### Mandatory Funding Levels for the FY 2013 President’s Budget – Treasury Chapter

<table>
<thead>
<tr>
<th>Appropriations (Dollars in Millions)</th>
<th>FY 2011 Enacted</th>
<th>FY 2012 Estimate</th>
<th>FY 2013 Estimate</th>
<th>Increase/ Decrease</th>
</tr>
</thead>
<tbody>
<tr>
<td>Interest on Public Debt</td>
<td>454,015</td>
<td>450,335</td>
<td>472,040</td>
<td>21,705 4.8%</td>
</tr>
<tr>
<td>Refunding Internal Revenue Collections, Interest</td>
<td>2,455</td>
<td>3,068</td>
<td>3,208</td>
<td>140 4.6%</td>
</tr>
<tr>
<td>Interest on Uninvested Funds</td>
<td>15</td>
<td>12</td>
<td>12</td>
<td>0 0.0%</td>
</tr>
<tr>
<td>Restitution of Forgone Interest</td>
<td>875</td>
<td>41</td>
<td>0</td>
<td>-41 -100.0%</td>
</tr>
<tr>
<td>Interest Paid To Credit Financing Accounts</td>
<td>10,470</td>
<td>16,220</td>
<td>12,820</td>
<td>-3,400 -21.0%</td>
</tr>
<tr>
<td>Federal Interest Liabilities to States</td>
<td>1</td>
<td>2</td>
<td>2</td>
<td>0 0.0%</td>
</tr>
<tr>
<td>Payment to Resolution Funding Corporation</td>
<td>2,239</td>
<td>2,628</td>
<td>2,628</td>
<td>0 0.0%</td>
</tr>
<tr>
<td>Subtotal, INTEREST PAYMENTS</td>
<td>470,070</td>
<td>$472,306</td>
<td>$490,710</td>
<td>$18,404 3.9%</td>
</tr>
<tr>
<td>Other Interest</td>
<td>-37,713</td>
<td>-$55,383</td>
<td>-$57,665</td>
<td>-2,282 4.1%</td>
</tr>
<tr>
<td>INTEREST PAYMENTS:</td>
<td>432,357</td>
<td>416,923</td>
<td>433,045</td>
<td>$16,122 3.9%</td>
</tr>
<tr>
<td>SUBTOTAL MANDATORY ACCOUNTS</td>
<td>$478,731</td>
<td>$506,479</td>
<td>$502,212</td>
<td>-$4,267 -0.8%</td>
</tr>
</tbody>
</table>

#### MANDATORY ACCOUNTS:

- **Terrorism Insurance Program**: 105, 245, $140, 133.3%
- **GSE Mortgage-Backed Securities Purchase Program**: 7,918, 154, 17, -$137, -13.9%
- **Office of Financial Stability**: 925, 62, 75, $13, 21.0%
- **Troubled Asset Relief Program (TARP)**: 1,556, 7,858, 0, -$7,858, -100.0%
- **Grants to States for Low-Income Housing Projects**: 2,136, 0, 0, 0, 0.0%
- **Small Business Lending Fund Program Account**: 334, 123, 158, $35, 28.2%
- **Treasury Forfeiture Fund**: 598, 0, 0, 0, 0.0%
- **Biomass Energy Development**: 0, -6, 0, $6, 0.0%
- **Payment to the Cheyenne River Sioux Tribal Recovery Trust Fund**: 0, 436, 0, -$436, -100.0%
- **Fedral Financing Bank**: 52, 309, 59, -$250, -80.9%
- **Continued Dumping and Subsidy Offset**: 92, 0, 0, 0, 0.0%
- **Cheyenne River Sioux Tribe Terrestrial Wildlife Habitat Restoration**: 2, 2, 2, 0, 0.0%
- **Federal Reserve Bank Reimbursement Fund**: 324, 329, 331, $2, 0.6%
- **payment where Alternative Minimum Tax Credit Exceeds Liability for Tax**: 458, 200, 75, -$125, -62.5%
- **Check Forgery Insurance Fund**: 52, 0, 0, 0, 0.0%
- **Payment Where Earned Income Credit Exceeds Liability for Tax**: 55,652, 52,247, 52,615, $368, 0.7%
- **Payment Where Child Credit Exceeds Liability for Tax**: 22,691, 22,484, 23,045, $581, 2.6%
- **Payment Where Health Coverage Tax Credit Exceeds Liability for Tax**: 185, 192, 189, -$3, -1.6%
- **Payment where Adoption Credit Exceeds Liability for Tax**: 719, 537, 355, -$382, -33.9%
- **payment where American Opportunity Credit Exceeds Liability for Tax**: 5,604, 6,365, 7,541, $1,176, 100.0%
- **Payment Where COBRA Credit Exceeds Liability for Tax**: 2,191, 193, 0, -$193, -100.0%
- **Payment Where Cobra Credit Exceeds Liability for Tax**: 1, 1, 0, 0, 0.0%
- **Payment Where Tax Credit for Certain Government Retirees Exceeds Liability for Tax**: 23,855, 22,247, 22,615, $368, 0.7%
- **Payment Where Government Losses in Shipment**: 22,691, 22,484, 23,045, $581, 2.6%
- **Payment Where Health Coverage Tax Credit Exceeds Liability for Tax**: 185, 192, 189, -$3, -1.6%
- **Payment where Alternative Minimum Tax Credit Exceeds Liability for Tax**: 458, 200, 75, -$125, -62.5%
- **Payment where Tax Credit to Aid First-Time Homebuyers Exceeds Liability for Tax**: 2,185, 315, 0, -$150, -100.0%
- **Payment where Certain Tax Credit Exceeds Liability for Corporate Tax**: 65, 0, 0, 0, 0.0%
- **Payment Where American Opportunity Credit Exceeds Liability for Tax**: 5,604, 6,365, 7,541, $1,176, 100.0%
- **Making Work Pay Tax Credit**: 13,905, 500, 0, -$500, -80.0%
- **Build American Bond Payments, Recovery Act**: 3,597, 3,456, 3,958, $502, 14.5%
- **Payment Where COBRA Credit Exceeds Liability for Tax**: 2,191, 193, 0, -$193, -100.0%
- **Payment Where Tax Credit for Certain Government Retirees Exceeds Liability for Tax**: 1, 1, 0, 0, 0.0%
- **Payment to Issuer of Qualified Zone Academy Bonds**: 19, 27, 38, $11, 40.7%
- **Payment to Issuer of Qualified School Construction**: 349, 744, 820, $76, 10.2%
- **Payment to Issuer of New Clean Renewable Energy Bonds**: 11, 21, 24, $3, 14.3%
- **Payment Where Adoption Credit Exceeds Liability for Tax**: 719, 537, 355, -$382, -33.9%
- **Payment Where Small Business Health Insurance Tax Credit Exceeds Liability for Tax**: 30, 141, 200, $59, 41.8%
- **Payment Where Specified Energy Property Credit Exceeds Liability for Tax**: 0, 0, 2,144, $2,144, 0.0%
- **Payment in Lieu of Tax Credit for New Jobs and Wage Increases**: 0, 0, 615, $615, 0.0%
- **Therapeutic Discovery Program Grants and Administration**: 962, 8, 0, -$8, -100.0%
- **IRS Miscellaneous Retained Fees**: 296, 327, 331, $4, 1.2%
- **IRS Informant Payments**: 9, 100, 125, $25, 25.0%

