

SOCIAL SECURITY ADMINISTRATION FY 2014 PRESIDENT'S BUDGET Key Tables

Table 1- Administrative Budget Authority and Other Appropriated Funds¹ (in millions)

	FY 2012 Actual	FY 2013 Estimate	FY 2014 Estimate	Change FY 13/FY 14
<u>Budget Authority</u>				
Base Limitation on Administrative Expenses (LAE)	\$10,536	\$10,600	\$10,623	\$23
Program Integrity Base Adjustment	\$273	\$275	\$273	-\$2
Program Integrity Cap Adjustment	\$483 ²	\$483	N/A	-\$483
User Fees ³	\$162	\$163	\$174	\$11
Subtotal, LAE Appropriation	\$11,453	\$11,520	\$11,070	-\$451
Program Integrity Administrative Expenses ⁴	N/A	\$266	\$1,227	\$961
Subtotal, SSA Appropriation	\$11,453	\$11,786	\$12,297	\$510
Percent change from FY 2013				4.3%
Research	\$8	\$8	\$54	\$46
Office of the Inspector General (OIG)	\$102	\$103	\$106	\$3
Subtotal, Administrative Budget	\$11,564	\$11,897	\$12,457	\$559
Percent change from FY 2013				4.7%
<u>Other Available Funds</u>				
No-year Information Technology	\$247	\$163	\$0	-\$163
MIPPA – Low-Income Subsidy (LIS)	\$1	\$6	\$6	\$0
Recovery Act ⁵				
Workload Processing	\$0	\$0	\$0	\$0
Economic Recovery Payments – Admin	\$0	\$0	\$0	\$0
National Computer Center Replacement	\$28 ⁶	\$58	\$78	\$20
OIG Oversight	\$0.9	\$0	\$0	\$0
Subtotal, Other Funds Available	\$277	\$227	\$84	-\$144
TOTAL BUDGETARY RESOURCES	\$11,840	\$12,125	\$12,540	\$416

¹ Totals may not equal sums of component parts due to rounding.

² Includes program integrity funding from the Disaster Relief Appropriations Act, 2012 (P.L. 112-77)

³ Includes SSI user fees and Social Security Protection Act user fees.

⁴ Requested as part of a legislative proposal included in the FY 2014 President's Budget that would create a new Program Integrity Administrative Expenses (PIAE) account and provide a reliable stream of mandatory program integrity funding. The FY 2014 PIAE request is \$1,227,000,000. With the addition of \$273,000,000 requested for program integrity as part of the LAE, the total program integrity request for FY 2014 is \$1,500,000,000. The FY 2013 column reflects a total program integrity assumption of approximately \$1,024,000,000, which includes nearly \$758,000,000 as part of the LAE, and an additional \$266,000,000 as part of the PIAE account.

⁵ Funds provided in the American Recovery and Reinvestment Act of 2009 (Recovery Act) (P.L. 111-5).

⁶ In FY 2012, the actual bid for NSC construction came \$58.4 million under budget. Also in FY 2012, there were \$27.5 million in IT obligations, resulting in a net recovery of \$30.9 million.

Table 2 – SSA Full Time Equivalents and Workyears

	FY 2012 Actual	FY 2013 Estimate	FY 2014 Estimate	Change FY 13/FY 14
SSA Full Time Equivalents	64,062	63,717	63,479	-238
SSA Overtime/Lump Sum Leave	2,573	2,323	1,868	-455
Subtotal, SSA Workyears	66,635	66,040	65,347	-693
Disability Determination Services (DDS) Workyears	14,913	15,352	16,170	818
Subtotal, SSA and DDS Workyears	81,548	81,392	81,517	125
OIG Full Time Equivalents	569	570	575	5
OIG Overtime/Lump Sum Leave	4	6	6	0
Subtotal, OIG Workyears	573	576	581	5
TOTAL SSA/DDS/OIG WORKYEARS	82,121	81,968	82,098	130

Table 3- SSA Outlays by Program (in millions)

