

TABLE 1
CBO's Baseline Budget Projections Table, with Exact Decomposition of the Debt-to-GDP Ratio Change

	Actual, 2023	2024	2025	2026	2027	2028	2029	2030	2031	2032	2033	2034	Total 2025–20292025–2034	
In Billions of Dollars														
Memorandum:														
Gross Domestic Product	26,974	28,467	29,711	30,856	31,972	33,115	34,346	35,654	37,018	38,432	39,890	41,398	160,000	352,392
As a Percentage of Gross Domestic Product														
Revenues														
Individual income taxes	8.1	8.6	8.6	9.2	9.8	9.7	9.7	9.7	9.7	9.7	9.7	9.7	9.4	9.6
Payroll taxes	6.0	5.9	5.8	5.9	5.9	5.9	5.9	5.9	5.9	5.9	5.9	5.9	5.9	5.9
Corporate income taxes	1.6	1.8	1.6	1.5	1.4	1.4	1.3	1.3	1.3	1.2	1.2	1.2	1.5	1.3
Other	0.9	0.8	0.9	0.9	0.9	0.9	0.9	0.9	1.1	1.1	1.1	1.2	0.9	1.0
Total	16.5	17.2	17.0	17.5	18.0	18.0	17.9	17.8	18.0	18.0	18.0	18.0	17.7	17.8
On-budget	12.0	12.8	12.6	13.1	13.7	13.6	13.5	13.5	13.6	13.6	13.6	13.7	13.3	13.5
Off-budget	4.4	4.4	4.3	4.3	4.4	4.4	4.4	4.4	4.4	4.4	4.3	4.3	4.4	4.4
Outlays														
Mandatory	13.9	14.5	13.9	13.9	14.0	14.4	14.1	14.6	14.7	14.9	15.5	15.3	14.1	14.6
Discretionary	6.4	6.3	6.2	6.2	6.1	6.0	5.9	5.8	5.7	5.6	5.6	5.5	6.1	5.8
Net Interest	2.4	3.1	3.4	3.4	3.4	3.4	3.5	3.6	3.7	3.9	4.0	4.1	3.4	3.7
Total	22.7	23.9	23.5	23.5	23.5	23.8	23.5	24.0	24.2	24.4	25.1	24.9	23.6	24.1
On-budget	18.2	19.3	18.7	18.6	18.5	18.7	18.3	18.7	18.8	18.9	19.5	19.3	18.6	18.8
Off-budget	4.5	4.6	4.8	4.9	5.0	5.1	5.2	5.3	5.4	5.5	5.6	5.6	5.0	5.3
Deficit	-6.3	-6.7	-6.5	-6.0	-5.5	-5.9	-5.7	-6.2	-6.2	-6.5	-7.1	-6.9	-5.9	-6.3
On-budget	-6.2	-6.5	-6.1	-5.5	-4.9	-5.1	-4.8	-5.2	-5.1	-5.3	-5.9	-5.6	-5.3	-5.4
Off-budget	-0.1	-0.3	-0.4	-0.5	-0.6	-0.7	-0.8	-0.9	-1.0	-1.1	-1.2	-1.3	-0.6	-0.9
Primary Deficit	-3.8	-3.6	-3.1	-2.6	-2.1	-2.4	-2.2	-2.6	-2.5	-2.6	-3.1	-2.8	-2.5	-2.6
Debt Held by the Public	97.3	99.0	101.6	104.1	106.2	108.6	110.5	112.7	114.8	117.1	119.9	122.4	n.a.	n.a.
Change in Debt Held by the Public	1.4	1.7	2.6	2.5	2.1	2.4	1.9	2.2	2.1	2.3	2.7	2.5	2.3	2.3
Primary Deficit	3.8	3.6	3.1	2.6	2.1	2.4	2.2	2.6	2.5	2.6	3.1	2.8	2.5	2.6
Net Interest	2.4	3.1	3.4	3.4	3.4	3.4	3.5	3.6	3.7	3.9	4.0	4.1	3.4	3.7
Growth Dividend	-5.9	-5.1	-4.1	-3.8	-3.6	-3.7	-3.9	-4.1	-4.2	-4.2	-4.3	-4.4	-3.8	-4.0
Other Means of Financing	1.1	0.1	0.2	0.3	0.2	0.2	0.2	0.1	0.1	0.0	0.0	0.0	0.2	0.1

Notes: This table adds one line -- the Growth Dividend -- to CBO's Table 1-1 in order to exactly decompose CBO's projected changes in the debt-to-GDP ratio. Change in Debt Held by the Public equals each year's value of Debt Held by the Public, minus the prior year's. (The negative of) Primary Deficit and Net Interest equal their labeled rows above. Other Means of Financing comes from CBO Table 1-3. The Growth Dividend equals $-g/(1+g)$ times the prior year's Debt Held by the Public, where g equals the growth rate of nominal GDP.