

## Mandatory Funding Levels for the 2024 President’s Budget – Treasury Chapter

(Dollars in Millions, Includes Legislative Proposals)

| Appropriations (Dollars in Millions)  | FY 2022<br>Actual | FY 2023<br>Estimated | FY 2024<br>Estimated | FY 2024<br>\$ Change | FY 2024<br>% Change |
|---|-------------------|----------------------|----------------------|----------------------|---------------------|
| <b>INTEREST PAYMENTS</b>  |                   |                      |                      |                      |                     |
| Payment to the Resolution Funding Corporation   | 920               | 920                  | 920                  | 0                    | 0.0%                |
| Interest on Uninvested Funds  | 8                 | 50                   | 50                   | 0                    | 0.0%                |
| Restitution of Forgone Interest   | 1,135             | 0                    | 0                    | 0                    | 0.0%                |
| Federal Interest Liabilities to States  | 0                 | 1                    | 1                    | 0                    | 0.0%                |
| Interest Paid to Credit Financing Accounts  | 12,733            | 10,350               | 11,708               | 1,358                | 13.1%               |
| Refunding Internal Revenue Collections, Interest  | 3,540             | 3,556                | 3,201                | (355)                | -10.0%              |
| Interest on Public Debt   | 717,611           | 897,717              | 1,006,910            | 109,193              | 12.2%               |
| Other Interest  | (49,002)          | (50,992)             | (53,715)             | (2,723)              | 5.3%                |
| <b>INTEREST PAYMENTS</b>  | <b>\$686,945</b>  | <b>\$861,602</b>     | <b>\$969,075</b>     | <b>\$107,473</b>     | <b>12.5%</b>        |
| <b>MANDATORY ACCOUNTS</b>   |                   |                      |                      |                      |                     |
| <b>MANDATORY PROGRAMS</b>   |                   |                      |                      |                      |                     |
| Capital Magnet Fund, Community Development Financial Institutions                                   | 397               | 203                  | 176                  | (27)                 | -13.3%              |
| Check Forgery Insurance Fund  | 26                | 1                    | 1                    | 0                    | 0.0%                |
| Cheyenne River Sioux Tribe Terrestrial Wildlife Habitat Restoration Trust Fund                      | 1                 | 1                    | 1                    | 0                    | 0.0%                |
| Claims, Judgments, and Relief Acts  | 2,444             | 2,027                | 2,027                | 0                    | 0.0%                |
| Community Development Financial Institutions Fund Program Account                                   | 19                | 11                   | 42                   | 31                   | 281.8%              |
| Comptroller of the Currency   | 1,224             | 1,189                | 1,189                | 0                    | 0.0%                |
| Continued Dumping and Subsidy Offset  | 9                 | 8                    | 8                    | 0                    | 0.0%                |
| Debt Collection Fund  | 188               | 196                  | 195                  | (1)                  | -0.5%               |
| Exchange Stabilization Fund   | 125               | 764                  | 709                  | (55)                 | -7.2%               |
| Federal Financing Bank  | 2,145             | 2,550                | 3,363                | 813                  | 31.9%               |
| Federal Reserve Bank Reimbursement Fund   | 611               | 685                  | 706                  | 21                   | 3.1%                |
| Federal Tax Lien Revolving Fund   | 1                 | 1                    | 1                    | 0                    | 0.0%                |
| Financial Agent Services  | 1,021             | 1,149                | 1,172                | 23                   | 2.0%                |
| Financial Research Fund   | 88                | 112                  | 125                  | 13                   | 11.6%               |
| GSE Mortgage-backed Securities Purchase Program Account   | 1                 | 1                    | 1                    | 0                    | 0.0%                |
| Gulf Coast Restoration Trust Fund   | 308               | 335                  | 338                  | 3                    | 0.9%                |
| IRS, Informant Payments   | 27                | 80                   | 80                   | 0                    | 0.0%                |
| IRS, Miscellaneous Retained Fees  | 335               | 325                  | 374                  | 49                   | 15.1%               |
| Office of Financial Stability   | 38                | 34                   | 10                   | (24)                 | -70.6%              |
| Payment of Government Losses in Shipment  | 0                 | 11                   | 21                   | 10                   | 90.9%               |
| Presidential Election Campaign Fund   | 24                | 25                   | 25                   | 0                    | 0.0%                |
| Private Collection Agent Program  | 158               | 222                  | 226                  | 4                    | 1.8%                |
| Reimbursements to Federal Reserve Banks   | 162               | 188                  | 193                  | 5                    | 2.7%                |
