

Exhibit D1 -- From FY 2006 FR -- OASDI and Medicare, Part
A

United States Government

Statements of Social Insurance

Present Value of Long-Range (75 Years, except Black Lung) Actuarial Projections

(In billions of dollars)	2006	***** 2005	*****UNAUNDAITED***** 2004	2003	2002
Federal Old-Age, Survivors and Disability Insurance (Social Security):					
<i>Contributions and Earmarked Taxes from:</i>					
Participants who have attained age 62	464	411	359	348	309
Participants ages 15-61	15,290	14,388	13,576	13,048	12,349
Future participants (under age 15 and births during period)	13,696	12,900	12,213	11,893	11,035
All current and future participants	29,450	27,699	26,147	25,289	23,693
<i>Expenditures for Scheduled Future Benefits for:</i>					
Participants who have attained age 62	5,395	4,933	4,662	4,402	4,255
Participants ages 15-61	23,942	22,418	21,015	20,210	18,944
Future participants (under age 15 and births during period)	5,816	5,578	5,398	5,240	4,700
All current and future participants	35,154	32,928	31,075	29,851	27,899
<i>Present value of future expenditures less future revenue</i>				45,624	
Federal Hospital Insurance (Medicare Part A):					
<i>Contributions and Earmarked Taxes from:</i>					
Participants who have attained eligibility age	162	148	128	125	113
Participants who have not attained eligibility age	5,064	4,820	4,510	4,408	4,136
Future participants	4,209	4,009	3,773	3,753	3,507
All current and future participants	9,435	8,976	8,411	8,286	7,757
<i>Expenditures for Scheduled Future Benefits for:</i>					
Participants who have attained eligibility age	2,179	2,168	1,897	1,747	1,693
Participants who have not attained eligibility age	12,668	12,054	10,028	9,195	8,568
Future participants	3,417	3,246	2,653	2,470	2,225
All current and future participants	18,264	17,468	14,577	13,412	12,487
<i>Present value of future expenditures less future revenue</i>	88,291	84,922	61,663	51,264	47,305

Exhibit D2/E1 – OASDI Section from Primary View Pro Forma SOSI Illustration from *Preliminary Views*

Federal Old-Age, Survivors and Disability Insurance (Social Security)	2005	2004	2003	2002	2001
<i>Present value of future payroll taxes and income taxes¹ to be paid by:</i>					
a. Current participants who have attained fully insured status and retirement age or disability status.....	464	411	359	348	309
b. Current participants who have not yet attained retirement age or disability status.....	15,290	14,388	13,576	13,048	12,349
c. Future participants expected during the projection period	<u>13,696</u>	<u>12,900</u>	<u>12,213</u>	<u>11,893</u>	<u>11,035</u>
d. Subtotal – All Current and future participants (lines a, b, and c).....	<u>29,450</u>	<u>27,699</u>	<u>26,147</u>	<u>25,289</u>	<u>23,693</u>
<i>Present value of future benefits attributable to current participant's <u>past work</u> in covered employment to be paid to:</i>					
e. Current participants who have attained fully insured status and retirement age or disability status.....	5,395	4,933	4,662	4,401	4,256
f. Current participants who have attained fully insured status but have not yet attained retirement age or disability status.....	<u>8,979</u>	<u>8,407</u>	<u>7,881</u>	<u>7,579</u>	<u>7,104</u>
g. Subtotal – accrued liability for current participants (line e plus f above).....	<u>14,374</u>	13,340	12,543	11,980	11,360
h. Current participants who have not yet attained fully insured status.....	<u>2,992</u>	<u>,802</u>	<u>2,627</u>	<u>2,526</u>	<u>2,368</u>
i. Subtotal – “accrued benefit obligation” (line g plus h).....	17,366	16,142	15,170	14,506	13,728
<i>Present value of future benefits attributable to current and future participant's <u>future work</u> in covered employment to be paid to:</i>					
j. All current participants (i.e., same group as in lines e, f, and h above).....	11,971	11,209	10,508	10,105	9,472
k. All future participants expected during the projection period	<u>5,816</u>	<u>5,578</u>	<u>5,398</u>	<u>5,240</u>	<u>4,700</u>
l. Total present value of future benefits payable (lines i, j and k).....	<u>35,154</u>	<u>32,928</u>	<u>31,075</u>	<u>29,851</u>	<u>27,900</u>
<i>Excess of the present value of future benefit payments over future payroll and income tax</i>					
m. Excess of the present value of future benefit payments over future payroll and income tax (or taxes paid over benefits) (line l minus d)	<u>(5,704)</u>	<u>(5,229)</u>	<u>(4,927)</u>	<u>(4,562)</u>	<u>(4,207)</u>

¹ The phrase “income taxes” in this table refers to income tax on social insurance benefits received by participants.

