About This Document

This volume is one of a series of reports on the state of the budget and the economy that the Congressional Budget Office issues each year. It satisfies the requirement of section 202(e) of the Congressional Budget Act of 1974 for CBO to submit to the Committees on the Budget periodic reports about fiscal policy and to provide baseline projections of the federal budget. In keeping with CBO’s mandate to provide objective, impartial analysis, this report makes no recommendations.

CBO’s Panel of Economic Advisers commented on an early version of the economic forecast underlying this report. Members of the panel are Katharine G. Abraham, Alan J. Auerbach, Markus K. Brunnermeier, Mary C. Daly, Steven J. Davis, Claudia Goldin, Robert E. Hall, Jan Hatzius, Anil Kashyap, Lawrence F. Katz, Donald L. Kohn, N. Gregory Mankiw, Jonathan A. Parker, Adam S. Posen, James M. Poterba, Valerie A. Ramey, Carmen M. Reinhart, Brian Sack, Robert Shimer, Justin Wolfers, and Mark Zandi. Richard Peach and Mickey Levy attended the panel’s meeting as guests. Although CBO’s outside advisers provided considerable assistance, they are not responsible for the contents of this report.

The CBO staff members who contributed to this report—by preparing the economic, revenue, and spending projections; writing the report; reviewing, editing, and publishing it; compiling the supplemental materials posted along with it on CBO’s website (www.cbo.gov/publication/50724); and providing other support—are listed on the following pages.

Keith Hall
Director
August 2015
Economic Projections
The economic projections were prepared by the Macroeconomic Analysis Division, with contributions from analysts in other divisions. That work was supervised by Wendy Edelberg, Kim Kowalewski, Robert Arnold, and Benjamin Page.

Lauren Bresnahan
Daniel Fried
Edward Gamber
Ronald Gecan
Mark Lasky
Jason Levine
Leah Loversky
Joshua Montes
Frank Russek
Robert Shackleton
Christopher Williams
Shiqi Zheng

Inflation, house prices
Net exports, exchange rates, energy prices
Interest rates, monetary policy, current-quarter analysis
Energy prices
Business investment, housing
Financial markets
Motor vehicle sector, model and data management
Labor markets
Federal, state, and local government spending and revenues
Potential output, productivity
Consumer spending, incomes
Housing, research assistance

Revenue Projections
The revenue projections were prepared by the Tax Analysis Division, supervised by David Weiner, Mark Booth, Ed Harris, and Janet Holtzblatt. In addition, the staff of the Joint Committee on Taxation provided valuable assistance.

Paul Burnham
Nathaniel Frentz
Jennifer Gravelle
Pamela Greene
Peter Huether
Robert McClelland
Shannon Mok
Kevin Perese
Molly Saunders-Scott
Kurt Seibert
Joshua Shakin
Naveen Singhal
Logan Timmerhoff
Marvin Ward

Retirement income
Federal Reserve System earnings, customs duties, miscellaneous fees and fines
International taxation, depreciation
Corporate income taxes
Excise taxes
Capital gains realizations
Estate and gift taxes, refundable tax credits
Tax modeling, Federal Reserve System earnings
International taxation, business taxation
Payroll taxes, depreciation, tax modeling
Individual income taxes, refundable tax credits
Tax modeling
Excise taxes
Tax modeling
Spending Projections

The spending projections were prepared by the Budget Analysis Division, with contributions from analysts in other divisions; that work was supervised by Theresa Gullo, Holly Harvey, Sam Papenfuss, Janet Airis, Tom Bradley, Kim Cawley, Chad Chirico, Sheila Dacey, Jeffrey Holland, and Sarah Jennings of the Budget Analysis Division, as well as by Jessica Banthin of the Health, Retirement, and Long-Term Analysis Division and Damien Moore of the Financial Analysis Division.

Defense, International Affairs, and Veterans’ Affairs

Kent Christensen
Defense (projections, working capital funds, operation and maintenance, procurement, scorekeeping)

Sunita D’Monte
International affairs

Ann Futrell
Veterans’ health care and employment training services, international food assistance

Raymond Hall
Defense (research and development, stockpile sales, atomic energy, other programs)

William Ma
Defense (operation and maintenance, procurement, compensation for radiation exposure and energy employees’ occupational illness, other defense programs)

David Newman
Defense (military construction and family housing, military activities in Afghanistan), veterans’ housing and education benefits, reservists’ education benefits

Dawn Sauter Regan
Defense (military personnel)

Matthew Schmit
Military retirement, military health care

Dwayne Wright
Veterans’ compensation and pensions, vocational and adaptive benefits

Health

Julia Christensen
Food and Drug Administration, prescription drugs

Kate Fritzsche
Health insurance exchanges, other programs

Daniel Hoople
Medicaid, Children’s Health Insurance Program

Lori Housman
Medicare

Sean Lyons
Health insurance coverage

Paul Masi
Medicare, Federal Employees Health Benefits program

Sarah Masi
Health insurance exchanges, other programs

Jamease Miles
Medicare

Alexandra Minicozzi
Health insurance coverage

Eamon Molloy
Health insurance coverage

Andrea Noda
Medicaid prescription drugs, long-term care, Public Health Service

Romain Parsad
Health insurance coverage
### Health (Continued)

