

HR 530

Individual Social Security Investment Program Act of 2005

Congress: 109 (2005–2007, Ended)

Chamber: House

Policy Area: Social Welfare

Introduced: Feb 2, 2005

Current Status: Sponsor introductory remarks on measure. (CR H5644)

Latest Action: Sponsor introductory remarks on measure. (CR H5644) (Jul 12, 2005)

Official Text: <https://www.congress.gov/bill/109th-congress/house-bill/530>

Sponsor

Name: Rep. Johnson, Sam [R-TX-3]

Party: Republican • State: TX • Chamber: House

Cosponsors (15 total)

Cosponsor	Party / State	Role	Date Joined
Rep. Bartlett, Roscoe G. [R-MD-6]	R · MD		Feb 2, 2005
Rep. Burton, Dan [R-IN-5]	R · IN		Feb 2, 2005
Rep. Cannon, Chris [R-UT-3]	R · UT		Feb 2, 2005
Rep. Carter, John R. [R-TX-31]	R · TX		Feb 2, 2005
Rep. Feeney, Tom [R-FL-24]	R · FL		Feb 2, 2005
Rep. Flake, Jeff [R-AZ-6]	R · AZ		Feb 2, 2005
Rep. Otter, C. L. (Butch) [R-ID-1]	R · ID		Feb 2, 2005
Rep. Wilson, Joe [R-SC-2]	R · SC		Feb 2, 2005
Rep. Doolittle, John T. [R-CA-4]	R · CA		Feb 8, 2005
Rep. Shadegg, John B. [R-AZ-3]	R · AZ		Feb 8, 2005
Rep. Miller, Jeff [R-FL-1]	R · FL		Mar 2, 2005
Rep. Mack, Connie [R-FL-14]	R · FL		May 4, 2005
Rep. Bishop, Rob [R-UT-1]	R · UT		May 10, 2005
Rep. Franks, Trent [R-AZ-2]	R · AZ		May 11, 2005
Rep. Cubin, Barbara [R-WY-At Large]	R · WY		May 12, 2005

Committee Activity

Committee	Chamber	Activity	Date
Ways and Means Committee	House	Referred to	Feb 14, 2005

Subjects & Policy Tags

Policy Area:

Social Welfare

Related Bills

Bill	Relationship	Last Action
109 HR 1776	Related bill	May 9, 2005: Referred to the Subcommittee on Social Security.
109 HR 1800	Related bill	May 4, 2005: Referred to the Subcommittee on Social Security.
109 S 857	Related bill	Apr 20, 2005: Read twice and referred to the Committee on Finance.
109 HR 440	Related bill	Apr 19, 2005: Sponsor introductory remarks on measure. (CR H2140-2141)
109 S 540	Related bill	Mar 7, 2005: Read twice and referred to the Committee on Finance. (text of measure as introduced: CR S2166-2170)
109 HR 750	Related bill	Mar 3, 2005: Referred to the Subcommittee on Social Security.

Individual Social Security Investment Program Act of 2005 - Amends title II (Old Age, Survivors, and Disability Insurance) (OASDI) of the Social Security Act to add a new part B (Individual Social Security Investment Program) to change Social Security into a system of individual accounts where workers born on or after January 1, 1984, as well as electing participants born between January 1, 1951, and January 1, 1984, have ownership of and control over the investment of their retirement funds in various investment vehicles: (1) Tier I Investment Fund; (2) Tier II Investment Fund; and (3) Tier III Investment Accounts.

Allows participating workers choosing the individual account option to have 100 percent of their redirected Social Security contribution for the calendar year (6.2 percent of the sum of the total wages paid to, and self-employment income derived by, the participant) deposited into the Tier I Investment Fund. Provides for transfer of any amount held in the Tier I Investment Fund into the Tier II Investment Fund, and for an individual's first election of a Tier III investment account once the total balance of the Tier II account exceeds the minimum deposit balance of \$10,000.

Directs the Executive Director to establish and maintain a part B totalization account for each participant.

Provides workers choosing the individual account under the Tier II option with a variety of investment options, with the initial default option set at 60 percent stocks, and 40 percent bonds.

Provides for retirement distributions, including purchase of annuities.

Provides that workers who choose the individual account option shall receive a recognition bond, redeemable upon reaching retirement age, based on the accrued value of their lifetime to date benefits.

Provides that, in any case in which a participant is entitled to, or eligible for, need-based cash benefits for any month, the supplemental minimum benefit payments otherwise payable to such participant for such month shall be reduced by the total amount of such recognized governmental cash benefits for such month.

Establishes in the executive branch of the Government an Individual Investment Board to administer the program established under this Act.

Amends the Internal Revenue Code to exempt from income taxation any fund created, account established, or annuity under part B of title II of the Social Security Act, unless subject to taxes on unrelated business income of charitable organizations. Excludes from the gross income of a distributee or payee: (1) any fund or account distribution or any annuity payment; or (2) the value of a recognition bond issued to a participant, or the proceeds from its sale or redemption.

Amends SSA title II to provide that, except with respect to determination of disability insurance benefits, a participant shall not be credited with wages or self-employment income under part B of SSA title II.

Provides for: (1) consumer price indexing of benefits for non-disability part A beneficiaries; and (2) the maintenance of adequate balances in the Social Security trust funds.

Actions Timeline

- **Jul 12, 2005:** Sponsor introductory remarks on measure. (CR H5644)
- **Feb 14, 2005:** Referred to the Subcommittee on Social Security.
- **Feb 2, 2005:** Introduced in House
- **Feb 2, 2005:** Introduced in House
- **Feb 2, 2005:** Referred to the House Committee on Ways and Means.
- **Feb 1, 2005:** Sponsor introductory remarks on measure. (CR H241)