

S-6. Mandatory and Receipt Proposals

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

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	Totals	
	182	-1,102	-28,461	-49,012	-58,153	-67,271	-74,595	-80,559	-86,638	-92,333	-98,600	2010-2014	2010-2019
												-203,999	-636,724
deficit reduction.....													
Total, tax provisions.....	28,627	46,915	-25,784	13,289	1,091	-7,912	-10,015	-11,776	-15,058	-18,295	-22,419	27,599	-49,964
Climate Revenues:													
Dedicated to climate policy (clean energy technologies).....				-15,000	-15,000	-15,000	-15,000	-15,000	-15,000	-15,000	-15,000	-45,000	-120,000
Dedicated to Making Work Pay.....				<u>63,682</u>	<u>-64,119</u>	<u>64,661</u>	<u>-65,291</u>	<u>-66,001</u>	<u>-66,671</u>	<u>-67,307</u>	<u>-67,979</u>	<u>-192,462</u>	<u>-525,711</u>
Total, climate revenues⁵.....				-78,682	-79,119	-79,661	-80,291	-81,001	-81,671	-82,307	-82,979	-237,462	-645,711
Mandatory Initiatives and Savings:⁶													
Agriculture:													
Reduce direct payments to farms with sales above \$500,000.....		-85	-480	-625	-1,225	-1,225	-1,225	-1,225	-1,225	-1,225	-1,225	-3,640	-9,765
Reduce Crop Insurance premiums/underwriting gains and increase fees.....			-429	-427	-595	-599	-610	-620	-627	-634	-642	-2,050	-5,184
Reform payments to high-income farmers.....		-58	-24	-10	-9	-7	-5	4	-3	-3	-3	-108	-126
Eliminate Cotton Storage payments.....		-52	-58	-56	-56	-57	-57	-58	-58	-59	-59	-279	-570
Reauthorize Child Nutrition.....		850	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	4,850	9,850
Reform Market Access Program.....		-4	-34	-40	-40	-40	-40	-40	-40	-40	-40	-158	-358
Total, Agriculture.....		651	-25	-158	-925	-928	-937	-947	-953	-961	-969	-1,385	-6,152
Defense:													
Implement concurrent receipt policy:													
Effect on military retirement.....		194	318	419	521	574	607	640	673	710	749	2,026	5,405
Accrual payments to the Military Retirement Fund (non-PAYGO).....		361	376	389	402	415	429	444	459	475	491	1,943	4,241
Military Retirement Fund offsetting receipts (non-PAYGO).....		-361	-376	-389	-402	-415	-429	-444	-459	-475	-491	-1,943	-4,241
Total, Defense.....		194	318	419	521	574	607	640	673	710	749	2,026	5,405
Education:													
Make Pell Grant funding mandatory and increase and index maximum awards.....		7	6,625	9,728	11,298	14,150	12,445	13,649	14,881	16,197	17,804	41,808	116,784
Eliminate entitlements for financial intermediaries under the Family Federal Education Loan Program.....		-4,123	-6,577	-5,655	-4,186	-3,717	-4,033	-4,392	-4,640	-4,958	-5,262	-24,258	-47,543
Modernize and expand the Federal Perkins loan program.....		-868	-570	-467	-564	-692	-686	-677	-674	-659	-633	-3,161	-6,490
Create a new College Access and Completion Fund.....		100	500	500	500	500	400	---	---	---	---	2,100	2,500
Total, Education.....		-4,884	-22	4,106	7,048	10,241	8,126	8,580	9,567	10,580	11,909	16,489	65,251
Energy:													
Repeal ultra-deepwater oil and gas research and development program.....		-20	-40	-50	-50	-50	-30	-10	---	---	---	-210	-250
Health and Human Services (HHS):													
Create nurse home visitation program.....		87	213	362	528	710	904	1,112	1,332	1,564	1,753	1,900	8,565
Extend TANF supplemental grants.....		---	319	319	319	319	319	319	319	319	319	1,276	2,871
Create a LIHEAP trigger.....		329	414	437	450	450	450	450	450	450	450	2,080	4,330
Total, HHS.....		416	946	1,118	1,297	1,479	1,673	1,881	2,101	2,333	2,522	5,256	15,766
Housing and Urban Development													
Provide funding for the Affordable Housing Trust Fund.....		20	140	250	250	240	100	---	---	---	---	900	1,000
Expand HOPE for Homeowners program.....		225	1,375	900	---	---	---	---	---	---	---	2,275	2,275
Total, Housing and Urban Development.....		225	1,395	1,040	250	240	100	---	---	---	---	3,175	3,275
Interior:													
Increase return from minerals on Federal lands:													
Fee on nonproducing leases ("use or lose").....		-122	-121	-115	-107	-109	-112	-114	-116	-119	-121	-574	-1,156
Abandoned Mine Lands (AML) Payments to Certified States.....		-142	-164	-208	-210	-206	-90	-94	-94	-158	-161	-928	-1,520
Repeal Energy Policy Act fee prohibition and mandatory permit funds.....		---	-43	-32	-32	-32	-32	-9	-9	-9	-9	-171	-239
Reserve funds for insular affairs assistance.....		---	7	6	6	5	4	4	4	4	4	28	45

