

THE TRUTH ABOUT YOUR MONEY: HOW TO FIND JOY AND PEACE WITH YOUR PERSONAL FINANCES
 PRIVATIZATION OF SOCIAL SECURITY EXAMPLE

NAME: LIAM YEAR OF BIRTH: 1946 AGE STARTED WORK: 20
 PROPOSED YEAR OF RETIREMENT: 2017 AGE AT RETIREMENT: 71

YEAR	AGE	AVERAGE SALARY	FICA CONTRIBUTION RATES EMPLOYEE	FICA CONTRIBUTION RATES EMPLOYER	FICA CONTRIBUTION RATES TOTAL	FICA CONTRIBUTION DOLLARS EMPLOYEE	FICA CONTRIBUTION DOLLARS EMPLOYER	FICA CONTRIBUTION DOLLARS TOTAL	VALUE OF DJIA @ 12/31	NO OF SHARES PURCHASED	NO OF CUMULATIVE SHARES PURCHASED	CUMULATIVE DJIA VALUE
A	B	C	D	E	F	G	H	I	J	K	L	M
1966	20	4,938.26	3.850%	3.850%	7.700%	190.12	190.12	380.25	785.69	0.48396	0.48396	380.25
1967	21	5,213.44	3.900%	3.900%	7.800%	203.32	203.32	406.65	905.11	0.44928	0.93324	844.69
1968	22	5,571.76	3.800%	3.800%	7.600%	211.73	211.73	423.45	943.75	0.44869	1.38194	1,304.20
1969	23	5,893.76	4.200%	4.200%	8.400%	247.54	247.54	495.08	800.36	0.61857	2.00050	1,601.12
1970	24	6,186.24	4.200%	4.200%	8.400%	259.82	259.82	519.64	838.92	0.61942	2.61992	2,197.91
1971	25	6,497.08	4.600%	4.600%	9.200%	298.87	298.87	597.73	890.20	0.67146	3.29138	2,929.99
1972	26	7,133.80	4.600%	4.600%	9.200%	328.15	328.15	656.31	1,020.02	0.64343	3.93481	4,013.59
1973	27	7,580.16	4.850%	4.850%	9.700%	367.64	367.64	735.28	850.86	0.86416	4.79897	4,083.25
1974	28	8,030.76	4.950%	4.950%	9.900%	397.52	397.52	795.05	616.24	1.29016	6.08912	3,752.36
1975	29	8,630.92	4.950%	4.950%	9.900%	427.23	427.23	854.46	852.41	1.00241	7.09153	6,044.89
1976	30	9,226.48	4.950%	4.950%	9.900%	456.71	456.71	913.42	1,004.65	0.90919	8.00072	8,037.92
1977	31	9,779.44	4.950%	4.950%	9.900%	484.08	484.08	968.16	831.17	1.16482	9.16554	7,618.12
1978	32	10,556.03	5.050%	5.050%	10.100%	533.08	533.08	1,066.16	805.01	1.32440	10.48995	8,444.51
1979	33	11,479.46	5.080%	5.080%	10.160%	583.16	583.16	1,166.31	838.74	1.39055	11.88050	9,964.65
1980	34	12,513.46	5.080%	5.080%	10.160%	635.68	635.68	1,271.37	963.99	1.31886	13.19936	12,724.05
1981	35	13,773.10	5.350%	5.350%	10.700%	736.86	736.86	1,473.72	875.00	1.68425	14.88361	13,023.16
1982	36	14,531.34	5.400%	5.400%	10.800%	784.69	784.69	1,569.38	1,046.54	1.49959	16.38321	17,145.68
1983	37	15,239.24	5.400%	5.400%	10.800%	822.92	822.92	1,645.84	1,258.64	1.30763	17.69084	22,266.40
1984	38	16,135.07	5.700%	5.700%	11.400%	919.70	919.70	1,839.40	1,211.57	1.51819	19.20903	23,273.09
1985	39	16,822.51	5.700%	5.700%	11.400%	958.88	958.88	1,917.77	1,546.67	1.23993	20.44897	31,627.80
1986	40	17,321.82	5.700%	5.700%	11.400%	987.34	987.34	1,974.69	1,895.95	1.04153	21.49049	40,744.90
1987	41	18,426.51	5.700%	5.700%	11.400%	1,050.31	1,050.31	2,100.62	1,938.83	1.08345	22.57394	43,767.04
1988	42	19,334.04	6.060%	6.060%	12.120%	1,171.64	1,171.64	2,343.29	2,168.57	1.08057	23.65451	51,296.46
1989	43	20,099.55	6.060%	6.060%	12.120%	1,218.03	1,218.03	2,436.07	2,753.20	0.88481	24.53932	67,561.66
1990	44	21,027.98	6.200%	6.200%	12.400%	1,303.73	1,303.73	2,607.47	2,633.66	0.99006	25.52938	67,235.70
1991	45	21,811.60	6.200%	6.200%	12.400%	1,352.32	1,352.32	2,704.64	3,168.83	0.85351	26.38289	83,602.90
