

From: [Rapp, Adam \(FAA\)](#)
Subject: Union Message on the Payroll Tax Deferral
Date: Thursday, September 24, 2020 5:34:53 PM

Beginning this past pay period, some of you may have noticed your check was a bit larger than usual. This is because the agency will stop deducting the **6.2% Social Security** (OASDI) payroll tax. As of now, this is a **deferral, that will be paid back from your earnings next year**. Put another way, **this is a compulsory loan, and not a bonus**. This program is currently slated to end at the beginning of the next calendar year, at which point the **taxes will need to be paid back, resulting in a 12.4% payroll deduction beginning January 1st 2021 and lasting until April 30th 2021**.

NOTE: This will apply only to those with **GROSS** earnings falling below \$4,000 per pay period, or approximately \$104,000 annually. Those of you who fall into that category will be subject to **both the deferral and the payback process**.

While some aspects of this program are fluid, please plan your finances accordingly.

Thank you,

Adam Rapp
AFGE Local 200 Secretary