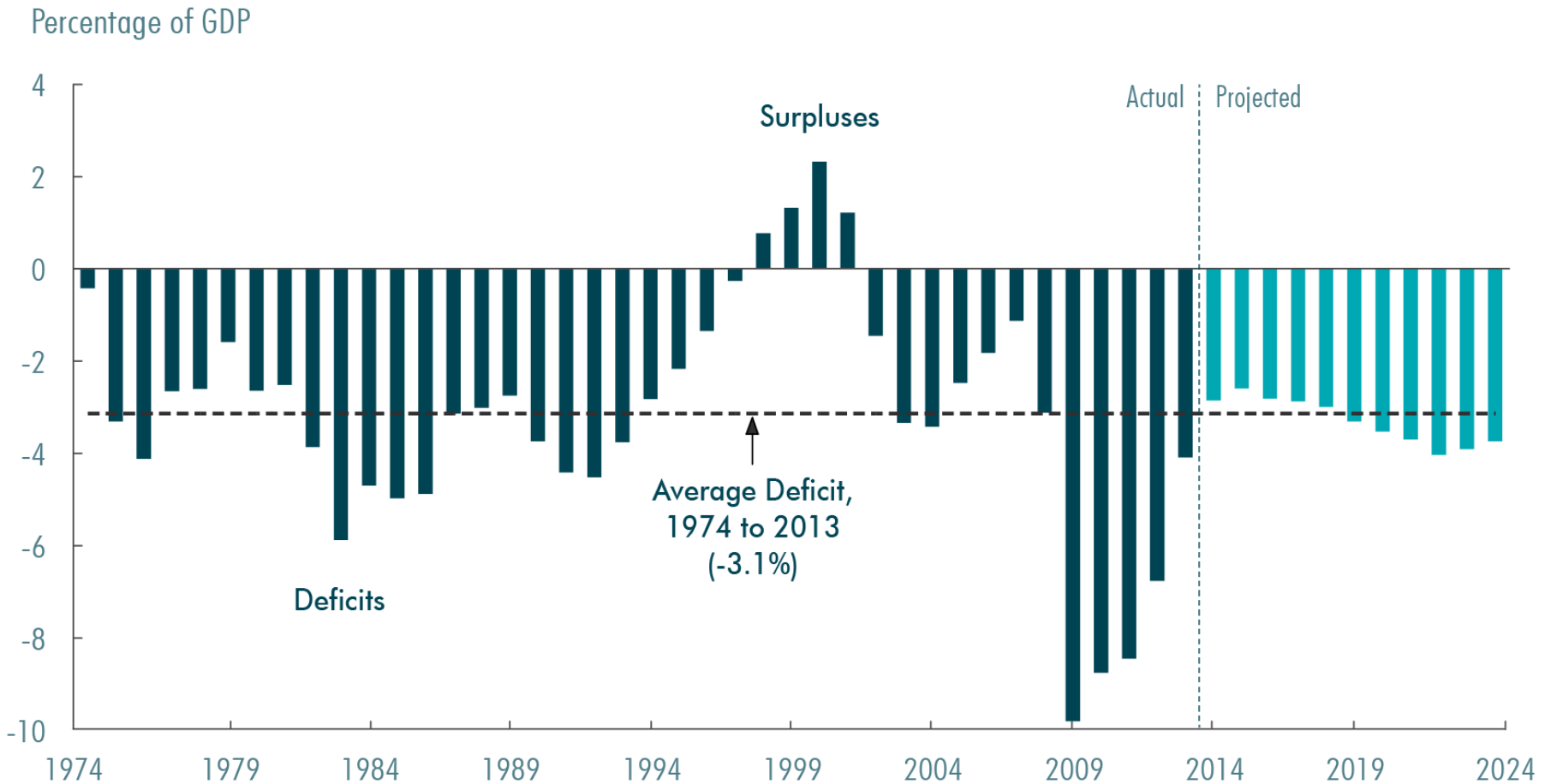
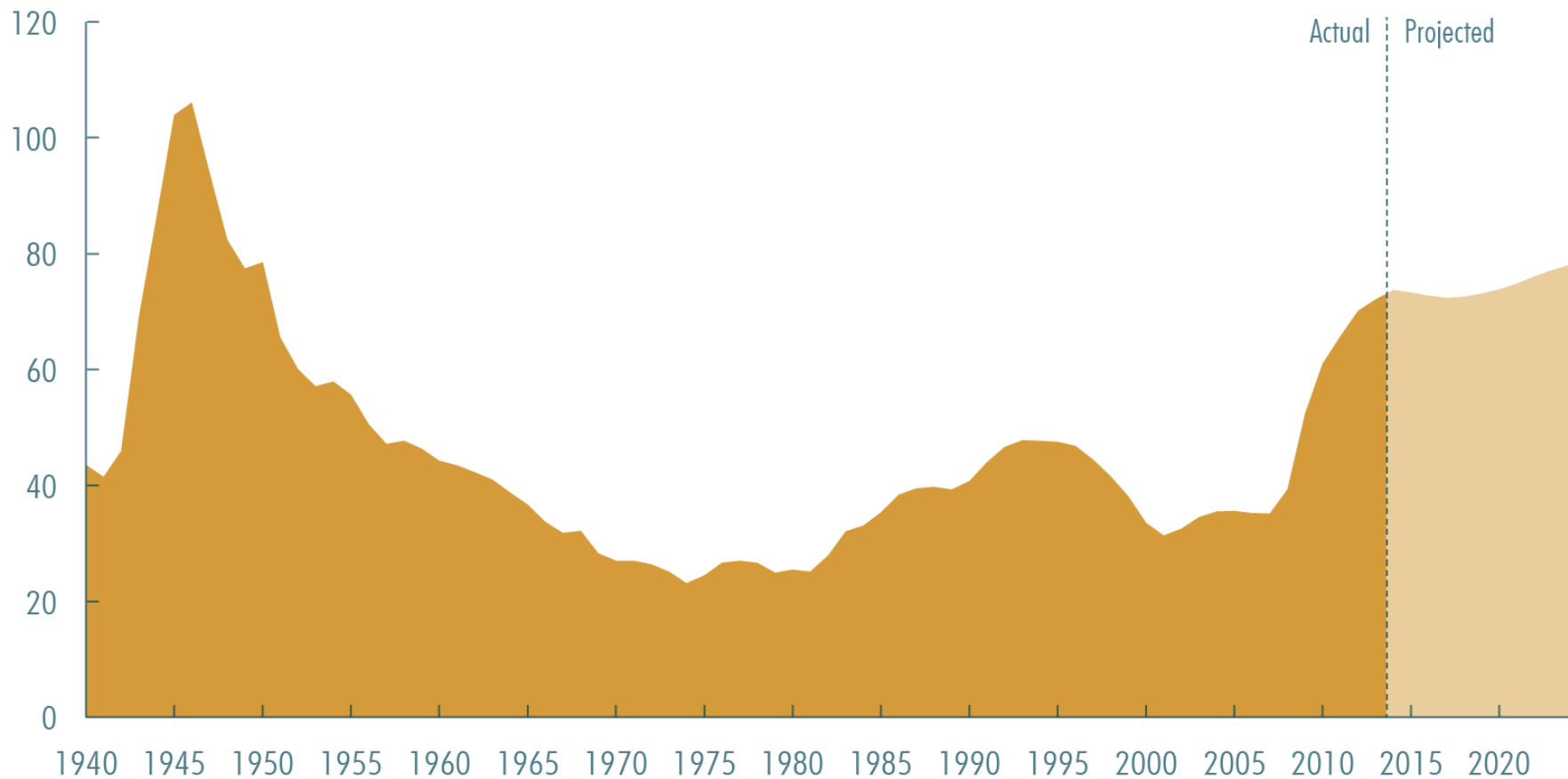


