13.80	-4.37	—	-0.01	0.33	0.34	0.34
2071	18.24	13.81	-4.43	—	-0.01	0.33	0.34	0.34
2072	18.30	13.82	-4.49	—	-0.01	0.33	0.34	0.34
2073	18.36	13.82	-4.54	—	-0.01	0.33	0.34	0.34
2074	18.42	13.82	-4.60	—	-0.01	0.33	0.34	0.34
2075	18.47	13.83	-4.64	—	-0.01	0.33	0.34	0.34
2076	18.52	13.83	-4.68	—	-0.01	0.33	0.34	0.34
2077	18.55	13.84	-4.71	—	-0.01	0.33	0.34	0.34
2078	18.57	13.84	-4.74	—	-0.01	0.33	0.34	0.34
2079	18.59	13.84	-4.75	—	-0.01	0.33	0.33	0.33
2080	18.59	13.84	-4.75	—	-0.01	0.33	0.33	0.33
2081	18.58	13.84	-4.74	—	-0.01	0.33	0.33	0.33
2082	18.56	13.84	-4.72	—	-0.01	0.33	0.33	0.33
2083	18.54	13.84	-4.70	—	-0.01	0.33	0.33	0.33
2084	18.50	13.84	-4.67	—	-0.01	0.33	0.33	0.33
2085	18.46	13.84	-4.63	—	-0.01	0.33	0.33	0.33
2086	18.41	13.83	-4.58	—	-0.01	0.33	0.33	0.33
2087	18.35	13.83	-4.53	—	-0.01	0.33	0.33	0.33
2088	18.29	13.82	-4.47	—	-0.01	0.33	0.33	0.33
2089	18.24	13.82	-4.42	—	-0.01	0.33	0.33	0.33
2090	18.18	13.82	-4.36	—	-0.01	0.33	0.33	0.33
2091	18.13	13.81	-4.32	—	-0.01	0.33	0.33	0.33
2092	18.10	13.81	-4.29	—	-0.01	0.33	0.33	0.33
2093	18.07	13.81	-4.26	—	-0.01	0.33	0.33	0.33
2094	18.06	13.81	-4.25	—	-0.01	0.33	0.33	0.33
2095	18.06	13.81	-4.25	—	-0.01	0.33	0.33	0.33
2096	18.07	13.81	-4.26	—	-0.01	0.33	0.33	0.33
2097	18.09	13.81	-4.28	—	-0.01	0.33	0.33	0.33
2098	18.12	13.81	-4.30	—	-0.01	0.33	0.33	0.33
2099	18.15	13.82	-4.33	—	-0.01	0.33	0.33	0.33

Summarized Estimates: Proposal				
	Cost Rate	Income Rate	Actuarial Balance	Year of reserve depletion ¹
2024				
-2098	17.29%	14.12%	-3.17%	2036

Summarized Estimates: Change from Current Law			
	Cost Rate	Income Rate	Actuarial Balance
	-0.01%	0.32%	0.32%

¹ Under current law, the year of Trust Fund reserve depletion is 2035.