



SOCIAL SECURITY ADMINISTRATION

Since 2001, the Administration:

- Improved productivity by 13.1 percent, enabling the agency to provide more accurate and a wider variety of services with fewer resources than would otherwise be required;
- Increased work opportunities for individuals with disabilities;
- Began to implement a new disability determination process that will increase accuracy and consistency, shorten decision times, and pay benefits to eligible beneficiaries much earlier in the process; and
- Launched new initiatives to help employers identify unauthorized workers.

The President's 2008 Budget:

- Supports the President's previously submitted framework for Social Security reform that strengthens the safety net for future generations, protects those who depend on Social Security the most, and offers workers the chance to experience the opportunity of ownership through voluntary personal retirement accounts;
- Protects American taxpayers—preventing nearly \$2 billion of waste, fraud, and abuse by making sure benefits are provided to the right beneficiaries through increased program integrity efforts;
- Highlights the escalating and persistent fiscal problems facing the Disability Insurance program; and
- Assumes operational productivity will increase by two percent in 2008 while maintaining service to the public.

FOCUSING ON THE NATION'S PRIORITIES

Strengthening Social Security

As the President emphasized on the program's anniversary: "For 70 years, Social Security has been a vital program and helped millions of America's seniors in retirement. The Social Security system is sound for today's seniors, but there is a hole in the safety net for younger workers. On this 70th anniversary, we renew our commitment to save and strengthen Social Security for our children and grandchildren, and keep the promise of Social Security for future generations."

Social Security needs to be strengthened so that younger workers paying into the system can continue to rely on Social Security. The program also needs to be reformed so that future scheduled benefit promises are aligned with the program's available resources. Today, those promises in present value terms exceed the expected resources that will be available to pay for them under current law over the indefinite future by \$13.4 trillion, according to the latest estimates by the Social Security actuaries.

Social Security today operates on what is known as a "pay-as-you-go" basis, in which current worker payroll taxes are used immediately to pay for the benefits of current retirees and other beneficiaries. In 1950, there were about 16 workers for every retiree. Today, there are just more than three workers for every beneficiary, and by the time today's 20-year-olds retire, that number will fall to two workers for every beneficiary. Furthermore, Social Security is paying greater benefits for longer periods of time as life expectancy increases, and the imminent retirement of the baby boom generation will result in added strain on the system. By 2017, the Social Security system will collect less in taxes than it pays in benefits and will shift into a permanent cash deficit that will grow every year. In 2040, Social Security will exhaust its Trust Fund assets and lack the resources to pay the benefits that have been promised and that seniors will be expecting. If Social Security's finances are left unresolved, future changes would require today's young workers to see their benefits sharply cut, their payroll taxes raised, or both.

The President is committed to strengthening the Social Security system and has reiterated his commitment to a bipartisan reform process in which participants are encouraged to bring different options for strengthening Social Security to the table. The Budget supports the proposals the President has put forward to date. Under these proposals, Social Security would include voluntary personal accounts funded by a portion of the worker's Social Security payroll taxes. The Budget includes the estimated impact from the creation of such personal accounts. In 2012, the first year of the accounts, contributions will be capped at four percent of Social Security taxable earnings up to a \$1,300 limit, increasing by \$100 each year through 2017.

As part of a solution to restore the system to sustainable solvency, the President has also embraced the idea of indexing the future benefits of the highest wage workers to inflation while providing for a higher rate of benefit growth for lower-wage workers. Benefits for lower-wage workers would be tied to wage growth as under current law, ensuring that their benefits would grow faster than the poverty line. Progressive indexing coupled with voluntary personal retirement accounts will provide future seniors with real money and real security instead of the current system's unfunded promises.

Preventing Waste, Fraud, and Abuse by Improving Program Integrity

Program integrity efforts are designed to ensure that only eligible individuals receive benefits, and that they receive the correct benefit. As part of these efforts, the Social Security Administration (SSA) reviews the eligibility status of Disability Insurance (DI) and Supplemental Security Income

(SSI) recipients. Progress has been made on reducing waste, fraud, and abuse in these programs. However, it is estimated that in 2005, improper payments, representing both overpayments and underpayments, in the Old-Age and Survivors Insurance, DI, and SSI programs totaled \$6.3 billion. The Budget increases funding for Continuing Disability Reviews (CDRs) and SSI redeterminations, which assess whether the beneficiary still meets the requirements of the DI and SSI programs. The President's budgets have requested this funding since 2002, the last year SSA had dedicated funding for this program integrity effort. Without this funding, SSA was unable to fight waste, fraud, and abuse as aggressively as possible. It is estimated that SSA's increased funding to fight fraud and abuse will save an additional \$2 billion across multiple programs. SSA generates savings of \$10 for each \$1 spent on CDRs. SSA expects CDRs conducted in 2005 to yield more than \$5 billion in program savings, including \$4.2 billion in the first 10 years, as shown in the chart, and \$1.3 billion after the 10-year window.

SSA is engaged in many other activities to improve payment accuracy. SSI redeterminations help ensure the SSI benefit amount is correct and yield savings of \$7 for every \$1 spent administering them. SSA is modifying its screening process for SSI redeterminations to more efficiently identify cases requiring a full review. SSA is also expanding a pilot study to conduct electronic matches with financial institutions to make sure that applicants for SSI do not have assets exceeding the SSI limits. In addition, SSA is developing easier ways for SSI recipients to report their wages, including expanded telephone wage reporting.

Improving Disability Insurance

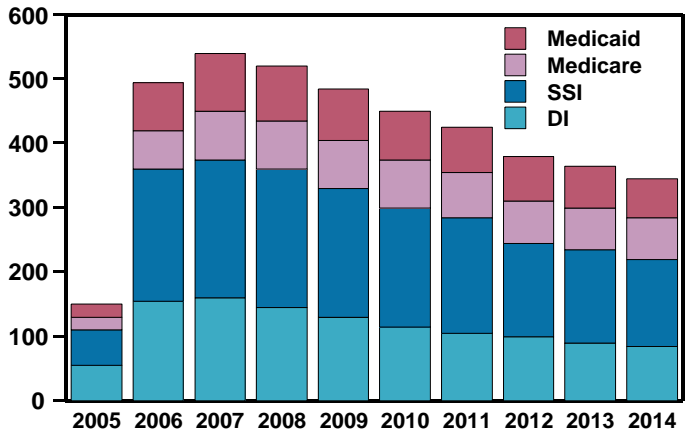
Since its inception in 1956, the Social Security DI program has provided vital disability insurance coverage and benefits to America's workers. Over the past 50 years, DI has helped roughly 20 million disabled workers, as well as their dependents, cope with the loss of income due to severe disability.