Federal Deficits Are Projected To Rise Again Beginning in 2016



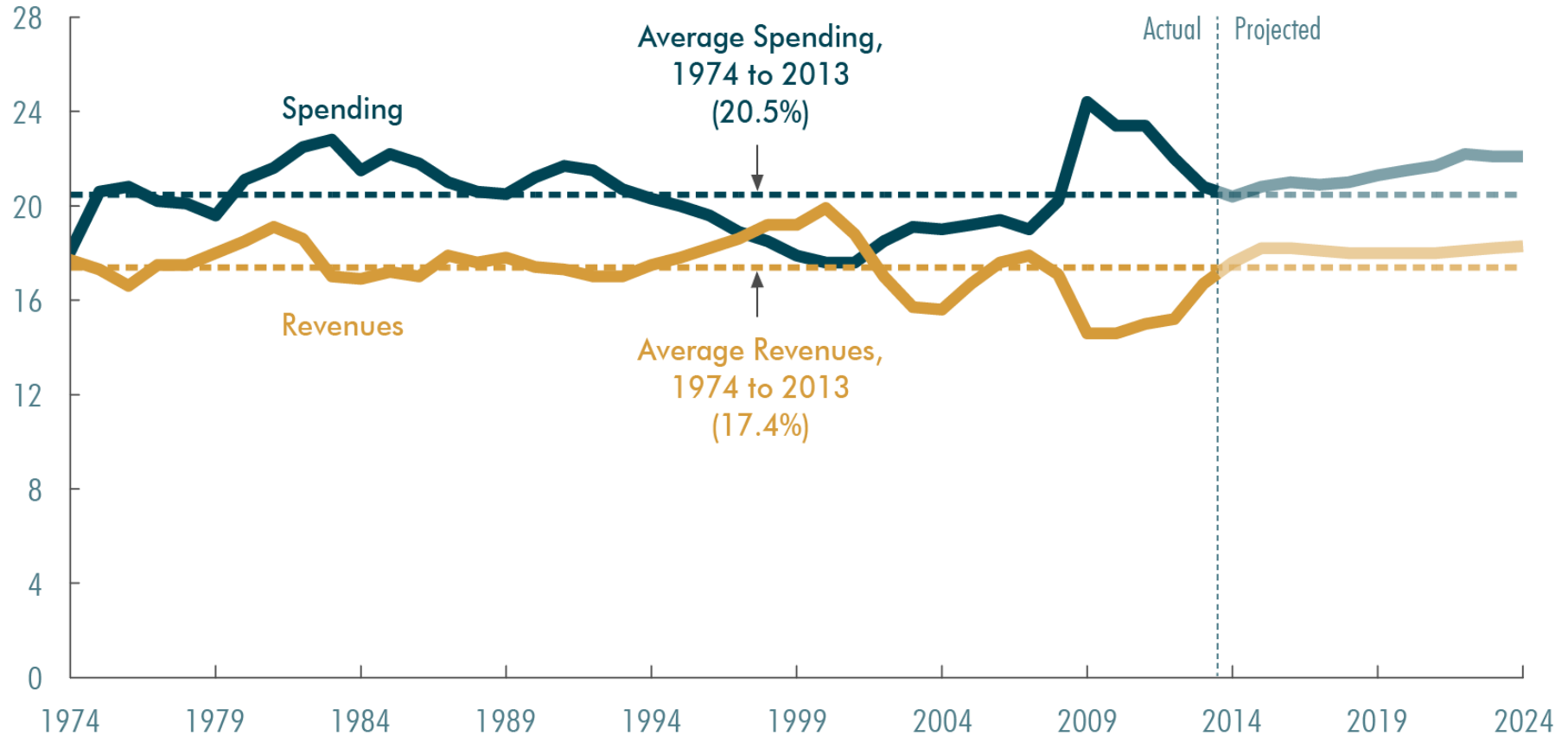
Federal Debt Held by the Public Is Projected to Be at Historically High Levels

