

Federal Budget Outlook – Setting the Stage

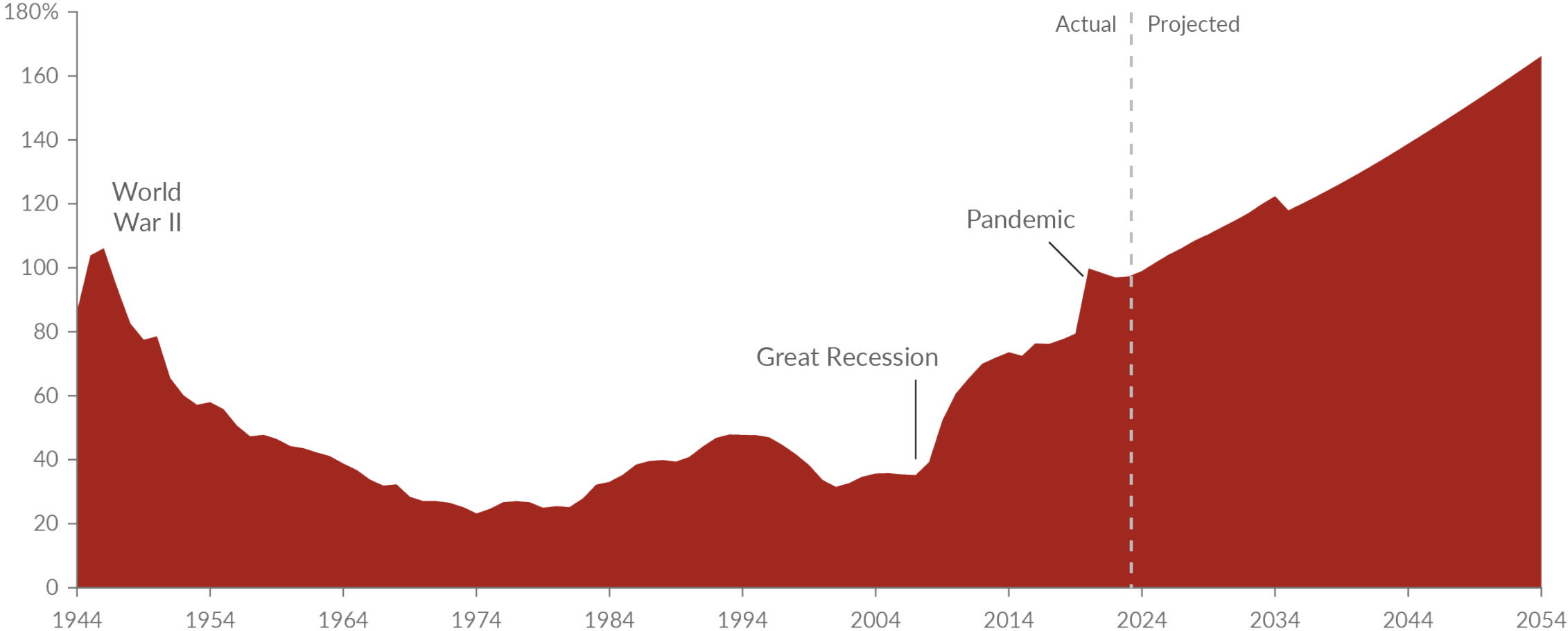
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The national debt will exceed its historic peak in the upcoming decade

Debt Held by the Public (% of GDP)



