

## 2022 Social Security/SSI/Medicare Information

### Social Security Program (Old Age, Survivors and Disability Insurance (OASDI))

2022 Maximum Taxable Earnings: OASDI—\$147,000; Hospital Insurance (HI, also called Medicare Part A)—No limit

| <u>Federal Tax Rate:</u> <sup>1</sup> |                                   | <u>Max OASDI</u> | <u>Max HI</u> |
|---------------------------------------|-----------------------------------|------------------|---------------|
| Employee                              | 7.65% (6.2% - OASDI, 1.45% - HI)  | \$9,114.00       | No limit      |
| Employer                              | 7.65% (6.2% - OASDI, 1.45% - HI)  | \$9,114.00       | No limit      |
| Self-employed                         | 15.30% (12.4% - OASDI, 2.9% - HI) | \$18,228.0       | No limit      |

Earnings Required for a Quarter of Coverage in 2022: \$1,510 (\$6,040 for four)

#### Full Retirement Age (by Year of Birth):

|                  |                   |                   |
|------------------|-------------------|-------------------|
| 1938 - 65/2 mos. | 1942 - 65/10 mos. | 1957 - 66/6 mos.  |
| 1939 - 65/4 mos. | 1943-54 - 66      | 1958 - 66/8 mos.  |
| 1940 - 65/6 mos. | 1955 - 66/2 mos.  | 1959 - 66/10 mos. |
| 1941 - 65/8 mos. | 1956 - 66/4 mos.  | 1960+ - 67        |

#### Benefits for Retirees (3/2021):

|                      | <u>Age 62</u> |                | <u>Full Retirement Age (FRA)</u> |                |
|----------------------|---------------|----------------|----------------------------------|----------------|
|                      | <u>PIA</u>    | <u>Benefit</u> | <u>PIA</u>                       | <u>Benefit</u> |
| Scaled low earner    | \$1,259.80    | \$881          | \$1,240.80                       | \$1,240        |
| Scaled medium earner | \$2073.60     | \$1,451        | \$2,046.80                       | \$2,046        |
| Maximum earner       | \$3,357.60    | \$2,350        | \$3,313.80                       | \$3,313        |

#### Long Range Constant Pre-Retirement Earnings Replacement Rate - Retirement at Age 67 in 2030 or Later:

Scaled low earner: 55%      Scaled medium earner: 41%      Maximum earner: 27%

| <u>Coverage Thresholds for 2022:</u> | <u>Self-Employment</u> | <u>Domestic Employment</u> | <u>Election Workers</u> |
|--------------------------------------|------------------------|----------------------------|-------------------------|
|                                      | \$400                  | \$2,400                    | \$2,000                 |

#### OASDI Covered Workers (Estimated, Calendar Year (CY) 2022):

|  |               |
|--|---------------|
| Wages:                                   | 166.5 million |
| Self-employment:                         | 20.2 million  |
| Total (Wages, Self-employment, or Both): | 178.1         |

Percent of workers in paid employment or self-employment who are covered: 94%

| <u>Estimated Worker/Beneficiary Ratio:</u> | <u>2020</u> | <u>2039</u> |
|--|-------------|-------------|
|  | 2.7 to 1    | 2.2 to 1    |

#### Retirement Test Exempt Amounts (CY 2022 ):

- Retirement Earnings Test applies only to people below FRA.
- Annual exempt amount—2022 is a year before the year FRA is attained—\$19,560. \$1 in benefits is withheld for every \$2 in earnings above the exempt amount.
- Annual exempt amount—2022 is the year in which FRA is attained—\$51,960. \$1 in benefits is withheld for every \$3 in earnings above the exempt amount. In addition, only earnings prior to FRA count.

<sup>1</sup> Single filers with wages, compensation, or self-employment above \$200,000, and joint filers with wages, compensation, or self-employment above \$250,000, pay an additional HI tax of 0.9 percent.