	FY 2012 Actual	FY 2013 Estimate⁷	FY 2014 Estimate⁸	Change FY 13/FY 14
<u>Trust Fund Programs</u>				
Old-Age and Survivors Insurance (OASI)	\$634,732	\$674,221	\$716,296	\$42,075
Disability Insurance (DI)	\$138,631	\$144,087	\$149,248	\$5,161
Subtotal, Trust Fund Programs	\$773,363	\$818,308	\$865,544	\$47,236
<u>Proposed OASDI Legislation:</u>				
Unemployment Insurance/Disability Insurance Offset	\$0	\$0	-\$100	-\$100
Subtotal, Proposed OASDI Legislation	\$0	\$0	-\$100	-\$100
<u>General Fund Programs</u>				
Supplemental Security Income (SSI)	\$50,674	\$57,082	\$59,978	\$2,896
Special Benefits for Certain World War II Veterans	\$6	\$7	\$6	-\$1
Subtotal, General Fund Programs	\$50,680	\$57,089	\$59,984	\$2,895
<u>Proposed General Fund Legislation:</u>				
WEP/GPO Enforcement	\$0	\$0	\$70	\$70
W/C Enforcement	\$0	\$0	\$10	\$10
Federal Wage Reporting	\$0	\$0	\$140	\$140
Prisoner System	\$0	\$0	\$15	\$15
SSI Refugee Extension	\$0	\$0	\$46	\$46
Subtotal, Proposed General Fund Legislation	\$0	\$0	\$281	\$281
TOTAL SSA Outlays, Current Law	\$824,043	\$875,397	\$925,528	\$50,131
Percent change from FY 2013				5.7%
TOTAL SSA Outlays, Proposed Law	\$0	\$0	\$181	\$181
TOTAL SSA Outlays, Current & Proposed Law	\$824,043	\$875,397	\$925,709	\$50,312

⁷ The full-year FY 2013 appropriation was not enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 112-175). Since this continuing resolution does not fully fund the cap adjustment for FY 2013, the President's Budget proposes to provide an additional \$266 million in mandatory funding in FY 2013 allowed by the cap adjustment, consistent with section 251(b)(2)(B) of the Balanced Budget and Emergency Deficit Control Act of 1985, as amended. This additional funding would allow us to complete 650,000 periodic medical CDRs in FY 2013 instead of the 435,000 we currently expect to handle. The DI share of the funding is \$160 million; the SSI share is \$106 million.

⁸ The President's Budget proposes a legislative proposal that would provide \$1.227 billion in mandatory program integrity funding for FY 2014. The DI share is \$640 million; the SSI share is \$587 million.

Table 4- Current Law- Old Age, Survivors and Disability Insurance Outlays and Income (in millions)

	FY 2012 Actual	FY 2013 Estimate⁹	FY 2014 Estimate¹⁰	Change FY 13/FY 14
<u>Outlays</u>				
OASI Benefits	\$627,221	\$666,973	\$708,894	\$41,921
DI Benefits	\$135,125	\$140,333	\$145,446	\$5,113
Other	\$11,017	\$11,002	\$11,204	\$202
TOTAL OUTLAYS, Current Law	\$773,363	\$818,308	\$865,544	\$47,236
<u>Income</u>				
OASI	\$729,014	\$740,025	\$769,212	\$29,187
DI	\$108,931	\$111,378	\$115,771	\$4,393
TOTAL INCOME, Current Law	\$837,945	\$851,403	\$884,983	\$33,580

Table 5- Current Law- OASDI Beneficiaries and Average Benefit Payments (Beneficiaries in thousands)

	FY 2012 Actual	FY 2013 Estimate	FY 2014 Estimate	Change FY 13/FY 14
<u>Average Number of Beneficiaries</u>				
OASI	45,066	46,371	47,782	1,411
DI	10,700	10,946	11,125	179
TOTAL BENEFICIARIES	55,766	57,317	58,907	1,590
<u>Average Monthly Benefit</u>				
Retired Worker	\$1,220	\$1,259	\$1,297	\$38
Disabled Worker	\$1,100	\$1,127	\$1,152	\$25
Projected COLA Payable in January	3.6%	1.7%	2.2%	0.5%

⁹ The full-year FY 2013 appropriation was not enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 112-175). Since this continuing resolution does not fully fund the cap adjustment for FY 2013, the President's Budget proposes to provide an additional \$266 million in mandatory funding in FY 2013 allowed by the cap adjustment, consistent with section 251(b)(2)(B) of the Balanced Budget and Emergency Deficit Control Act of 1985, as amended. This additional funding would allow us to complete 650,000 periodic medical CDRs in FY 2013 instead of the 435,000 we currently expect to handle. The DI share of the funding is \$160 million; the SSI share is \$106 million.