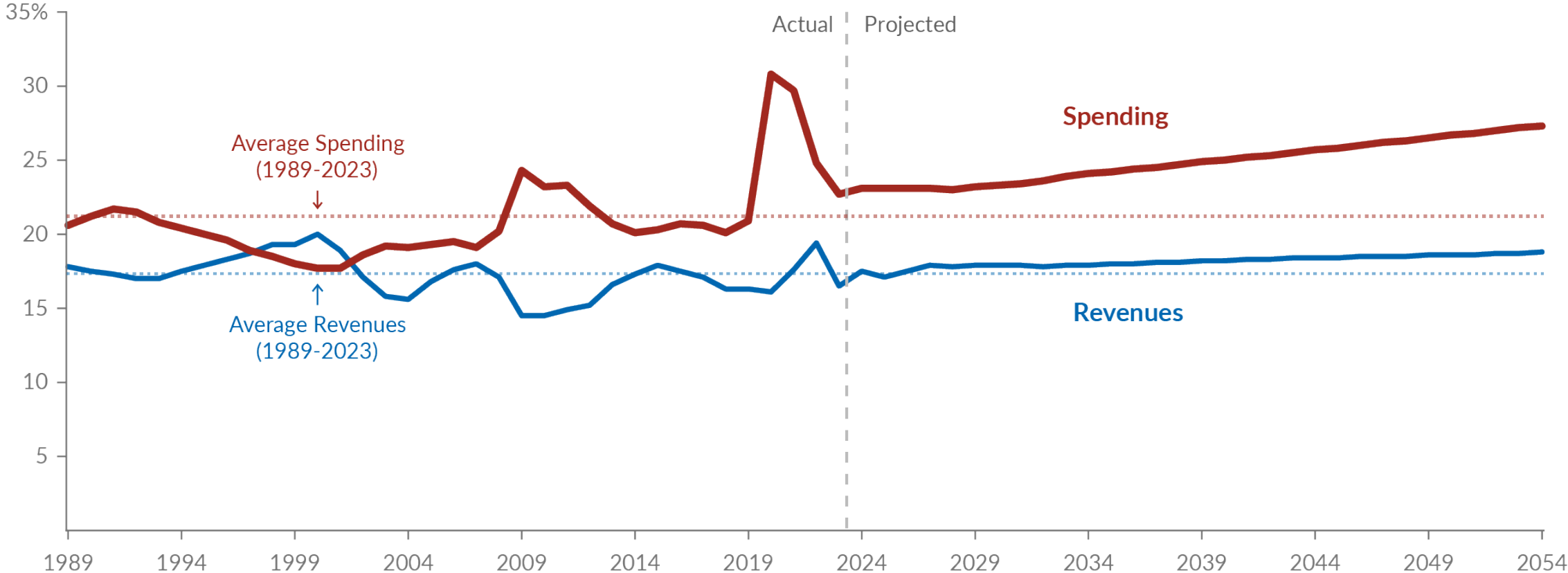
Sources: Congressional Budget Office

Note: Reports include long-term and 10-year projections.

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The growing debt is caused by a structural mismatch between spending and revenues

Federal Spending and Revenues (% of GDP)



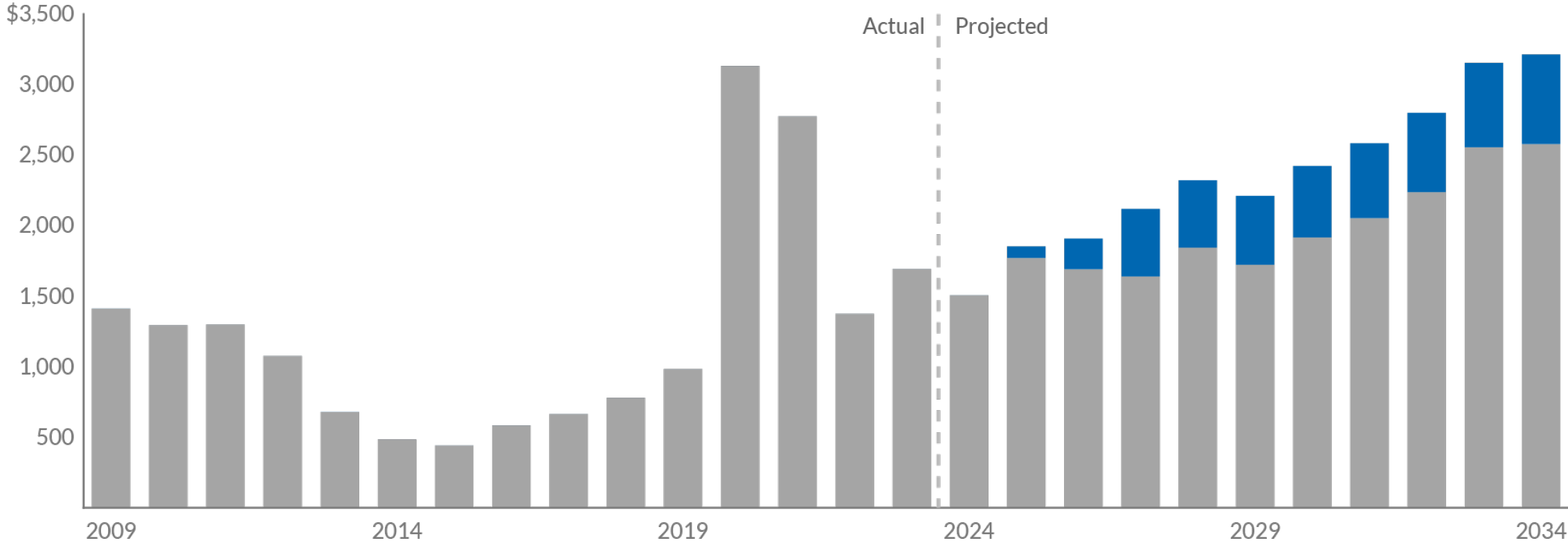
Sources: Congressional Budget Office and Office of Management and Budget

