

## **The President's Budget spends more than under the Budget Control Act.**

Spending under the President's Budget: **\$46,959 billion** [see Attachment 1, President's Budget, Table S-1]

Spending under CBO's January 2012 baseline: **\$44,251 billion**

Spending under the President's budget last year over the ten years 2012–2021: **\$45,952 billion**

Spending under the Budget Control Act: **\$45,552 billion** [see below for detailed explanation]

Spending under the OMB Adjusted Baseline: **\$47,053 billion** [see Attachment 2, Table S-4]

Less phony war (OCO) savings of \$617 billion and \$231 billion [see Attachment 3, Table S-2]

*"The mother of all budget gimmicks".* — Robert Bixby, Concord Coalition referring to OCO savings, November 2011

Less avoiding \$429 billion in scheduled cuts in Medicare physician payments which the President does not pay for (so-called "doc fix") [see Attachment 4, Table S-8]

Less claimed \$224 billion in debt interest savings from OCO savings and unpaid doc fix shown above.

Total spending under the Budget Control Act: \$47,053 - \$617 - \$231 - \$429 - \$224 = **\$45,552 billion**

*The President would spend \$1.4 trillion more under his budget than under the Budget Control Act.*

ATTACHMENT 1

Table S-1. Budget Totals  
(In billions of dollars and as a percent of GDP)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	Totals	
													2013-2017	2013-2022
<b>Budget Totals in Billions of Dollars:</b>														
Receipts .....	2,303	2,469	2,902	3,215	3,450	3,680	3,919	4,153	4,379	4,604	4,857	5,115	17,167	49,974
Outlays .....	3,603	3,796	3,803	3,883	4,060	4,329	4,532	4,728	5,004	5,262	5,537	5,820	20,607	46,959
Deficit .....	1,300	1,327	901	668	610	649	612	575	626	658	681	704	3,440	0,084
<b>Debt held by the public .....</b>														
Debt net of financial assets .....	10,128	11,578	12,637	13,445	14,198	14,980	15,713	16,404	17,137	17,897	18,678	19,486		
Gross domestic product (GDP) .....	9,170	10,467	11,358	12,023	12,633	13,281	13,894	14,469	15,095	15,753	16,433	17,137		
<b>Budget Totals as a Percent of GDP:</b>														
Receipts .....	15.4%	15.8%	17.8%	18.7%	19.0%	19.1%	19.2%	19.4%	19.5%	19.7%	19.9%	20.1%	18.8%	19.2%
Outlays .....	24.1%	24.3%	23.3%	22.6%	22.3%	22.5%	22.2%	22.0%	22.3%	22.5%	22.7%	22.8%	22.6%	22.5%
Deficit .....	8.7%	8.5%	5.5%	3.9%	3.4%	3.4%	3.0%	2.7%	2.8%	2.8%	2.8%	2.8%	3.8%	3.3%
Debt held by the public .....	67.7%	74.2%	77.4%	78.4%	78.1%	77.8%	77.1%	76.5%	76.4%	76.5%	76.5%	76.5%		
Debt net of financial assets .....	61.3%	67.1%	69.5%	70.1%	69.5%	69.0%	68.2%	67.5%	67.3%	67.3%	67.3%	67.2%		

