## Summary Measures and Graphs Category of Change: Level of OASDI Contribution and Benefit Base

Proposed Provision: Make 90 percent of the earnings subject to the payroll tax (phased in 2009-2018), but retain the current-law taxable maximum for benefit purposes. This estimate considers all self-employed earnings in computing the percentage of earnings subject to the payroll tax.

| <u>Present Law</u> |            |
|--------------------|------------|
| Long-Range         | Annual     |
| Actuarial          | Balance in |
| Balance            | 75th Year  |
| -1.70%             | -4.20%     |

| Change From Present Law in |                |  |
|----------------------------|----------------|--|
| Long-Range                 |                |  |
| Actuarial                  | Annual Balance |  |
| Balance                    | in 75th Year   |  |
| 1.01%                      | 1.36%          |  |

| Results with | Results with this provision |  |  |
|--------------|-----------------------------|--|--|
| Long-Range   | Annual                      |  |  |
| Actuarial    | Balance in                  |  |  |
| Balance      | 75th Year                   |  |  |
| -0.69%       | -2.84%                      |  |  |