Note: Projected data have been adjusted to remove the effects of timing shifts.

Annual deficit would double if all expiring TCJA provisions were extended without offset

Annual Deficits (Billions of \$)

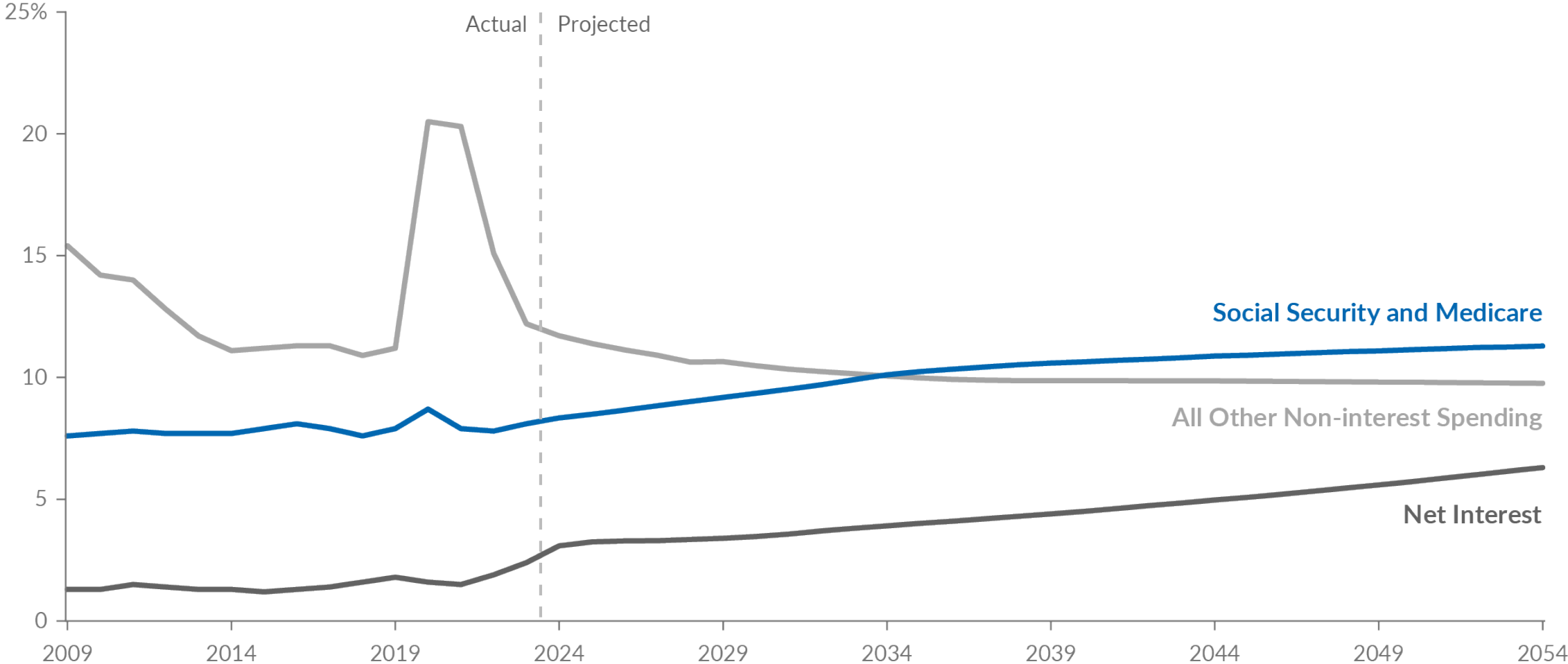
■ Baseline Deficit ■ TCJA Extension



Sources: Congressional Budget Office and Office of Management and Budget

