

Detailed Single Year Tables
Category of Change: Taxation of Benefits

Proposed Provision: Tax Social Security benefits in a manner similar to private pension income beginning in 2011. Phase out the lower-income thresholds during 2011-2020.

| Proposal | | | | | Change from Present Law | | |
|--|------------------|--------------------|-----------------------|----------------------------------|--|--------------------|-----------------------|
| Expressed as a percentage of present-law taxable payroll | | | | | Expressed as a percentage of present-law taxable payroll | | |
| <u>Year</u> | <u>Cost Rate</u> | <u>Income Rate</u> | <u>Annual Balance</u> | <u>Trust Fund Ratio 1-1-year</u> | <u>Cost Rate</u> | <u>Income Rate</u> | <u>Annual Balance</u> |
| 2010 | 13.09 | 12.33 | -0.76 | 355 | 0.00 | 0.00 | 0.00 |
| 2011 | 13.04 | 13.04 | 0.01 | 353 | 0.00 | 0.13 | 0.13 |
| 2012 | 12.84 | 13.05 | 0.20 | 351 | 0.00 | 0.17 | 0.17 |
| 2013 | 12.82 | 13.12 | 0.30 | 348 | 0.00 | 0.22 | 0.22 |
| 2014 | 12.86 | 13.19 | 0.33 | 344 | 0.00 | 0.27 | 0.27 |
| 2015 | 12.98 | 13.26 | 0.28 | 341 | 0.00 | 0.33 | 0.33 |
| 2016 | 13.10 | 13.33 | 0.23 | 338 | 0.00 | 0.37 | 0.37 |
| 2017 | 13.30 | 13.39 | 0.09 | 335 | 0.00 | 0.41 | 0.41 |
| 2018 | 13.55 | 13.45 | -0.10 | 330 | 0.00 | 0.43 | 0.43 |
| 2019 | 13.84 | 13.48 | -0.36 | 325 | 0.00 | 0.45 | 0.45 |
| 2020 | 14.15 | 13.51 | -0.64 | 319 | 0.00 | 0.46 | 0.46 |
| 2021 | 14.45 | 13.52 | -0.93 | 311 | 0.00 | 0.45 | 0.45 |
| 2022 | 14.75 | 13.53 | -1.21 | 302 | 0.00 | 0.45 | 0.45 |
| 2023 | 15.03 | 13.54 | -1.48 | 293 | 0.00 | 0.44 | 0.44 |
| 2024 | 15.28 | 13.55 | -1.73 | 282 | 0.00 | 0.44 | 0.44 |
| 2025 | 15.53 | 13.56 | -1.97 | 270 | 0.00 | 0.43 | 0.43 |
| 2026 | 15.76 | 13.57 | -2.19 | 258 | 0.00 | 0.42 | 0.42 |
| 2027 | 15.95 | 13.57 | -2.38 | 244 | 0.00 | 0.41 | 0.41 |
| 2028 | 16.13 | 13.57 | -2.55 | 230 | 0.00 | 0.40 | 0.41 |
| 2029 | 16.28 | 13.58 | -2.71 | 215 | 0.00 | 0.39 | 0.40 |
| 2030 | 16.40 | 13.58 | -2.83 | 200 | 0.00 | 0.38 | 0.39 |
| 2031 | 16.50 | 13.57 | -2.93 | 185 | 0.00 | 0.37 | 0.37 |
| 2032 | 16.59 | 13.57 | -3.02 | 169 | 0.00 | 0.36 | 0.36 |
| 2033 | 16.66 | 13.57 | -3.09 | 152 | 0.00 | 0.35 | 0.35 |
| 2034 | 16.70 | 13.56 | -3.14 | 136 | 0.00 | 0.34 | 0.34 |
| 2035 | 16.73 | 13.56 | -3.17 | 119 | 0.00 | 0.33 | 0.33 |
| 2036 | 16.74 | 13.55 | -3.19 | 102 | 0.00 | 0.32 | 0.32 |
| 2037 | 16.74 | 13.54 | -3.19 | 84 | 0.00 | 0.31 | 0.31 |
| 2038 | 16.71 | 13.53 | -3.18 | 66 | 0.00 | 0.30 | 0.30 |
| 2039 | 16.68 | 13.52 | -3.16 | 49 | 0.00 | 0.29 | 0.29 |
| 2040 | 16.64 | 13.51 | -3.13 | 31 | 0.00 | 0.29 | 0.29 |
| 2041 | 16.60 | 13.51 | -3.09 | 13 | 0.00 | 0.28 | 0.28 |
| 2042 | 16.55 | 13.50 | -3.06 | ---- | 0.00 | 0.27 | 0.27 |
| 2043 | 16.51 | 13.49 | -3.02 | ---- | 0.00 | 0.26 | 0.26 |
| 2044 | 16.47 | 13.48 | -2.99 | ---- | 0.00 | 0.25 | 0.26 |
| 2045 | 16.44 | 13.47 | -2.97 | ---- | 0.00 | 0.25 | 0.25 |
