

Railroad Retirement Board Reminders for 2020

2020 Tier I Earnings Base and Tax Rates

Annual Maximum - \$137,700.00
Employee and Employer Tax Rate - 6.2%
Maximum Payable by an Employee and Employer - \$8,537.40

2020 Tier II Earnings Base and Tax Rates

Annual Maximum - \$102,300.00
Employee Tax Rate - 4.9%
Maximum Payable by an Employee - \$5,012.70
Employer Tax Rate - 13.1%
Maximum Payable by an Employer - \$13,401.30

2020 Medicare Hospital Insurance Earnings Base and Tax Rates

Annual Maximum - No Limit
Employee and Employer Tax Rate - 1.45%

Total Tier I, Tier II & Medicare Hospital Insurance Maximum Tax Based on Earnings of \$137,700.00

Maximum Payable by an Employee - \$15,546.75
Maximum Payable by an Employer - \$23,935.35
(Additional Taxes are 0.9% of Earnings Above \$200,000.00 - Filing Individually)

Amount Needed for Quarter of Social Security Coverage

For 2020 - \$1,410.00 (Can Earn up to 4 Quarters per Year)

2020 Employer RUIA Tax Rate

0.65 to 12.0% on First \$1,655.00 Per Month

Employee RUIA 2019 Qualifying Earnings

For Benefit Year 2020 (Beginning July 1, 2020) - \$4,012.50

RUIA Daily Benefit Rate

For Benefit Year 2020 (Beginning July 1, 2020) - \$80.00

Basic Medicare Premium

Part B Beginning in 2020 - \$144.60

Cost-of-Living Increase - December 2019

Tier I - 1.6%
Tier II - 0.5%

WORK DEDUCTION EXEMPT AMOUNTS* Retirement and Survivor Work Deduction Limitations

Annuitants Attaining Full Retirement Age (FRA)
(For Months Prior To FRA In Calendar Year)
Monthly - \$4,050.00
Annually - \$48,600.00
(\$1.00 Deduction For Each \$3.00 of Excess Earnings)

Annuitants Under FRA
(If Under the FRA for the Entire Calendar Year)
Monthly - \$1,520.00
Annually - \$18,240.00
(\$1.00 Deduction For Each \$2.00 of Excess Earnings)

Disability Earnings Limitations Amounts

Monthly - \$990.00
Annually - \$12,375.00

***All Earnings Must be Reported by Calling 1-877-772-5772.
Failure to Report Could Lead to Penalties.**