In 2006, SSA significantly revised the disability determination process to increase accuracy, consistency, and timeliness. The new process was rolled out in the Boston region in August 2006, and builds upon SSA's electronic disability claims tool. Changes to the disability determination process will greatly improve the quality of service SSA provides to millions of disabled workers and their families. While the disability determination process has been placed on a sound course, the program's fiscal health is a growing concern. DI outlays have grown as a percentage of all Federal budget outlays from about 2.1 percent in 1989 to an estimated 3.6 percent in 2007. The Budget projects DI outlays will continue to increase as a percentage of the Federal budget, along with escalating annual cash deficits.

The 2008 Budget includes a proposal to highlight with a "funding warning" the escalating and persistent fiscal problems facing DI. If SSA's actuaries project a negative DI cash flow that is more than 10 percent of program cost for four consecutive years in the upcoming 10 years, the Board of Trustees will issue the warning in the annual Trustees Report. Issuance of a DI funding warning would require the President to transmit to the Congress proposed legislation to respond to the warning

Continuing Disability Reviews Initiated in 2005 Deliver Program Savings

In millions of dollars



Source: Annual Report of Continuing Disability Reviews, Social Security Administration, 2005.

within 15 days after the date of the next Budget submission; the Congress would then consider this legislation. The analysis of DI's budgetary impact will safeguard an important source of disability insurance while promoting sound fiscal policy.

Helping Identify Unauthorized Workers

SSA helps employers verify that employees have provided accurate Social Security Numbers and are authorized to work in the United States through several voluntary programs. SSA participated in 78 million employee verifications in calendar year 2006, up from 67 million in calendar year 2005.

Employers in all 50 States may participate in the Basic Pilot program, an ongoing voluntary program in which SSA assists the Department of Homeland Security (DHS) in enabling employers to verify the employment eligibility of new hires. As of December 2006, DHS and SSA had signed agreements with over 12,000 employers, representing approximately 47,000 employer sites. Since October 2006, SSA has received an average of 200,000 Basic Pilot verification requests a month.

Enhancing Service to the Public through Productivity Gains

In 2006, SSA made payments to more than 53 million people each month. Further, SSA served approximately 42 million visitors to its more than 1,300 field offices in communities across America, processed 3.8 million applications for retirement and survivors benefits, and processed 2.5 million applications for disability benefits. In addition, SSA handled more than 59 million 800-number transactions and processed more than 2.1 million electronic transactions, such as applying for benefits, changing direct deposit or address information, requesting replacement Medicare cards, and requesting proof of income letters.

Based on the agency's proven track record, the expected rate of improvement in productivity assumed for 2008 in the Budget is two percent. Increased productivity enables SSA to provide a wider variety of services with fewer resources than would otherwise be required. SSA has an impressive track record in increasing agency-wide productivity. From 2001 to 2006, productivity climbed an average of 2.5 percent per year, for a total gain of 13.1 percent since 2001. SSA continually evaluates its business processes and invests heavily in its information technology systems to ensure that these improvements continue.

Social Security Administration
(In millions of dollars)

	2006 Actual	Estimate	
		2007	2008
Spending			
Discretionary Budgetary Resources:			
Limitation on Administrative Expenses (LAE) base ^{1, 2}	9,109	9,176	9,597
Office of the Inspector General	91	91	95
Research and Development	20	20	20
Total, Discretionary budgetary resources	9,220	9,287	9,712
<i>Memorandum: Budget authority from enacted supplementals</i>	38	—	—
Total, Discretionary outlays	9,286	9,284	9,609
Mandatory Outlays:			
Old-age, Survivors, and Disability Insurance ³	549,974	581,961	607,768
Supplemental Security Income.....	37,384	36,939	41,789
Special Benefits for Certain World War II Veterans	10	10	10
Offsetting Collections	-3,442	-3,173	-2,902
Legislative proposal	—	—	8
Total, Mandatory outlays	583,926	615,737	646,673
Total, Outlays	593,212	625,021	656,282

¹ The LAE account includes funding from the Hospital Insurance and Supplementary Medical Insurance trust funds for services that support the Medicare program, including implementation of Medicare Reform.

² For 2006, the LAE base does not include a \$10 million cash refund, which increased SSA's budgetary resources, but did not increase SSA's new budget authority.

³ In 2006, Treasury refunded the OASI and DI trust funds by \$5,651 million due to overpayment of voluntary income tax withholding. This did not impact beneficiary payments. The mandatory outlay total does not include this refund.

SOCIAL SECURITY ADMINISTRATION

Federal Funds

PAYMENTS TO SOCIAL SECURITY TRUST FUNDS

For payment to the Federal Old-Age and Survivors Insurance and the Federal Disability Insurance trust funds, as provided under sections 201(m), 217(g), 228(g), and 1131(b)(2) of the Social Security Act, \$28,140,000.

Note.—A regular 2007 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 109-289, Division B, as amended). The amounts included for 2007 in this budget reflect the levels provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 28-0404-0-1-651	2006 actual	2007 est.	2008 est.
Obligations by program activity:			
00.01 Taxation of benefits	16,351	18,031	19,925
01.01 Other	56	1,329	39
10.00 Total new obligations	16,407	19,360	19,964
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	14	14	12
22.00 New budget authority (gross)	16,416	19,358	19,964
23.90 Total budgetary resources available for obligation	16,430	19,372	19,976
23.95 Total new obligations	-16,407	-19,360	-19,964
23.98 Unobligated balance expiring or withdrawn	-9	.....	.....
24.40 Unobligated balance carried forward, end of year	14	12	12
New budget authority (gross), detail:			
Discretionary:			
42.00 Transferred from other accounts	38	.....	.....
Mandatory:			
60.00 Appropriation	16,378	19,358	19,964
70.00 Total new budget authority (gross)	16,416	19,358	19,964
Change in obligated balances:			
72.40 Obligated balance, start of year	3	4	5
73.10 Total new obligations	16,407	19,360	19,964
73.20 Total outlays (gross)	-16,406	-19,359	-19,965
74.40 Obligated balance, end of year	4	5	4
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	38	.....	.....
86.97 Outlays from new mandatory authority	16,368	19,358	19,964
86.98 Outlays from mandatory balances .....	.....	1	1
87.00 Total outlays (gross)	16,406	19,359	19,965
Net budget authority and outlays:			
89.00 Budget authority	16,416	19,358	19,964
90.00 Outlays	16,406	19,359	19,965

This general fund appropriation reimburses the Social Security trust funds annually for 1) Special Payments for Certain Uninsured Persons, 2) pension reform, and 3) interest on unnegotiated checks. In addition, 2008 includes funds to pay the Disability Insurance trust fund for the quinquennial adjustment for FICA tax equivalents related to military service deemed wage credits. Amounts appropriated to this account as permanent indefinite authority include receipts from Federal income taxation of Social Security benefits.

