

SOCIAL SECURITY QUICK REFERENCE GUIDE FOR 2016

This quick reference is designed to help you do Savvy Social Security planning for baby boomers with maximum earnings. Whenever possible, it is better to use the client's individual Social Security estimate. However, if the estimate is not available, and if the client is confident that he or she had maximum earnings for 35 years, these estimates can help clients in planning.

Estimated benefits for workers with maximum earnings

Adjusted for projected COLAs and future earnings

| Year of birth | Age in 2016 | FRA | Year FRA (depending on birth month) | PIA calculated at 62 (earnings through age 61) | Year Age 70 | Benefit at 70 if work till 62 | Benefit at 70 if work till 66 | Benefit at 70 if work till 70 |
|---------------|-------------|-------------|-------------------------------------|--|-------------|-------------------------------|-------------------------------|-------------------------------|
| 1954 | 62 | 66 | 2020 | \$2,788 | 2024 | \$4,552 | \$4,610 | \$4,722 |
| 1955 | 61 | 66 + 2 mo. | 2021 | \$2,872 | 2025 | \$4,643 | \$4,704 | \$4,821 |
| 1956 | 60 | 66 + 4 mo. | 2022 | \$3,079 | 2026 | \$4,847 | \$4,905 | \$5,023 |
| 1957 | 59 | 66 + 6 mo. | 2023 | \$3,233 | 2027 | \$5,042 | \$5,100 | \$5,218 |
| 1958 | 58 | 66 + 8 mo. | 2025 | \$3,386 | 2028 | \$5,235 | \$5,294 | \$5,378 |
| 1959 | 57 | 66 + 10 mo. | 2026 | \$3,534 | 2029 | \$5,424 | \$5,507 | \$5,603 |
| 1960 | 56 | 67 | 2027 | \$3,681 | 2030 | \$5,606 | \$5,690 | \$5,787 |
| 1961 | 55 | 67 | 2028 | \$3,834 | 2031 | \$5,854 | \$5,940 | \$6,039 |
| 1962 | 54 | 67 | 2029 | \$3,990 | 2032 | \$6,105 | \$6,192 | \$6,255 |
| 1963 | 53 | 67 | 2030 | \$4,146 | 2033 | \$6,357 | \$6,424 | \$6,446 |
| 1964 | 52 | 67 | 2031 | \$4,298 | 2034 | \$6,610 | \$6,675 | \$6,701 |

Estimated PIAs for workers with maximum earnings

Not adjusted for COLAs. Use in Savvy Social Security Planning Calculators

| Year of birth | Age in 2016 | PIA | Spousal benefit (50% of PIA) |
|---------------|-------------|-------|------------------------------|
| 1954 | 62 | 2,788 | 1,394 |
| 1955 | 61 | 2,702 | 1,351 |
| 1956 | 60 | 2,708 | 1,354 |
| 1957 | 59 | 2,713 | 1,357 |
| 1958 | 58 | 2,718 | 1,359 |
| 1959 | 57 | 2,723 | 1,362 |
| 1960 | 56 | 2,728 | 1,364 |
| 1961 | 55 | 2,732 | 1,366 |
| 1962 | 54 | 2,736 | 1,368 |
| 1963 | 53 | 2,740 | 1,370 |
| 1964 | 52 | 2,745 | 1,373 |

Assumes COLAs shown on table on reverse side. Assumes future earnings are maximum taxable amount. These estimates were calculated using the Detailed Calculator downloaded from the SSA website (<http://www.ssa.gov/planners/benefitcalculators.htm>)

Adjustment for early or delayed claiming

FRA = 66 For workers born between 1943 and 1954 and survivors born between 1945 and 1956

FRA = 67 For workers born in 1960 or later and survivors born in 1962 or later

| Age benefits start | Worker: % of PIA | Spouse: % of worker PIA if spouse not eligible for benefit on own record | Spouse: % of spousal excess added to spouse's earned benefit (1/2 worker PIA - spouse PIA) | Survivor: % of original survivor benefit | Worker: % of PIA | Spouse: % of worker PIA if spouse not eligible for benefit on own record and FRA = 67 | Spouse: % of spousal excess added to spouse's earned benefit (1/2 worker PIA - spouse PIA) if FRA = 67 | Survivor: % of original survivor benefit |
|--------------------|------------------|--|--|--|------------------|---|--|--|
| 60 | N/A | N/A | N/A | 71.5 | N/A | N/A | N/A | 71.5 |
| 61 | N/A | N/A | N/A | 76.3 | N/A | N/A | N/A | 75.8 |
| 62 | 75 | 35 | 70 | 81 | 70 | 32.5 | 65 | 80.1 |
| 63 | 80 | 37.5 | 75 | 85.7 | 75 | 35 | 70 | 84.3 |
| 64 | 86.7 | 41.7 | 83.3 | 90.5 | 80 | 37.5 | 75 | 88.6 |
| 65 | 93.3 | 45.8 | 91.7 | 95.3 | 86.7 | 41.7 | 83.3 | 92.9 |
| 66 | 100 | 50 | 100 | 100 | 93.3 | 45.8 | 91.7 | 97.2 |
| 67 | 108 | 50 | 100 | 100 | 100 | 50 | 100 | 100 |
| 68 | 116 | 50 | 100 | 100 | 108 | 50 | 100 | 100 |
| 69 | 124 | 50 | 100 | 100 | 116 | 50 | 100 | 100 |
| 70 | 132 | 50 | 100 | 100 | 124 | 50 | 100 | 100 |

