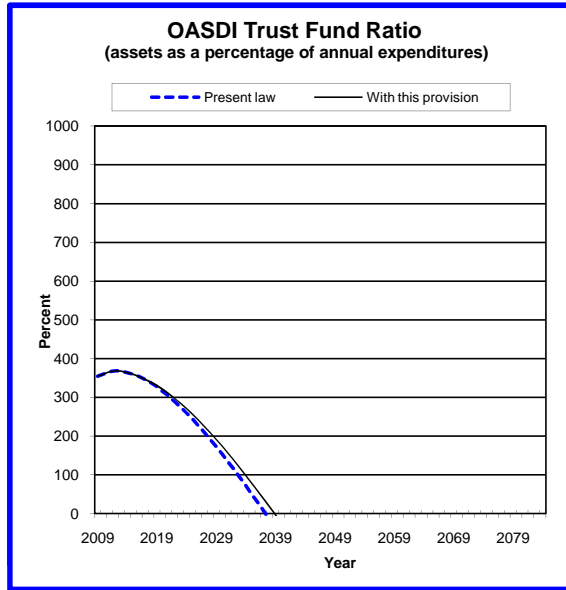
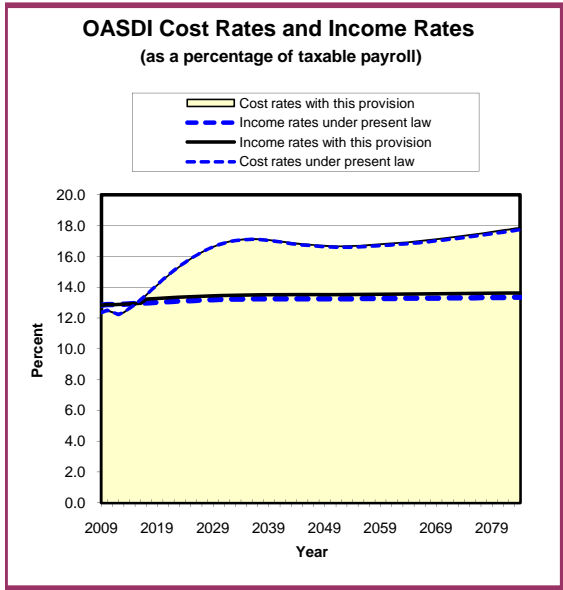


**Summary Measures and Graphs**  
**Category of Change: Payroll Taxes (including maximum taxable)**

*Proposed Provision: Apply 3 percent payroll tax rate on earnings over \$400,000 in 2017, with the \$400,000 threshold wage-indexed after 2017. Give proportional benefit credit for additional earnings in AIME for benefit computation.*

<u>Present Law</u>		<u>Change From Present Law in</u>		<u>Results with this provision</u>	
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
-2.00%	-4.34%	0.17%	0.15%	-1.83%	-4.19%



Estimates based on the intermediate assumptions of the 2009 Trustees Report

Office of the Chief Actuary, Social Security  
 May 14, 2010