¹⁰ The President's Budget proposes a legislative proposal that would provide \$1.227 billion in mandatory program integrity funding for FY 2014. The DI share is \$640 million; the SSI share is \$587 million.

Table 6- Current Law- Supplemental Security Income Outlays (in millions)

	FY 2012 Actual	FY 2013 Estimate ¹¹	FY 2014 Estimate ¹²	Change FY 13/FY 14
Federal Benefits	\$47,147 ¹³	\$53,300	\$55,579	\$2,279
Other ¹⁴	\$3,795	\$3,792	\$4,411	\$619
Subtotal, Federal Outlays	\$50,943	\$57,092	\$59,990	\$2,898
State Supplementary Benefits	\$3,070	\$3,310	\$3,435	\$125
State Supplementary Reimbursements	\$3,337	\$3,320	\$3,447	\$127
Subtotal, Net State Supplementary Payments¹⁵	-\$267	-\$10	-\$12	-\$2
TOTAL OUTLAYS, Current Law	\$50,676	\$57,082	\$59,978	\$2,896

Table 7- SSI Recipients and Benefit Payments¹⁶ (Recipients in thousands)

	FY 2012 Actual	FY 2013 Estimate	FY 2014 Budget	Change FY 13/FY 14
<u>Average Number of SSI Recipients</u>				
Federal Recipients				
Aged	1,094	1,092	1,103	11
Blind or Disabled	6,846	7,011	7,119	108
SUBTOTAL, FEDERAL RECIPIENTS	7,940	8,102	8,222	120
State Supplement Recipients (with no Federal SSI payment)	234	230	242	12
TOTAL SSI RECIPIENTS, Current Law	8,173	8,333	8,463	130
<i>SSI Recipients Concurrently Receiving</i>				
OASDI Benefits (included above)	2,770	2,819	2,863	44
<u>Average Monthly Benefit</u>				
Aged	\$367	\$376	\$388	\$12
Blind and Disabled	\$552	\$566	\$582	\$16
AVERAGE, All SSI Recipients	\$526	\$541	\$556	\$13
Projected COLA Payable in January	3.6%	1.7%	2.2%	0.5%

¹¹ The full-year FY 2013 appropriation was not enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 112-175). Since this continuing resolution does not fully fund the cap adjustment for FY 2013, the President's Budget proposes to provide an additional \$266 million in mandatory funding in FY 2013 allowed by the cap adjustment, consistent with section 251(b)(2)(B) of the Balanced Budget and Emergency Deficit Control Act of 1985, as amended. This additional funding would allow us to complete 650,000 periodic medical CDRs in FY 2013 instead of the 435,000 we currently expect to handle. The DI share of the funding is \$160 million; the SSI share is \$106 million.

¹² The President's Budget proposes a legislative proposal that would provide \$1.227 billion in mandatory program integrity funding for FY 2014. The DI share is \$640 million; the SSI share is \$587 million.

¹³ SSI payments due on October 1st in FY 2012 were included with payments for FY 2011 (i.e., there were 11 monthly payments in FY 2012). There will be 12 payments per year in FY 2013 and FY 2014.

¹⁴ "Other" includes beneficiary services, research, and administrative costs.

¹⁵ States must reimburse SSA in advance for State Supplementary Payments. There will always be 12 state reimbursements in each fiscal year, but there can be 11, 12 or 13 benefit payments per fiscal year because a monthly payment is advanced into the end of the previous month anytime the due date falls on a weekend or holiday. Hence, the "Net State Supplementary Payment" numbers vary from year-to-year depending on the timing of the October benefit payments at the beginning and end of each fiscal year.

¹⁶ Totals may not equal sums of component parts due to rounding.

Table 8- Special Benefits for Certain WWII Veterans Overview (Outlays in millions)

	FY 2012 Actual	FY 2013 Estimate	FY 2014 Estimate	Change FY 13/FY 14
Federal Benefits	\$6	\$6	\$5	-\$1
Administration	\$0 ¹⁷	\$1	\$1	\$0
TOTAL OUTLAYS	\$6	\$7	\$6	-\$1
Average Number of Beneficiaries (in thousands)	1	1	1	0
Average Monthly Benefit	\$347	\$412	\$419	\$7

Table 9- Administrative Outlays as a Percent of Trust Fund Income and Benefit Payments- FY 2014

