

Social Security Proposals in the President's 2009 Budget as Reestimated by CBO

(by fiscal year, outlays in billions of dollars)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	5-year 2009-13	10-year 2009-18
Individual Accounts a/												
Payments to interim account	0.0	0.0	0.0	0.0	16.1	38.6	58.1	66.8	72.5	78.4	16.1	330.5
Receipts by interim account	0.0	0.0	0.0	0.0	-16.1	-38.6	-58.1	-66.8	-72.5	-78.4	-16.1	-330.5
Transfers to individual accounts:												
Contributions	0.0	0.0	0.0	0.0	0.0	21.4	44.3	62.6	68.2	73.9	0.0	270.4
Interest	0.0	0.0	0.0	0.0	0.0	1.1	2.3	3.3	3.5	3.8	0.0	14.0
Benefit offsets	0.0	0.0	0.0	0.0	0.0	0.0	0.0	-0.2	-0.3	-0.6	0.0	-1.1
Administrative costs b/	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.5</u>	<u>1.0</u>	<u>0.3</u>	<u>0.5</u>	<u>0.7</u>	<u>0.6</u>	<u>0.4</u>	<u>1.5</u>	<u>4.0</u>
Subtotal, individual accounts	0.0	0.0	0.0	0.5	1.0	22.8	47.0	66.5	72.0	77.6	1.5	287.4
Benefit Proposals												
Suspend benefits for children age 16-17 unless enrolled in school	*	-0.1	-0.2	-0.2	-0.2	-0.2	-0.2	-0.2	-0.2	-0.2	-0.6	-1.5
Strengthen WEP/GPO enforcement by obtaining data from state and local governments	0.0	0.0	0.0	-0.2	-0.3	-0.4	-0.4	-0.4	-0.4	-0.4	-0.5	-2.6
Limit DI retroactivity to 6 months	-0.1	-0.5	-0.7	-0.9	-1.0	-1.1	-1.1	-1.2	-1.3	-1.3	-3.2	-9.2
Make retroactive payments with next monthly check	-0.9	0.0	-0.1	-0.1	-0.1	0.0	-0.1	-0.1	-0.1	-0.1	-1.1	-1.3
Simplify workers' compensation offset	<u>*</u>	<u>*</u>	<u>-0.1</u>	<u>-0.2</u>	<u>-0.2</u>	<u>-0.2</u>	<u>-0.2</u>	<u>-0.1</u>	<u>-0.1</u>	<u>*</u>	<u>-0.5</u>	<u>-1.1</u>
Subtotal, benefit proposals	-1.0	-0.6	-1.0	-1.5	-1.8	-2.0	-2.0	-2.0	-2.0	-2.0	-5.9	-15.7
Total Proposals	-1.0	-0.6	-1.0	-1.0	-0.8	20.8	45.0	64.5	70.0	75.6	-4.4	271.7
Memorandum:												
Non-scorable budget effects of proposal to increase funding for CDRs c/	*	*	0.2	0.3	0.4	0.4	0.3	0.3	0.3	0.3	0.9	2.6

* = Less than \$50 million.

Details may not add to totals because of rounding.

WEP=Windfall Elimination Provision, GPO=Government Pension Offset, CDR=Continuing Disability Review.

a. The President's budget proposes to allow workers to redirect up to 4 percentage points of the 12.4 percent OASDI payroll tax to individual accounts. Dollar limits---\$1,400 in 2013, and growing by \$100 a year through 2018---would keep contributions for most workers below the full 4 percentage points. Those ceilings would be wage-indexed after 2013.

b. Includes startup costs in 2011 and 2012, and later payments as necessary to supplement the amounts raised by charging accounts 30 basis points annually.

c. Includes effects on Disability Insurance benefits from three years of extra administrative funding to conduct additional CDRs. Medicare effects are shown in budget function 570.