Percentage of GDP

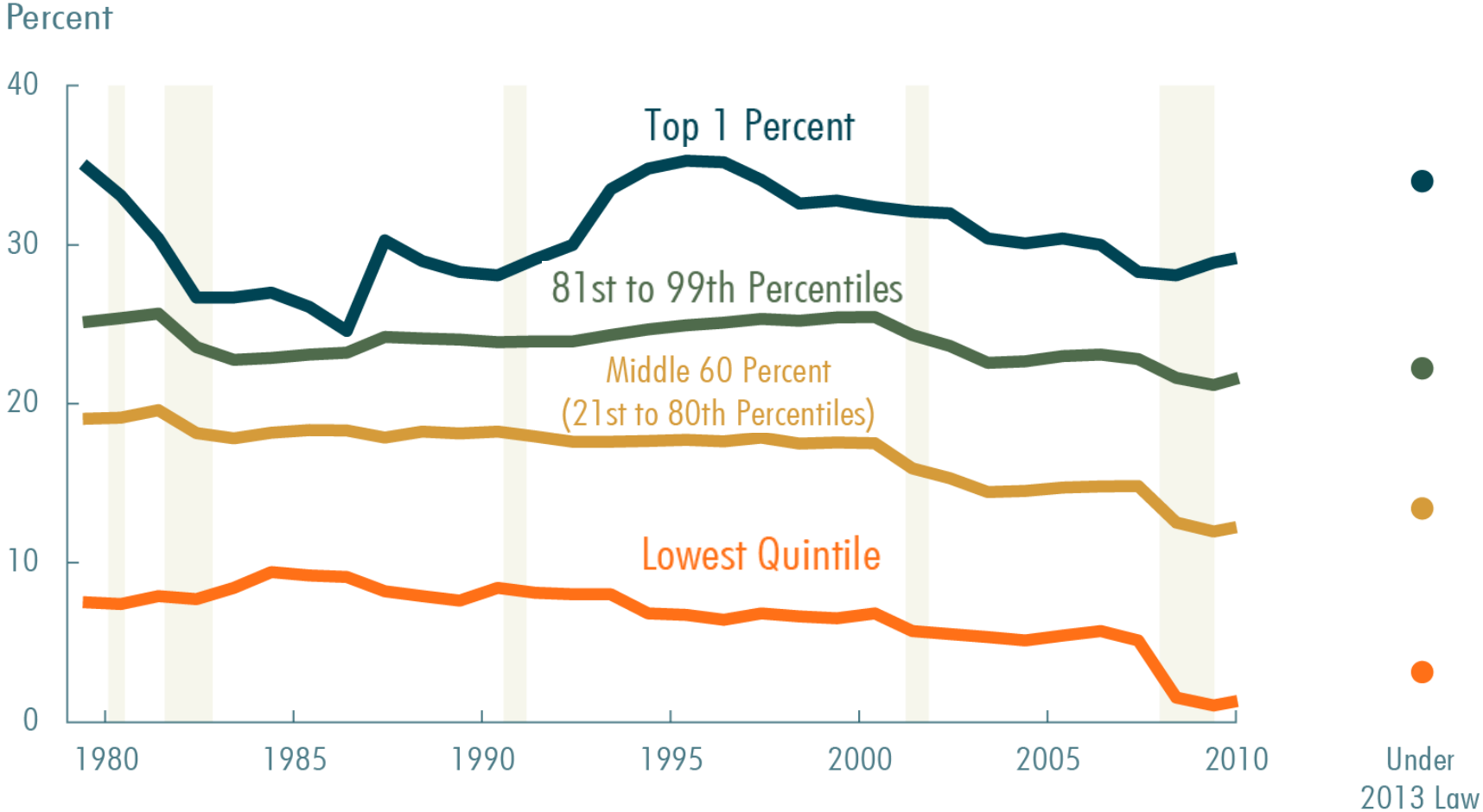


Federal Spending and Revenues Are Both Projected to be Above Their 40-Year Averages

Percentage of GDP



For Most Income Groups, Average Federal Tax Rates in 2013 Were Well Below Their Averages for the 1979–2010 Period



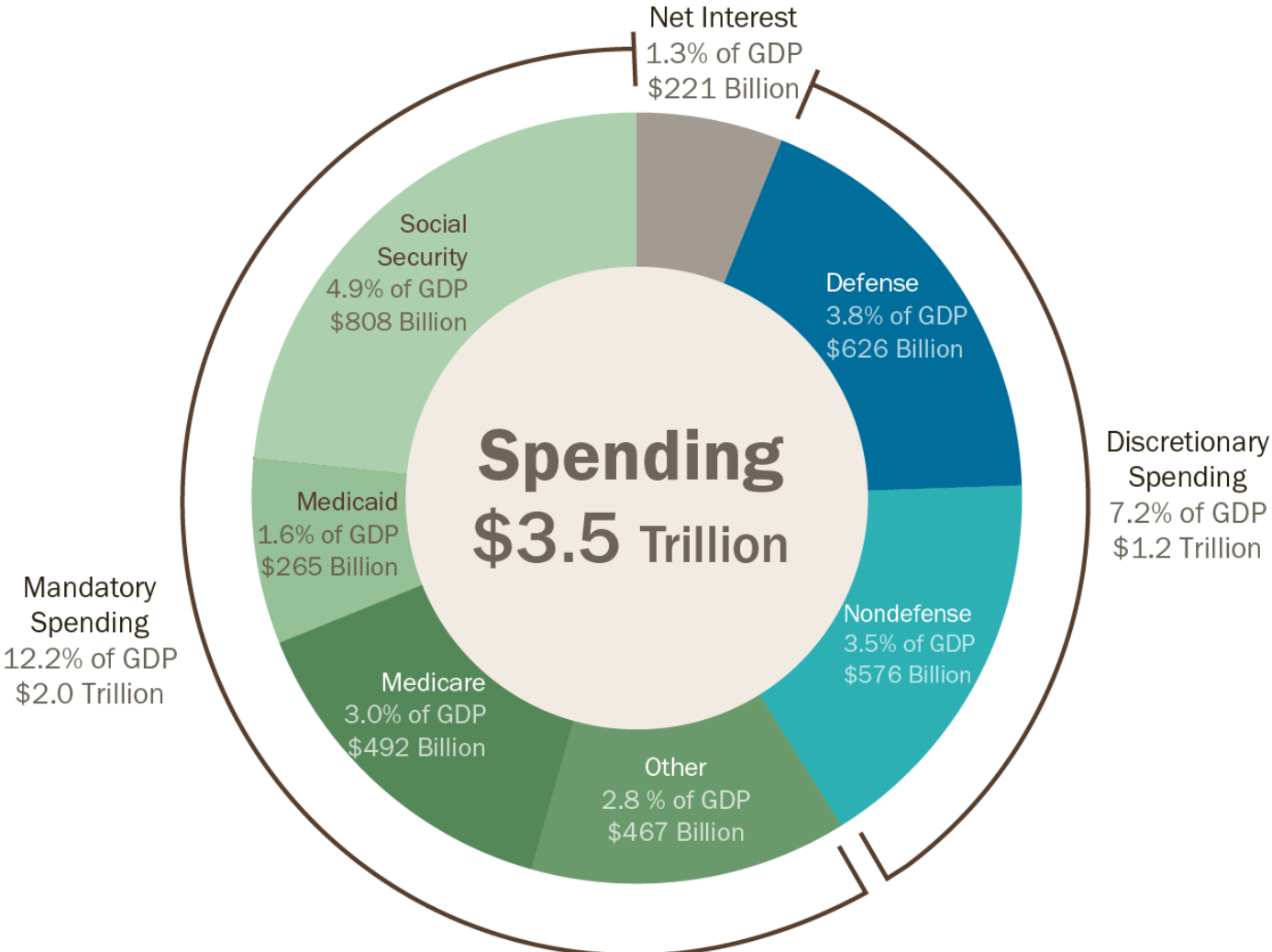
Federal Transfer Payments and Taxes Shift Resources to Elderly Households From Younger Households, On Average