Object Classification (in millions of dollars)

Identification code 28-0404-0-1-651	2006 actual	2007 est.	2008 est.
Direct obligations:			
25.2 Other services	47	18	28
42.0 Insurance claims and indemnities	16,360	19,342	19,936

99.9 Total new obligations 16,407 19,360 19,964

SUPPLEMENTAL SECURITY INCOME PROGRAM

For carrying out titles XI and XVI of the Social Security Act, section 401 of Public Law 92-603, section 212 of Public Law 93-66, as amended, and section 405 of Public Law 95-216, including payment to the Social Security trust funds for administrative expenses incurred pursuant to section 201(g)(1) of the Social Security Act, \$26,911,000,000, to remain available until expended: Provided, That any portion of the funds provided to a State in the current fiscal year and not obligated by the State during that year shall be returned to the Treasury.

For making, after June 15 of the current fiscal year, benefit payments to individuals under title XVI of the Social Security Act, for unanticipated costs incurred for the current fiscal year, such sums as may be necessary.

For making benefit payments under title XVI of the Social Security Act for the first quarter of fiscal year 2009, \$14,800,000,000, to remain available until expended.

Note.—A regular 2007 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 109-289, Division B, as amended). The amounts included for 2007 in this budget reflect the levels provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 28-0406-0-1-609	2006 actual	2007 est.	2008 est.
Obligations by program activity:			
00.01 Direct program	40,595	39,862	44,810
09.01 State supplementation payments	4,144	4,050	4,555
09.09 Reimbursable program	4,144	4,050	4,555
10.00 Total new obligations	44,739	43,912	49,365
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	1,231	1,234	1,861
22.00 New budget authority (gross)	44,455	44,537	48,293
22.10 Resources available from recoveries of prior year obligations	287	.....	.....
22.30 Expired unobligated balance transfer to unexpired account .....	.....	2	.....
23.90 Total budgetary resources available for obligation	45,973	45,773	50,154
23.95 Total new obligations	-44,739	-43,912	-49,365
24.40 Unobligated balance carried forward, end of year	1,234	1,861	789
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	2,753	2,896	3,003
58.00 Spending authority from offsetting collections: Offsetting collections (cash)	12	.....	.....
Mandatory:			
60.00 Appropriation	26,616	26,101	23,908
65.00 Advance appropriation	10,930	11,110	16,810
Spending authority from offsetting collections:			
69.00 Offsetting collections (cash)	4,159	4,430	4,572
69.10 Change in uncollected customer payments from Federal sources (unexpired)	-15	.....	.....
69.90 Spending authority from offsetting collections (total mandatory)	4,144	4,430	4,572
70.00 Total new budget authority (gross)	44,455	44,537	48,293
Change in obligated balances:			
72.40 Obligated balance, start of year	1,398	1,491	1,516
73.10 Total new obligations	44,739	43,912	49,365
73.20 Total outlays (gross)	-44,374	-43,887	-49,314
73.45 Recoveries of prior year obligations	-287	.....	.....
74.00 Change in uncollected customer payments from Federal sources (unexpired)	15	.....	.....

SUPPLEMENTAL SECURITY INCOME PROGRAM—Continued

Program and Financing (in millions of dollars)—Continued

Identification code 28-0406-0-1-609	2006 actual	2007 est.	2008 est.
74.40 Obligated balance, end of year	1,491	1,516	1,567
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	2,765	2,521	2,614
86.93 Outlays from discretionary balances	79	377	355
86.97 Outlays from new mandatory authority	41,530	40,989	44,893
86.98 Outlays from mandatory balances			1,452
87.00 Total outlays (gross)	44,374	43,887	49,314
Offsets:			
Against gross budget authority and outlays:			
88.40 Offsetting collections (cash) from: Non-Federal sources	-4,171	-4,430	-4,572
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired)	15		
Net budget authority and outlays:			
89.00 Budget authority	40,299	40,107	43,721
90.00 Outlays	40,203	39,457	44,742

Summary of Budget Authority and Outlays

(in millions of dollars)

Enacted/requested:	2006 actual	2007 est.	2008 est.
Budget Authority	40,299	40,107	43,721
Outlays	40,203	39,457	44,742
Legislative proposal, subject to PAYGO:			
Budget Authority			23
Outlays			23
Total:			
Budget Authority	40,299	40,107	43,744
Outlays	40,203	39,457	44,765

Title XVI of the Social Security Act established a Supplemental Security Income (SSI) program to provide monthly cash benefits as a federally guaranteed minimum income for low-income, aged, blind, and disabled individuals.

Object Classification (in millions of dollars)

Identification code 28-0406-0-1-609	2006 actual	2007 est.	2008 est.
Direct obligations:			
25.3 Other purchases of goods and services from Government accounts	3,001	2,876	2,983
25.3 Other purchases of goods and services from Government accounts	42	90	106
41.0 Federal benefits and research	37,552	36,896	41,721
99.0 Direct obligations	40,595	39,862	44,810
99.0 Reimbursable obligations	4,144	4,050	4,555
99.9 Total new obligations	44,739	43,912	49,365

SUPPLEMENTAL SECURITY INCOME PROGRAM

(Legislative proposal, subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 28-0406-4-1-609	2006 actual	2007 est.	2008 est.
Obligations by program activity:			
00.01 Direct program			23
10.00 Total new obligations (object class 41.0)			23
Budgetary resources available for obligation:			
22.00 New budget authority (gross)			23
23.95 Total new obligations			-23
New budget authority (gross), detail:			
Mandatory:			
60.00 Appropriation			23

Change in obligated balances:			
73.10 Total new obligations			23
73.20 Total outlays (gross)			-23
74.40 Obligated balance, end of year			
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority			23
Net budget authority and outlays:			
89.00 Budget authority			23
90.00 Outlays			23

This schedule reflects the Administration's SSI proposal to allow refugees and asylees to receive SSI for an additional year in 2008 through 2010. Current policy allows refugees and asylees who have not become citizens to receive SSI for seven years.

SPECIAL BENEFITS FOR CERTAIN WORLD WAR II VETERANS

Program and Financing (in millions of dollars)

Identification code 28-0401-0-1-701	2006 actual	2007 est.	2008 est.
Obligations by program activity:			
00.01 Direct program activity	10	11	11
09.01 State supplement payments	5	5	5
10.00 Total new obligations	15	16	16
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	15	16	16
23.95 Total new obligations	-15	-16	-16
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	1	1	1
Mandatory:			
60.00 Appropriation	9	10	10
69.00 Spending authority from offsetting collections: Offsetting collections (cash)	5	5	5
70.00 Total new budget authority (gross)	15	16	16
Change in obligated balances:			
72.40 Obligated balance, start of year	1	2	2
73.10 Total new obligations	15	16	16
73.20 Total outlays (gross)	-14	-16	-16
74.40 Obligated balance, end of year	2	2	2
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	1	1	1
86.97 Outlays from new mandatory authority	13	15	15
87.00 Total outlays (gross)	14	16	16
Offsets:			
Against gross budget authority and outlays:			
88.40 Offsetting collections (cash) from: Non-Federal sources	-5	-5	-5
Net budget authority and outlays:			
89.00 Budget authority	10	11	11
90.00 Outlays	9	11	11

Public Law 106-169 established a benefit program for certain individuals who: are at least 65 years old; were in the United States military forces, including veterans of the Filipino Army and Filipino Scouts, during World War II; and who were eligible for SSI for the month of December 1999. To receive this benefit, these individuals must reside outside the United States and meet other requirements for eligibility.