Social Security cost-of-living adjustments (COLAs)

| Year Announced (in October) | Year benefits are affected (starting in January) | % COLA | Year Announced (in October) | Year benefits are affected (starting in January) | % COLA | Year Announced (in October) | Year benefits are affected (starting in January) | % COLA |
|-----------------------------|--|--------|-----------------------------|--|--------|-----------------------------|--|--------|
| 1977 | 1978 | 5.9 | 1991 | 1992 | 3.7 | 2005 | 2006 | 4.1 |
| 1978 | 1979 | 6.5 | 1992 | 1993 | 3.0 | 2006 | 2007 | 3.3 |
| 1979 | 1980 | 9.9 | 1993 | 1994 | 2.6 | 2007 | 2008 | 2.3 |
| 1980 | 1981 | 14.3 | 1994 | 1995 | 2.8 | 2008 | 2009 | 5.8 |
| 1981 | 1982 | 11.2 | 1995 | 1996 | 2.6 | 2009 | 2010 | 0.0 |
| 1982 | 1983 | 7.4 | 1996 | 1997 | 2.9 | 2010 | 2011 | 0.0 |
| 1983 | 1984 | 3.5 | 1997 | 1998 | 2.1 | 2011 | 2012 | 3.6 |
| 1984 | 1985 | 3.5 | 1998 | 1999 | 1.3 | 2012 | 2013 | 1.7 |
| 1985 | 1986 | 3.1 | 1999 | 2000 | 2.5 | 2013 | 2014 | 1.5 |
| 1986 | 1987 | 1.3 | 2000 | 2001 | 3.5 | 2014 | 2015 | 1.7 |
| 1987 | 1988 | 4.2 | 2001 | 2002 | 2.6 | 2015 | 2016 | 0.0 |
| 1988 | 1989 | 4.0 | 2002 | 2003 | 1.4 | 2016 | 2017 | 2.2 |
| 1989 | 1990 | 4.7 | 2003 | 2004 | 2.1 | 2017 | 2018 | 2.4 |
| 1990 | 1991 | 5.4 | 2004 | 2005 | 2.1 | 2018 | 2019 | 2.6 |

Shaded area: Projected by Social Security Trustees 2019 and beyond: 2.7%

Retirement Benefits

<http://www.ssa.gov/pubs/10035.html>

Plan Your Retirement

<http://www.ssa.gov/retire2>

Get Your Statement

<http://www.ssa.gov/myaccount>

When to Start Receiving Your Social Security Benefit

<http://www.ssa.gov/pubs/10147.html>

Retirement Benefits by Year of Birth

<http://www.ssa.gov/retire2/agereduction.htm>

How Work Affects Your Benefit

<http://www.ssa.gov/pubs/10069.html>

If You Are Divorced

<http://www.ssa.gov/retire2/divspouse.htm>

Survivors Benefits

<http://www.ssa.gov/pubs/10084.html>

Benefits for Children

<http://www.ssa.gov/pubs/10085.html>

Windfall Elimination Provision

<http://www.ssa.gov/pubs/10045.html>

Benefits for Your Spouse

<http://www.ssa.gov/retire2/yourspouse.htm>

Government Pension Offset

<http://www.ssa.gov/pubs/10007.html>

Apply Online for Social Security Benefits

<http://www.ssa.gov/pubs/10032.html>

Find a Local Office:

<https://secure.ssa.gov/apps6z/FOLO/fo001.jsp>

Medicare:

<http://www.ssa.gov/pubs/10043.html>

Social Security

Toll-free number: 800-772-1213

Maximum wages subject to Social Security tax

| Year | Maximum wage base (\$) | Year | Maximum wage base (\$) |
|------|------------------------|------|------------------------|
| 1971 | 7,800 | 1994 | 60,600 |
| 1972 | 9,000 | 1995 | 61,200 |
| 1973 | 10,800 | 1996 | 62,700 |
| 1974 | 13,200 | 1997 | 65,400 |
| 1975 | 14,100 | 1998 | 68,400 |
| 1976 | 15,300 | 1999 | 72,600 |
| 1977 | 16,500 | 2000 | 76,200 |
| 1978 | 17,700 | 2001 | 80,400 |
| 1979 | 22,900 | 2002 | 84,900 |
| 1980 | 25,900 | 2003 | 87,000 |
| 1981 | 29,700 | 2004 | 87,900 |
| 1982 | 32,400 | 2005 | 90,000 |
| 1983 | 35,700 | 2006 | 94,200 |
| 1984 | 37,800 | 2007 | 97,500 |
| 1985 | 39,600 | 2008 | 102,000 |
| 1986 | 42,000 | 2009 | 106,800 |
| 1987 | 43,800 | 2010 | 106,800 |
| 1988 | 45,000 | 2011 | 106,800 |
| 1989 | 48,000 | 2012 | 110,100 |
| 1990 | 51,300 | 2013 | 113,700 |
| 1991 | 53,400 | 2014 | 117,000 |
| 1992 | 55,500 | 2015 | 118,500 |
| 1993 | 57,600 | 2016 | 118,500 |

Medicare Part B premiums for 2016

| MAGI Single (\$) | MAGI joint (\$) | Monthly premium amount (\$) | Part D income adjustment (\$) |
|-------------------|-------------------|-----------------------------|-------------------------------|
| 85,000 or less | 170,000 or less | 121.80* | 0 |
| 85,001 - 107,000 | 170,001 - 214,000 | 170.50 | 12.70 |
| 107,001 - 160,000 | 214,001 - 320,000 | 243.60 | 32.80 |
| 160,001 - 214,000 | 320,001 - 428,000 | 316.70 | 52.80 |
| Over 214,000 | Over 428,000 | 389.80 | 72.90 |

*\$104.90 if held harmless

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