Average Transfers, Taxes, and Transfers Minus Taxes per Household, by Type of Household, 2006

Dollars per Household

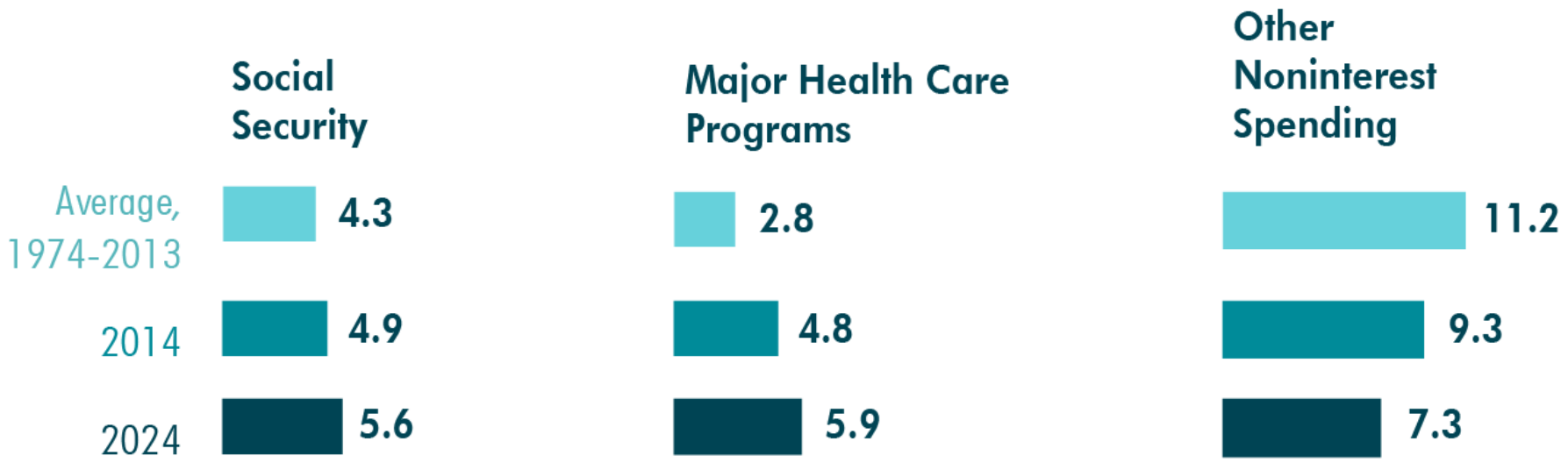


About 45 Percent of Federal Spending in 2013 Went for Social Security, Medicare, and Medicaid