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<th>Name</th>
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<tr>
<td>Allison Percy</td>
<td>Health insurance coverage</td>
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<tr>
<td>Lisa Ramirez-Branum</td>
<td>Medicaid, health insurance coverage, Health Resources and Services Administration</td>
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<tr>
<td>Lara Robillard</td>
<td>Medicare</td>
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<tr>
<td>Robert Stewart</td>
<td>Medicaid, Children's Health Insurance Program, Indian Health Service</td>
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<tr>
<td>Ellen Werble</td>
<td>Prescription drugs, Public Health Service, National Institutes of Health</td>
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<tr>
<td>Zoe Williams</td>
<td>Medicare</td>
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<tr>
<td>Rebecca Yip</td>
<td>Medicare Part D, prescription drugs, Public Health Service</td>
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### Income Security and Education

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<th>Name</th>
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<tr>
<td>Christina Hawley Anthony</td>
<td>Unemployment insurance, training programs, Administration on Aging, Smithsonian Institution, arts and humanities</td>
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<tr>
<td>Sheila Dacey</td>
<td>Old-Age and Survivors Insurance, Social Security trust funds, Pension Benefit Guaranty Corporation</td>
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<tr>
<td>Elizabeth Cove Delisle</td>
<td>Housing assistance</td>
</tr>
<tr>
<td>Kathleen FitzGerald</td>
<td>Supplemental Nutrition Assistance Program and other nutrition programs</td>
</tr>
<tr>
<td>Jennifer Gray</td>
<td>Social Services Block Grant, children and families services programs, child nutrition and other nutrition programs</td>
</tr>
<tr>
<td>Justin Humphrey</td>
<td>Elementary and secondary education, Pell grants, student loans, higher education</td>
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<tr>
<td>David Rafferty</td>
<td>Temporary Assistance for Needy Families, Child Support Enforcement program, foster care, child care programs, Low Income Home Energy Assistance Program, refugee assistance, military retirement</td>
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<tr>
<td>Emily Stern</td>
<td>Disability Insurance, Supplemental Security Income</td>
</tr>
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### Natural and Physical Resources

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<th>Name</th>
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<tr>
<td>Marin Burnett</td>
<td>Administration of justice, science and space exploration, recreational resources</td>
</tr>
<tr>
<td>Megan Carroll</td>
<td>Energy, air transportation</td>
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<tr>
<td>Martin von Gnechten</td>
<td>Community and regional development, Federal Emergency Management Agency, Bureau of Indian Affairs, credit unions, water transportation</td>
</tr>
<tr>
<td>Mark Grabowicz</td>
<td>Administration of justice, Postal Service</td>
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</table>
Natural and Physical Resources (Continued)

Kathleen Gramp
Energy, Outer Continental Shelf receipts, spectrum auction receipts, Orderly Liquidation Fund

David Hull
Agriculture

Jeff LaFave
Conservation and land management, other natural resources

James Langley
Agriculture

Susanne Mehlman
Pollution control and abatement, Federal Housing Administration and other housing credit programs

Matthew Pickford
General government, legislative branch

Sarah Puro
Highways, mass transit, Amtrak, deposit insurance

Aurora Swanson
Water resources, Fannie Mae and Freddie Mac

Susan Willie
Commerce, Small Business Administration, Universal Service Fund, agricultural trade and credit

Other Areas and Functions

Janet Airis
Appropriation bill (Legislative Branch)

Shane Beaulieu
Computer support

Barry Blom
Federal pay, monthly Treasury data

Joanna Capps
Appropriation bills (Labor, Health and Human Services, and Education; State and Foreign Operations)

Meredith Decker
Other interest, debt limit

Mary Froehlich
Computer support

Avi Lerner
Troubled Asset Relief Program, automatic budget enforcement and sequestration, interest on the public debt, other interest

Amber Marcellino
Federal civilian retirement, historical data

Virginia Myers
Appropriation bills (Commerce, Justice, and Science; Financial Services and General Government)

Jeffrey Perry
Fannie Mae and Freddie Mac, Federal Housing Administration

Dan Ready
Various federal retirement programs, national income and product accounts, federal pay

Mitchell Remy
Fannie Mae and Freddie Mac, Federal Housing Administration

Mark Sanford
Appropriation bills (Agriculture and Food and Drug Administration; Defense)
Other Areas and Functions (Continued)

Esther Steinbock
Appropriation bills (Transportation and Housing and Urban Development; Military Construction and Veterans Affairs; Energy and Water Development)

J’nell Blanco Suchy
Authorization bills

Patrice Watson
Database system administrator

Adam Wilson
Appropriation bills (Homeland Security; Interior)

Writing

Christina Hawley Anthony wrote the summary. Barry Blom wrote Chapter 1 with assistance from Nathaniel Frentz and Joshua Shakin. Daniel Fried and Charles Whalen wrote Chapter 2. Amber Marcellino wrote Appendix A with assistance from Pamela Greene. Leah Loversky compiled Appendix B.

Review, Editing, and Publishing

Jeffrey Kling and Robert Sunshine reviewed the report. The editing and publishing of the report were handled by CBO’s editing and publishing group, supervised by John Skeen, and the agency’s web team, supervised by Deborah Kilroe.

Christine Bogusz, Kate Kelly, Loretta Lettner, John Skeen, and Gabe Waggoner edited the report; Maureen Costantino and Jeanine Rees prepared it for publication; and Robert Dean, Annette Kalicki, Adam Russell, and Simone Thomas published it on CBO’s website.

Peter Huether, Leah Loversky, Dan Ready, and Shiqi Zheng compiled supplemental economic and tax data, which are posted with this report on the agency’s website. Jeanine Rees and Simone Thomas coordinated the presentation of those materials.