Table S-4. Adjusted Baseline by Category<sup>1</sup>

(In billions of dollars)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	Totals		
													2013-	2013-	2022
<b>Outlays:</b>															
Appropriated ("discretionary") programs: <sup>2</sup>															
Defense <sup>3</sup> .....	699	709	700	673	678	690	706	722	737	753	769	788	3,446	7,215	
Non-defense <sup>4</sup> .....	600	610	565	546	543	546	553	561	573	585	597	611	2,754	5,682	
Subtotal appropriated programs .....	1,300	1,319	1,265	1,219	1,222	1,235	1,259	1,283	1,310	1,338	1,367	1,398	6,200	12,896	
<b>Mandatory programs:</b>															
Social Security .....	725	773	820	867	918	970	1,027	1,086	1,149	1,217	1,287	1,361	4,601	10,702	
Medicare .....	480	478	528	564	586	640	660	685	751	811	873	967	2,978	7,065	
Medicaid .....	275	255	283	339	372	402	430	457	486	517	553	589	1,825	4,428	
Troubled Asset Relief Program (TARP) <sup>5</sup> .....	-38	35	12	8	5	2	1	*	*	*	*	*	29	30	
Other mandatory programs .....	631	635	571	595	632	677	680	676	714	745	794	845	3,155	6,930	
Subtotal mandatory programs .....	2,073	2,175	2,213	2,373	2,513	2,692	2,798	2,904	3,100	3,289	3,508	3,763	12,589	29,154	
Net interest .....	230	223	246	305	384	480	570	645	716	782	846	915	1,985	5,889	
Adjustments for disaster costs <sup>6</sup> .....	*	*	2	5	7	8	9	9	10	10	10	10	31	80	
Joint Committee enforcement .....	3,603	3,717	-71	-96	-105	-109	-109	-109	-109	-109	-109	-38	-490	295	
Total outlays .....	3,603	3,717	3,655	3,807	4,021	4,306	4,526	4,732	5,026	5,310	5,621	6,048	20,315	47,053	
<b>Receipts:</b>															
Individual income taxes .....	1,091	1,179	1,294	1,389	1,506	1,633	1,766	1,894	2,015	2,139	2,267	2,401	7,586	18,303	
Corporation income taxes .....	181	281	365	459	407	381	444	457	472	470	488	501	2,056	4,442	
Social insurance and retirement receipts:															
Social Security payroll taxes .....	566	635	707	742	782	834	883	937	987	1,034	1,093	1,150	3,948	9,150	
Medicare payroll taxes .....	188	203	214	226	239	256	272	289	305	319	337	355	1,206	2,812	
Unemployment insurance .....	56	57	60	62	63	65	62	61	56	57	58	60	313	605	
Other retirement .....	8	9	9	9	9	9	10	10	10	11	12	13	46	103	
Excise taxes .....	72	80	87	97	102	104	110	118	133	140	147	157	500	1,195	
Estate and gift taxes .....	7	11	12	13	14	14	15	16	17	18	19	20	68	159	
Customs duties .....	30	31	34	36	38	39	41	44	46	48	50	52	188	429	
Deposits of earnings, Federal Reserve System .....	83	81	80	61	46	36	36	38	40	42	43	45	259	468	
Other miscellaneous receipts .....	20	24	21	52	67	71	73	77	82	88	94	100	284	724	
Total receipts .....	2,303	2,590	2,882	3,145	3,273	3,444	3,711	3,939	4,164	4,367	4,610	4,855	16,455	38,391	
<b>Deficit</b> .....	1,300	1,127	772	662	749	862	815	793	862	944	1,011	1,193	3,860	8,663	
Net interest .....	230	223	246	305	384	480	570	645	716	782	846	915	1,985	5,889	
<b>Primary deficit</b> .....	1,070	903	527	357	365	382	245	148	146	161	165	278	1,875	2,773	
On-budget deficit .....	1,367	1,186	810	689	769	887	839	819	884	954	1,016	1,190	3,994	8,856	
Off-budget deficit / surplus (-) .....	-67	-60	-38	-27	-21	-25	-23	-26	-22	-10	-5	4	-134	-193	

Table S-2. Effect of Budget Proposals on Projected Deficits

(Deficit increases (+) or decreases (-) in billions of dollars)

	Totals												
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2013-2017	2013-2022
<b>Projected deficits in the adjusted baseline<sup>1</sup></b> .....	1,127	772	662	749	862	815	793	862	944	1,011	1,193	3,860	8,663
Percent of GDP .....	7.2%	4.7%	3.9%	4.1%	4.5%	4.0%	3.7%	3.8%	4.0%	4.1%	4.7%	4.2%	4.2%
<b>Proposals in the 2013 Budget:<sup>2</sup></b>													
<b>Short-term measures for jobs growth</b> .....	178	137	24	10	1	-*	1	1	1	*	*	172	176
<b>Net deficit reduction proposals:</b>													
Health and other mandatory initiatives .....	11	2	-17	-42	-50	-59	-63	-66	-74	-88	-140	-166	-597
Expiration of high income tax cuts .....		-83	-95	-110	-128	-143	-154	-164	-174	-185	-197	-560	-1,433
Other revenue proposals .....	*	-20	11	-58	-97	-54	-50	-44	-57	-54	-57	-218	-480
Reductions in Overseas Contingency Operations not reserved for surface transportation .....													
Proposed program integrity cap adjustment for IRS and Unemployment Insurance, including mandatory savings .....	*	*	-*	-1	-2	-3	-4	-4	-5	-5	-5	-6	-28
Proposed Budget Control Act disaster relief cap adjustment .....		5	1									6	6
Outlay effects of discretionary policy .....	-*	8	3	-6	-7	-7	-6	-5	-4	-7	-7	-9	-38
<b>Total net deficit reduction proposals</b> .....	11	-88	-97	-218	-304	-358	-372	-382	-414	-443	-512	-1,064	-3,187
<b>Surface transportation reauthorization:</b>													
Investments in surface transportation .....		*	4	9	13	18	24	22	15	11	8	45	125
Reductions in Overseas Contingency Operations reserved for surface transportation .....		-17	-64	-82	-68							-231	-231
Net cost of surface transportation reauthorization .....		-17	-60	-73	-55	18	24	22	15	11	8	-186	-106
<b>Tax cuts for families, individuals, and businesses<sup>3</sup></b> .....	10	25	39	31	32	33	35	36	38	40	43	159	352
<b>Debt service and indirect interest effects</b> .....	*	1	2	1	-10	-24	-40	-55	-73	-93	-116	-30	-407
<b>Total proposals in the 2013 Budget</b> .....	200	58	-91	-250	-335	-332	-352	-377	-433	-484	-577	-950	-3,173
<b>Effect of replacing Joint Committee enforcement with 2013 Budget deficit reduction proposals:</b>													
Programmatic effects .....		71	96	105	109	109	109	109	109	109	109	38	490
Debt service .....		*	2	6	13	19	26	32	38	44	50	39	229
<b>Total effect of replacing Joint Committee enforcement</b> .....		71	97	110	122	129	135	141	147	154	88	530	1,195
<b>Resulting deficits in 2013 Budget</b> .....	1,327	901	668	610	649	612	575	626	658	681	704	3,440	6,684
Percent of GDP .....	8.5%	5.5%	3.9%	3.4%	3.4%	3.0%	2.7%	2.8%	2.8%	2.8%	2.8%	3.8%	3.3%