| Small Business Lending Fund Program Account   | 1                 | 2                    | 1                    | (1)                  | -50.0%              |
| Terrorism Insurance Program   | 6                 | 33                   | 86                   | 53                   | 160.6%              |
| Travel Promotion Fund   | 318               | 95                   | 100                  | 5                    | 5.3%                |
| Treasury Forfeiture Fund  | 1,038             | 508                  | 635                  | 127                  | 25.0%               |
| Troubled Asset Relief Program Equity Purchase Program   | 12                | 0                    | 0                    | 0                    | 0.0%                |
| <b>Subtotal, MANDATORY PROGRAMS</b>   | <b>\$10,727</b>   | <b>\$10,756</b>      | <b>\$11,805</b>      | <b>\$1,049</b>       | <b>9.8%</b>         |
| <b>TAX DIRECT SPENDING ACCOUNTS</b>   |                   |                      |                      |                      |                     |
| Advanced Manufacturing Investment Credit  | 0                 | 178                  | 244                  | 66                   | 37.1%               |
| Build America Bond Payments, Recovery Act   | 2,251             | 2,224                | 2,203                | (21)                 | -0.9%               |
| Child and Dependent Care Tax Credit   | 7,430             | 753                  | 70                   | (683)                | -90.7%              |
| Clean Vehicle Credit  | 0                 | 0                    | 349                  | 349                  | 0.0%                |
| Credit for Previously-owned Clean Vehicles  | 0                 | 0                    | 301                  | 301                  | 0.0%                |
| Elective Payment for Energy Property and Electricity Produced from Certain Renewable Resources, Etc | 0                 | 4,359                | 7,396                | 3,037                | 69.7%               |
| Internal Revenue Collections for Puerto Rico  | 414               | 395                  | 402                  | 7                    | 1.8%                |
| Payment to Issuer of New Clean Renewable Energy Bonds   | 40                | 40                   | 40                   | 0                    | 0.0%                |
| Payment to Issuer of Qualified Energy Conservation Bonds  | 34                | 35                   | 34                   | (1)                  | -2.9%               |
| Payment to Issuer of Qualified School Construction Bonds  | 600               | 559                  | 555                  | (4)                  | -0.7%               |
| Payment to Issuer of Qualified Zone Academy Bonds   | 38                | 40                   | 40                   | 0                    | 0.0%                |
| Payment to United States Virgin Islands and Puerto Rico for Disaster Tax Relief                     | 0                 | 51                   | 0                    | (51)                 | -100.0%             |
| Payment Where Adoption Credit Exceeds Liability for Tax   | 0                 | 0                    | 0                    | 0                    | 0.0%                |
| Payment Where American Opportunity Credit Exceeds Liability for Tax                                 | 3,797             | 2,615                | 2,530                | (85)                 | -3.3%               |
| Payment Where Certain Tax Credits Exceed Liability for Corporate Tax                                | 2,737             | 2,410                | 250                  | (2,160)              | -89.6%              |
| Payment Where Child Tax Credit Exceeds Liability for Tax <sup>1</sup>                               | 131,435           | 30,359               | 264,720              | 234,361              | 772.0%              |
| Payment Where Earned Income Credit Exceeds Liability for Tax <sup>2</sup>                           | 64,282            | 58,309               | 71,391               | 13,082               | 22.4%               |
| Payment Where Health Coverage Tax Credit Exceeds Liability for Tax                                  | 22                | 12                   | 2                    | (10)                 | -83.3%              |
| Refundable Premium Tax Credit   | 85,486            | 80,128               | 74,191               | (5,937)              | -7.4%               |
| Refundable Savers Credit  | 0                 | 0                    | 0                    | 0                    | 0.0%                |
| <b>Subtotal, TAX DIRECT SPENDING ACCOUNTS</b>   | <b>\$298,566</b>  | <b>\$182,467</b>     | <b>\$424,718</b>     | <b>\$242,251</b>     | <b>132.8%</b>       |
| <b>PANDEMIC RESPONSE AND RECOVERY PROGRAMS</b>  |                   |                      |                      |                      |                     |
| Air Carrier Worker Support <sup>3</sup>   | (3,200)           | 0                    | 0                    | 0                    | 0.0%                |
| Economic Stabilization Program Account <sup>4</sup>   | (1,363)           | 5                    | 0                    | (5)                  | -100.0%             |
| Economic Impact Payments  | 13,636            | 2,236                | 200                  | (2,036)              | -91.1%              |
| U.S. Coronavirus Refundable Credits   | 29,470            | 25,737               | 10,043               | (15,694)             | -61.0%              |
| <b>Subtotal, PANDEMIC RESPONSE AND RECOVERY PROGRAMS</b>  | <b>\$38,543</b>   | <b>\$27,978</b>      | <b>\$10,243</b>      | <b>(\$17,735)</b>    | <b>-63.4%</b>       |

