

Proposals for the Pension Benefit Guaranty Corporation—CBO's Estimate of the President's Fiscal Year 2017 Budget

(Outlays in millions of dollars, by fiscal year)

	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026	2017-2026
Increases or Decreases (-) in Direct Spending											
Allow PBGC to Set Premium Rates											
Premiums	0	0	-1,048	-1,120	-1,157	-1,229	-1,265	-1,337	-2,393	-463	-10,012
Financial Assistance	<u>0</u>	<u>-70</u>	<u>-70</u>	<u>-60</u>	<u>-50</u>	<u>0</u>	<u>60</u>	<u>130</u>	<u>1,052</u>	<u>2,306</u>	<u>3,298</u>
Total	0	-70	-1,118	-1,180	-1,207	-1,229	-1,205	-1,207	-1,340	1,843	-6,714
Transfer Funds to the UMWA Pension Plan ^a											
Financial Assistance	0	-10	-10	-10	-25	-60	-125	-185	468	0	43
Both Policies ^b											
Premiums	0	0	-1,048	-1,120	-1,157	-1,229	-1,265	-1,337	-2,393	-463	-10,012
Financial Assistance	<u>0</u>	<u>-80</u>	<u>-80</u>	<u>-70</u>	<u>-75</u>	<u>-60</u>	<u>-65</u>	<u>-55</u>	<u>827</u>	<u>2,061</u>	<u>2,403</u>
Total	0	-80	-1,128	-1,190	-1,232	-1,289	-1,330	-1,392	-1,565	1,598	-7,609

Note: PBGC = Pension Benefit Guaranty Corporation; UMWA = United Mine Workers of America.

a. The estimate includes only the budgetary effects on PBGC. It does not include the budgetary effects of payments to the UMWA health and retirement plans totaling \$4.0 billion over the 2017-2026 period.

b. If both policies were enacted together, the increase in direct spending for financial assistance in 2025 and 2026 would be smaller than the sum of the effects for each policy because of interactions between them.