1992	46	22,935.42	6.200%	6.200%	12.400%	1,422.00	1,422.00	2,843.99	3,301.11	0.86153	27.24442	89,936.82
1993	47	23,132.67	6.200%	6.200%	12.400%	1,434.23	1,434.23	2,868.45	3,754.09	0.76409	28.00850	105,146.45
1994	48	23,753.53	6.200%	6.200%	12.400%	1,472.72	1,472.72	2,945.44	3,834.44	0.76815	28.77666	110,342.37
1995	49	24,705.66	6.200%	6.200%	12.400%	1,531.75	1,531.75	3,063.50	5,117.12	0.59868	29.37533	150,317.11
1996	50	25,913.90	6.200%	6.200%	12.400%	1,606.66	1,606.66	3,213.32	6,448.27	0.49832	29.87366	192,633.41
1997	51	27,426.00	6.200%	6.200%	12.400%	1,700.41	1,700.41	3,400.82	7,908.25	0.43003	30.30369	239,649.18
1998	52	28,861.44	6.200%	6.200%	12.400%	1,789.41	1,789.41	3,578.82	9,181.43	0.38979	30.69348	281,810.06
1999	53	30,469.84	6.200%	6.200%	12.400%	1,889.13	1,889.13	3,778.26	11,497.12	0.32863	31.02211	356,664.90
2000	54	32,154.82	6.200%	6.200%	12.400%	1,993.60	1,993.60	3,987.20	10,787.99	0.36960	31.39170	338,653.39
2001	55	32,921.92	6.200%	6.200%	12.400%	2,041.16	2,041.16	4,082.32	10,021.57	0.40735	31.79906	318,676.48
2002	56	33,252.09	6.200%	6.200%	12.400%	2,061.63	2,061.63	4,123.26	8,341.63	0.49430	32.29336	269,379.23
2003	57	34,064.95	6.200%	6.200%	12.400%	2,112.03	2,112.03	4,224.05	10,453.92	0.40406	32.69742	341,816.22
2004	58	35,648.55	6.200%	6.200%	12.400%	2,210.21	2,210.21	4,420.42	10,783.01	0.40994	33.10736	356,997.04
2005	59	36,952.94	6.200%	6.200%	12.400%	2,291.08	2,291.08	4,582.16	10,717.50	0.42754	33.53490	359,410.34
2006	60	38,651.41	6.200%	6.200%	12.400%	2,396.39	2,396.39	4,792.77	12,463.15	0.38456	33.91946	422,743.32
2007	61	40,405.48	6.200%	6.200%	12.400%	2,505.14	2,505.14	5,010.28	13,264.82	0.37771	34.29717	454,945.81
2008	62	41,334.97	6.200%	6.200%	12.400%	2,562.77	2,562.77	5,125.54	8,776.39	0.58401	34.88119	306,130.89
2009	63	40,711.61	6.200%	6.200%	12.400%	2,524.12	2,524.12	5,048.24	10,428.05	0.48410	35.36529	368,790.99
2010	64	41,673.83	6.200%	6.200%	12.400%	2,583.78	2,583.78	5,167.55	11,577.51	0.44634	35.81163	414,609.53
2011	65	42,979.61	6.200%	6.200%	12.400%	2,664.74	2,664.74	5,329.47	12,217.56	0.43621	36.24785	442,860.24
2012	66	44,321.67	6.200%	6.200%	12.400%	2,747.94	2,747.94	5,495.89	12,359.92	0.44465	36.69250	453,516.37
2013	67	44,888.16	6.200%	6.200%	12.400%	2,783.07	2,783.07	5,566.13	16,572.17	0.33587	37.02837	613,640.48
2014	68	46,481.52	6.200%	6.200%	12.400%	2,881.85	2,881.85	5,763.71	17,823.07	0.32338	37.35176	665,722.98
2015	69	48,098.63	6.200%	6.200%	12.400%	2,982.12	2,982.12	5,964.23	17,405.48	0.34266	37.69442	656,089.49
2016	70	48,642.15	6.200%	6.200%	12.400%	3,015.81	3,015.81	6,031.63	19,872.86	0.30351	37.99793	755,127.58
2017	71	50,321.89	6.200%	6.200%	12.400%	3,119.96	3,119.96	6,239.91	23,327.46	0.26749	38.26542	892,635.15
		1,254,458.47				72,134.83	72,134.83	144,269.66		38.26542		\$ 892,635.15

C Source: <http://www.ssa.gov/oact/COLA/AWL.html>
 D, E, F Source: <http://www.ssa.gov/oact/ProgData/taxRates.html>
 H, I Product of column C times column D or column E
 L Source: <http://finance.yahoo.com/q/hp?s=%5EDJI&a=00&b=1&c=2012&d=00&e=6&f=2011&g=d>
 K Result of column I divided by column J
 M Product of column J times column L