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Total, enact user fees.....	-50	-431	-545	-648	-853	-790	-778	-782	-783	-785	-785	-3,267	-7,180
Total, mandatory and receipt proposals and climate policies.....	278,802	41,938	-20,639	-64,685	-80,096	-90,025	-88,894	-88,126	-89,658	-90,675	-94,067	-213,508	-664,927

Totals

Health Reform Reserve Fund:

Aligning incentives toward quality:

Encourage hospitals serving Medicare beneficiaries to reduce readmission rates.....	---	---	---	-680	-840	-930	-1,020	-1,110	-1,200	-1,280	-1,370	-2,450	-8,430
Create hospital quality incentive payments.....	---	---	-400	-570	-840	-1,160	-1,540	-1,700	-1,830	-1,960	-2,090	-2,970	-12,090
Encourage primary care physicians to administer the flu vaccine to Medicare beneficiaries.....	---	*	*	*	*	*	*	*	*	*	*	*	*
Enable physicians to form voluntary groups that coordinate care for Medicare beneficiaries and to receive performance-based payments for the coordinated care.....	---	*	*	*	*	*	*	*	*	*	*	*	*
Total, aligning incentives toward quality.....	---	-400	-400	-1,250	-1,680	-2,090	-2,560	-2,810	-3,030	-3,240	-3,460	-5,420	-20,520

Promoting efficiency and accountability:

Establish competitive bidding for Medicare Advantages.....	---	---	---	-11,240	-16,610	-18,980	-21,550	-25,940	-26,140	-25,870	-30,270	-46,830	-176,600
Promote efficient provision of acute care through bundled Medicare payments covering hospital and post-acute settings.....	---	---	---	---	---	---	-1,910	-2,790	-3,750	-4,080	-4,360	-950	-17,840
Address financial conflicts of interest in physician-owned specialty hospitals.....	---	*	*	*	*	*	*	*	*	*	*	*	*
Ensure that Medicare makes appropriate payments for imaging services through the use of radiology benefit managers.....	---	---	-10	-20	-20	-20	-30	-30	-40	-40	-50	-70	-260
Provide private sector enhancements to ensure Medicare pays accurately.....	---	-60	-110	-160	-190	-200	-230	-240	-260	-280	-310	-720	-2,040

Promote cost-effective purchase and delivery of Medicaid prescription drugs by (1) increasing the Medicaid rebate amounts, (2) extending to and collecting rebates on behalf of managed care plans, and (3) applying rebates to the use of radiology benefit managers.....

Promote increased generic medication utilization by establishing a pathway for FDA approval of generic biologics.....	---	5	5	---	20	-10	-680	-1,550	-1,920	-2,330	-2,770	10	-9,240
Expand availability of family planning services under Medicaid.....	---	---	---	---	---	-5	-15	-20	-35	-45	-55	-10	-190

Ensure appropriate Medicaid payments through use of the National Correct Coding Initiative (NCCI) edits.....

Improve Medicare home health payments to align with costs.....	---	-10	-25	-40	-45	-55	-75	-85	-90	-95	-100	-175	-620
Reallocate Medicare and Medicaid Improvement Funds.....	---	-550	-2,540	-3,010	-3,350	-3,710	-4,080	-4,450	-4,780	-5,120	-5,480	-13,160	-37,070

Total, promoting efficiency and accountability.....

Total, promoting efficiency and accountability.....	---	-1,800	-4,310	-16,160	-22,150	-31,460	-36,555	-43,310	-45,365	-40,310	-45,935	-75,880	-287,355
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Encouraging Shared Responsibility:

Require certain higher-income beneficiaries enrolled in the Medicare drug benefit to pay higher premiums, as is currently required for physician and outpatient services.....	---	---	-400	-590	-680	-770	-870	-990	-1,120	-1,270	-1,440	-2,440	-8,130
Total, Medicare/Medicaid savings (c)¹.....	---	-1,800	-5,110	-18,000	-24,510	-34,320	-39,985	-47,110	-49,515	-44,820	-50,835	-83,740	-316,005

Limit the tax rate at which itemized deductions reduce taxable liability.....