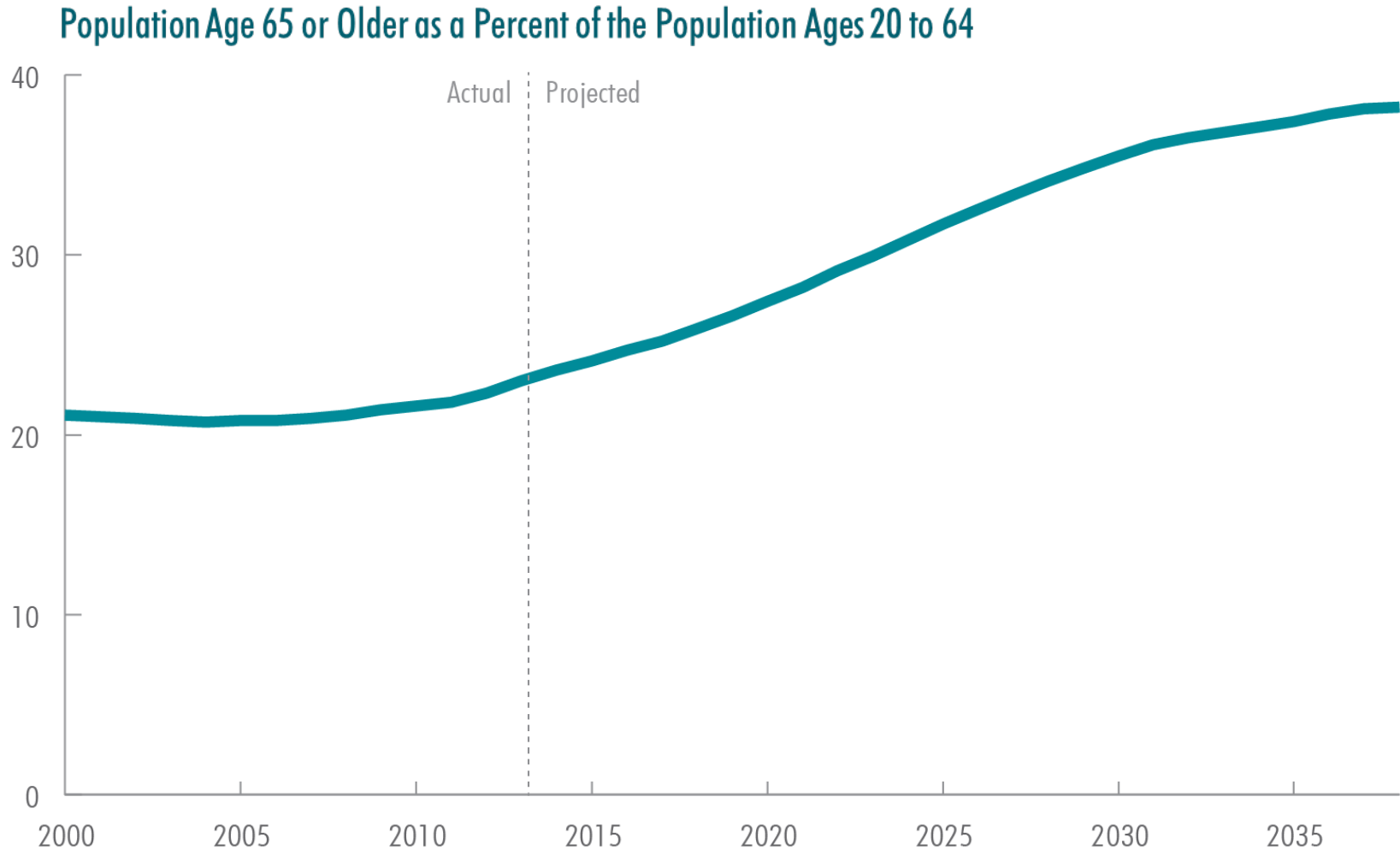


Under Current Law, Federal Spending for Health Care Is Growing Much Faster Than Other Spending and the Economy

