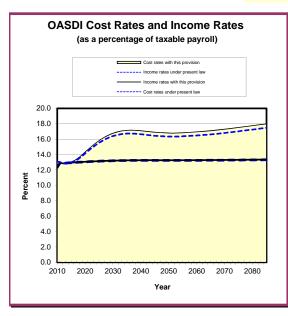
Summary Measures and Graphs Category of Change: Cost-of-Living Adjustment

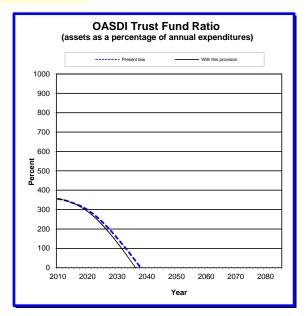
Proposed Provision: Starting with the December 2012 cost-of-living adjustment (COLA), compute the COLA based on changes in the Consumer Price Index for the Elderly (CPI-E). Use of this CPI series is estimated to result in an annual COLA that is 0.2 percentage point higher, on average, than using the consumer price index for urban wage and clerical workers (CPI-W).

Present Law	
Long-Range	Annual
Actuarial	Balance in
Balance	75th Year
-1.92%	-4.12%

Change From Present Law in		
Long-Range	Annual	
Actuarial	Balance in 75th	
Balance	Year	
-0.34%	-0.49%	

Results with this provision		
Long-Range	Annual	
Actuarial	Balance in	
Balance	75th Year	
-2.26%	-4.61%	





Estimates based on the intermediate assumptions of the 2010 Trustees Report

Office of the Chief Actuary, Social Security February 8, 2011