

**Detailed Single Year Tables**  
**Category of Change: Trust Fund Investment in Equities**

**Proposed Provision: G3. Invest 40 percent of the OASI and DI Trust Fund reserves in equities (phased in 2025-2039), assuming an ultimate 2.3 percent annual real rate of return on equities. Thus, the ultimate rate of return on equities is the same as that assumed for Trust Fund bonds.**

<b>Proposal</b>					<b>Change from Current Law</b>		
Expressed as a percentage of current-law taxable payroll					Expressed as a percentage of current-law taxable payroll		
<u>Year</u>	<u>Cost Rate</u>	<u>Income Rate</u>	<u>Annual Balance</u>	<b>Trust Fund</b>	<u>Cost Rate</u>	<u>Income Rate</u>	<u>Annual Balance</u>
				<u>Ratio 1-1-year</u>			
2024	14.71	13.03	-1.68	188	0.00	0.00	0.00
2025	15.00	12.89	-2.11	171	0.00	0.00	0.00
2026	15.20	13.07	-2.13	152	0.00	0.00	0.00
2027	15.36	13.11	-2.25	134	0.00	0.00	0.00
2028	15.42	13.13	-2.28	117	0.00	0.00	0.00
2029	15.47	13.16	-2.31	101	0.00	0.00	0.00
2030	15.53	13.18	-2.35	84	0.00	0.00	0.00
2031	15.58	13.20	-2.37	68	0.00	0.00	0.00
2032	15.60	13.22	-2.38	53	0.00	0.00	0.00
2033	15.66	13.26	-2.40	37	0.00	0.00	0.00
2034	15.77	13.28	-2.50	22	0.00	0.00	0.00
2035	15.88	13.29	-2.60	7	0.00	0.00	0.00
2036	15.99	13.30	-2.69	—	0.00	0.00	0.00
2037	16.09	13.30	-2.79	—	0.00	0.00	0.00
2038	16.18	13.31	-2.86	—	0.00	0.00	0.00
2039	16.25	13.32	-2.93	—	0.00	0.00	0.00
2040	16.32	13.32	-3.00	—	0.00	0.00	0.00
2041	16.38	13.33	-3.05	—	0.00	0.00	0.00
2042	16.43	13.33	-3.10	—	0.00	0.00	0.00
2043	16.48	13.34	-3.14	—	0.00	0.00	0.00
2044	16.52	13.34	-3.18	—	0.00	0.00	0.00
2045	16.55	13.34	-3.21	—	0.00	0.00	0.00
2046	16.59	13.35	-3.24	—	0.00	0.00	0.00
2047	16.62	13.35	-3.27	—	0.00	0.00	0.00
2048	16.66	13.36	-3.31	—	0.00	0.00	0.00
2049	16.71	13.36	-3.35	—	0.00	0.00	0.00
2050	16.76	13.36	-3.40	—	0.00	0.00	0.00
2051	16.81	13.37	-3.44	—	0.00	0.00	0.00
2052	16.87	13.37	-3.50	—	0.00	0.00	0.00
2053	16.93	13.38	-3.56	—	0.00	0.00	0.00
2054	17.00	13.38	-3.62	—	0.00	0.00	0.00
2055	17.08	13.39	-3.69	—	0.00	0.00	0.00
2056	17.16	13.40	-3.76	—	0.00	0.00	0.00
2057	17.24	13.40	-3.84	—	0.00	0.00	0.00
2058	17.33	13.41	-3.92	—	0.00	0.00	0.00
2059	17.42	13.42	-4.00	—	0.00	0.00	0.00
2060	17.50	13.42	-4.08	—	0.00	0.00	0.00
2061	17.58	13.43	-4.15	—	0.00	0.00	0.00
2062	17.66	13.44	-4.22	—	0.00	0.00	0.00
2063	17.72	13.44	-4.28	—	0.00	0.00	0.00
2064	17.79	13.45	-4.34	—	0.00	0.00	0.00
2065	17.85	13.45	-4.40	—	0.00	0.00	0.00
2066	17.92	13.46	-4.46	—	0.00	0.00	0.00
2067	17.98	13.46	-4.52	—	0.00	0.00	0.00
2068	18.05	13.47	-4.58	—	0.00	0.00	0.00
