

Highlights

Details of changes to retirement and re-employment age and CPF contributions

- Retirement and re-employment ages will increase by three years to 65 and 70 respectively by 2030, with the first increases in the retirement age to 63 and re-employment age to 68 kicking off from July 1, 2022.
- The minimum re-employment contract period will remain at one year.
- The Employment Assistance Payment will be raised from July 1, 2022 to between S\$6,250 and S\$14,750 for workers aged 63 to below 65.5. For workers aged 65.5 to below 68 the EAP will rise to between S\$4,000 and S\$8,500.
- The qualifying period to be eligible for re-employment for workers hired at age 55 and over will be reduced to two years.
- From Jan 1, 2021 employers and workers will each increase their CPF contribution by 0.5 or 1.0 percentage point.
- Subsequent increase in contribution rates will not exceed 1.0 percentage point for workers or employers.
- All increases in contributions will go to the Special Account.
- Total CPF contribution rate for workers aged 55 to 60 is targeted to be raised to 37 per cent by 2030.
- Total CPF contribution rate of workers above 70 will remain at 12.5 per cent.