

Payroll Tax Deferral 2020

IDENTIFY \$ SAVE \$ REPAY \$

“IDENTIFY” your FICA Amount

- See your August Payslip or pay statement (see example below)
- Identify** the FICA amount on right side
- The amount of FICA deferred is 6.2% of base pay (Social Security, SS)

“SAVE” your extra FICA Amount During Deferral for 4 months

- Save** the August FICA (SS) amount for the months of SEP, OCT, NOV, DEC
- Set aside in checking, saving or money market account and do not spend* (unless you need the money to pay bills, if so **have a plan to pay it back**)

“REPAY” yourself extra FICA Amount After Deferral for 4 months

- Starting JAN 2021, the FICA amount on Payslip will automatically be deducted from pay at **double the rate** to payback the deferred taxes
- Repay** yourself in JAN, FEB, MAR & APR the saved money to balance spending plan & bills

U.S. Department of Homeland Security U.S. Coast Guard CG-5209-ACT (Rev. 01/2015)		United States Coast Guard / NOAA Active and Reserve Statement of Semi-Monthly Income		
COMMANDING OFFICER (CCB) COAST GUARD PPC 444 SE QUINCY ST TOPEKA, KS 66683-3591 PHONE 1-866-772-8724		Pay Group: USCG Active Duty Pay Begin Date: 2020-01-01 Pay End Date: 2020-01-15	Member DOB: Spouse DOB: Youngest Child DOB:	
NAME	Employee ID: Rank: BMI Pay Grade: E6 Department: CG STA Retirement Plan: Blended	TAX DATA: Federal WA State		
ADDRESS		Marital Status: Single		N
		Allowances: 1		0
		Addl. Percent: 0		0
		Addl. Amount: 0		0
EARNINGS		TAXES		
Description	Current	Description	Current	YTD
BAH W/O DEPS	676.50	FICA	139.73	139.73
BAS -ENL	186.36	FITW	170.96	170.96
BASIC PAY	1826.55			
CLOTHING SMA	21.80			
TOTAL:	2711.21			
DEDUCTIONS				
Description	Current			
AFRH	0.25			
SGLI 8	12.00			
TSGLI	0.50			
TSP ROTH-BASIC	310.51			

FICA Taxes = 6.2% Social Security and 1.45% Medicare - Basic Pay Only
During the Payroll Tax Deferral, they will not withhold the 6.2%.

Example: Current FICA = \$139.73 (1.45% or \$26.48 + 6.2% or \$113.25)
During Deferral FICA = \$26.48 (1.45%) (Reduced by 6.2% or \$113.25)
During Payback FICA = \$252.98 (1.45% + 6.2% regular + 6.2% payback)

Federal Income Taxes (FITW) and State Income Taxes (SITW, if applicable) will continue – unchanged.

**Contact your Personal Financial Manager
or CGSUPRT Money Coach for more
information**

**See Flag Voice #526 and
ALCOAST 329/20 for details**