Object Classification (in millions of dollars)

Identification code 28-0401-0-1-701	2006 actual	2007 est.	2008 est.
Direct obligations:			

25.2	Other services	1	1	1
42.0	Insurance claims and indemnities	10	10	10
99.0	Direct obligations	10	11	11
99.0	Reimbursable obligations	5	5	5
99.9	Total new obligations	15	16	16

OFFICE OF INSPECTOR GENERAL
(INCLUDING TRANSFER OF FUNDS)

For expenses necessary for the Office of Inspector General in carrying out the provisions of the Inspector General Act of 1978, as amended, \$27,000,000, together with not to exceed \$68,047,000, to be transferred and expended as authorized by section 201(g)(1) of the Social Security Act from the Federal Old-Age and Survivors Insurance Trust Fund and the Federal Disability Insurance Trust Fund.

In addition, an amount not to exceed 3 percent of the total provided in this appropriation may be transferred from the "Limitation on Administrative Expenses", Social Security Administration, to be merged with this account, to be available for the time and purposes for which this account is available: Provided, That notice of such transfers shall be transmitted promptly to the Committees on Appropriations of the House and Senate.

Note.—A regular 2007 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 109-289, Division B, as amended). The amounts included for 2007 in this budget reflect the levels provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 28-0400-0-1-600	2006 actual	2007 est.	2008 est.
Obligations by program activity:			
00.01 Direct program activity	91	91	95
10.00 Total new obligations	91	91	95
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	92	91	95
23.95 Total new obligations	-91	-91	-95
23.98 Unobligated balance expiring or withdrawn	-1		
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	26	26	27
Spending authority from offsetting collections:			
58.00 Offsetting collections (cash)	45	67	68
58.10 Change in uncollected customer payments from Federal sources (unexpired)	21	-2	
58.90 Spending authority from offsetting collections (total discretionary)	66	65	68
70.00 Total new budget authority (gross)	92	91	95
Change in obligated balances:			
72.40 Obligated balance, start of year	-22	-19	-20
73.10 Total new obligations	91	91	95
73.20 Total outlays (gross)	-89	-94	-95
73.40 Adjustments in expired accounts (net)	-2		
74.00 Change in uncollected customer payments from Federal sources (unexpired)	-21	2	
74.10 Change in uncollected customer payments from Federal sources (expired)	24		
74.40 Obligated balance, end of year	-19	-20	-20
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	79	82	86
86.93 Outlays from discretionary balances	10	12	9
87.00 Total outlays (gross)	89	94	95
Offsets:			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-64	-67	-68
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired)	-21	2	
88.96 Portion of offsetting collections (cash) credited to expired accounts	19		

Net budget authority and outlays:			
89.00 Budget authority	26	26	27
90.00 Outlays	25	27	27

The Office of the Inspector General provides agency-wide audit and investigative functions to help find and correct operational and administrative deficiencies that create conditions for existing or potential instances of fraud, waste, and mismanagement.

Object Classification (in millions of dollars)

Identification code 28-0400-0-1-600	2006 actual	2007 est.	2008 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	56	59	62
12.1 Civilian personnel benefits	19	21	22
21.0 Travel and transportation of persons	4	2	3
23.1 Rental payments to GSA	5	5	5
23.3 Communications, utilities, and miscellaneous charges	1	1	1
25.1 Advisory and assistance services	2	1	1
25.3 Other purchases of goods and services from Government accounts	2	1	1
25.4 Operation and maintenance of facilities	1	1	
31.0 Equipment	1		
99.9 Total new obligations	91	91	95

Employment Summary

Identification code 28-0400-0-1-600	2006 actual	2007 est.	2008 est.
Direct:			
1001 Civilian full-time equivalent employment	608	605	608

STATE SUPPLEMENTAL FEES

Special and Trust Fund Receipts (in millions of dollars)

Identification code 28-5419-0-2-609	2006 actual	2007 est.	2008 est.
01.00 Balance, start of year	8	5	5
01.99 Balance, start of year	8	5	5
Receipts:			
02.20 State supplemental fees, SSI	116	119	135
04.00 Total: Balances and collections	124	124	140
Appropriations:			
05.00 State supplemental fees	-119	-119	-135
07.99 Balance, end of year	5	5	5

Program and Financing (in millions of dollars)

Identification code 28-5419-0-2-609	2006 actual	2007 est.	2008 est.
Obligations by program activity:			
00.01 Direct program activity	119	119	135
10.00 Total new obligations (object class 25.3)	119	119	135
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	119	119	135
23.95 Total new obligations	-119	-119	-135
New budget authority (gross), detail:			
Discretionary:			
40.20 Appropriation (special fund)	119	119	135
Change in obligated balances:			
73.10 Total new obligations	119	119	135
73.20 Total outlays (gross)	-119	-119	-135
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	119	119	135
Net budget authority and outlays:			
89.00 Budget authority	119	119	135
90.00 Outlays	119	119	135

STATE SUPPLEMENTAL FEES—Continued

The Social Security Administration (SSA) collects a fee from States for costs related to administering SSI State supplementation payments on behalf of States. A portion of these fees is used to fund some of SSA's administrative costs.

Trust Funds

FEDERAL OLD-AGE AND SURVIVORS INSURANCE TRUST FUND

Special and Trust Fund Receipts (in millions of dollars)

Identification code 20-8006-0-7-651	2006 actual	2007 est.	2008 est.
01.00 Balance, start of year	1,572,723	1,746,891	1,925,613
01.99 Balance, start of year	1,572,723	1,746,891	1,925,613
Receipts:			
02.00 FOASI, Federal employer contributions (FICA taxes)	9,937	10,505	11,205
02.01 FOASI, Interest received by trust funds	86,810	95,607	103,859
02.02 FOASI, refunds for voluntary income tax withholding, principal	5,063		
02.03 FOASI, refunds for voluntary income tax withholding, interest	506		
02.04 FOASI, Federal payments to the FOASI trust fund	15,187	17,860	18,395
02.05 FOASI, Federal payments to the FOASI trust fund	38		
02.20 FOASI, Non-Attorney fees		1	1
02.21 FOASI, Attorney fees			1
02.22 FOASI, Tax refund offset	12	12	12
02.60 FOASI, Transfers from general fund (FICA taxes)	493,550	512,870	546,313
02.61 FOASI, Transfers from general fund (SECA taxes)	28,411	31,122	31,969
02.62 FOASI, Refunds	-1,892	-1,894	-2,045
02.99 Total receipts and collections	637,622	666,083	709,710
04.00 Total: Balances and collections	2,210,345	2,412,974	2,635,323
Appropriations:			
05.00 Federal old-age and survivors insurance trust fund	53		
05.01 Federal old-age and survivors insurance trust fund	-2,399	-2,364	-2,500
05.02 Federal old-age and survivors insurance trust fund	35		
05.03 Federal old-age and survivors insurance trust fund	-635,251	-663,720	-707,209
05.04 Federal old-age and survivors insurance trust fund	174,104	178,723	201,801
05.05 Federal old-age and survivors insurance trust fund—legislative proposal not subject to PAYGO			8
05.99 Total appropriations	-463,458	-487,361	-507,900
06.10 Federal old-age and survivors insurance trust fund	4		
07.99 Balance, end of year	1,746,891	1,925,613	2,127,423