Bend Points (for Workers who Attain Age 62, Become Disabled, or Die in 2022):

|   |  |
|---|--|
| Primary Insurance Amount (PIA) Formula          | OASI Maximum Family Benefit (MFB) Formula <sup>2</sup> |
| 90% of first \$1024 of AIME <sup>3</sup> , plus | 150% of first \$1,308 of PIA, plus                     |
| 32% of AIME over \$1024 through \$6,172,+       | 272% of PIA over \$1,308 through \$1,889,+             |
| 15% of AIME over \$6172                         | 134% of PIA over \$1,889 through \$2,463,+             |
|   | 175% of PIA over \$2,463                               |

| <u>Average Monthly Benefits Payable in 1/2022:</u> | <u>Before 5.9% COLA</u> | <u>After 5.9% COLA</u> |
|--|-------------------------|------------------------|
| All retired workers                                | \$1,565                 | \$1,656                |
| Aged couple, both receiving benefits               | \$2,599                 | \$2,753                |
| Widowed mother/father and two children             | \$3,009                 | \$3,187                |
| Aged widow(er) alone                               | \$1,467                 | \$1,553                |
| Disabled worker, spouse and one or more children   | \$2,250                 | \$2,383                |
| All disabled workers                               | \$1,282                 | \$1,358                |

Substantial Gainful Activity (2022):

\$1,350 per month for people who are not blind  
\$2,260 per month for people who are blind

Trial Work Period Service Month (2022): \$970 per month

Number of OASDI Beneficiaries (as of 12/31/21):

|                                     |              |
|-------------------------------------|--------------|
| Total OASDI beneficiaries:          | 65.2 million |
| Retired workers and family members: | 50.1 million |
| Retired workers:                    | 47.3 million |
| Spouses:                            | 2.2 million  |
| Children:                           | 0.7 million  |
| Survivors of deceased workers:      | 5.9 million  |
| Aged surviving spouses:             | 3.5 million  |
| Disabled surviving spouses:         | 0.2 million  |
| Surviving spouses w/ child-in-care: | 0.1 million  |
| Children:                           | 2.0 million  |
| DI beneficiaries:                   | 9.2 million  |
| Disabled workers:                   | 7.9 million  |
| Spouses:                            | 0.1 million  |
| Children:                           | 1.2 million  |

Number of OASDI Children Beneficiaries (12/31/21):

|                        |             |
|------------------------|-------------|
| Total:                 | 3.9 million |
| Children under age 18: | 2.7 million |
| Students:              | .1 million  |
| Disabled Children:     | 1.1 million |

Maximum Special Minimum PIA (Effective 12/2021): \$950.80 (with 30 years of coverage)

Maximum Amount of Windfall Elimination Provision (WEP) Reduction (WEP 1<sup>st</sup> Applied in 2022): \$512

---

<sup>2</sup> DI MFB ranges from 100%-150% of the PIA, depending on the PIA level

<sup>3</sup> Average Indexed Monthly Earnings

## Supplemental Security Income (SSI) Program

|  |                   |               |
|--|-------------------|---------------|
|  | <u>Individual</u> | <u>Couple</u> |
| <u>SSI Federal Benefit Rate (Federal Monthly Maximum) (CY 2022):</u> | \$841             | \$1,261       |
| <u>Resource Limits:</u> <sup>4</sup>                                 | \$2,000           | \$3,000       |

### Number of SSI Beneficiaries and Average Federally Administered Benefit (as of 1/2022):

|                    | <u>Number</u> | <u>Average Benefit</u> |
|--------------------|---------------|------------------------|
| Total              | 7,689,679     | \$625                  |
| Aged               | 1,116,094     | \$502                  |
| Blind and Disabled | 6,573,585     | \$645                  |
| By Age             |               |                        |
| Under 18           | 1,042,950     | \$733                  |
| Age 18-64          | 4,349,939     | \$658                  |
| Age 65 and Over    | 2,296,790     | \$511                  |

### SSI Expenditures (FY 2021):

|   |                |
|---|----------------|
| Federal SSI payments                    | \$55.5 billion |
| Federally Administered State Supplement | \$2.4 billion  |

## Medicare Program

### Enrollees—Part A Only, Part B (also called Supplementary Medical Insurance (SMI)) Only, or Both (FY 2020):

|          |              |
|----------|--------------|
| Total    | 62.3 million |
| Aged     | 53.8 million |
| Disabled | 8.5 million  |

### Part A (HI) Monthly Premium (CY 2022):

|                       |       |
|-----------------------|-------|
| Fully Insured         | \$0   |
| 30+ Credits           | \$274 |
| Fewer than 30 Credits | \$499 |

