

**Budgetary Impact of Major Federal Programs that Guarantee Mortgages—CBO's January 2015 Baseline**  
(Millions of Dollars, by fiscal year)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Estimated Value of Mortgage Originations	1,058,936	1,348,570	1,759,430	2,227,828	2,450,326	2,651,203	2,883,248	3,046,704	3,170,101	3,288,317	3,410,285
<b>Fannie Mae and Freddie Mac</b>											
Annual Loan Volume	624,772	755,199	932,498	1,069,358	1,102,647	1,113,505	1,124,467	1,279,616	1,331,442	1,381,093	1,432,320
Annual Subsidy Costs <sup>a</sup>		3,000	3,400	3,200	2,000	1,400	700	1,500	1,700	1,800	1,900
Cash Receipts <sup>b</sup>	-25,800	n.a.									
Share of Estimated Originations	59.0%	56.0%	53.0%	48.0%	45.0%	42.0%	39.0%	42.0%	42.0%	42.0%	42.0%
Subsidy Rate	n.a.	0.4%	0.4%	0.3%	0.2%	0.1%	0.1%	0.01%	0.1%	0.1%	0.1%
<b>Federal Housing Administration's (FHA's) Mutual Mortgage Insurance (MMI) Program<sup>c</sup></b>											
Annual Loan Volume	126,000	157,000	192,000	222,700	238,300	231,000	244,700	249,300	251,300	253,100	255,000
Annual Subsidy Receipts	-6,691	-10,864	-13,286	-13,099	-11,914	-9,817	-8,839	-7,655	-6,559	-5,615	-5,100
Share of Estimated Originations	11.9%	11.6%	10.9%	10.0%	9.7%	8.7%	8.5%	8.2%	7.9%	7.7%	7.5%
Subsidy Rate	-5.3%	-6.9%	-6.9%	-5.9%	-5.0%	-4.2%	-3.6%	-3.1%	-2.6%	-2.2%	-2.0%
<b>Veterans Affairs (VA) Home Loan Program<sup>d</sup></b>											
Annual Loan Volume	84,962	74,690	66,110	57,401	58,920	60,649	62,631	64,821	67,113	69,332	71,507
Annual Subsidy Costs	440	370	299	274	306	329	351	374	398	420	835
Share of Estimated Originations	8.0%	5.5%	3.8%	2.6%	2.4%	2.3%	2.2%	2.1%	2.1%	2.1%	2.1%
Subsidy Rate	0.5%	0.5%	0.5%	0.5%	0.5%	0.5%	0.6%	0.6%	0.6%	0.6%	1.2%
<b>Government National Mortgage Association (GNMA) Mortgage-Backed Securities Program<sup>e</sup></b>											
Annual Subsidy Receipts	-668	-723	-801	-856	-888	-869	-913	-933	-945	-957	-969

Note: n.a. = not applicable.

a. For 2016 through 2025, the baseline includes the projected subsidy costs of new mortgage loans and guarantees made by Fannie Mae and Freddie Mac in each year, using methodology described in the Federal Credit Reform Act (FCRA) including an adjustment for market risk.

b. For fiscal year 2015, the baseline includes an estimate of mandatory cash payments from Fannie Mae and Freddie Mac to the Treasury.

c. Excludes Home Equity Conversion Mortgages; MMI subsidy receipts are recorded in the budget as offsetting collections to discretionary appropriations; the subsidy rate for MMI program is calculated using the methodology under FCRA.

d. Includes guaranteed loans and direct loans made by the VA on homes sold by the department; excludes loans acquired from other lenders and guarantees on securities of direct loans originated by the VA; costs associated with this program are recorded in the budget as mandatory expenditures; subsidy rate for the VA program is calculated using methodology under FCRA.

e. GNMA securitizes about 97 percent of FHA's MMI loans and 98 percent of VA's loans, resulting in additional offsetting collections to discretionary appropriations recorded in the budget; the subsidy rate for GNMA is calculated using methodology under FCRA; the subsidy rate for this program is estimated to be -0.28 percent annually over the 2015-2025 period.