2069	18.11	13.47	-4.64	—	0.00	0.00	0.00
2070	18.18	13.48	-4.70	—	0.00	0.00	0.00
2071	18.25	13.48	-4.77	—	0.00	0.00	0.00
2072	18.31	13.49	-4.82	—	0.00	0.00	0.00
2073	18.37	13.49	-4.88	—	0.00	0.00	0.00
2074	18.43	13.50	-4.93	—	0.00	0.00	0.00
2075	18.48	13.50	-4.98	—	0.00	0.00	0.00
2076	18.53	13.51	-5.02	—	0.00	0.00	0.00
2077	18.56	13.51	-5.05	—	0.00	0.00	0.00
2078	18.58	13.51	-5.07	—	0.00	0.00	0.00
2079	18.59	13.51	-5.08	—	0.00	0.00	0.00
2080	18.60	13.51	-5.08	—	0.00	0.00	0.00
2081	18.59	13.51	-5.07	—	0.00	0.00	0.00
2082	18.57	13.51	-5.06	—	0.00	0.00	0.00
2083	18.55	13.51	-5.03	—	0.00	0.00	0.00
2084	18.51	13.51	-5.00	—	0.00	0.00	0.00
2085	18.47	13.51	-4.96	—	0.00	0.00	0.00
2086	18.42	13.51	-4.91	—	0.00	0.00	0.00
2087	18.36	13.50	-4.86	—	0.00	0.00	0.00
2088	18.30	13.50	-4.80	—	0.00	0.00	0.00
2089	18.25	13.50	-4.75	—	0.00	0.00	0.00
2090	18.19	13.49	-4.70	—	0.00	0.00	0.00
2091	18.14	13.49	-4.65	—	0.00	0.00	0.00
2092	18.10	13.49	-4.62	—	0.00	0.00	0.00
2093	18.08	13.48	-4.60	—	0.00	0.00	0.00
2094	18.07	13.48	-4.58	—	0.00	0.00	0.00
2095	18.07	13.48	-4.58	—	0.00	0.00	0.00
2096	18.08	13.48	-4.59	—	0.00	0.00	0.00
2097	18.09	13.49	-4.61	—	0.00	0.00	0.00
2098	18.12	13.49	-4.64	—	0.00	0.00	0.00
2099	18.16	13.49	-4.67	—	0.00	0.00	0.00

<b>Summarized Estimates: Proposal</b>				Year of reserve depletion <sup>1</sup>
2024	Cost Rate	Income Rate	Actuarial Balance	2035
-2098	17.30% <sup>2</sup>	13.80% <sup>2</sup>	-3.50% <sup>2</sup>	

<b>Summarized Estimates: Change from Current Law</b>		
Cost Rate	Income Rate	Actuarial Balance
0.00% <sup>2</sup>	0.00% <sup>2</sup>	0.00% <sup>2</sup>

<sup>1</sup> Under current law, the year of Trust Fund reserve depletion is 2035.

<sup>2</sup> A change in the investment of trust fund reserves to include some equities affects the size of all summarized measures because increased "present-value" discounting reduces the weight on values for more distant future years. As a result, the magnitude of the current-law actuarial balance and the summarized effects of most proposals is reduced. Therefore, the size of the change in the long-range actuarial balance indicated here cannot be interpreted directly as a reduction in the shortfall. The actual reduction in the shortfall from equity investment depends on the amount of reserves that are available for investment throughout the period. For example, if provisions to change revenue or scheduled benefits resulted in a purely pay-as-you-go system (reserves just above zero throughout the period), then investment in equities would have no effect on the actuarial balance.