Program and Financing (in millions of dollars)

Identification code 20-8006-0-7-651	2006 actual	2007 est.	2008 est.
Obligations by program activity:			
00.01 Direct program	463,513	487,361	507,908
10.00 Total new obligations	463,513	487,361	507,908
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	463,511	487,361	507,908
22.10 Resources available from recoveries of prior year obligations	59		
23.33 Adjustment for changes in allocation	-53		
23.90 Total budgetary resources available for obligation	463,517	487,361	507,908
23.95 Total new obligations	-463,513	-487,361	-507,908
23.98 Unobligated balance expiring or withdrawn	-4		
24.41 Special and trust fund receipts returned to Schedule N	4		
New budget authority (gross), detail:			
Discretionary:			
40.26 Appropriation (trust fund)	2,399	2,364	2,500
40.37 Appropriation temporarily reduced	-35		
43.00 Appropriation (total discretionary)	2,364	2,364	2,500
Mandatory:			
60.26 Appropriation (trust fund)	635,251	663,720	707,209
60.45 Portion precluded from balances	-174,104	-178,723	-201,801
62.50 Appropriation (total mandatory)	461,147	484,997	505,408
70.00 Total new budget authority (gross)	463,511	487,361	507,908

Change in obligated balances:				
72.40	Obligated balance, start of year	43,153	45,544	47,701
73.10	Total new obligations	463,513	487,361	507,908
73.20	Total outlays (gross)	-461,063	-485,204	-506,153
73.45	Recoveries of prior year obligations	-59		
74.40	Obligated balance, end of year	45,544	47,701	49,456

Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	2,144	2,086	2,206
86.93	Outlays from discretionary balances	218	278	267
86.97	Outlays from new mandatory authority	458,701	482,840	503,680
87.00	Total outlays (gross)	461,063	485,204	506,153

Net budget authority and outlays:				
89.00	Budget authority	463,511	487,361	507,908
90.00	Outlays	461,063	485,204	506,153

Memorandum (non-add) entries:				
92.01	Total investments, start of year: Federal securities:			
	Par value	1,616,159	1,793,129	1,973,316
92.02	Total investments, end of year: Federal securities:			
	Par value	1,793,129	1,973,316	2,176,872

Summary of Budget Authority and Outlays

	(in millions of dollars)		
	2006 actual	2007 est.	2008 est.
Enacted/requested:			
Budget Authority	463,511	487,361	507,908
Outlays	461,063	485,204	506,153
Legislative proposal, not subject to PAYGO:			
Budget Authority			-8
Outlays			-8
Total:			
Budget Authority	463,511	487,361	507,900
Outlays	461,063	485,204	506,145

The Old-Age and Survivors Insurance (OASI) program provides monthly cash benefits to retired workers and their dependents, and to survivors of deceased workers.

OASI Cash Outgo Detail

	2006	2007	2008
Benefit Numbers	454,263	478,682	499,493
Payments to the RRB	3,458	3,509	3,519
Admin. Expenses	2,364	2,364	2,473
Treasury Admin. Expenses	625	643	658
Beneficiary Services	3	6	10
Quinquennial Military Service	350	0	0
Total Outgo	461,063	485,204	506,153

Status of Funds (in millions of dollars)

Identification code 20-8006-0-7-651	2006 actual	2007 est.	2008 est.	
Unexpended balance, start of year:				
0100	Balance, start of year	1,615,876	1,792,435	1,973,314
0199	Total balance, start of year	1,615,876	1,792,435	1,973,314
Cash income during the year:				
Current law:				
Receipts:				
1200	FOASI, Federal employer contributions (FICA taxes)	9,937	10,505	11,205
1201	FOASI, Interest received by trust funds	86,810	95,607	103,859
1202	FOASI, refunds for voluntary income tax withholding, principal	5,063		
1203	FOASI, refunds for voluntary income tax withholding, interest	506		
1204	FOASI, Federal payments to the FOASI trust fund	15,187	17,860	18,395
1205	FOASI, Federal payments to the FOASI trust fund	38		
Offsetting receipts (proprietary):				
1220	FOASI, Non-Attorney fees		1	1
1221	FOASI, Attorney fees			1
1222	FOASI, Tax refund offset	12	12	12
Offsetting governmental receipts:				
1260	FOASI, Transfers from general fund (FICA taxes)	493,550	512,870	546,313
1261	FOASI, Transfers from general fund (SECA taxes)	28,411	31,122	31,969
1262	FOASI, Refunds	-1,892	-1,894	-2,045

1299	Income under present law	637,622	666,083	709,710
3299	Total cash income	637,622	666,083	709,710
Cash outgo during year:				
Current law:				
4500	Federal old-age and survivors insurance trust fund	-461,063	-485,204	-506,153
4599	Outgo under current law (-)	-461,063	-485,204	-506,153
Proposed legislation:				
5500	Federal old-age and survivors insurance trust fund			8
5599	Outgo under proposed legislation (-)			8
6599	Total cash outgo (-)	-461,063	-485,204	-506,145
Unexpended balance, end of year:				
8700	Uninvested balance (net), end of year	-694	-2	7
8701	Invested balance, end of year	1,793,129	1,973,316	2,176,872
8799	Total balance, end of year	1,792,435	1,973,314	2,176,879

Object Classification (in millions of dollars)

Identification code 20-8006-0-7-651	2006 actual	2007 est.	2008 est.	
Direct obligations:				
25.3	Office of the Inspector General	33	35	37
25.3	Portion of the limitation on administrative expenses	2,293	2,329	2,463
25.3	Hurricane Supplemental	38		
25.3	Beneficiary Services (VR)	3	6	10
25.3	Other purchases of goods and services from Government accounts (Treasury Admin)	625	643	658
42.0	Retirement and survivors insurance benefits	456,713	480,839	501,221
44.0	Refunds—pre-1957 Military Service Credits	350		
94.0	Financial transfers (RRB)	3,458	3,509	3,519
99.0	Direct obligations	463,513	487,361	507,908
99.9	Total new obligations	463,513	487,361	507,908

