

Detailed Single Year Tables

Category of Change: Payroll Taxes (including maximum taxable)

Proposed Provision: E3.10. Beginning in 2032, apply 2 percent payroll tax rate on earnings over the wage-indexed equivalent of \$300,000 in 2017 (about \$549,000 in 2032), with the threshold wage-indexed after 2032. Provide proportional benefit credit for additional earnings taxed, based on the payroll tax rate applied to the additional earnings divided by the full 12.4 percent payroll tax rate.

| 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 | |
| | Rate | Rate | Balance | Ratio | | Rate | Rate |
| | | | | 1-1-year | | | |
| 2024 | 14.71 | 13.03 | -1.68 | 188 | 0.00 | 0.00 | 0.00 |
| 2025 | 15.00 | 12.89 | -2.11 | 171 | 0.00 | 0.00 | 0.00 |
| 2026 | 15.20 | 13.07 | -2.13 | 152 | 0.00 | 0.00 | 0.00 |
| 2027 | 15.36 | 13.11 | -2.25 | 134 | 0.00 | 0.00 | 0.00 |
| 2028 | 15.42 | 13.13 | -2.28 | 117 | 0.00 | 0.00 | 0.00 |
| 2029 | 15.47 | 13.16 | -2.31 | 101 | 0.00 | 0.00 | 0.00 |
| 2030 | 15.53 | 13.18 | -2.35 | 84 | 0.00 | 0.00 | 0.00 |
| 2031 | 15.58 | 13.20 | -2.37 | 68 | 0.00 | 0.00 | 0.00 |
| 2032 | 15.60 | 13.43 | -2.18 | 53 | 0.00 | 0.21 | 0.21 |
| 2033 | 15.66 | 13.48 | -2.18 | 39 | -0.00 | 0.21 | 0.21 |
| 2034 | 15.77 | 13.49 | -2.28 | 25 | 0.00 | 0.21 | 0.21 |
| 2035 | 15.89 | 13.50 | -2.39 | 11 | 0.00 | 0.21 | 0.21 |
| 2036 | 15.99 | 13.51 | -2.48 | — | 0.00 | 0.21 | 0.21 |
| 2037 | 16.09 | 13.52 | -2.58 | — | 0.00 | 0.21 | 0.21 |
| 2038 | 16.18 | 13.53 | -2.65 | — | 0.00 | 0.21 | 0.21 |
| 2039 | 16.25 | 13.53 | -2.72 | — | 0.00 | 0.21 | 0.21 |
| 2040 | 16.33 | 13.54 | -2.79 | — | 0.00 | 0.21 | 0.21 |
| 2041 | 16.39 | 13.54 | -2.85 | — | 0.01 | 0.21 | 0.21 |
| 2042 | 16.44 | 13.55 | -2.89 | — | 0.01 | 0.21 | 0.21 |
| 2043 | 16.49 | 13.55 | -2.94 | — | 0.01 | 0.21 | 0.21 |
| 2044 | 16.53 | 13.56 | -2.97 | — | 0.01 | 0.22 | 0.20 |
| 2045 | 16.56 | 13.56 | -3.00 | — | 0.01 | 0.22 | 0.20 |
| 2046 | 16.60 | 13.56 | -3.04 | — | 0.02 | 0.22 | 0.20 |
| 2047 | 16.64 | 13.57 | -3.07 | — | 0.02 | 0.22 | 0.20 |
| 2048 | 16.68 | 13.57 | -3.11 | — | 0.02 | 0.22 | 0.20 |
| 2049 | 16.73 | 13.58 | -3.16 | — | 0.02 | 0.22 | 0.19 |
| 2050 | 16.78 | 13.58 | -3.20 | — | 0.03 | 0.22 | 0.19 |
| 2051 | 16.84 | 13.59 | -3.25 | — | 0.03 | 0.22 | 0.19 |
| 2052 | 16.90 | 13.59 | -3.31 | — | 0.03 | 0.22 | 0.19 |
| 2053 | 16.97 | 13.60 | -3.37 | — | 0.04 | 0.22 | 0.18 |
| 2054 | 17.04 | 13.60 | -3.44 | — | 0.04 | 0.22 | 0.18 |
| 2055 | 17.12 | 13.61 | -3.51 | — | 0.04 | 0.22 | 0.18 |
| 2056 | 17.20 | 13.62 | -3.59 | — | 0.05 | 0.22 | 0.17 |
| 2057 | 17.29 | 13.62 | -3.67 | — | 0.05 | 0.22 | 0.17 |
| 2058 | 17.39 | 13.63 | -3.75 | — | 0.05 | 0.22 | 0.17 |
| 2059 | 17.48 | 13.64 | -3.84 | — | 0.06 | 0.22 | 0.16 |
| 2060 | 17.57 | 13.65 | -3.92 | — | 0.06 | 0.22 | 0.16 |