	Percent of Income	Percent of Benefit Payments
OASI	0.3%	0.4%
DI	2.7%	2.1%
OASDI (combined)	0.6%	0.7%
SSI (Federal and State)	N/A	7.6%
TOTAL SSA ¹⁸		1.4%

¹⁷ Less than \$500,000

¹⁸ Includes Hospital Insurance (HI) and Supplemental Medical Insurance (SMI) administrative outlays

Table 10- Tax Rates, Wage Base and Economic Assumptions

	CY 2012	CY 2013	CY 2014	Change CY 13/CY 14
<u>Employer/Employee Rates (each)</u>				
OASDI (Social Security)	6.2%/4.20% ¹⁹	6.20%	6.20%	0.0%
Hospital Insurance (HI) (Medicare)	1.45%	1.45%	1.45%	0.0%
EMPLOYEE TOTAL	5.65%	7.65%	7.65%	0.0%
<u>Self-Employment Rates</u>				
OASDI (Social Security)	10.40%	12.40%	12.40%	0.0%
HI (Medicare)	2.90%	2.90%	2.90%	0.0%
TOTAL	13.30%	15.30%	15.30%	0.0%
<u>Cost of Living Adjustments (COLAs)</u>				
January	3.6%	1.7%	2.2% ²⁰	0.5%
<u>Contribution and Benefit Base</u>				
OASDI	\$110,100	\$113,700	\$115,800 ¹⁹	\$2,100
HI	(no cap)	(no cap)	(no cap)	
<u>Annual Retirement Test</u>				
Year Individual Reaches Full Retirement Age	\$38,880	\$40,080	\$40,920 ¹⁹	\$840
Under Full Retirement Age	\$14,640	\$15,120	\$15,360 ¹⁹	\$240
<u>Wages Required for a Quarter of Coverage</u>	\$1,130	\$1,160	\$1,190¹⁹	\$30

¹⁹ For calendar years 2011 and 2012, the Tax Relief, Unemployment Insurance Reauthorization, and Job Creation Act of 2010 (P.L. 111-312) and the Temporary Payroll Tax Cut Continuation Act of 2011 (P.L. 112-78), reduced employee FICA and SECA contributions from 6.2 percent to 4.2 percent. The self-employed rate was reduced from 12.4 percent to 10.4 percent.

²⁰ Estimate

Table 11- Selected Performance Measures

	FY 2012 Actual	FY 2013 Estimate	FY 2014 Estimate
<u>Selected Workload Measures</u>			
Retirement and Survivors Claims Completed (thousands)	5,001	5,269	5,402
Initial Disability Claims Completed (thousands)	3,207	2,970	2,851
Reconsiderations Completed (thousands)	809	803	725
SSA Hearings Completed (thousands)	820	836	807
800-Number Transactions Handled (millions)	57	52	51
Average Speed of Answer (ASA) (seconds) ²¹	294	455	482
Agent Busy Rate (ABR) ²⁰	5%	10%	10%
Social Security Numbers Issued (millions)	17	16	16
Annual Earnings Items Completed (millions)	245	250	253
Social Security Statements Issued (millions)	24	9	155
<u>Selected Outcome Measures</u>			
Initial Disability Claims Pending (thousands)	708	796	910
Reconsiderations Pending (thousands)	198	179	208
SSA Hearings Pending (thousands)	817	816	831
Average Processing Time for Initial Disability Claims (days)	102	107	120
Average Processing Time for Initial Reconsiderations (days) ²²	N/A	N/A	TBD
September Average Processing Time for Hearings Decisions (days)	362	~380	~387
Disability Determination Services Production per Workyear	324	318	320
Office of Disability Adjudication and Review Production per Workyear	111	112	114
Other Work/Service in Support of the Public - Annual Growth of Backlog (workyears)	N/A	-2,100	-2,800
<u>Selected Outcome Measures</u>²³			
Periodic Continuing Disability Reviews (CDRs) Completed (thousands)	1,404	1,550	1,947
Periodic Medical CDRs (included above, thousands)	443	650	1,047
SSI Non-Disability Redeterminations Completed (thousands)	2,624	2,622	2,622

²¹ FY 2014 assumes full implementation of CARE 2020.

²² The Average Processing Time for Initial Reconsiderations performance measure is still under development.

²³ Reflects the levels of medical continuing disability reviews and redeterminations of SSI eligibility we project with full, timely, and sustained funding as outlined in the legislative proposal for mandatory PIAE. In FY 2013, this is 215,000 CDRs above the level we could complete with enacted funding.