Summary Measures and Graphs

Category of Change: Level of Monthly Benefits

Proposed Provision: B6.4. Starting in 2021, provide a 5 percent uniform benefit increase 24 years after initial benefit eligibility. Phase in the benefit increase at 1 percent per year from the 20th through 24th years after eligibility. For disabled workers, the eligibility age is the initial entitlement year to the benefit. The benefit increase is equal to 5 percent of the PIA of a worker assumed to have career-average earnings equal to SSA’s average wage index. Auxiliary beneficiaries receive benefit enhancement based on the PIA of the governing worker.

<table>
<thead>
<tr>
<th>Current law</th>
<th>Change from current law</th>
<th>Shortfall eliminated</th>
</tr>
</thead>
<tbody>
<tr>
<td>[percent of payroll]</td>
<td>[percent of payroll]</td>
<td>[percent of payroll]</td>
</tr>
<tr>
<td>Long-range actuarial balance in 75th year</td>
<td>-3.21</td>
<td>-0.18</td>
</tr>
<tr>
<td>Annual</td>
<td></td>
<td>-4.51</td>
</tr>
</tbody>
</table>

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OASDI Cost Rates and Income Rates
(as a percentage of taxable payroll)

OASDI Trust Fund Ratio
(assets as a percentage of annual expenditures)

Estimates based on the intermediate assumptions of the 2020 Trustees Report

Office of the Chief Actuary
Social Security Administration
May 26, 2020