FEDERAL OLD-AGE AND SURVIVORS INSURANCE TRUST FUND

(Legislative proposal, not subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 20-8006-2-7-651	2006 actual	2007 est.	2008 est.	
Obligations by program activity:				
00.01	Direct program activity			-8
10.00	Total new obligations (object class 42.0)			-8
Budgetary resources available for obligation:				
22.00	New budget authority (gross)			-8
23.95	Total new obligations			8
New budget authority (gross), detail:				
Mandatory:				
60.26	Appropriation (trust fund)			-8
Change in obligated balances:				
73.10	Total new obligations			-8
73.20	Total outlays (gross)			8
74.40	Obligated balance, end of year			
Outlays (gross), detail:				
86.97	Outlays from new mandatory authority			-8
Net budget authority and outlays:				
89.00	Budget authority			-8
90.00	Outlays			-8

This proposal would lower to 16 the age at which full-time school attendance is a condition of entitlement for Social Security child's benefits to encourage children to stay in school.

This proposal would establish a mandatory system for collecting data on pension income from non-covered State and local employment. This proposal would eliminate the current self-reporting burden on individuals and will improve payment accuracy.

FEDERAL DISABILITY INSURANCE TRUST FUND

Special and Trust Fund Receipts (in millions of dollars)

Identification code 20-8007-0-7-651	2006 actual	2007 est.	2008 est.	
01.00	Balance, start of year	169,999	177,351	181,406
01.99	Balance, start of year	169,999	177,351	181,406
Receipts:				
02.00	FDI, Federal employer contributions (FICA taxes)	1,688	1,784	1,903
02.01	FDI, payments for pre-1957 military service (quinquennial adjustment)			8
02.02	FDI, Interest received by trust funds	10,347	10,642	10,759
02.03	FDI, refunds for voluntary income tax withholding, principal	588		
02.04	FDI, refunds for voluntary income tax withholding, interest	59		
02.05	FDI, Federal payments to the FDI trust fund	1,180	1,498	1,559
02.20	Attorney fees, Federal disability insurance trust fund	17	18	19
02.21	FDI, Tax refund offset	21	32	32
02.60	FDI, Transfers from general fund (FICA taxes)	83,809	87,070	92,766
02.61	FDI, Transfers from general fund (SECA taxes)	4,825	5,284	5,429
02.62	FDI, Refunds	-321	-322	-347
02.99	Total receipts and collections	102,213	106,006	112,128
04.00	Total: Balances and collections	272,212	283,357	293,534
Appropriations:				
05.00	Federal disability insurance trust fund	-109		
05.01	Federal disability insurance trust fund	-2,275	-2,278	-2,366
05.02	Federal disability insurance trust fund	32		
05.03	Federal disability insurance trust fund	-99,961	-103,728	-109,761
05.04	Federal disability insurance trust fund	7,450	4,055	5,334
05.05	Federal disability insurance trust fund—legislative proposal not subject to PAYGO			7
05.99	Total appropriations	-94,863	-101,951	-106,786
06.10	Federal disability insurance trust fund	2		
07.99	Balance, end of year	177,351	181,406	186,748

Program and Financing (in millions of dollars)

Identification code 20-8007-0-7-651	2006 actual	2007 est.	2008 est.	
Obligations by program activity:				
00.01	Direct program activity	94,863	101,951	106,793
10.00	Total new obligations	94,863	101,951	106,793
Budgetary resources available for obligation:				
22.00	New budget authority (gross)	94,754	101,951	106,793
22.10	Resources available from recoveries of prior year obligations	2		
23.33	Adjustment for changes in allocation	109		
23.90	Total budgetary resources available for obligation	94,865	101,951	106,793
23.95	Total new obligations	-94,863	-101,951	-106,793
23.98	Unobligated balance expiring or withdrawn	-2		
24.41	Special and trust fund receipts returned to Schedule N	2		
New budget authority (gross), detail:				
Discretionary:				
40.26	Appropriation (trust fund)	2,275	2,278	2,366
40.37	Appropriation temporarily reduced	-32		
43.00	Appropriation (total discretionary)	2,243	2,278	2,366
Mandatory:				
60.26	Appropriation (trust fund)	99,961	103,728	109,761
60.45	Portion precluded from balances	-7,450	-4,055	-5,334
62.50	Appropriation (total mandatory)	92,511	99,673	104,427
70.00	Total new budget authority (gross)	94,754	101,951	106,793
Change in obligated balances:				
72.40	Obligated balance, start of year	23,086	24,375	24,930
73.10	Total new obligations	94,863	101,951	106,793
73.20	Total outlays (gross)	-93,572	-101,396	-106,429
73.45	Recoveries of prior year obligations	-2		
74.40	Obligated balance, end of year	24,375	24,930	25,294
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	2,049	2,008	2,087

FEDERAL DISABILITY INSURANCE TRUST FUND—Continued

Program and Financing (in millions of dollars)—Continued

Identification code 20-8007-0-7-651	2006 actual	2007 est.	2008 est.
86.93 Outlays from discretionary balances	250	267	254
86.97 Outlays from new mandatory authority	91,273	99,121	104,088
87.00 Total outlays (gross)	93,572	101,396	106,429
Net budget authority and outlays:			
89.00 Budget authority	94,754	101,951	106,793
90.00 Outlays	93,572	101,396	106,429
Memorandum (non-add) entries:			
92.01 Total investments, start of year: Federal securities: Par value	193,263	202,178	206,334
92.02 Total investments end of year: Federal securities: Par value	202,178	206,334	212,032

Summary of Budget Authority and Outlays

(in millions of dollars)

	2006 actual	2007 est.	2008 est.
Enacted/requested:			
Budget Authority	94,754	101,951	106,793
Outlays	93,572	101,396	106,429
Legislative proposal, not subject to PAYGO:			
Budget Authority			-7
Outlays			-7
Total:			
Budget Authority	94,754	101,951	106,786
Outlays	93,572	101,396	106,422

The Disability Insurance (DI) program provides monthly cash benefits for disabled workers who have not yet attained their normal retirement age, and for their dependents.