| 2061 | 17.65 | 13.65 | -4.00 | — | 0.07 | 0.22 | 0.16 |
| 2062 | 17.73 | 13.66 | -4.07 | — | 0.07 | 0.22 | 0.15 |
| 2063 | 17.80 | 13.67 | -4.13 | — | 0.07 | 0.22 | 0.15 |
| 2064 | 17.87 | 13.67 | -4.20 | — | 0.08 | 0.22 | 0.14 |
| 2065 | 17.94 | 13.68 | -4.26 | — | 0.08 | 0.22 | 0.14 |
| 2066 | 18.00 | 13.68 | -4.32 | — | 0.09 | 0.22 | 0.14 |
| 2067 | 18.07 | 13.69 | -4.38 | — | 0.09 | 0.23 | 0.13 |
| 2068 | 18.14 | 13.69 | -4.45 | — | 0.10 | 0.23 | 0.13 |
| 2069 | 18.22 | 13.70 | -4.51 | — | 0.10 | 0.23 | 0.13 |
| 2070 | 18.29 | 13.71 | -4.58 | — | 0.10 | 0.23 | 0.12 |
| 2071 | 18.36 | 13.71 | -4.65 | — | 0.11 | 0.23 | 0.12 |
| 2072 | 18.43 | 13.72 | -4.71 | — | 0.11 | 0.23 | 0.11 |
| 2073 | 18.49 | 13.72 | -4.77 | — | 0.12 | 0.23 | 0.11 |
| 2074 | 18.56 | 13.73 | -4.83 | — | 0.12 | 0.23 | 0.11 |
| 2075 | 18.61 | 13.73 | -4.88 | — | 0.13 | 0.23 | 0.10 |
| 2076 | 18.66 | 13.74 | -4.92 | — | 0.13 | 0.23 | 0.10 |
| 2077 | 18.69 | 13.74 | -4.95 | — | 0.13 | 0.23 | 0.10 |
| 2078 | 18.72 | 13.74 | -4.98 | — | 0.14 | 0.23 | 0.09 |
| 2079 | 18.74 | 13.74 | -4.99 | — | 0.14 | 0.23 | 0.09 |
| 2080 | 18.74 | 13.75 | -4.99 | — | 0.14 | 0.23 | 0.09 |
| 2081 | 18.73 | 13.75 | -4.99 | — | 0.15 | 0.23 | 0.09 |
| 2082 | 18.72 | 13.75 | -4.97 | — | 0.15 | 0.23 | 0.08 |
| 2083 | 18.70 | 13.75 | -4.95 | — | 0.15 | 0.23 | 0.08 |
| 2084 | 18.66 | 13.74 | -4.92 | — | 0.15 | 0.23 | 0.08 |
| 2085 | 18.62 | 13.74 | -4.88 | — | 0.15 | 0.23 | 0.08 |
| 2086 | 18.57 | 13.74 | -4.83 | — | 0.15 | 0.23 | 0.08 |
| 2087 | 18.52 | 13.74 | -4.78 | — | 0.15 | 0.23 | 0.08 |
| 2088 | 18.46 | 13.73 | -4.73 | — | 0.16 | 0.23 | 0.08 |
| 2089 | 18.40 | 13.73 | -4.67 | — | 0.16 | 0.23 | 0.08 |
| 2090 | 18.35 | 13.72 | -4.62 | — | 0.16 | 0.23 | 0.08 |
| 2091 | 18.30 | 13.72 | -4.58 | — | 0.16 | 0.23 | 0.08 |
| 2092 | 18.26 | 13.72 | -4.54 | — | 0.16 | 0.23 | 0.08 |
| 2093 | 18.24 | 13.72 | -4.52 | — | 0.16 | 0.23 | 0.08 |
| 2094 | 18.23 | 13.72 | -4.51 | — | 0.16 | 0.23 | 0.08 |
| 2095 | 18.22 | 13.72 | -4.51 | — | 0.16 | 0.23 | 0.07 |
| 2096 | 18.23 | 13.72 | -4.52 | — | 0.16 | 0.23 | 0.07 |
| 2097 | 18.25 | 13.72 | -4.54 | — | 0.16 | 0.23 | 0.07 |
| 2098 | 18.28 | 13.72 | -4.56 | — | 0.16 | 0.23 | 0.07 |
| 2099 | 18.32 | 13.72 | -4.60 | — | 0.16 | 0.23 | 0.07 |

| Summarized Estimates: Proposal | | | | |
|---------------------------------------|-----------|-------------|-------------------|----------------------------------------|
| Year | Cost Rate | Income Rate | Actuarial Balance | Year of reserve depletion ¹ |
| 2024 | | | | |
| -2098 | 17.36% | 13.99% | -3.37% | 2035 |

| Summarized Estimates: Change from Current Law | | |
|------------------------------------------------------|-------------|-------------------|
| Cost Rate | Income Rate | Actuarial Balance |
| 0.07% | 0.20% | 0.13% |

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