### Part B Premium (CY 2022):

\$170.10 to \$578.30 (depending on income (see table below))  
Annual deductible is \$233.00

### Beneficiaries Affected by Income-Related Monthly Adjustment Amount (IRMAA) (Premium Year 2020):<sup>5</sup>

| <u>Program</u> | <u>Number of Beneficiaries Affected</u> |
|----------------|---|
| IRMAA - Part B | 4,635,801                               |
| IRMAA - Part D | 3,760,399                               |

### IRMAA by Modified Adjusted Gross Income (CY 2022):

| <u>Single</u>               | <u>Married</u>              | <u>Total Monthly Part B Premium</u> | <u>IRMAA Part D</u> <sup>6</sup> |
|-----------------------------|-----------------------------|-------------------------------------|----------------------------------|
| \$91,000 or less            | \$182,000 or less           | \$170.10 (standard premium)         | \$0.00                           |
| \$91,000.01 - \$114,000     | \$182,000.01 - \$228,000.00 | \$238.10                            | \$12.40                          |
| \$114,000.01 - \$142,000.00 | \$228,000.01 - \$284,000.00 | \$340.20                            | \$32.10                          |
| \$142,000.01 - \$170,000.00 | \$284,000.01 - \$340,000.00 | \$442.30                            | \$51.70                          |
| \$170,000.01 - \$499,999.99 | \$340,000.01 - \$749,999.99 | \$544.30                            | \$71.30                          |
| \$500,000 or greater        | \$750,000 or greater        | \$578.30                            | \$77.90                          |

<sup>4</sup> The SSI resource limits are set by law and are not adjusted for inflation.

<sup>5</sup> For the 2022 update to this fact sheet, we did not update the Medicare enrollee and beneficiaries affected by IRMAA figures on this page. We will publish an updated version of this fact sheet when this information is available.

<sup>6</sup> Part D premiums vary by plan. The amounts shown in this column are added to the plan's premium.

(continued from the last table, IRMAA by MAGI)  
Married, Filing Separately

| <u>IRMAA by Modified Adjusted Gross Income</u> | <u>Total Monthly Part B Premium</u> | <u>IRMAA Part D</u> |
|--|-------------------------------------|---------------------|
| \$91,000 or less                               | \$170.10 (standard premium)         | \$0.00              |
| \$91,000.01-\$408,999.99                       | \$544.30                            | \$71.30             |
| \$409,000 or greater                           | \$578.30                            | \$77.90             |

Medicare Prescription Drug Coverage (Part D) Extra Help Eligibility Requirements:

Individual must:

- be entitled to Part A or Part B (or both);
- be enrolled in prescription drug plan and live in a service area (excludes the incarcerated);
- reside in one of the 50 States or D.C.;
- file an application; and
- have income and resources within certain limits.

2022 Extra Help Income Limits:

Full Subsidy—Below 135% of poverty guidelines (below \$18,588 for an individual and \$24,960 for a two-person family in the contiguous States and D.C.<sup>7</sup>)

Partial Subsidy—Between 135%-150% of poverty guidelines (between \$18,588.00 and \$20,628 for an individual and between \$24,960.00 and \$27,708.00 for a two-person family in the contiguous States and D.C.)

2022 Extra Help Resource Limits:<sup>8</sup>

Full Subsidy—\$9,900 individual, \$15,600 married couple living together

Partial Subsidy—\$15,510 individual, \$30,950 married couple living together

**Trust Fund and Miscellaneous Program Data**

Percentage of Social Security Benefits Subject to Tax:

| <u>Filing Status</u> | <u>% Taxed</u> | <u>Income Threshold</u> | <u>Where Revenue Goes (Trust Funds)<sup>9</sup></u> |
|----------------------|----------------|-------------------------|---|
| Individual           | up to 50%      | \$25,000 - \$34,000     | OASDI   |
| Joint                | up to 50%      | \$32,000 - \$44,000     | OASDI   |
| Individual           | up to 85%      | \$34,000 plus           | OASDI and HI  |
| Joint                | up to 85%      | \$44,000 plus           | OASDI and HI  |

| <u>Average Wage Index:</u> | <u>2019</u> | <u>2020</u> |
|----------------------------|-------------|-------------|
|                            | \$54,099.99 | \$55,628.60 |