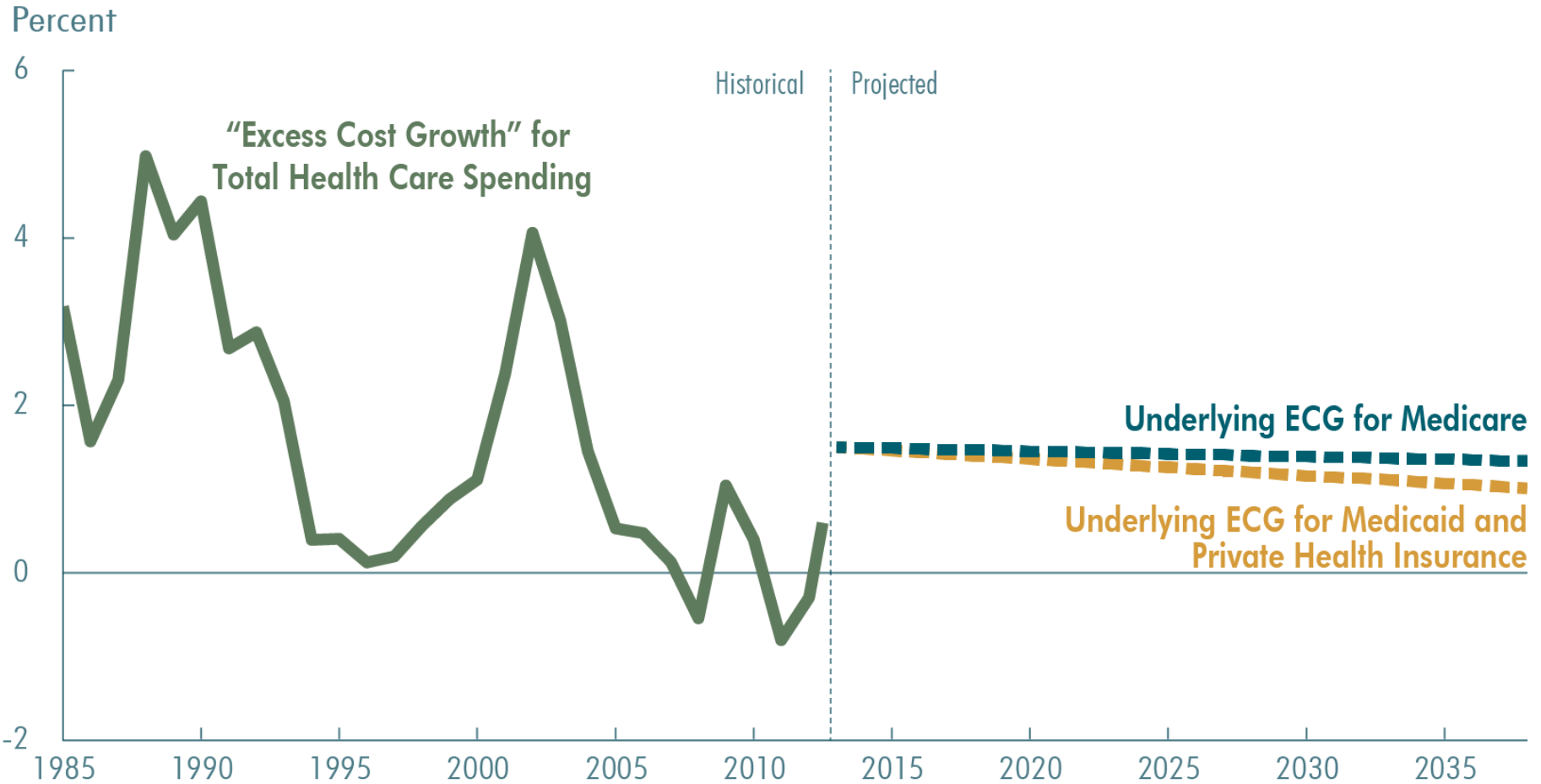
Percentage of GDP



The Share of the Population Age 65 or Older Is Rising Substantially



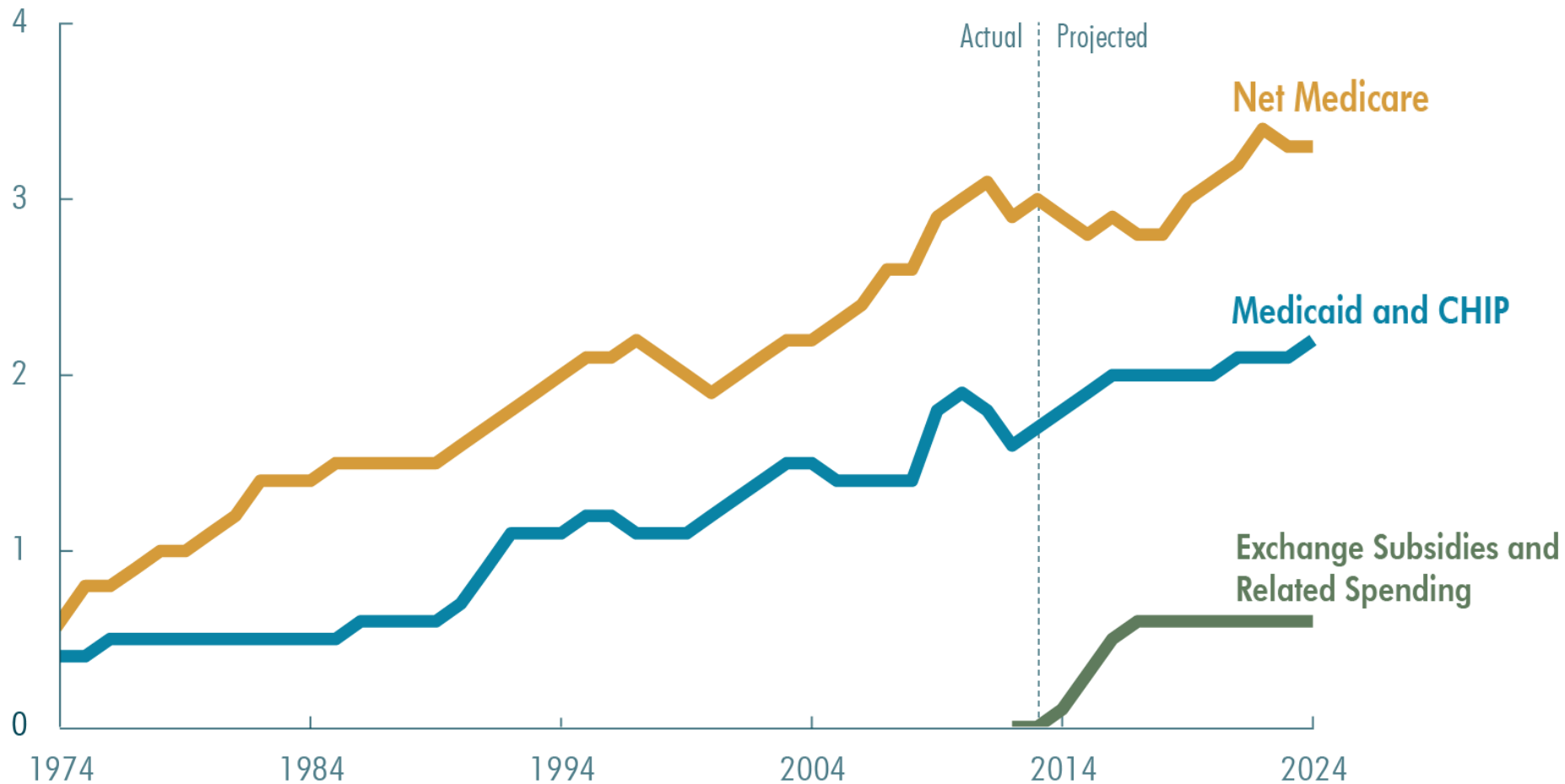
Growth in Health Care Spending Per Beneficiary in Excess of GDP Growth Has Varied a Lot



So-called “excess cost growth,” or ECG, is the amount by which health care costs per beneficiary (adjusted for changes in the age profile of beneficiaries over time) outpace the maximum sustainable output of the economy per person.

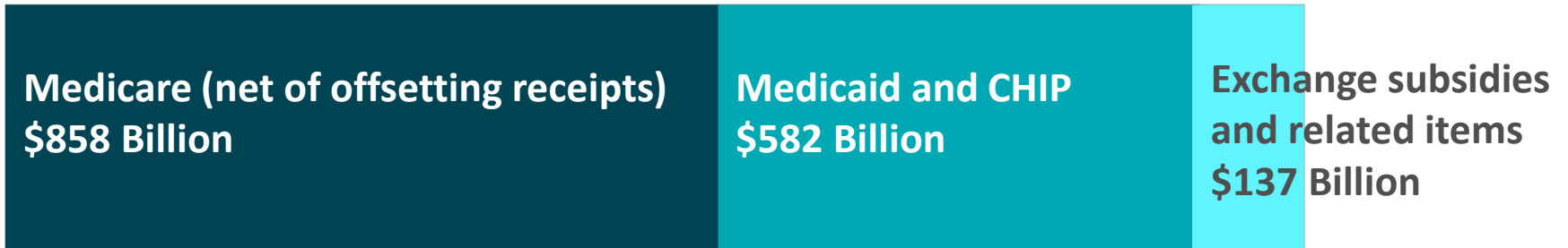
Under Current Law, Federal Spending for Each Major Health Care Program Will Grow Rapidly

Percentage of GDP



Even After the Affordable Care Act Is Fully Implemented, Most Federal Dollars for Health Care Will Support Care for Older People