\* \$500 million or less.

<sup>1</sup> See Tables S-4 and S-8 for information on the adjusted baseline.

<sup>2</sup> For total deficit reduction since January 2011, see Table S-3.

<sup>3</sup> Includes the effects of incentives for expanding manufacturing and insourcing jobs and continuing certain provisions through calendar year 2013.

Table S-8. Bridge From Budget Enforcement Act Baseline to Adjusted Baseline

(Deficit increases (+) or decreases (-) in billions of dollars)

	Totals													
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2013-2017	2013-2022
<b>BEA baseline deficit</b> .....	1,300	1,097	598	438	492	556	463	396	411	436	444	483	2,548	4,718
<b>Adjustments for current policy:</b>														
Index to inflation the 2011 parameters of the AMT .....		19	120	115	130	148	169	192	216	242	269	298	682	1,898
Continue the 2001 and 2003 tax cuts .....			120	183	198	213	226	233	240	246	253	261	940	2,173
Extend estate, gift, and generation-skipping transfer taxes at current parameters .....		2	5	32	36	40	44	48	51	55	59	62	156	431
Prevent reduction in Medicare physician payments .....		9	26	31	35	41	39	39	46	51	56	65	172	429
Reflect incremental cost of funding existing Pell maximum grant award .....		-1	1	7	8	7	6	6	6	6	6	6	22	50
Subtotal .....	30	270	362	405	450	484	517	558	600	643	692	746	1,971	4,982
<b>Adjustments for provisions contained in the Budget Control Act:</b>														
Set discretionary budget authority at cap levels .....			-27	-49	-62	-71	-76	-82	-87	-92	-99	-103	-284	-746
Reflect Joint Committee enforcement .....			-71	-96	-105	-109	-109	-109	-109	-109	-109	-109	-490	-966
Make program integrity adjustments .....		*	*-*	-2	-3	-4	-4	-5	-6	-6	-7	-8	-14	-45
Subtotal .....			-98	-146	-169	-184	-190	-196	-202	-208	-215	-149	-788	-1,757
<b>Adjustment for disaster costs<sup>1</sup></b> .....		*	2	5	7	8	9	9	10	10	10	10	31	80
<b>Reclassify surface transportation outlays:</b>														
Remove outlays from appropriated category .....		-48	-52	-55	-56	-58	-58	-59	-60	-60	-61	-62	-286	-588
Add outlays to mandatory category .....		48	52	55	56	58	58	59	60	60	61	62	286	588
Subtotal .....														
Total program adjustments .....		30	174	220	243	274	303	330	366	402	438	553	1,214	3,304
Debt service on adjustments .....		*	1	4	14	31	49	66	85	106	129	157	98	640
Total adjustments .....		30	174	224	257	305	352	397	451	508	567	710	1,313	3,945
<b>Adjusted baseline deficit</b> .....	1,300	1,127	772	662	749	862	815	793	862	944	1,011	1,193	3,860	8,663

\*\$500 million or less.  
<sup>1</sup>These amounts represent a placeholder for major disasters requiring Federal assistance for relief and reconstruction. Such assistance might be provided in the form of discretionary or mandatory outlays or tax relief. These amounts are included as outlays for convenience.