DI Cash Outgo Detail

	2006	2007	2008
Benefit payments	90,698	98,472	103,346
Payments to Railroad Board	388	359	397
Administrative expenses (subject to limitation)	2,299	2,275	2,341
Administrative expenses (Treasury)	110	112	115
Beneficiary services	68	128	173
Demonstration projects	9	50	57
Total Outgo	93,572	101,396	106,429

Status of Funds (in millions of dollars)

Identification code 20-8007-0-7-651	2006 actual	2007 est.	2008 est.
Unexpended balance, start of year:			
0100 Balance, start of year	193,084	201,725	206,335
0199 Total balance, start of year	193,084	201,725	206,335
Cash income during the year:			
Current law:			
Receipts:			
1200 FDI, Federal employer contributions (FICA taxes)	1,688	1,784	1,903
1201 FDI, payments for pre-1957 military service (quinquennial adjustment)			8
1202 FDI, Interest received by trust funds	10,347	10,642	10,759
1203 FDI, refunds for voluntary income tax withholding, principal	588		
1204 FDI, refunds for voluntary income tax withholding, interest	59		
1205 FDI, Federal payments to the FDI trust fund	1,180	1,498	1,559
Offsetting receipts (proprietary):			
1220 Attorney fees, Federal disability insurance trust fund	17	18	19
1221 FDI, Tax refund offset	21	32	32
Offsetting governmental receipts:			
1260 FDI, Transfers from general fund (FICA taxes)	83,809	87,070	92,766
1261 FDI, Transfers from general fund (SECA taxes)	4,825	5,284	5,429
1262 FDI, Refunds	-321	-322	-347
1299 Income under present law	102,213	106,006	112,128
3299 Total cash income	102,213	106,006	112,128

Cash outgo during year:

Current law:			
4500 Federal disability insurance trust fund	-93,572	-101,396	-106,429
4599 Outgo under current law (-)	-93,572	-101,396	-106,429
Proposed legislation:			
5500 Federal disability insurance trust fund			7
5599 Outgo under proposed legislation (-)			7
6599 Total cash outgo (-)	-93,572	-101,396	-106,422
Unexpended balance, end of year:			
8700 Uninvested balance (net), end of year	-453	1	9
8701 Invested balance, end of year	202,178	206,334	212,032
8799 Total balance, end of year	201,725	206,335	212,041

Object Classification (in millions of dollars)

Identification code 20-8007-0-7-651	2006 actual	2007 est.	2008 est.
Direct obligations:			
25.3 Office of the Inspector General	32	30	31
25.3 Beneficiary services	66	128	173
25.3 Demonstration projects	32	54	60
25.3 Portion of the limitation on administrative expenses	2,211	2,248	2,335
25.3 Other purchases of goods and services from Government accounts (Treasury Admin)	110	112	115
42.0 Disability insurance benefits	92,024	99,020	103,682
94.0 Financial transfers (RRB)	388	359	397
99.0 Direct obligations	94,863	101,951	106,793
99.9 Total new obligations	94,863	101,951	106,793

FEDERAL DISABILITY INSURANCE TRUST FUND

(Legislative proposal, not subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 20-8007-2-7-651	2006 actual	2007 est.	2008 est.
Obligations by program activity:			
00.01 Direct program activity			-7
10.00 Total new obligations (object class 42.0)			-7
Budgetary resources available for obligation:			
22.00 New budget authority (gross)			-7
23.95 Total new obligations			7
New budget authority (gross), detail:			
Mandatory:			
60.26 Appropriation (trust fund)			-7
Change in obligated balances:			
73.10 Total new obligations			-7
73.20 Total outlays (gross)			7
74.40 Obligated balance, end of year			
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority			-7
Net budget authority and outlays:			
89.00 Budget authority			-7
90.00 Outlays			-7

This proposal would lower to 16 the age at which full-time school attendance is a condition for entitlement for Social Security child's benefits to encourage children to stay in school.

This proposal would replace the existing complicated offset with a uniform offset for DI beneficiaries also receiving workers' compensation. The proposal would limit the length of the offset to not more than five years.

LIMITATION ON ADMINISTRATIVE EXPENSES

For necessary expenses, including the hire of two passenger motor vehicles, and not to exceed \$15,000 for official reception and representation expenses, not more than \$9,247,953,000 may be expended, as authorized by section 201(g)(1) of the Social Security Act, from any

one or all of the trust funds referred to therein: Provided, That not less than \$2,000,000 shall be for the Social Security Advisory Board: Provided further, That unobligated balances of funds provided under this paragraph at the end of fiscal year 2008 not needed for fiscal year 2008 shall remain available until expended to invest in the Social Security Administration information technology and telecommunications hardware and software infrastructure, including related equipment and non-payroll administrative expenses associated solely with this information technology and telecommunications infrastructure: Provided further, That reimbursement to the trust funds under this heading for expenditures for official time for employees of the Social Security Administration pursuant to section 7131 of title 5, United States Code, and for facilities or support services for labor organizations pursuant to policies, regulations, or procedures referred to in section 7135(b) of such title shall be made by the Secretary of the Treasury, with interest, from amounts in the general fund not otherwise appropriated, as soon as possible after such expenditures are made.

From funds provided under the first paragraph, not less than \$263,970,000 shall be available for conducting continuing disability reviews under titles II and XVI of the Social Security Act and for conducting redeterminations of eligibility under title XVI of the Social Security Act.

In addition to amounts made available above, and subject to the same terms and conditions, \$213,000,000, for additional continuing disability reviews and redeterminations of eligibility: Provided, That section 103(d)(2) of Public Law 104-121 is amended by striking "1996 through 2002" and inserting "2008".

In addition, \$135,000,000 to be derived from administration fees in excess of \$5.00 per supplementary payment collected pursuant to section 1616(d) of the Social Security Act or section 212(b)(3) of Public Law 93-66, which shall remain available until expended. To the extent that the amounts collected pursuant to such section 1616(d) or 212(b)(3) in fiscal year 2008 exceed \$135,000,000, the amounts shall be available in fiscal year 2009 only to the extent provided in advance in appropriations Acts.

In addition, up to \$1,000,000 to be derived from fees collected pursuant to section 303(c) of the Social Security Protection Act (Public Law 108-203), which shall remain available until expended.

Note.—A regular 2007 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 109-289, Division B, as amended). The amounts included for 2007 in this budget reflect the levels provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 28-8704-0-7-651	2006 actual	2007 est.	2008 est.
Obligations by program activity:			
00.01 LAE direct program	9,184	9,305	9,637
00.02 Medicare reform administrative expenses	111		
09.01 Reimbursable program	37	39	40
10.00 Total new obligations	9,332	9,344	9,677
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	236	169	40
22.00 New budget authority (gross)	9,194	9,215	9,637
22.10 Resources available from recoveries of prior year obligations & prior year transfers	22		
22.30 Expired unobligated balance transfer to unexpired account	142		
23.90 Total budgetary resources available for obligation	9,594	9,384	9,677
23.95 Total new obligations	-9,332	-9,344	-9,677
23.98 Unobligated balance expiring or withdrawn	-93		
24.40 Unobligated balance carried forward, end of year	169	40	
New budget authority (gross), detail:			
Discretionary:			
Spending authority from offsetting collections:			
58.00 Offsetting collections (cash)	8,332	9,164	9,493
58.00 Offsetting collections (cash)	114		
58.10 Change in uncollected customer payments from Federal sources (unexpired)	787	12	104
58.10 Change in uncollected customer payments from Federal sources (unexpired)	-114		
58.10 Change in uncollected customer payments from Federal sources (unexpired)	38		
58.90 Spending authority from offsetting collections (total discretionary)	9,157	9,176	9,597

