

Detailed Single Year Tables

Category of Change: Payroll Taxes (including maximum taxable)

Proposed Provision: E2.4. Eliminate the taxable maximum for years 2031 and later (phased in 2025-2031), 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 2024 that were in excess of that year's current-law taxable maximum; (2) a new bend point equal to \$9,770 in 2025, indexed by wages after 2025; and (3) formula factors of 3 percent and 0.25 percent below and above the new bend point, respectively.

Year	Proposal Expressed as a percentage of current-law taxable payroll			Trust Fund Ratio 1-1-year	Change from Current Law Expressed as a percentage of current-law taxable payroll		
	Cost Rate	Income Rate	Annual Balance		Cost Rate	Income Rate	Annual Balance
2024	14.71	13.03	-1.68	188	0.00	0.00	0.00
2025	15.00	13.25	-1.75	171	0.00	0.36	0.36
2026	15.20	13.80	-1.40	154	-0.00	0.73	0.73
2027	15.36	14.20	-1.16	141	-0.00	1.10	1.10
2028	15.42	14.60	-0.82	131	-0.00	1.46	1.46
2029	15.47	14.99	-0.48	123	-0.00	1.82	1.83
2030	15.52	15.34	-0.18	118	-0.00	2.16	2.17
2031	15.57	15.71	0.14	115	-0.01	2.51	2.51
2032	15.60	15.73	0.14	114	-0.01	2.51	2.52
2033	15.65	15.77	0.12	114	-0.01	2.50	2.51
2034	15.76	15.78	0.02	113	-0.01	2.50	2.51
2035	15.87	15.79	-0.08	113	-0.01	2.50	2.52
2036	15.97	15.80	-0.17	113	-0.02	2.50	2.52
2037	16.07	15.81	-0.26	112	-0.02	2.51	2.52
2038	16.15	15.82	-0.34	110	-0.02	2.51	2.53
2039	16.23	15.82	-0.40	108	-0.03	2.51	2.53
2040	16.29	15.83	-0.46	106	-0.03	2.51	2.53
2041	16.35	15.84	-0.52	104	-0.03	2.51	2.54
2042	16.40	15.84	-0.56	102	-0.03	2.51	2.54
2043	16.44	15.85	-0.60	99	-0.04	2.51	2.54
2044	16.48	15.85	-0.63	96	-0.04	2.51	2.55
2045	16.51	15.85	-0.66	93	-0.04	2.51	2.55
2046	16.55	15.86	-0.69	90	-0.04	2.51	2.55
2047	16.59	15.86	-0.72	86	-0.04	2.51	2.55
2048	16.62	15.87	-0.76	83	-0.04	2.51	2.55
2049	16.67	15.87	-0.80	79	-0.04	2.51	2.55
2050	16.72	15.88	-0.84	74	-0.04	2.51	2.55
2051	16.77	15.88	-0.89	70	-0.04	2.51	2.55
2052	16.83	15.89	-0.94	65	-0.04	2.51	2.55
2053	16.90	15.89	-1.00	60	-0.04	2.52	2.55
2054	16.97	15.90	-1.07	55	-0.03	2.52	2.55
2055	17.05	15.91	-1.14	49	-0.03	2.52	2.55
2056	17.13	15.92	-1.21	42	-0.03	2.52	2.55
2057	17.22	15.92	-1.29	36	-0.03	2.52	2.55
2058	17.31	15.93	-1.38	29	-0.02	2.52	2.55
2059	17.40	15.94	-1.46	21	-0.02	2.52	2.54
2060	17.48	15.95	-1.54	13	-0.02	2.52	2.54
2061	17.57	15.96	-1.61	5	-0.01	2.52	2.54
2062	17.64	15.96	-1.68	—	-0.01	2.52	2.54
2063	17.72	15.97	-1.75	—	-0.01	2.53	2.53
2064	17.79	15.97	-1.81	—	-0.00	2.53	2.53
2065	17.85	15.98	-1.87	—	0.00	2.53	2.53
2066	17.92	15.99	-1.93	—	0.00	2.53	2.52
2067	17.99	15.99	-2.00	—	0.01	2.53	2.52
2068	18.06	16.00	-2.06	—	0.01	2.53	2.52
2069	18.13	16.01	-2.13	—	0.02	2.53	2.52
2070	18.20	16.01	-2.19	—	0.02	2.53	2.51
2071	18.27	16.02	-2.26	—	0.02	2.53	2.51
2072	18.34	16.02	-2.32	—	0.03	2.53	2.51
2073	18.41	16.03	-2.38	—	0.03	2.54	2.50
2074	18.47	16.04	-2.43	—	0.03	2.54	2.50
2075	18.52	16.04	-2.48	—	0.04	2.54	2.50
2076	18.57	16.05	-2.52	—	0.04	2.54	2.50
2077	18.60	16.05	-2.55	—	0.04	2.54	2.50
2078	18.63	16.05	-2.58	—	0.05	2.54	2.49
2079	18.64	16.05	-2.59	—	0.05	2.54	2.49
2080	18.65	16.06	-2.59	—	0.05	2.54	2.49
2081	18.64	16.06	-2.58	—	0.05	2.54	2.49
2082	18.62	16.06	-2.57	—	0.05	2.54	2.49
2083	18.60	16.06	-2.54	—	0.05	2.54	2.49
2084	18.57	16.06	-2.51	—	0.06	2.54	2.49
2085	18.53	16.05	-2.47	—	0.06	2.54	2.49
2086	18.48	16.05	-2.43	—	0.06	2.55	2.49
2087	18.42	16.05	-2.37	—	0.06	2.55	2.49
2088	18.36	16.04	-2.32	—	0.06	2.55	2.49
2089	18.30	16.04	-2.26	—	0.06	2.55	2.49
2090	18.25	16.04	-2.21	—	0.06	2.55	2.49
2091	18.20	16.04	-2.17	—	0.06	2.55	2.49
2092	18.17	16.03	-2.13	—	0.06	2.55	2.49
2093	18.14	16.03	-2.11	—	0.06	2.55	2.49
2094	18.13	16.03	-2.10	—	0.06	2.55	2.49
2095	18.13	16.03	-2.09	—	0.06	2.55	2.49
2096	18.14	16.03	-2.10	—	0.06	2.55	2.49
2097	18.16	16.04	-2.12	—	0.06	2.55	2.49
2098	18.19	16.04	-2.15	—	0.06	2.55	2.49
2099	18.22	16.04	-2.18	—	0.06	2.55	2.49

Summarized Estimates: Proposal			
Year	Cost Rate	Income Rate	Actuarial Balance
2024			
-2098	17.30%	16.17%	-1.13%

Summarized Estimates: Change from Current Law		
Year	Cost Rate	Income Rate
	0.00%	2.38%

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