

Detailed Single Year Tables

Category of Change: Payroll Taxes (including maximum taxable)

Proposed Provision: E2.4. Eliminate the taxable maximum for years 2027 and later (phased in 2021-2027), and apply full 12.4 percent payroll tax rate to all earnings. Provide benefit credit for earnings above the current-law taxable maximum that are subject to the payroll tax, using a secondary PIA formula. This secondary PIA formula involves: (1) an "AIME+" derived from annual earnings from each year after 2020 that were in excess of that year's current-law taxable maximum; (2) a new bend point equal to 134 percent of the monthly current-law taxable maximum; and (3) formula factors of 3 percent and 0.25 percent below and above the new bend point, respectively.

Proposal					Change from Current Law		
Expressed as a percentage of current-law taxable payroll					Expressed as a percentage of current-law taxable payroll		
Year	Cost Rate	Trust Fund		Ratio	Cost Rate	Trust Fund	
		Income Rate	Annual Balance			Income Rate	Annual Balance
2020	13.92	13.00	-0.92	261	0.00	0.00	0.00
2021	14.05	13.24	-0.81	248	0.00	0.34	0.34
2022	14.25	13.62	-0.63	235	-0.00	0.69	0.69
2023	14.43	13.97	-0.47	224	-0.00	1.02	1.02
2024	14.64	14.32	-0.32	214	-0.00	1.35	1.35
2025	14.88	14.67	-0.21	205	-0.00	1.67	1.67
2026	15.11	15.11	-0.00	197	-0.00	1.98	1.98
2027	15.34	15.44	0.09	191	-0.00	2.29	2.29
2028	15.58	15.50	-0.08	187	-0.00	2.31	2.31
2029	15.83	15.54	-0.29	182	-0.00	2.31	2.31
2030	16.02	15.55	-0.47	176	-0.00	2.31	2.31
2031	16.19	15.57	-0.62	171	0.00	2.31	2.31
2032	16.33	15.58	-0.75	166	0.00	2.31	2.31
2033	16.45	15.59	-0.86	160	0.00	2.31	2.31
2034	16.55	15.60	-0.95	155	0.00	2.32	2.31
2035	16.63	15.61	-1.02	150	0.00	2.32	2.31
2036	16.69	15.62	-1.07	145	0.01	2.32	2.31
2037	16.75	15.62	-1.12	140	0.01	2.32	2.31
2038	16.79	15.63	-1.16	134	0.01	2.32	2.31
2039	16.83	15.63	-1.19	129	0.01	2.32	2.31
2040	16.86	15.64	-1.22	123	0.01	2.32	2.31
2041	16.87	15.64	-1.23	117	0.01	2.32	2.31
2042	16.87	15.64	-1.23	111	0.01	2.33	2.31
2043	16.87	15.65	-1.22	105	0.02	2.33	2.31
2044	16.85	15.65	-1.20	99	0.02	2.33	2.31
2045	16.84	15.65	-1.19	92	0.02	2.33	2.31
2046	16.82	15.65	-1.17	86	0.02	2.33	2.31
2047	16.81	15.65	-1.16	80	0.02	2.33	2.31
2048	16.81	15.66	-1.16	74	0.02	2.33	2.31
2049	16.81	15.66	-1.15	68	0.02	2.34	2.31
2050	16.81	15.66	-1.15	62	0.03	2.34	2.31
2051	16.82	15.66	-1.16	56	0.03	2.34	2.31
2052	16.84	15.67	-1.17	50	0.03	2.34	2.31
2053	16.86	15.67	-1.19	43	0.03	2.34	2.31
2054	16.89	15.67	-1.21	37	0.03	2.34	2.31
2055	16.93	15.68	-1.25	30	0.03	2.34	2.31
2056	16.97	15.68	-1.28	23	0.03	2.35	2.31
2057	17.01	15.69	-1.32	16	0.04	2.35	2.31
2058	17.07	15.70	-1.37	8	0.04	2.35	2.31
2059	17.12	15.70	-1.42	1	0.04	2.35	2.31
2060	17.18	15.71	-1.47	----	0.04	2.35	2.31
2061	17.24	15.71	-1.53	----	0.04	2.35	2.31
2062	17.31	15.72	-1.59	----	0.04	2.35	2.31
2063	17.37	15.73	-1.64	----	0.04	2.36	2.31
2064	17.44	15.73	-1.70	----	0.04	2.36	2.31
2065	17.50	15.74	-1.76	----	0.04	2.36	2.31
2066	17.57	15.75	-1.82	----	0.04	2.36	2.31
2067	17.64	15.75	-1.89	----	0.05	2.36	2.32
2068	17.71	15.76	-1.95	----	0.05	2.36	2.32
2069	17.78	15.76	-2.02	----	0.05	2.36	2.32
2070	17.85	15.77	-2.08	----	0.05	2.37	2.32
2071	17.92	15.78	-2.14	----	0.05	2.37	2.32
2072	17.98	15.78	-2.20	----	0.05	2.37	2.32
2073	18.03	15.79	-2.25	----	0.05	2.37	2.32
2074	18.09	15.79	-2.29	----	0.05	2.37	2.32
2075	18.13	15.80	-2.33	----	0.05	2.37	2.32
2076	18.17	15.80	-2.36	----	0.05	2.37	2.32
2077	18.19	15.81	-2.39	----	0.05	2.37	2.32
2078	18.20	15.81	-2.40	----	0.05	2.38	2.32
2079	18.20	15.81	-2.39	----	0.05	2.38	2.32
2080	18.19	15.81	-2.38	----	0.05	2.38	2.33
2081	18.17	15.81	-2.36	----	0.05	2.38	2.33
2082	18.15	15.81	-2.33	----	0.05	2.38	2.33
2083	18.12	15.81	-2.31	----	0.05	2.38	2.33
2084	18.09	15.81	-2.27	----	0.05	2.38	2.33
2085	18.05	15.81	-2.24	----	0.05	2.39	2.33
2086	18.01	15.81	-2.20	----	0.05	2.39	2.33
2087	17.98	15.81	-2.17	----	0.05	2.39	2.33
2088	17.95	15.81	-2.14	----	0.05	2.39	2.33
2089	17.93	15.81	-2.12	----	0.05	2.39	2.34
2090	17.92	15.81	-2.11	----	0.06	2.39	2.34
2091	17.92	15.81	-2.11	----	0.06	2.39	2.34
2092	17.94	15.81	-2.12	----	0.06	2.39	2.34
2093	17.96	15.82	-2.14	----	0.06	2.40	2.34
2094	17.99	15.82	-2.17	----	0.06	2.40	2.34
2095	18.03	15.82	-2.21	----	0.06	2.40	2.34

Summarized Estimates: Proposal				
	Cost Rate	Income Rate	Actuarial Balance	Year of reserve depletion ¹
2020				
-2094	17.09%	16.06%	-1.03%	2059

Summarized Estimates: Change from Current Law			
	Cost Rate	Income Rate	Actuarial Balance
	0.03%	2.21%	2.18%

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