Mandatory:			
Spending authority from offsetting collections:			
69.00 Offsetting collections (Reimbursable)	24	39	40
69.10 Change in uncollected customer payments from Federal sources (unexpired)	13		
69.90 Spending authority from offsetting collections (total mandatory)	37	39	40
70.00 Total new budget authority (gross)	9,194	9,215	9,637
Change in obligated balances:			
72.40 Obligated balance, start of year	-481	-408	-279
73.10 Total new obligations	9,332	9,344	9,677
73.20 Total outlays (gross)	-9,150	-9,203	-9,533
73.40 Adjustments in expired accounts (net)	-84		
73.45 Resources available from recoveries of prior year obligations & prior year transfers	-22		
74.00 Change in uncollected customer payments from Federal sources (unexpired accounts)	-724	-12	-104
74.10 Change in uncollected customer payments from Federal sources (expired accounts)	721		
74.40 Obligated balance, end of year	-408	-279	-239
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	7,986	8,089	8,462
86.93 Outlays from discretionary balances	1,127	1,075	1,031
86.97 Outlays from new mandatory authority	37	39	40
87.00 Total outlays (gross)	9,150	9,203	9,533
Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Offsetting Collections, Federal	-9,175	-9,203	-9,533
88.40 Non-Federal sources	-13		
88.90 Total, offsetting collections (cash)	-9,188	-9,203	-9,533
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired)	-724	-12	-104
88.96 Portion of offsetting collections (cash) credited to expired accounts	718		
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays	-38		

The Limitation on Administrative Expenses account provides resources for the SSA to administer the OASI programs; the SSI program; the Special Benefits for Certain World War II Veterans program; and certain health insurance (including prescription drug) functions for the aged and disabled.

The request for additional funding for continuing disability reviews builds on SSA's success in reducing program costs by ensuring that only individuals still too disabled to work continue to receive benefits. Continuing disability reviews are a proven investment, yielding \$10 in program savings for every \$1 spent. The additional funding requested also provides resources to increase the number of redeterminations of eligibility processed under title XVI of the Social Security Act. Redeterminations are also a proven investment, yielding \$7 in program savings for every \$1 spent, by ensuring that SSI recipients are receiving the correct benefit amount based on non-medical factors of eligibility.

It is important that these cost increases and new enforcement investments be fully funded. The Administration is proposing to fund them as contingent appropriations. To ensure full funding of continuing disability reviews and redeterminations, the Administration proposes to employ a budget enforcement mechanism that allows for an adjustment by the Budget Committees to the section 302(a) allocation to the Appropriations Committees found in the concurrent resolution on the budget. In addition, the Administration will also seek to establish statutory spending limits, as defined by section 251 of the Balanced Budget and Emergency Deficit Control Act of 1985, and to adjust them for this purpose. To ensure full funding of the cost increases, either of these adjustments

LIMITATION ON ADMINISTRATIVE EXPENSES—Continued

would only be permissible if the base level for continuing disability reviews and redeterminations was funded at \$263.97 million and if the use of the funds was clearly restricted to the specified purpose. The maximum allowable adjustment to the 302(a) allocation and/or the statutory spending limit would be \$213 million for 2008 (see the Budget Reform Proposals chapter in the *Analytical Perspectives* volume).

Object Classification (in millions of dollars)

Identification code 28-8704-0-7-651	2006 actual	2007 est.	2008 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	3,817	3,873	4,053
11.1 Full-time permanent—Medicare Reform	109		
11.3 Other than full-time permanent	101	101	104
11.3 Other than full-time permanent—Medicare reform			
11.5 Other personnel compensation	218	130	133
11.5 Other personnel compensation—Medicare Reform			
11.5 Other personnel compensation—Supplemental ...	31		
11.8 Special personal services payments	3	4	4
11.9 Total personnel compensation	4,279	4,108	4,294
12.1 Civilian personnel benefits	1,001	1,121	1,180
13.0 Benefits for former personnel	1	2	2
21.0 Travel and transportation of persons	53	53	53
21.0 Travel and transportation of persons—Supplemental	4		
22.0 Transportation of things	9	9	9
23.1 Rental payments to GSA	535	617	682
23.2 Rental payments to others		2	2
23.3 Communications, utilities, and miscellaneous charges	378	365	354
24.0 Printing and reproduction	35	34	35
25.1 Advisory and assistance services	60	58	57
25.2 Other services	2,001	1,938	2,041
25.2 Other services—Medicare Reform	3		
25.2 Other services—Supplemental	3		
25.3 Other purchases of goods and services from Government accounts	112	119	117
25.4 Operation and maintenance of facilities	268	295	302
25.5 Research and development contracts	3	3	3
25.7 Operation and maintenance of equipment	335	263	215
26.0 Supplies and materials	45	45	45
31.0 Equipment	122	224	198
32.0 Land and structures	2	3	2
41.0 Grants, subsidies, and contributions	28	28	28
42.0 Insurance claims and indemnities	18	18	18
99.0 Direct obligations	9,295	9,305	9,637
99.0 Reimbursable obligations	37	39	40

99.9 Total new obligations	9,332	9,344	9,677
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Employment Summary

Identification code 28-8704-0-7-651	2006 actual	2007 est.	2008 est.
Direct:			
1001 Civilian full-time equivalent employment	61,468	58,985	58,900
1001 Civilian full-time equivalent employment	1,351		
Reimbursable:			
2001 Civilian full-time equivalent employment	312	300	300

GENERAL FUND RECEIPT ACCOUNTS

(in millions of dollars)

	2006 actual	2007 est.	2008 est.
Offsetting receipts from the public:			
28-241700 SSI, attorney fees	3		
75-241800 Receipts from SSI administrative fee	136	128	143
75-309600 Recovery of beneficiary overpayments from SSI program	2,905	2,986	2,698
General Fund Offsetting receipts from the public	3,044	3,114	2,841
Intragovernmental payments:			
20-310510 Quinquennial adjustment for pre-1957 military service credits, FOASI	350		
General Fund Intragovernmental payments	350		

As directed by Section 104 of P.L. 103-296, the Social Security Independence and Program Improvements Act of 1994, the Commissioner of Social Security shall prepare an annual budget for SSA, which shall be submitted by the President to the Congress without revision, together with the President's request for SSA.

The Commissioner developed a multi-year Service Delivery Budget through 2012 to provide a context for making decisions on needed improvements in service delivery and fiscal stewardship, and the requisite staffing to accomplish both. The Commissioner's multi-year budget includes \$10,543 million for total administrative discretionary resources in 2008. This represents \$10,440 million for SSA administrative expenses and \$103 million for the Office of the Inspector General.