(Table continues next page)

| Appropriations (Dollars in Millions)   | FY 2022<br>Actual  | FY 2023<br>Estimated | FY 2024<br>Estimated | FY 2024<br>\$ Change | FY 2024<br>% Change |
|--|--------------------|----------------------|----------------------|----------------------|---------------------|
| <b>FUNDING THE INTERNAL REVENUE SERVICE AND IMPROVING TAXPAYER COMPLIANCE</b> <sup>5</sup> |                    |                      |                      |                      |                     |
| Departmental Offices, Salaries and Expenses  | 155                | 0                    | 0                    | 0                    | 0.0%                |
| IRS, Business Systems Modernization  | 4,751              | 0                    | 0                    | 0                    | 0.0%                |
| IRS, Direct Efile Taskforce  | 15                 | 0                    | 0                    | 0                    | 0.0%                |
| IRS, Energy Security   | 500                | 0                    | 0                    | 0                    | 0.0%                |
| IRS, Enforcement   | 45,637             | 0                    | 0                    | 0                    | 0.0%                |
| IRS, Operations Support  | 25,326             | 0                    | 0                    | 0                    | 0.0%                |
| IRS, Taxpayer Services   | 3,182              | 0                    | 0                    | 0                    | 0.0%                |
| Treasury Inspector General for Tax Administration  | 403                | 0                    | 0                    | 0                    | 0.0%                |
| Subtotal, FUNDING THE INTERNAL REVENUE SERVICE AND IMPROVING TAXPAYER COMPLIANCE           | \$79,969           | \$0                  | \$0                  | \$0                  | 0.0%                |
| <b>OFFSETS TO MANDATORY SPENDING</b>   |                    |                      |                      |                      |                     |
| Treasury Mandatory Offsetting Receipts   | (15,517)           | (9,334)              | (9,910)              | (576)                | 6.2%                |
| Treasury Offsetting Collections  | (6,709)            | (4,506)              | (5,307)              | (801)                | 17.8%               |
| <b>TOTAL, DEPARTMENT OF THE TREASURY</b>   | <b>\$1,092,524</b> | <b>\$1,068,963</b>   | <b>\$1,400,624</b>   | <b>\$331,661</b>     | <b>31.0%</b>        |

<sup>1</sup> The Budget proposes, beginning in tax year 2023, to permanently make the Child Tax Credit fully refundable.

<sup>2</sup> The Budget proposes to permanently increase the Earned Income Tax Credit for individuals with no qualifying children.

<sup>3</sup> The Infrastructure Investment and Jobs Act (P.L. 117-58) Section 90007 rescinded \$3 billion from CARES Act Section 4120 budget authority and \$200 million from P.L 116-260 Division N Sec. 411 budget authority in 2022.

<sup>4</sup> The Infrastructure Investment and Jobs Act (P.L. 117-58) Sec. 90007 rescinded \$1.4 billion in budget authority in 2022.

