

Detailed Single Year Tables
Category of Change: Coverage of Employment

Proposed Provision: Tax Reform for Business: Establish a value added tax (VAT) of 3.0 percent for 2012 and 6.5 percent for 2013 and later. Lower the corporate income tax rate from 35 to 27 percent starting 2012.

| Proposal | | | | | Change from Present Law | | | |
|--|------------------|--------------------|-----------------------|-------------------|--|--------------------|-----------------------|--|
| Expressed as a percentage of present-law taxable payroll | | | | | Expressed as a percentage of present-law taxable payroll | | | |
| <u>Year</u> | <u>Cost Rate</u> | <u>Income Rate</u> | <u>Annual Balance</u> | Trust Fund | <u>Cost Rate</u> | <u>Income Rate</u> | <u>Annual Balance</u> | |
| | | | | Ratio | | | | |
| | | | | 1-1-year | | | | |
| 2010 | 13.09 | 12.33 | -0.76 | 355 | 0.00 | 0.00 | 0.00 | |
| 2011 | 13.04 | 12.91 | -0.12 | 353 | 0.00 | 0.00 | 0.00 | |
| 2012 | 12.84 | 12.40 | -0.44 | 350 | 0.00 | -0.47 | -0.47 | |
| 2013 | 12.82 | 12.41 | -0.41 | 342 | 0.00 | -0.49 | -0.49 | |
| 2014 | 12.85 | 12.42 | -0.43 | 334 | -0.01 | -0.49 | -0.48 | |
| 2015 | 12.95 | 12.44 | -0.51 | 325 | -0.03 | -0.50 | -0.47 | |
| 2016 | 13.06 | 12.47 | -0.59 | 317 | -0.05 | -0.50 | -0.45 | |
| 2017 | 13.23 | 12.49 | -0.74 | 308 | -0.07 | -0.50 | -0.43 | |
| 2018 | 13.44 | 12.52 | -0.93 | 299 | -0.10 | -0.50 | -0.40 | |
| 2019 | 13.70 | 12.53 | -1.17 | 289 | -0.14 | -0.50 | -0.36 | |
| 2020 | 13.97 | 12.55 | -1.43 | 278 | -0.17 | -0.50 | -0.33 | |
| 2021 | 14.25 | 12.56 | -1.68 | 266 | -0.21 | -0.50 | -0.30 | |
| 2022 | 14.51 | 12.58 | -1.93 | 253 | -0.24 | -0.51 | -0.26 | |
| 2023 | 14.75 | 12.59 | -2.16 | 239 | -0.27 | -0.51 | -0.23 | |
| 2024 | 14.98 | 12.61 | -2.37 | 224 | -0.31 | -0.51 | -0.20 | |
| 2025 | 15.20 | 12.62 | -2.58 | 209 | -0.34 | -0.51 | -0.17 | |
| 2026 | 15.39 | 12.63 | -2.76 | 192 | -0.37 | -0.51 | -0.15 | |
| 2027 | 15.56 | 12.65 | -2.92 | 175 | -0.39 | -0.51 | -0.12 | |
| 2028 | 15.71 | 12.66 | -3.06 | 158 | -0.42 | -0.52 | -0.10 | |
| 2029 | 15.84 | 12.67 | -3.17 | 139 | -0.44 | -0.52 | -0.07 | |
| 2030 | 15.94 | 12.67 | -3.26 | 121 | -0.47 | -0.52 | -0.05 | |
| 2031 | 16.02 | 12.68 | -3.34 | 102 | -0.49 | -0.52 | -0.03 | |
| 2032 | 16.08 | 12.69 | -3.39 | 82 | -0.51 | -0.52 | -0.01 | |
| 2033 | 16.13 | 12.69 | -3.44 | 62 | -0.53 | -0.52 | 0.00 | |
| 2034 | 16.16 | 12.70 | -3.46 | 42 | -0.54 | -0.52 | 0.02 | |
| 2035 | 16.17 | 12.70 | -3.47 | 21 | -0.56 | -0.52 | 0.03 | |
| 2036 | 16.17 | 12.70 | -3.46 | 1 | -0.57 | -0.52 | 0.05 | |
| 2037 | 16.15 | 12.70 | -3.45 | ---- | -0.58 | -0.52 | 0.06 | |
| 2038 | 16.12 | 12.70 | -3.42 | ---- | -0.59 | -0.53 | 0.07 | |
| 2039 | 16.08 | 12.70 | -3.37 | ---- | -0.60 | -0.53 | 0.08 | |
| 2040 | 16.03 | 12.70 | -3.33 | ---- | -0.61 | -0.53 | 0.08 | |
| 2041 | 15.98 | 12.70 | -3.28 | ---- | -0.62 | -0.53 | 0.09 | |
| 2042 | 15.93 | 12.70 | -3.23 | ---- | -0.62 | -0.53 | 0.09 | |
| 2043 | 15.88 | 12.70 | -3.19 | ---- | -0.63 | -0.53 | 0.10 | |
| 2044 | 15.84 | 12.70 | -3.15 | ---- | -0.63 | -0.53 | 0.10 | |
| 2045 | 15.81 | 12.70 | -3.11 | ---- | -0.63 | -0.53 | 0.11 | |
