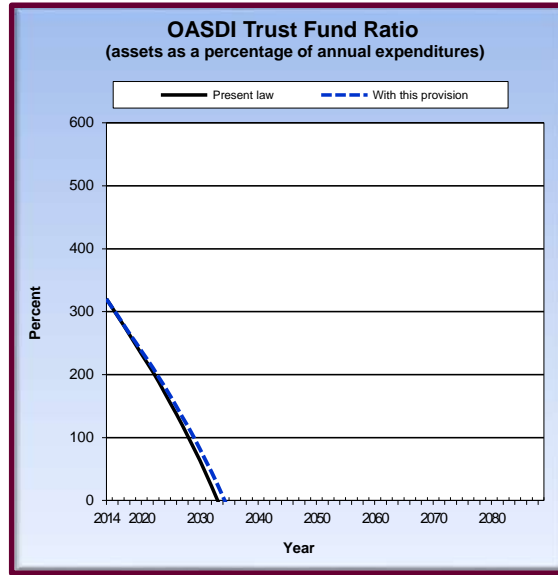
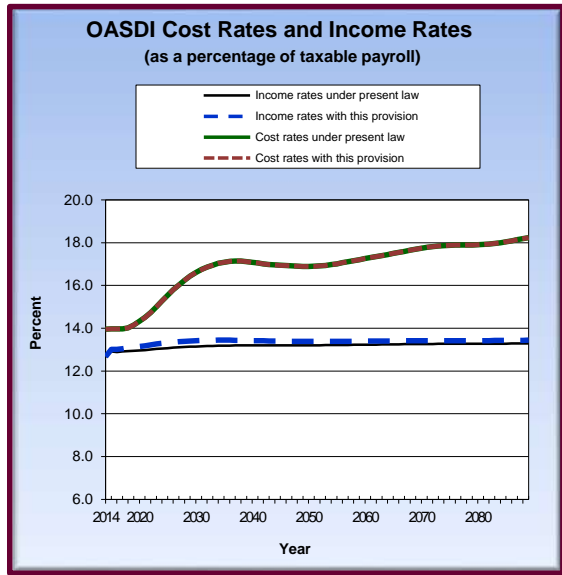


Summary Measures and Graphs

Category of Change: Taxation of Benefits

Proposed Provision: Starting in 2015, tax Social Security benefits in a manner similar to private pension income. Phase out the lower-income thresholds during 2015-2034.

| Present Law [percent of payroll] | | Change From Present Law [percent of payroll] | | Shortfall Eliminated | |
|-------------------------------------|-----------------------------------|---|-----------------------------------|------------------------------------|-----------------------------------|
| Long-Range Actuarial Balance | Annual Balance in 75th Year | Long-Range Actuarial Balance | Annual Balance in 75th Year | Long-Range Actuarial Balance | Annual Balance in 75th Year |
| -2.88 | -4.90 | 0.19 | 0.15 | 7% | 3% |



Estimates based on the intermediate assumptions of the 2014 Trustees Report

Office of the Chief Actuary, Social Security
September 18, 2014