Summary Measures and Graphs

Category of Change: Cost-of-Living Adjustment

Proposed Provision: A3. Starting December 2018, compute the COLA using a chained version of the consumer price index for wage and salary workers (CPI-W). We estimate this new computation will reduce the annual COLA by about 0.3 percentage point, on average.

<table>
<thead>
<tr>
<th>Current law</th>
<th>Change from current law</th>
<th>Shortfall eliminated</th>
</tr>
</thead>
<tbody>
<tr>
<td>Long-range actuarial balance</td>
<td>Annual balance in 75th year</td>
<td>Long-range actuarial balance</td>
</tr>
<tr>
<td>-2.83</td>
<td>-4.48</td>
<td>0.57</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 2017 Trustees Report

Office of the Chief Actuary
Social Security Administration
July 13, 2017