Spending for Social Security and Medicare will continue to climb

Federal Spending (% of GDP)

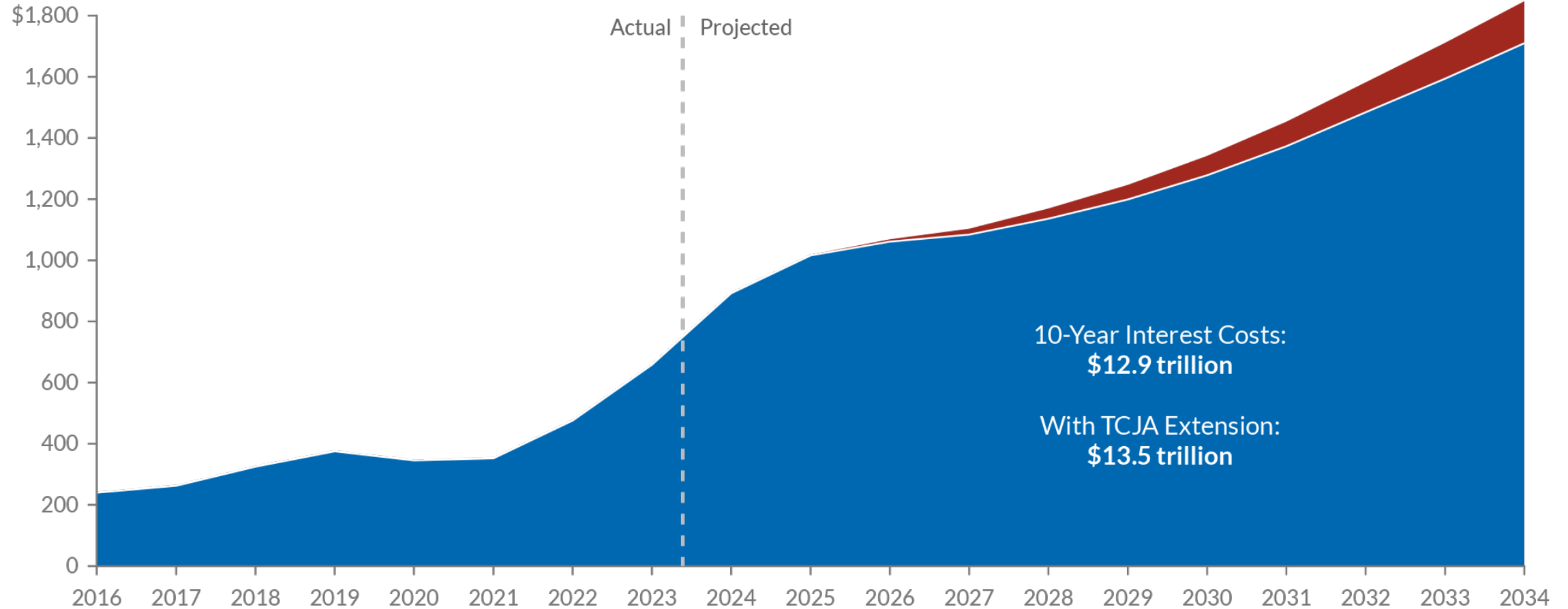


Source: Congressional Budget Office and Office of Management and Budget

Net interest costs are projected to rise sharply

Billions of \$

■ Baseline Net Interest ■ TCJA Extension



Sources: Congressional Budget Office and Office of Management and Budget