

**Estimate of Budgetary Effects of S. 2343, the Stop the Student Loan Interest Rate Hike Act of 2012, as Introduced on April 24, 2012**

(By fiscal year, in millions of dollars)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2012-2017	2012-2022
<b>CHANGES IN REVENUES<sup>1</sup></b>													
Estimated Total Revenue	0	404	745	787	833	888	948	1,008	1,070	1,135	1,205	3,657	9,023
On-budget revenues	0	268	510	541	569	599	631	666	704	743	785	2,488	6,016
Off-budget revenues	0	136	235	246	264	290	317	342	366	392	420	1,169	3,007
<b>CHANGES IN DIRECT SPENDING FOR STUDENT LOANS<sup>2, 3</sup></b>													
Estimated Budget Authority	4,285	2,595	*	*	*	*	*	*	*	*	*	6,880	6,880
Estimated Outlays	2,480	3,505	*	*	*	*	*	*	*	*	*	5,985	5,985
<b>INCREASE OR DECREASE (-) IN DEFICITS FROM REVENUES AND DIRECT SPENDING</b>													
<b>Net Changes in the Deficit</b>	<b>2,480</b>	<b>3,101</b>	<b>-745</b>	<b>-787</b>	<b>-833</b>	<b>-888</b>	<b>-948</b>	<b>-1,008</b>	<b>-1,070</b>	<b>-1,135</b>	<b>-1,205</b>	<b>2,328</b>	<b>-3,038</b>
On-budget deficit changes	2,480	3,237	-510	-541	-569	-599	-631	-666	-704	-743	-785	3,497	-31
Off-budget deficit changes	0	-136	-235	-246	-264	-290	-317	-342	-366	-392	-420	-1,169	-3,007

Sources: Congressional Budget Office and staff of the Joint Committee on Taxation.

## Notes:

Changes relative to CBO's March 2012 baseline.

Components may not sum because of rounding.

\* = less than \$500,000.

1. Employment Tax Treatment of Professional Service Businesses.

2. Beginning July 1, 2012, and ending June 30, 2013, set the borrower interest rate on all new subsidized student loans at 3.40 percent. Beginning July 1, 2013, the interest rate on new subsidized student loans would revert to 6.80 percent. Under current law, the borrower interest rate on subsidized loans will increase from 3.40 percent to 6.80 percent on July 1, 2012, for all new loans.

3. Assumes enactment prior to July 1, 2012.