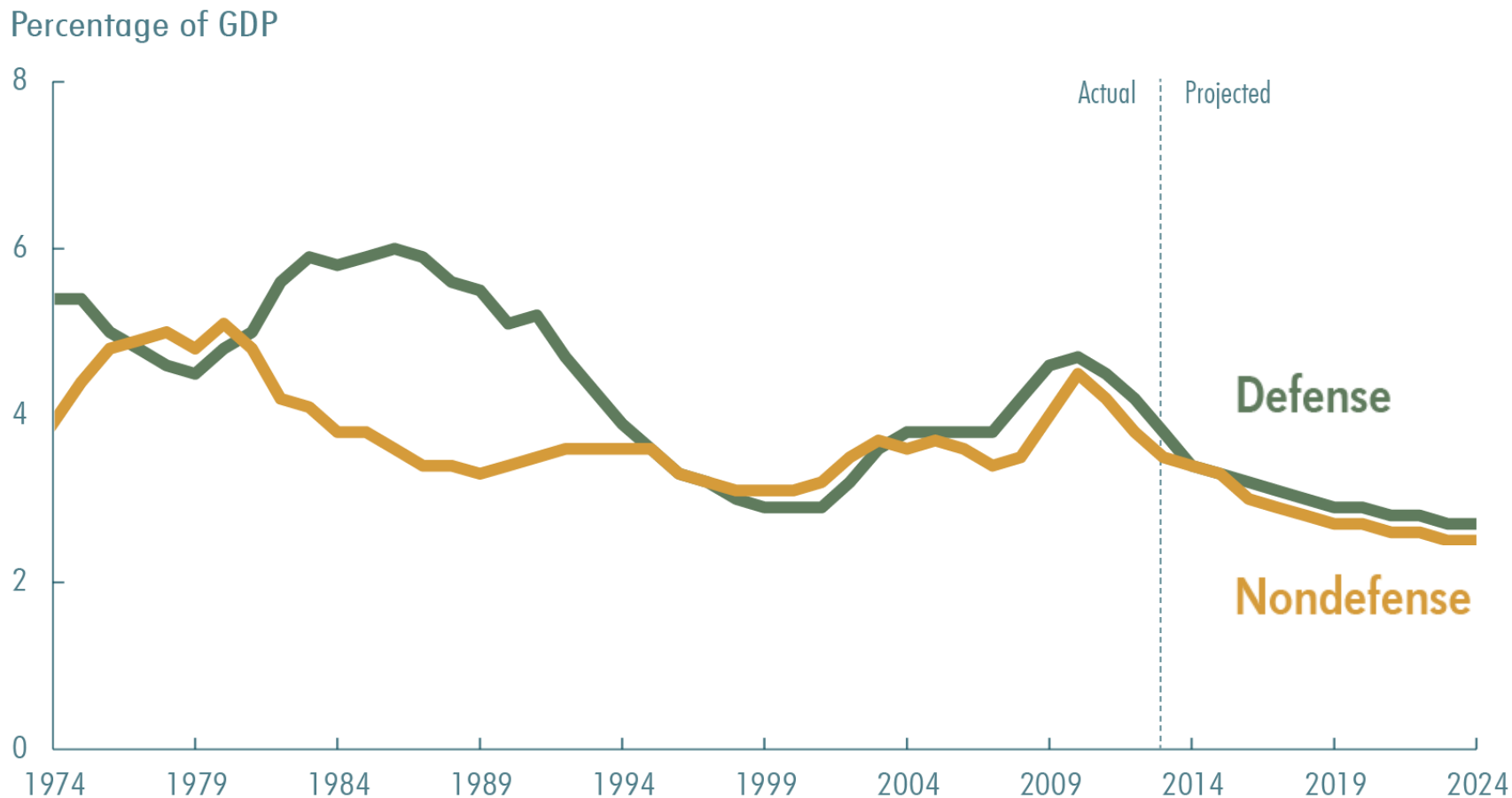
CBO's projections for 2024:



Federal spending in 2024 for the major health care programs will finance care for:

