

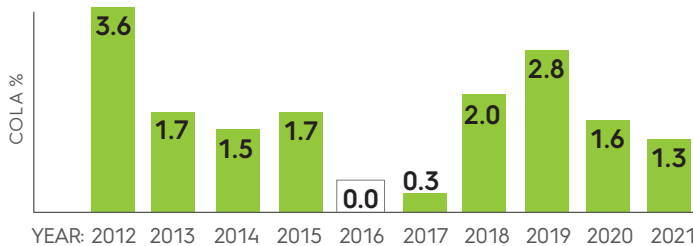
2021 RETIREMENT BENEFITS

Social Security quick guide

Full Retirement Age (FRA)	
Birth year	FRA
1937 or earlier	65
1938-1942	65 + 2 months for each year after 1937
1943-1954	66
1955-1959	66 + 2 months for each year after 1954
1960 and later	67

Delayed Retirement Credits (DRCs)	
Birth year	
1939-1940	7.0%
1941-1942	7.5%
1943 and later	8.0%

LAST 10 COST-OF-LIVING ADJUSTMENTS (COLAS)



YEAR: 2012 2013 2014 2015 2016 2017 2018 2019 2020 2021
 Social Security Administration, www.ssa.gov, 2020.

Terms to know

FRA (Full Retirement Age) – Age at which a person is eligible to receive full Social Security Retirement benefits. Between 65 and 67 depending on birth year.

PIA (Primary Insurance Amount) – The full monthly Social Security benefit an individual is entitled to receive at FRA.

DRC (Delayed Retirement Credit) – If collecting Social Security Retirement benefits is delayed beyond FRA, benefits are increased annually until age 70 by 7-8%, depending on FRA.

Primary Insurance Amount (PIA) computation	
AIME	PIA (as % of AIME)
\$0-\$996	90%
\$996-\$6,002	\$896 + 32% of earnings over \$996
\$6,002	\$2,498 + 15% of earnings over \$6,002

Individual – Early collection – % of PIA collectible						
Age collection begins						
FRA	62	63	64	65	66	67
65	80.0%	86.7%	93.3%	100.0%	–	–
66	75.0%	80.0%	86.7%	93.3%	100.0%	–
67	70.0%	75.0%	80.0%	86.7%	93.3%	100.0%

Spousal – Early collection – % of PIA collectible						
Age collection begins						
FRA	62	63	64	65	66	67
65	37.5%	41.66%	45.83%	50.0%	–	–
66	35.0%	37.5%	41.66%	45.83%	50.0%	–
67	32.5%	35.0%	37.5%	41.66%	45.83%	50.0%

Work credits
 \$1,470 earns one credit. Maximum of four credits earned per year.

AIME (Average Indexed Monthly Earnings) – Dollar amount used to calculate your PIA. Uses an index to approximate an individual's lifetime earnings at today's wage levels.

COLA (Cost-of-Living Adjustment) – Annual adjustments to PIA to reflect any increase in the Consumer Price Index, or cost of living.

Spousal and survivor benefit eligibility

Spousal	Benefits amount
Current spouse – Spouse must be at least 62, or any age if caring for your child under age 16 or who was disabled prior to age 22	50% of your PIA, reduced if taken before FRA, reduced by any benefits he or she is entitled to based on own work history
Ex-spouse – Marriage must have lasted 10 years, spouse must be at least age 62 and not remarried, and not entitled to a higher benefit	
Survivor	Benefits amount
Current spouse – Spouse must be at least age 60 or any age if caring for your child under age 16 or who was disabled prior to age 22	100% of your benefits but not less than 82.5% of your PIA ¹
Ex-spouse – Marriage must have lasted 10 years, spouse must be at least age 62 and not remarried, and not entitled to a higher benefit	

1. Assumes surviving spouse has reached FRA.

Tax information

Social Security taxes

Employee/employer (each)	6.2% on earnings up to \$142,800
Self-employed	12.4% ² on earnings up to \$142,800

Medicare taxes

Employee/employer (each)	1.45% on all earnings
Self-employed	2.90% ² on all earnings

2. Can be offset by income tax provisions.

Base-Modified Adjusted Gross Income causing Social Security to be taxable

	50%	85%
Married Filing Jointly	\$32,000	\$44,000
Single	\$25,000	\$34,000

Social Security Administration, www.ssa.gov, 2020.

This information is a general discussion of the relevant federal tax laws provided to promote ideas that may benefit a taxpayer. It is not intended for, nor can it be used by, any taxpayer for the purpose of avoiding federal tax penalties. Taxpayers should seek the advice of their own advisors regarding any tax and legal issues specific to their situation.

This is a publication of Securian Financial Group, Inc., and its insurance company affiliates. Insurance products may be sold by agents or firms that are affiliated or not affiliated with the issuing company.

This is a general communication for informational and educational purposes. The materials and the information are not designed, or intended, to be applicable to any person's individual circumstances. It should not be considered investment advice, nor does it constitute a recommendation that anyone engage in

Information for people who are receiving Social Security benefits

Maximum Social Security benefit for a worker retiring at FRA

2020 = \$3,011/month	2021 = \$3,148/month
----------------------	----------------------

Earnings limits

At FRA or older	No limit
Until FRA	\$18,960 – for every \$2 over the limit, \$1 is withheld from benefits
Year FRA is reached	\$50,520 – for every \$3 over the limit, \$1 is withheld from benefits until the month FRA is reached

Disability beneficiaries' earnings limits

Substantial Gainful Activity (non-blind)	\$1,310/month
Substantial Gainful Activity (blind)	\$2,190/month
Trial work period month	\$940/month

Claiming strategies

Claimant's date of birth	Restricted Application	File and Suspend
Born before May 1, 1950	Available at FRA	Available at FRA provided suspension requested before April 30, 2016
Born after April 30, 1950, but before January 2, 1954	Available at FRA	No longer available
Born after January 1, 1954	No longer available	No longer available

(or refrain from) a particular course of action. If you are seeking investment advice or recommendations, please contact your financial professional.

Insurance products are issued by Minnesota Life Insurance Company in all states except New York. In New York, products are issued by Securian Life Insurance Company, a New York authorized insurer. Minnesota Life is not an authorized New York insurer and does not do insurance business in New York. Both companies are headquartered in St. Paul, MN. Product availability and features may vary by state. Each insurer is solely responsible for the financial obligations under the policies or contracts it issues.

Securian Financial is the marketing name for Securian Financial Group, Inc. and its affiliates. Minnesota Life Insurance Company and Securian Life Insurance Company are affiliates of Securian Financial Group, Inc.



INSURANCE
INVESTMENTS
RETIREMENT

securian.com

400 Robert Street North, St. Paul, MN 55101-2098
©2020 Securian Financial Group, Inc. All rights reserved.

F81281-1 Rev 11-2020 DOFU 12-2019
Advertising form number:
1019663