Total, specified savings (c)².....	---	---	-11,081	-30,808	-33,464	-35,478	-37,322	-39,269	-41,366	-43,402	-45,564	-110,831	-317,754
Additional savings not yet determined.....	TBD	TBD	TBD	TBD	TBD	TBD	TBD	TBD	TBD	TBD	TBD	TBD	TBD
Benefits not yet determined.....	TBD	TBD	TBD	TBD	TBD	TBD	TBD	TBD	TBD	TBD	TBD	TBD	TBD
Net total of health reform.....	---	---	---	---	---	---	---	---	---	---	---	---	---

¹Estimates exclude effects of Medicare and Medicaid provisions included in the American Recovery and Reinvestment Act of 2009.

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

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	Totals	
												2010-2014	2010-2019
Savings negligible or undetermined at this time.													
Note: For receipt effects, positive figures indicate lower receipts. For outlay effects, positive figures indicate higher outlays. For net costs, positive figures indicate higher deficits.													
¹ Receipt effects unless otherwise noted.													
² The estimates for this proposal include effects on outlays. The outlay effect included in the totals above is listed below:													
Provide Making Work Pay Tax Credit.....	---	---	761	22,528	22,429	22,400	22,561	22,834	22,974	23,172	23,430	68,118	163,089
Expand Earned Income Tax Credit.....	---	---	---	3,935	3,882	3,881	3,929	4,014	4,097	4,188	4,283	11,688	32,209
Expand refundability of the Child Tax Credit.....	---	---	---	8,714	8,616	8,609	8,703	8,786	8,902	9,020	9,119	25,939	70,469
Expand saver's credit and automatic enrollment in IRAs and 401(k)s.....	---	---	87	743	848	866	900	940	976	1,008	1,048	2,544	7,416
Provide American Opportunity Tax Credit.....	---	---	---	2,928	3,256	3,629	4,144	4,645	4,890	5,018	5,310	9,813	33,820
Continue remaining expiring provisions through calendar year 2010.....	---	62	21	---	---	---	---	---	---	---	---	83	83
Eliminate Advanced Earned Income Tax Credit.....	---	-588	-163	8	-10	-16	-20	-23	-24	-23	-23	-769	-882
Total outlay effects of receipt proposals.....	---	-526	706	38,856	39,021	39,369	40,217	41,196	41,815	42,363	43,167	117,426	326,204
³ The Budget proposes repealing some aviation excise taxes and replacing these taxes with direct user charges. The cost of repealing the excise taxes is reflected here. The user charges are considered discretionary and included in the totals above.													
⁴ This provision is estimated to have zero receipt effect under the Administration's current projections for energy prices.													
⁵ Shown here are those proceeds from auctioning emission allowances that are reserved for clean energy technology initiatives and to compensate families through the Making Work Pay tax cut. These proceeds are included in the totals above unless otherwise noted.													
⁶ Outlay effects unless otherwise noted.													
⁷ The estimates for this proposal include effects on receipts. The receipt effect included in the totals above is listed below.													
Implement Unemployment Insurance integrity legislation:													
Subject to PAYGO.....	---	---	-32	-34	-22	-22	-21	-19	-18	-18	-19	-110	-206
Not subject to PAYGO.....	---	---	-2	6	42	25	187	187	192	1,041	432	71	2,110
Revise Terrorism Risk Insurance program.....	---	110	175	514	99	-440	253	325	314	266	174	468	1,790
Levy payments to federal contractors with delinquent tax debt.....	---	-49	-73	-77	-80	-84	-88	-92	-96	-100	-105	-363	-844
Make technical correction to JOBS Act.....	---	-19	-28	-29	-30	-31	-32	-33	-34	-35	-36	-137	-307
Implement program integrity allocation adjustments – IRS.....	---	-290	-1,119	-2,348	-3,864	-5,729	-1,460	-617	-462	-371	-380	-13,350	-16,640
Total receipt effects of mandatory proposals.....	---	-248	-1,079	-1,969	-3,855	-6,281	-1,161	-249	-104	782	66	-13,431	-14,097
⁸ Spending of proposed mandatory user fee equals projected collections, for a net zero impact.													