Exhibit D2/E1 – OASDI Section from Primary View Pro Forma SOSI Illustration from *Preliminary Views*

Federal Old-Age, Survivors and Disability Insurance (Social Security)	2005	2004	2003	2002	2001
Change in the Liability					
<i>For Fully Insured Current Participants, the Change in the Present Value of Estimated Future payments during the reporting period attributable to:</i>					
n. Current participants becoming fully insured during the reporting period and fully insured current participants' increased benefits from work completed in covered employment.	520	429	345	359	438
o. Interest on the liability during the period due to the passage of time.	520	430	345	359	439
p. Prior service cost attributable to changes in law or policy, if any.	0	0	0	0	0
q. Actuarial losses or gains, if any.	521	430	45	359	439
r. Net cost for the period (subtotal of lines n through q) [This amount is the expense to be reported on the statement of net cost.].....	1,561	1,289	1,035	1,077	1,316
s. The change in the present value of estimated future payments attributable to net benefit payments. [Benefit payments reduce the liability.].....	527	492	472	457	432
t. Net change in the liability for the period (subtotal of line r minus s).....	1,034	797	563	620	884
Change in the obligation to those not-fully-insured yet					
<i>For not-fully-insured current participants, the change in the present value of estimated future payments during the reporting period attributable to:</i>					
u. Not-fully-insured current participants' increased potential benefits from work completed in covered employment.	63	58	33	52	72
v. Interest on the potential benefits during the period due to the passage of time.	63	58	34	53	72
w. Prior service cost attributable to changes in law or policy, if any.	0	0	0	0	0
x. Actuarial losses or gains, if any.....	64	59	34	53	72
y. Net of lines u through x for the period.	190	175	101	158	216
Change attributable to future work					
<i>All participants during the projection period, the change in the present value of estimated future payments during the reporting period attributable to:</i>					
z. Changes in law or policy.	500	440	280	586	633
aa. Actuarial losses or gains related to <u>future</u> work in covered employment.....	500	441	281	587	633
bb. Total changes in net present value.....	1,000	881	561	1,173	1,266

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Present Value of Long-Range (75 Year) Actuarial Projections

	2006	2005
FEDERAL OLD-AGE, SURVIVORS AND DISABILITY INSURANCE (SOCIAL SECURITY)		
Contributions and earmarked taxes from:		
Participants who have attained age 62	533	464
Participants ages 15-61	<u>16,568</u>	<u>15,290</u>
Total closed group revenues	17,101	15,754
Expenditures for scheduled future benefits		
<i>Participants who have attained age 62</i>		
Ending balance previous year	5,395	4,933
Estimated net benefits attributable to work performed in current year	238	-
Other	<u>233</u>	<u>462</u>
Ending balance	5,866	5,395
<i>Participants ages 15-61</i>		
Ending balance previous year	23,942	22,418
Estimated net benefits attributable to work performed in current year	1,062	-
Other	<u>1,207</u>	<u>1,524</u>
Ending balance	<u>26,211</u>	<u>23,942</u>
Total closed group benefits	<u>32,077</u>	<u>29,337</u>
Toal closed group imbalance	<u>(14,976)</u>	<u>(13,583)</u>
Contributions and earmarked taxes from:		
Future participants (under age 15 and births during the period)	15,006	13,696
Expenditures for scheduled future benefits		
<i>Future participants (under age 15 and births during the period)</i>	<u>6,480</u>	<u>5,816</u>
Total surplus from future participants	<u>8,526</u>	<u>7,880</u>

FEDERAL HOSPITAL INSURANCE (MEDICARE PART A)			
Contributions and earmarked taxes from:			
Participants who have attained age 62	192	162	
Participants ages 15-61	<u>5,685</u>	<u>5,064</u>	
Total closed group revenues	5,877	5,226	
Expenditures for scheduled future benefits			
<i>Participants who have attained age 62</i>			
Ending balance previous year	2,179	2,168	
Estimated net benefits attributable to work performed in current year	198	-	
Other	<u>20</u>	<u>11</u>	
Ending balance	2,397	2,179	
<i>Participants ages 15-61</i>			
Ending balance previous year	12,668	12,054	
Estimated net benefits attributable to work performed in current year	1,289	-	
Other	<u>1,676</u>	<u>614</u>	
Ending balance	<u>15,633</u>	<u>12,668</u>	
Total closed group benefits	<u>18,030</u>	<u>14,847</u>	
Toal closed group imbalance	<u>(12,153)</u>	<u>(9,621)</u>	
Contributions and earmarked taxes from:			
Future participants (under age 15 and births during the period)	4,767	4,209	
Expenditures for scheduled future benefits			
<i>Future participants (under age 15 and births during the period)</i>	<u>3,904</u>	<u>3,417</u>	
Total surplus from future participants	<u>863</u>	<u>792</u>	
Total open group imbalance	<u>(11,290)</u>	<u>(8,829)</u>	

**FEDERAL SUPPLEMENTARY MEDICAL INSURANCE
(MEDICARE PART B)**

Contributions and earmarked taxes from:

Participants who have attained age 62	409	363	
Participants ages 15-61	<u>3,167</u>	<u>2,900</u>	
Total closed group revenues	3,576		3,263

Expenditures for scheduled future benefits

Participants who have attained age 62

Ending balance previous year	1,622	1,475	
Estimated net benefits attributable to work performed in current year	63	-	
Other	<u>88</u>	<u>147</u>	
Ending balance	1,773	1,622	

Participants ages 15-61

Ending balance previous year	11,541	10,577	
Estimated net benefits attributable to work performed in current year	443	-	
Other	<u>449</u>	<u>964</u>	
Ending balance	<u>12,433</u>	<u>11,541</u>	

Total closed group benefits	<u>14,206</u>		<u>13,163</u>
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Toal closed group imbalance	<u>(10,630)</u>		<u>(9,900)</u>
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Contributions and earmarked taxes from:

Future participants (under age 15 and births during the period)	906	924	
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Expenditures for scheduled future benefits

<i>Future participants (under age 15 and births during the period)</i>	<u>3,407</u>	3,408	
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Total deficit from future participants	<u>(2,501)</u>		<u>(2,484)</u>
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Total open group imbalance	<u>(13,131)</u>		<u>(12,384)</u>
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