

Social Security Earning Limits for 2020

For the calendar year 2020 the maximum earnings subject to Social Security taxes (6.2%) is \$137,700 (\$142,800 for 2020). The earnings subject to the Medicare taxes (1.45%) portion remains unlimited.

Social Security benefits increased 1.6% for 2020 (1.3% for 2021).

Earnings before benefits are reduced:

- Age 62 – full retirement age: \$18,240 (\$18,960 in 2021)
- Year individual reaches full retirement age: \$48,600 in 2020 (\$50,520 in 2021)

Earnings required to earn a quarter of coverage in 2020: \$1,410 (\$1,470 in 2021) Optional SE amount for 2020 \$5,640 (\$5,880 for 2021)

Additional 0.9% in Medicare taxes with earned income is more than \$200,000 (\$250,000 for married couples filing jointly)

MEDICARE PREMIUMS

YEAR	PER MONTH	ENTIRE YEAR
2021	\$148.50	\$1,782.00
2020	\$144.60	\$1,735.20
2019	\$135.50	\$1,626.00
2018	\$134.00	\$1,608.00

Social Security Full Retirement and Reductions by Age

No matter what your full retirement age is, you may start receiving benefits as early as age 62.

NOTE: If you were born on January 1st any year, you should refer to the previous year in the chart below.

Year of Birth	Full Retirement Age	Age 62 Reduction Months	Monthly % Reduction	Total % Reduction
1943-1954	66	48	.520	25.00
1955	66 and 2 months	50	.516	25.84
1956	66 and 4 months	52	.512	26.66
1957	66 and 6 months	54	.509	27.50
1958	66 and 8 months	56	.505	28.33
1959	66 and 10 months	58	.502	29.17
1960 and later	67	60	.500	30.00

Increased Medicare Premiums in 2020 if AGE is larger than \$87,000 (\$174,000 if Married Filing Jointly).

\$144.60/month: less than \$87,001 (\$174,001 MFJ)
 \$202.40/month: less than \$109,000 (\$218,000 MFJ)
 \$289.20/month: less than \$136,000 (\$272,000 MFJ)
 \$376.00/month: less than \$163,000 (\$320,000 MFJ)
 \$462.70/month: less than \$500,000 (\$750,000 MFJ)
 \$491.60/month: more than \$500,000 (\$750,000 MFJ)

Increased Medicare Premiums in 2021 if AGE is larger than \$88,000 (\$176,000 if Married Filing Jointly).

\$148.50/month: less than \$88,001 (\$176,001 MFJ)
 \$207.90/month: less than \$111,000 (\$222,000 MFJ)
 \$297.00/month: less than \$138,000 (\$276,000 MFJ)
 \$386.10/month: less than \$165,000 (\$330,000 MFJ)
 \$475.20/month: less than \$500,000 (\$750,000 MFJ)
 \$504.90/month: more than \$500,000 (\$750,000 MFJ)