| 2046 | 16.42 | 13.47 | -2.95 | ---- | 0.00 | 0.24 | 0.24 |
| 2047 | 16.40 | 13.46 | -2.93 | ---- | 0.00 | 0.24 | 0.24 |
| 2048 | 16.37 | 13.46 | -2.92 | ---- | 0.00 | 0.23 | 0.23 |
| 2049 | 16.35 | 13.45 | -2.90 | ---- | 0.00 | 0.23 | 0.23 |
| 2050 | 16.33 | 13.45 | -2.88 | ---- | 0.00 | 0.22 | 0.22 |
| 2051 | 16.32 | 13.45 | -2.88 | ---- | 0.00 | 0.22 | 0.22 |
| 2052 | 16.32 | 13.44 | -2.88 | ---- | 0.00 | 0.22 | 0.22 |
| 2053 | 16.33 | 13.44 | -2.89 | ---- | 0.00 | 0.21 | 0.21 |
| 2054 | 16.35 | 13.44 | -2.91 | ---- | 0.00 | 0.21 | 0.21 |
| 2055 | 16.37 | 13.44 | -2.93 | ---- | 0.00 | 0.21 | 0.21 |
| 2056 | 16.39 | 13.44 | -2.95 | ---- | 0.00 | 0.21 | 0.21 |
| 2057 | 16.42 | 13.44 | -2.98 | ---- | 0.00 | 0.20 | 0.20 |
| 2058 | 16.44 | 13.44 | -3.00 | ---- | 0.00 | 0.20 | 0.20 |
| 2059 | 16.46 | 13.44 | -3.02 | ---- | 0.00 | 0.20 | 0.20 |
| 2060 | 16.48 | 13.44 | -3.04 | ---- | 0.00 | 0.20 | 0.20 |
| 2061 | 16.51 | 13.44 | -3.07 | ---- | 0.00 | 0.20 | 0.20 |
| 2062 | 16.53 | 13.44 | -3.09 | ---- | 0.00 | 0.19 | 0.19 |
| 2063 | 16.56 | 13.44 | -3.12 | ---- | 0.00 | 0.19 | 0.19 |
| 2064 | 16.59 | 13.44 | -3.14 | ---- | 0.00 | 0.19 | 0.19 |
| 2065 | 16.62 | 13.44 | -3.17 | ---- | 0.00 | 0.19 | 0.19 |
| 2066 | 16.65 | 13.44 | -3.21 | ---- | 0.00 | 0.19 | 0.19 |
| 2067 | 16.69 | 13.45 | -3.24 | ---- | 0.00 | 0.19 | 0.19 |
| 2068 | 16.72 | 13.45 | -3.28 | ---- | 0.00 | 0.19 | 0.19 |
| 2069 | 16.76 | 13.45 | -3.32 | ---- | 0.00 | 0.18 | 0.19 |
| 2070 | 16.81 | 13.45 | -3.36 | ---- | 0.00 | 0.18 | 0.18 |
| 2071 | 16.85 | 13.45 | -3.40 | ---- | 0.00 | 0.18 | 0.18 |
| 2072 | 16.89 | 13.46 | -3.44 | ---- | 0.00 | 0.18 | 0.18 |
| 2073 | 16.94 | 13.46 | -3.48 | ---- | 0.00 | 0.18 | 0.18 |
| 2074 | 16.98 | 13.46 | -3.52 | ---- | 0.00 | 0.18 | 0.18 |
| 2075 | 17.03 | 13.46 | -3.56 | ---- | 0.00 | 0.18 | 0.18 |
| 2076 | 17.07 | 13.47 | -3.61 | ---- | 0.00 | 0.18 | 0.18 |
| 2077 | 17.12 | 13.47 | -3.65 | ---- | 0.00 | 0.18 | 0.18 |
| 2078 | 17.16 | 13.47 | -3.69 | ---- | 0.00 | 0.18 | 0.18 |
| 2079 | 17.21 | 13.47 | -3.73 | ---- | 0.00 | 0.18 | 0.18 |
| 2080 | 17.25 | 13.48 | -3.77 | ---- | 0.00 | 0.18 | 0.18 |
| 2081 | 17.29 | 13.48 | -3.82 | ---- | 0.00 | 0.18 | 0.18 |
| 2082 | 17.34 | 13.48 | -3.86 | ---- | 0.00 | 0.18 | 0.18 |
| 2083 | 17.38 | 13.48 | -3.90 | ---- | 0.00 | 0.18 | 0.18 |
| 2084 | 17.43 | 13.49 | -3.94 | ---- | 0.00 | 0.18 | 0.18 |
| 2085 | 17.47 | 13.49 | -3.98 | ---- | 0.00 | 0.18 | 0.18 |

| Summarized Estimates: Proposal | | | | |
|---------------------------------------|-----------|-------------|-------------------|---------------------------------|
| Year | Cost Rate | Income Rate | Actuarial Balance | Year of Exhaustion ¹ |
| 2010 | | | | |
| -2084 | 15.93% | 14.29% | -1.64% | 2041 |

| Summarized Estimates: Change from Present Law | | |
|--|-------------|-------------------|
| Cost Rate | Income Rate | Actuarial Balance |
| 0.00% | 0.28% | 0.28% |

¹ Under present law, the year of exhaustion is 2037.