Summary Measures and Graphs
Category of Change: Retirement Age

Proposed Provision: C2.3. After the normal retirement age (NRA) reaches 67 for those age 62 in 2022, index the NRA to maintain a constant ratio of expected retirement years (life expectancy at NRA) to potential work years (NRA minus 20). We assume the NRA will increase 1 month every 2 years. Also, increase the earliest eligibility age (EEA) by the same amount as the NRA starting for those age 62 in 2022 so as to maintain a 5 year difference between the two ages. Include a "hardship exemption" with no EEA/NRA change for a worker with 25 years of earnings (with 4 quarters of coverage each), and average indexed monthly earnings (AIME) less than 250 percent of the poverty level (wage-indexed from 2013). The hardship exemption is phased out for those with AIME above 400 percent of the poverty level.

<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>Long-range actuarial balance in 75th year</td>
<td>Long-range actuarial balance in 75th year</td>
</tr>
<tr>
<td>-2.78</td>
<td>0.43</td>
<td>16%</td>
</tr>
<tr>
<td>-4.11</td>
<td>1.11</td>
<td>27%</td>
</tr>
</tbody>
</table>

Income rates under current law
Income rates with this provision
Cost rates under current law
Cost rates with this provision

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 2019 Trustees Report
Office of the Chief Actuary
Social Security Administration
May 13, 2019