OASDI Administrative Expenses (Excluding Treasury Administrative Costs) (FY 2021):

|                             | <u>OASI</u> | <u>DI</u> | <u>OASDI</u> |
|-----------------------------|-------------|-----------|--------------|
| Amount (in billions)        | \$3.4       | \$2.4     | \$5.8        |
| Percent of Benefit Payments | 0.3%        | 1.7%      | 0.5%         |

OASDI Benefit Payments FY 2021:

|        |                   |
|--------|-------------------|
| OASI:  | \$982.7 billion   |
| DI:    | \$140.6 billion   |
| OASDI: | \$1,123.2 billion |

<sup>7</sup> Different income limits apply in Alaska and Hawaii.

<sup>8</sup> Includes the burial fund exclusion.

<sup>9</sup> “OASDI and HI” – The taxes on the first 50% of benefits subject to tax goes to the OASDI trust funds and the taxes on the remaining portion of benefits subject to tax (up to 85%) goes to the HI trust fund.

OASI/DI Trust Funds' Operations (in billions based on intermediate assumptions in 2021 Trustees Report):

| <u>Calendar Year</u> | <u>Income</u> | <u>Cost</u> | <u>Net Increase</u> | <u>End Of Year Balance</u> |
|----------------------|---------------|-------------|---------------------|----------------------------|
| 2020 actual          | \$1,182       | \$1,107     | \$11                | \$2,908                    |
| 2021 projected       | \$1,074       | \$1,151     | \$77                | \$2,831                    |
| 2021 actual          | \$1,088       | \$1,145     | \$56                | \$2,852                    |

Key Years from 2021 OASDI Trustees Report (Using Intermediate Assumptions):

- 2010 OASDI expenditures exceeded income excluding interest and remained in excess thereafter.
- 2021 OASDI expenditures projected to exceed total income and remain in excess thereafter.
- 2033 OASI asset reserves are scheduled to be depleted. (At that time income would be sufficient to pay 76% of the OASI scheduled benefits, declining to 72% in 2095.)
- 2034 OASDI Trust Fund asset reserves are scheduled to be depleted. (At that time, current Social Security taxes would support about 78% of the expected OASDI benefits, declining to 74% in 2095 .)
- 2057 DI Trust Fund asset reserves are scheduled to be depleted. (At that time, current Social Security taxes would support about 91% of the expected DI benefits.)

Estimated Long-Range Deficit: 3.54 percent of taxable payroll

Beneficiaries (by Sex) Receiving Social Security Benefits (as of 12 /2021):

- 53% Women
- 47% Men

Number of people receiving monthly benefits from SSA (as of 12/2021):

|                                     |                    |
|-------------------------------------|--------------------|
| OASDI Benefits only                 | 62.7 million       |
| SSI Benefits only                   | 5.1 million        |
| OASDI and SSI Benefits Concurrently | <u>2.6 million</u> |
| Total                               | 70.3 million       |

Program Accuracy (FY 2020):

OASDI Program Dollar Accuracy Rate (Nonmedical Factors):

- 99.8% of payment outlays without an overpayment
- 99.9% of payment outlays without an underpayment

SSI Program Dollar Accuracy Rate (Nonmedical Factors):

- 91.9% of payment outlays without an overpayment
- 98.7% of payment outlays without an underpayment

Disability Determination Services (DDS) Accuracy Rate for Initial Disability Decisions (FY 2021):

96.7 % - Overall decisional accuracy rate

**Resources/Contacts**

|                                     |   |
|-------------------------------------|---|
| <u>Social Security Information:</u> | 1-800-772-1213 TTY: 1-800-325-0778  |
| <u>SSA Online:</u>                  | <a href="https://www.socialsecurity.gov">https://www.socialsecurity.gov</a> |
| <u>Constituent Relations Staff:</u> | 410-965-3930  |
| <u>Congressional Affairs Staff:</u> | 202-358-6030  |
| <u>Medicare Info:</u>               | 1-800-633-4227 TTY: 1-877-486-2048  |
| <u>Medicare Online:</u>             | <a href="https://www.medicare.gov">https://www.medicare.gov</a>             |