

# Long-Term Outlook for the "Available" Surplus

(\$ billions)	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	10-yr
<b>CBO May total surplus</b>	<b>275</b>	<b>304</b>	<b>353</b>	<b>400</b>	<b>437</b>	<b>508</b>	<b>578</b>	<b>641</b>	<b>718</b>	<b>806</b>	<b>883</b>	<b>5,629</b>
Social Security trust fund surplus	156	172	187	202	221	238	256	275	293	311	330	2,487
Medicare HI trust fund surplus	28	38	41	43	42	45	43	42	40	36	28	397
<b>Available surplus (without trust funds)</b>	<b>92</b>	<b>95</b>	<b>125</b>	<b>155</b>	<b>173</b>	<b>225</b>	<b>279</b>	<b>324</b>	<b>385</b>	<b>459</b>	<b>525</b>	<b>2,745</b>
Cost of tax bill	74	38	90	107	107	135	151	160	167	187	129	1,272
Cost of other budget resolution policies	10	27	29	32	38	42	56	60	64	69	72	488
Bush defense request 1/	-1	12	16	18	20	21	23	24	26	28	33	220
Education spending	0	3	7	10	13	15	18	20	21	22	23	154
Natural disasters 2/	0	2	4	5	6	6	6	6	6	7	7	55
Tax extenders 3/	0	1	4	5	9	14	17	20	22	25	27	145
AMT fix 4/	0	-0	-1	-1	2	12	22	30	39	48	54	206
Possible economic revisions 5/	23	67	22	22	19	16	15	13	12	14	13	212
Interest	2	6	13	22	33	47	65	85	109	135	163	678
Social Security transition 6/	0	0	95	105	116	127	139	153	167	182	198	1,282
<b>Resulting surplus/deficit</b>	<b>-17</b>	<b>-61</b>	<b>-153</b>	<b>-172</b>	<b>-190</b>	<b>-210</b>	<b>-233</b>	<b>-247</b>	<b>-249</b>	<b>-256</b>	<b>-194</b>	<b>-1967</b>
Raid on Medicare	-17	-38	-41	-43	-42	-45	-43	-42	-40	-36	-28	-397
Raid on Social Security	0	-24	-112	-129	-148	-166	-190	-206	-209	-220	-166	-1570

1/ Assumes \$18.4 add above Bush April budget in 2002 adjusted for inflation in all subsequent years.

2/ Outlays resulting from estimate of historical average of \$5.6 billion per year of emergencies beginning in 2002, adjusted for inflation thereafter.

3/ Includes "Permanent Extension of Certain Expiring Provisions" in JCT document #01-1 144 R, plus extension of higher education deduction in H.R. 1836.

4/ Includes "AMT Relief" provision in JCT document #01-1 144 R, excluding the treatment of nonrefundable personal credits which is counted with the tax extenders, above.

5/ Economic adjustment in 2001 and 2002 based on estimates by Larry Lindsey and by Goldman Sachs respectively; other years estimated by SBC.

6/ Assumes an amount equal to 2% of Social Security payroll taxes. Interest included in total.