



# Fact Sheet

## SOCIAL SECURITY

### 2014 SOCIAL SECURITY CHANGES

o **Cost-of-Living Adjustment (COLA):**

Based on the increase in the Consumer Price Index (CPI-W) from the third quarter of 2012 through the third quarter of 2013, Social Security and Supplemental Security Income (SSI) beneficiaries will receive a 1.5 percent COLA for 2014. Other important 2014 Social Security information is as follows:

	<u>2013</u>	<u>2014</u>
o <b><u>Tax Rate:</u></b>		
Employee	7.65%	7.65%
Self-Employed	15.30%	15.30%

**NOTE:** The 7.65% tax rate is the combined rate for Social Security and Medicare. The Social Security portion (OASDI) is 6.20% on earnings up to the applicable taxable maximum amount (see below). The Medicare portion (HI) is 1.45% on all earnings. Also, as of January 2013, individuals with earned income of more than \$200,000 (\$250,000 for married couples filing jointly) pay an additional 0.9 percent in Medicare taxes. The tax rates shown above do not include the 0.9 percent.

o **Maximum Taxable Earnings:**

Social Security (OASDI only)	\$113,700	\$117,000
Medicare (HI only)	No Limit	

o **Quarter of Coverage:**

	\$1,160	\$1,200
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o **Retirement Earnings Test Exempt Amounts:**

Under full retirement age	\$15,120/yr. (\$1,260/mo.)	\$15,480/yr. (\$1,290/mo.)
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NOTE: One dollar in benefits will be withheld for every \$2 in earnings above the limit.

The year an individual reaches full retirement age	\$40,080/yr. (\$3,340/mo.)	\$41,400/yr. (\$3,450/mo.)
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NOTE: Applies only to earnings for months prior to attaining full retirement age. One dollar in benefits will be withheld for every \$3 in earnings above the limit.

There is no limit on earnings beginning the month an individual attains full retirement age.

o **Social Security Disability Thresholds:**

Substantial Gainful Activity (SGA)

Non-Blind	\$1,040/mo.	\$1,070/mo.
Blind	\$1,740/mo.	\$1,800/mo.
Trial Work Period (TWP)	\$ 750/mo.	\$ 770/mo.

o **Maximum Social Security Benefit: Worker Retiring at Full Retirement Age:**

	\$2,533/mo.	\$2,642/mo.
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o **SSI Federal Payment Standard:**

Individual	\$ 710/mo.	\$ 721/mo.
Couple	\$1,066/mo.	\$1,082/mo.

o **SSI Resources Limits:**

Individual	\$2,000	\$2,000
Couple	\$3,000	\$3,000

o **SSI Student Exclusion:**

Monthly limit	\$1,730	\$1,750
Annual limit	\$6,960	\$7,060

o **Estimated Average Monthly Social Security Benefits Payable in January 2014:**

	<b><u>Before 1.5% COLA</u></b>	<b><u>After 1.5% COLA</u></b>
All Retired Workers	\$1,275	\$1,294
Aged Couple, Both Receiving Benefits	\$2,080	\$2,111
Widowed Mother and Two Children	\$2,583	\$2,622
Aged Widow(er) Alone	\$1,225	\$1,243
Disabled Worker, Spouse and One or More Children	\$1,914	\$1,943
All Disabled Workers	\$1,131	\$1,148