| 2046 | 15.78 | 12.70 | -3.08 | ---- | -0.64 | -0.53 | 0.11 | |
| 2047 | 15.76 | 12.70 | -3.06 | ---- | -0.64 | -0.53 | 0.11 | |
| 2048 | 15.73 | 12.70 | -3.04 | ---- | -0.64 | -0.53 | 0.11 | |
| 2049 | 15.71 | 12.70 | -3.01 | ---- | -0.64 | -0.53 | 0.11 | |
| 2050 | 15.69 | 12.70 | -2.99 | ---- | -0.64 | -0.53 | 0.11 | |
| 2051 | 15.68 | 12.70 | -2.98 | ---- | -0.64 | -0.53 | 0.12 | |
| 2052 | 15.68 | 12.70 | -2.98 | ---- | -0.64 | -0.53 | 0.12 | |
| 2053 | 15.69 | 12.70 | -2.99 | ---- | -0.65 | -0.53 | 0.12 | |
| 2054 | 15.70 | 12.70 | -3.00 | ---- | -0.65 | -0.53 | 0.12 | |
| 2055 | 15.72 | 12.70 | -3.02 | ---- | -0.65 | -0.53 | 0.12 | |
| 2056 | 15.74 | 12.70 | -3.04 | ---- | -0.65 | -0.53 | 0.12 | |
| 2057 | 15.76 | 12.71 | -3.06 | ---- | -0.65 | -0.53 | 0.12 | |
| 2058 | 15.79 | 12.71 | -3.08 | ---- | -0.65 | -0.53 | 0.12 | |
| 2059 | 15.81 | 12.71 | -3.09 | ---- | -0.65 | -0.53 | 0.13 | |
| 2060 | 15.83 | 12.71 | -3.11 | ---- | -0.66 | -0.53 | 0.13 | |
| 2061 | 15.85 | 12.72 | -3.13 | ---- | -0.66 | -0.53 | 0.13 | |
| 2062 | 15.87 | 12.72 | -3.16 | ---- | -0.66 | -0.53 | 0.13 | |
| 2063 | 15.90 | 12.72 | -3.18 | ---- | -0.66 | -0.53 | 0.13 | |
| 2064 | 15.92 | 12.72 | -3.20 | ---- | -0.66 | -0.53 | 0.13 | |
| 2065 | 15.95 | 12.72 | -3.23 | ---- | -0.66 | -0.53 | 0.13 | |
| 2066 | 15.99 | 12.73 | -3.26 | ---- | -0.66 | -0.53 | 0.13 | |
| 2067 | 16.02 | 12.73 | -3.29 | ---- | -0.67 | -0.53 | 0.14 | |
| 2068 | 16.06 | 12.73 | -3.33 | ---- | -0.67 | -0.53 | 0.14 | |
| 2069 | 16.10 | 12.73 | -3.36 | ---- | -0.67 | -0.53 | 0.14 | |
| 2070 | 16.14 | 12.74 | -3.40 | ---- | -0.67 | -0.53 | 0.14 | |
| 2071 | 16.18 | 12.74 | -3.44 | ---- | -0.67 | -0.53 | 0.14 | |
| 2072 | 16.22 | 12.74 | -3.48 | ---- | -0.67 | -0.53 | 0.14 | |
| 2073 | 16.26 | 12.74 | -3.52 | ---- | -0.68 | -0.53 | 0.15 | |
| 2074 | 16.30 | 12.75 | -3.56 | ---- | -0.68 | -0.53 | 0.15 | |
| 2075 | 16.35 | 12.75 | -3.60 | ---- | -0.68 | -0.53 | 0.15 | |
| 2076 | 16.39 | 12.75 | -3.64 | ---- | -0.68 | -0.53 | 0.15 | |
| 2077 | 16.43 | 12.76 | -3.68 | ---- | -0.68 | -0.53 | 0.15 | |
| 2078 | 16.48 | 12.76 | -3.72 | ---- | -0.69 | -0.53 | 0.15 | |
| 2079 | 16.52 | 12.76 | -3.76 | ---- | -0.69 | -0.53 | 0.16 | |
| 2080 | 16.56 | 12.76 | -3.80 | ---- | -0.69 | -0.53 | 0.16 | |
| 2081 | 16.60 | 12.77 | -3.84 | ---- | -0.69 | -0.53 | 0.16 | |
| 2082 | 16.65 | 12.77 | -3.88 | ---- | -0.69 | -0.53 | 0.16 | |
| 2083 | 16.69 | 12.77 | -3.92 | ---- | -0.69 | -0.53 | 0.16 | |
| 2084 | 16.73 | 12.78 | -3.95 | ---- | -0.70 | -0.53 | 0.16 | |
| 2085 | 16.77 | 12.78 | -3.99 | ---- | -0.70 | -0.53 | 0.17 | |

| Summarized Estimates: Proposal | | | | |
|---------------------------------------|-----------|-------------|-------------------|---------------------------------|
| | Cost Rate | Income Rate | Actuarial Balance | Year of Exhaustion ¹ |
| 2010 | | | | |
| -2084 | 15.45% | 13.51% | -1.95% | 2036 |

| Summarized Estimates: Change from Present Law | | | |
|--|-----------|-------------|-------------------|
| | Cost Rate | Income Rate | Actuarial Balance |
| | -0.47% | -0.50% | -0.03% |

¹ Under present law, the year of exhaustion is 2037.