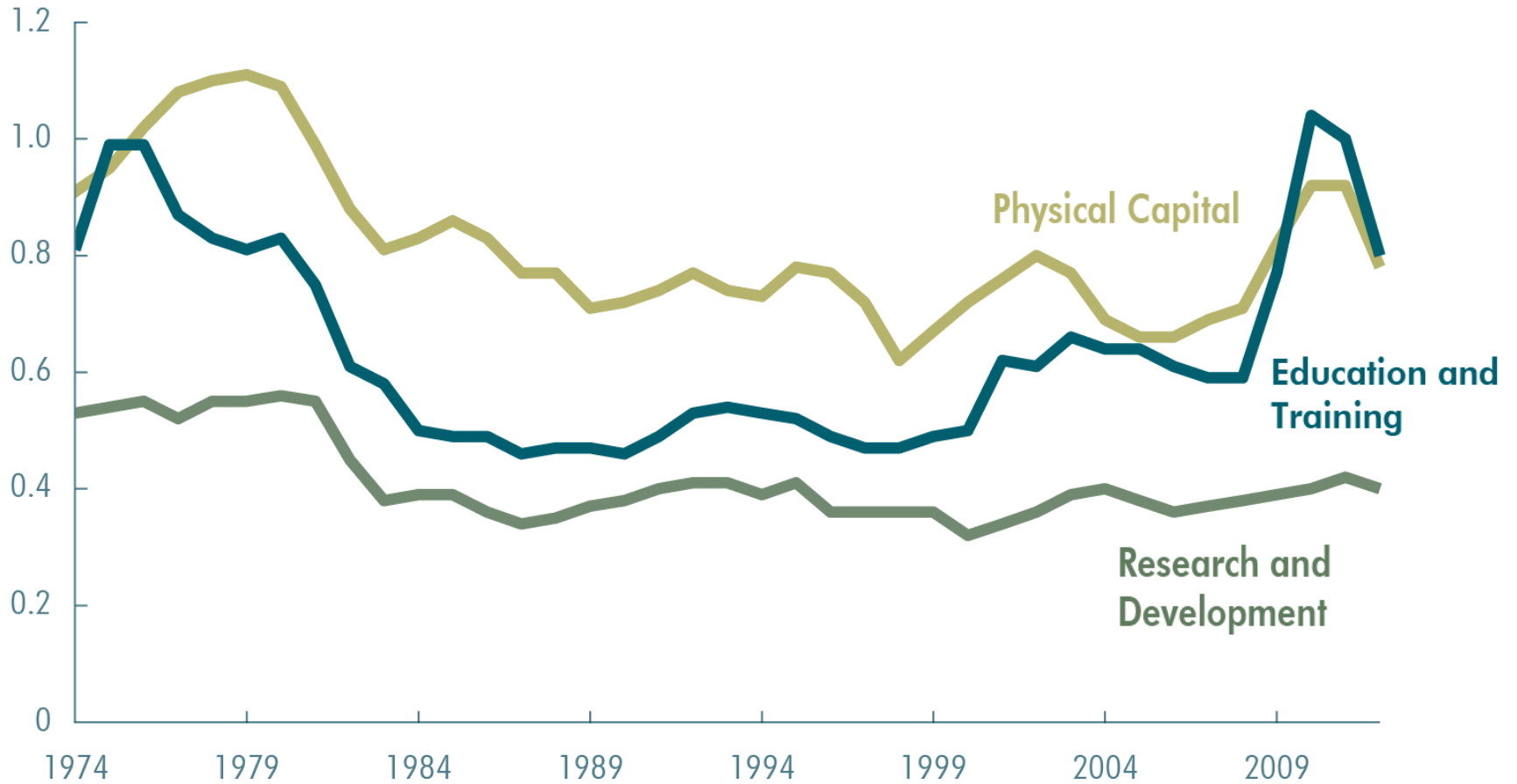


By 2023, Discretionary Spending Is Projected to Reach Its Lowest Percentage of GDP in Decades



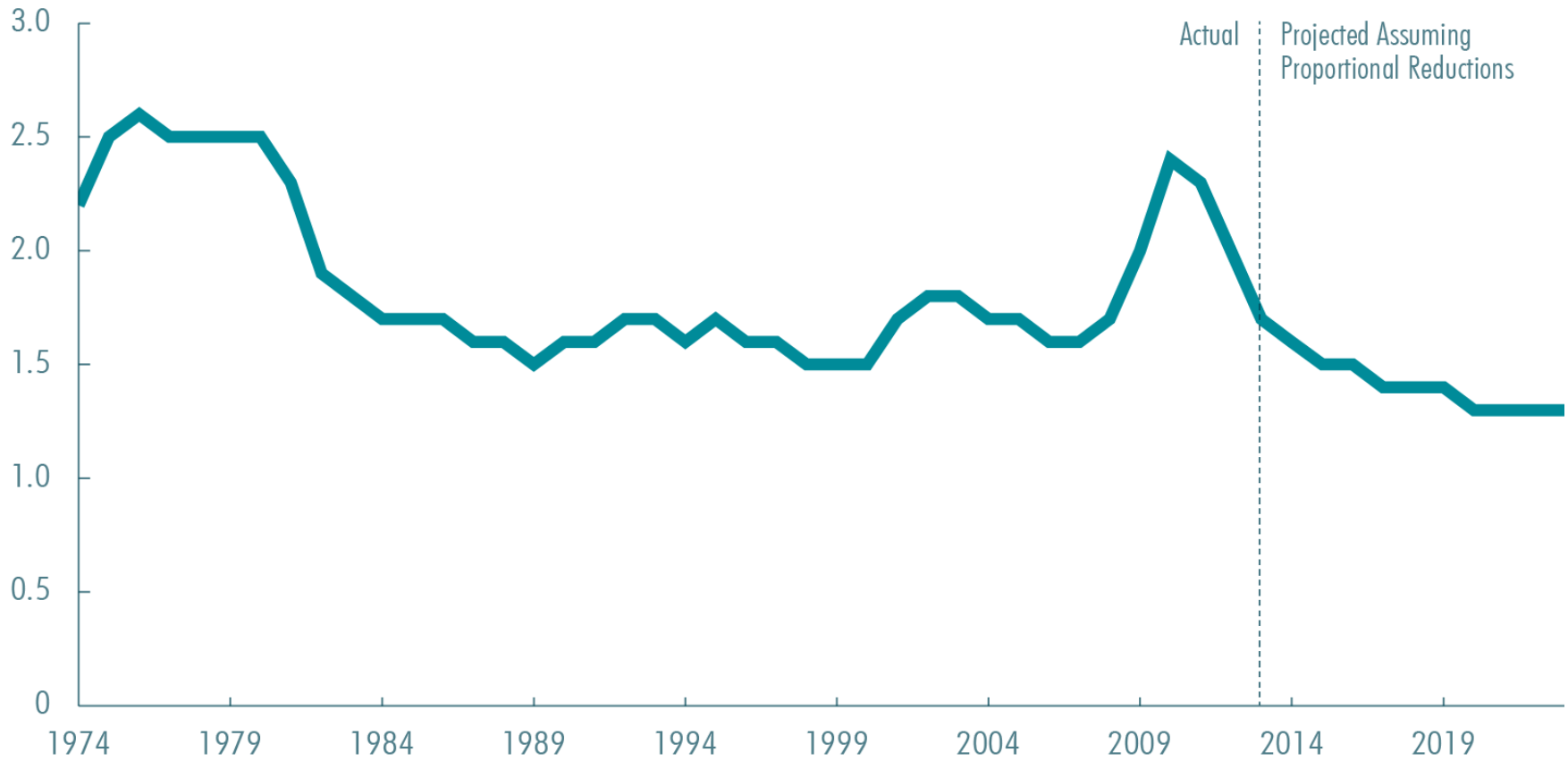
Federal Nondefense Investment Improves the Private Sector's Ability to Invest, Produce, and Distribute Goods and Services

Percentage of GDP



If Investment Remains the Same Share of Nondefense Discretionary Spending as in the Past, It Is Projected to Reach Its Lowest Percentage of GDP in Decades

Percentage of GDP



Spending for Means-Tested Programs and Tax Credits for Low-Income People Rose Sharply in the Recession

