

OMB - Trump Administration Budget Proposal for 2018 - 2027

(all numbers in billions)

Description	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027
Revenues												
Individual income taxes	1,546	1,660	1,836	1,935	2,044	2,167	2,293	2,428	2,572	2,723	2,884	3,062
Payroll taxes	1,115	1,174	1,224	1,277	1,335	1,413	1,488	1,557	1,637	1,717	1,807	1,894
Corporate income taxes	300	324	355	375	401	400	414	425	439	455	475	497
Other	307	301	239	226	203	181	193	204	216	234	251	273
Total revenues	3,268	3,459	3,654	3,813	3,983	4,161	4,388	4,614	4,864	5,129	5,417	5,726
Outlays												
Mandatory												
Social security	910	946	1,005	1,070	1,137	1,205	1,279	1,360	1,446	1,535	1,628	1,725
Medicare/Medicaid	956	971	986	1,069	1,139	1,216	1,318	1,359	1,400	1,516	1,603	1,690
Other mandatory outlays	560	656	545	598	559	542	558	518	499	502	522	503
Total	2,426	2,573	2,536	2,737	2,835	2,963	3,155	3,237	3,345	3,553	3,753	3,918
Discretionary												
Defense	585	594	643	665	670	667	662	665	679	693	708	722
Nondefense	600	619	601	567	537	506	485	464	455	446	437	429
Total	1,185	1,213	1,244	1,232	1,207	1,173	1,147	1,129	1,134	1,139	1,145	1,151
Net interest	240	276	315	371	428	481	528	567	595	613	629	639
Total outlays	3,851	4,062	4,095	4,340	4,470	4,617	4,830	4,933	5,074	5,305	5,527	5,708
Annual (deficit)/surplus	(583)	(603)	(441)	(527)	(487)	(456)	(442)	(319)	(210)	(176)	(110)	18

Balance!!!

Debt held by public at EOY	14,168	14,824	15,353	15,957	16,509	17,024	17,517	17,887	18,150	18,379	18,541	18,573
Gross federal debt at EOY	19,539	20,355	21,095	21,844	22,510	23,123	23,658	24,084	24,425	24,656	24,799	24,696

Resulting CBB debt limit at 105%*

22,100	22,900	23,600	24,300
CBB Debt Limit**			

Peak debt

2,699

Shortfall

* 105% of debt outstanding at time of ratification

** Assumes 38 states join the Compact by 2018

The likely scenario that will play out if Congress proceeds with the plan:

1. Congress proceeds with plan outlined by Trump Administration to balance the budget in FY 2027
2. 38+ state legislatures join the Compact for America by FY 2018
3. \$22.1 trillion constitutional debt limit is established when the 38th state joins in 2018 and the convention proposes the amendment
4. In **FY 2019/2020**, Congress submits a request to the state legislatures to increase the debt limit by \$2.9 trillion to **\$25.0 trillion**
5. Provided Congress is proceeding on plan, a majority of the state legislatures authorize the increase in the debt limit to **\$25.0 trillion**
6. Congress continues with the plan to achieve balance by FY 2027
7. **\$25.0 trillion** becomes the permanent line of credit available to Congress.
8. Congress pays down line of credit in good times to have funding for wars, national emergencies and business cycle downturns

25,000

New debt limit set in 2020

Year debt reaches limit

Minimum additional debt authorization required from the states