**Subtotal Offsets**:

- **GSE Mortgage-Backed Securities Direct Loans, Negative Subsidies**: 0, -445, 0, $445, -100.0%
- **GSE, Mortgage-Backed Securities Direct Loans, Downward Reestimate**: -467, -7,598, 0, $7,598, -100.0%
- **Troubled Asset Relief Program, Negative Subsidies**: -1,444, -256, -45, $211, -82.4%
- **Troubled Asset Relief Program, Downward Reestimates of Subsidies**: -60,355, -5,207, 0, $5,207, -100.0%
- **Proceeds, GSE Equity Related Transactions**: -15,588, -18,790, -21,690, -$2,000, 15.4%
- **Proceeds from Sale of Securities from the AIG Credit Facility**: 0, 4,035, -4,035, 0, 0.0%
- **Other Offsets**: -3,915, -3,199, -3,638, -$439, 13.7%

**Subtotal Offsets**: -81,769, -39,530, -29,408, $10,122, -25.6%

**Subtotal, MANDATORY ACCOUNTS**: $46,374, $89,556, $68,167, $20,389, 22.8%

**TOTAL, DEPARTMENT OF THE TREASURY**: $478,731, $506,479, $502,212, -$4,267, -0.8%
The Treasury Department Mandatory Budget includes $502 billion dollars in interest payments, mandatory accounts, and offsetting collections (offsets). These accounts and the estimated budget authority are summarized above. Account totals include the effects of FY 2013 policy proposals. For more detailed descriptions of each account, please see the Department of the Treasury chapter in the FY 2013 Appendix, Budget of the U.S. Government at: http://www.whitehouse.gov/omb/budget.

**Interest Payments - $433 billion**
These are permanent, indefinite funds for interest payments. This includes Interest on the Public Debt, which consists of all interest paid on Treasury securities and sold to the public and to Federal Government trust Funds, revolving funds and deposit funds. Treasury interest payment accounts also consist of Refunds on Internal Revenue Collections interest, Interest on Uninvested Funds, Interest paid to Credit Financing Accounts, Federal Interest Liabilities to the States, and Payments to the Resolution Funding Corporation.

**Mandatory Accounts - $98 billion**
These are accounts for which the Congress has given the Department of Treasury permanent authority to expend funds as appropriations. These include permanent authority appropriations that fund a number of programs under Treasury jurisdiction such as the Terrorism Risk Insurance Program; the Small Business Lending Fund and the State Small Business Credit Initiative. This also includes programs run out of the Office of Financial Stability, including the Troubled Asset Relief Program (TARP). Other accounts that fall under mandatory programs include all Internal Revenue Service refundable tax credit accounts, certain user fees, and informant payments, as well as Grants to States for Low-

Income Housing Projects and Grants for Specified Energy Property, and Therapeutic Discovery Program Grants. The Department is also a custodian for a number of government accounts and funds listed in this section and further detailed in the FY 2013 Appendix, Budget of the U.S. Government.

**Offsetting Collections Payments - $29 billion**
Offsets collections include payments to the Government that, by law, are credited directly to expenditure accounts and deducted from gross budget authority and outlays of the expenditure account.

Treasury’s Offsetting Collections accounts include the non-budgetary accounts that record all cash flows to and from the Government resulting from direct loans obligated in 2008 and beyond (including modifications of direct loans that resulted from obligations in any year).