<sup>5</sup> The Inflation Reduction Act (P.L. 117-169) provided the listed mandatory appropriations in 2022. The funding is available until 2031 for these accounts except for the Direct E-file Taskforce (available through 2023). These accounts will spend the appropriations over their respective periods of availability.

### **Total Department of the Treasury (Treasury) Mandatory Budget**

The Treasury Mandatory Budget includes \$1,401 billion dollars in budget authority for interest payments and mandatory appropriations net of offsetting receipts and collections in 2024. These accounts and the estimated budget authority are summarized in the table above. For more detailed descriptions of each account, please see the Department of the Treasury chapter in the 2024 *Appendix*, Budget of the U.S. Government at: <http://www.whitehouse.gov/omb/budget>.

### **Interest Payments - \$969 billion**

These are permanent, indefinite funds for interest payments. This category of spending is largely Interest on the Public Debt, which consists of all interest paid on Treasury securities sold to the public and to Federal Government trust funds, revolving funds and deposit funds. Treasury interest payment accounts also consist of Interest paid to Credit Financing Accounts, Refunds on Internal Revenue Collections interest, and Payments to the Resolution Funding Corporation. Other interest mainly includes interest receipts paid to Treasury from credit financing accounts and interest earnings on other Federal loans and invested balances.

### **Mandatory Programs - \$12 billion**

These are accounts for which the Congress has given Treasury permanent authority to expend funds as appropriations. These include appropriations that fund a number of mandatory programs under Treasury jurisdiction and certain payments mandated by law, such as claims or judgments against the Government.

The Department is also a custodian for a number of government accounts and funds listed in this section and further detailed in the 2024 *Appendix*, Budget of the U.S. Government.

### **Tax Direct Spending - \$425 billion**

Tax direct spending accounts have permanent authority to pay refundable tax credits. These credits allow for refunding amounts that exceed a taxpayer's tax liability, resulting in an outlay

of budget authority. These tax credits include Payment Where Child Tax Credit Exceeds Liability for Tax, Refundable Premium Tax Credit, and Payment Where Earned Income Credit Exceeds Liability for Tax.

### **Pandemic Response and Recovery Programs - \$10 billion**

Treasury is responsible for administering multiple relief and recovery programs authorized and appropriated in 2020 and 2021 through the Families First Coronavirus Response Act, CARES Act, Consolidated Appropriations Act, 2021, and the American Rescue Plan Act of 2021. Budget authority in 2024 includes ongoing estimated refundable tax credits associated with the previous rounds of Economic Impact Payments and also for tax credits against certain employment tax provisions enacted as responses to the pandemic. Amounts of balances remaining in the Economic Stabilization Program and the Air Carrier Worker Support accounts were rescinded in 2022. For more information about Treasury's continuing administration of pandemic response programs please see the chapter for Treasury Coronavirus Relief, Response, Aid, and Recovery Programs.

### **Funding the Internal Revenue Service and Improving Taxpayer Compliance - \$0 billion**

The Inflation Reduction Act of 2022 (IRA) enacted \$80 billion in mandatory appropriations for the Internal Revenue Service (IRS), Treasury Departmental Offices, and the Treasury Inspector General for Tax Administration (TIGTA). In most cases, these amounts are available until 2031 and Treasury will be spending these funds over the remaining years of availability. The Direct E-file Taskforce funds are available until 2023. For more information about Treasury's implementation of these provisions of the IRA, please see respective chapters for IRS, Departmental Offices, and TIGTA.

### **Offsets - \$15 billion**

Offsets include payments to the Government that are not credited directly to expenditure accounts (offsetting receipts) and payments credited directly to accounts from which they will be spent (offsetting collections). The receipts offset gross budget authority and outlays at the agency or bureau level. The collections offset gross budget authority and outlays at the account level.

Treasury's mandatory offsetting receipts include Government Sponsored Enterprises (GSE) fees, IRS miscellaneous retained fees, and debt collection fees. Treasury's mandatory offsetting collections include the payments made to accounts such as the Federal Financing Bank, the Office of Comptroller of the Currency, and the Exchange Stabilization Fund.