Summary Measures and Graphs

Category of Change: Level of Monthly Benefits

Proposed Provision: B7.10. Replace the current-law WEP with a new calculation for most OASI and DI benefits based on covered and non-covered earnings, phased in for beneficiaries becoming newly eligible in 2027 through 2036. For this new approach, compute a PIA based on all past earnings (covered and non-covered), and multiply by the "non-covered earnings ratio." This ratio is equal to the current-law concept of the average indexed monthly earnings computed without non-covered earnings divided by a modified average indexed monthly earnings that includes both covered and non-covered earnings in our records.

### Current law
<table>
<thead>
<tr>
<th>Long-range</th>
<th>Annual</th>
<th>Change from current law</th>
<th>Shortfall eliminated</th>
</tr>
</thead>
<tbody>
<tr>
<td>actuarial</td>
<td>balance in 75th year</td>
<td>[percent of payroll]</td>
<td>[percent of payroll]</td>
</tr>
<tr>
<td>Long-range</td>
<td>Annual</td>
<td>balance in 75th year</td>
<td>balance in 75th year</td>
</tr>
<tr>
<td>-3.21</td>
<td>-4.51</td>
<td>0.05</td>
<td>0.09</td>
</tr>
</tbody>
</table>

### 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