

Table 6: PAYING OFF THE FEDERAL DEBT WHILE MAINTAINING SPENDING GROWTH AT 2%

|                |             |                  |                   |                               |            |                   |                      |                     |                      | Assumptions and Required Entries       |                    |                      |
|----------------|-------------|------------------|-------------------|-------------------------------|------------|-------------------|----------------------|---------------------|----------------------|----------------------------------------|--------------------|----------------------|
| Year<br>(Date) | year<br>(#) | Revenue<br>(T\$) | Spending<br>(T\$) | Deficit (-) or<br>Surplus (+) | Debt (T\$) | Interest<br>(T\$) | Interest/<br>Revenue | Deficit/<br>Revenue | Spending/<br>Revenue | Rates                                  | Rates as<br>Ratios | Rates as<br>Percents |
| 2025           | 0           | 5.23             | 7.01              | (1.78)                        | (38.52)    | (0.97)            | (0.19)               | (0.34)              | 1.34                 | Current Debt                           | 0.025              | 2.5                  |
| 2026           | 1           | 5.49             | 7.15              | (1.66)                        | (40.18)    | (1.53)            | (0.28)               | (0.30)              | 1.30                 | New Debt                               | 0.038              | 3.8                  |
| 2027           | 2           | 5.77             | 7.29              | (1.53)                        | (41.71)    | (1.58)            | (0.27)               | (0.26)              | 1.26                 | Revenue Growth                         | 0.05               | 5.0                  |
| 2028           | 3           | 6.05             | 7.44              | (1.38)                        | (43.09)    | (1.64)            | (0.27)               | (0.23)              | 1.23                 | Spending Growth                        | 0.02               | 2.0                  |
| 2029           | 4           | 6.36             | 7.59              | (1.23)                        | (44.32)    | (1.68)            | (0.26)               | (0.19)              | 1.19                 |                                        |                    |                      |
| 2030           | 5           | 6.67             | 7.74              | (1.06)                        | (45.39)    | (1.72)            | (0.26)               | (0.16)              | 1.16                 | Revenue = Last Year + Revenue Growth   |                    |                      |
| 2031           | 6           | 7.01             | 7.89              | (0.89)                        | (46.27)    | (1.76)            | (0.25)               | (0.13)              | 1.13                 | Spending = Last Year + Spending Growth |                    |                      |
| 2032           | 7           | 7.36             | 8.05              | (0.69)                        | (46.96)    | (1.78)            | (0.24)               | (0.09)              | 1.09                 | Deficit = Revenue - Spending           |                    |                      |
| 2033           | 8           | 7.73             | 8.21              | (0.49)                        | (47.45)    | (1.80)            | (0.23)               | (0.06)              | 1.06                 | Debt = Last Year + Deficit             |                    |                      |
| 2034           | 9           | 8.11             | 8.38              | (0.26)                        | (47.72)    | (1.81)            | (0.22)               | (0.03)              | 1.03                 | Interest = Debt x Borrowing Rate       |                    |                      |
| 2035           | 10          | 8.52             | 8.55              | (0.03)                        | (47.74)    | (1.81)            | (0.21)               | (0.00)              | 1.00                 |                                        |                    |                      |
| 2036           | 11          | 8.95             | 8.72              | 0.23                          | (47.51)    | (1.81)            | (0.20)               | 0.03                | 0.97                 | REQUIRED FIRST YEAR ENTRIES            |                    |                      |
| 2037           | 12          | 9.39             | 8.89              | 0.50                          | (47.01)    | (1.79)            | (0.19)               | 0.05                | 0.95                 | Year (Date)                            | 2025               | NA                   |
| 2038           | 13          | 9.86             | 9.07              | 0.79                          | (46.22)    | (1.76)            | (0.18)               | 0.08                | 0.92                 | Revenue (T\$)                          | 5.23               | NA                   |
| 2039           | 14          | 10.36            | 9.25              | 1.11                          | (45.11)    | (1.71)            | (0.17)               | 0.11                | 0.89                 | Spending (T\$)                         | 7.01               | NA                   |
| 2040           | 15          | 10.87            | 9.43              | 1.44                          | (43.67)    | (1.66)            | (0.15)               | 0.13                | 0.87                 | Debt (T\$)                             | 38.52              | NA                   |
| 2041           | 16          | 11.42            | 9.62              | 1.79                          | (41.88)    | (1.59)            | (0.14)               | 0.16                | 0.84                 | Interest (T\$)                         | 0.97               | NA                   |
| 2042           | 17          | 11.99            | 9.82              | 2.17                          | (39.71)    | (1.51)            | (0.13)               | 0.18                | 0.82                 |                                        |                    |                      |
| 2043           | 18          | 12.59            | 10.01             | 2.57                          | (37.13)    | (1.41)            | (0.11)               | 0.20                | 0.80                 | REQUIRED ASSUMPTION ENTRIES            |                    |                      |
| 2044           | 19          | 13.22            | 10.21             | 3.00                          | (34.13)    | (1.30)            | (0.10)               | 0.23                | 0.77                 | New Debt Rate (ratio)                  |                    | 0.038                |
| 2045           | 20          | 13.88            | 10.42             | 3.46                          | (30.67)    | (1.17)            | (0.08)               | 0.25                | 0.75                 | Revenue Growth (ratio)                 |                    | 0.05                 |
| 2046           | 21          | 14.57            | 10.62             | 3.95                          | (26.72)    | (1.02)            | (0.07)               | 0.27                | 0.73                 | Spending Growth (ratio)                |                    | 0.02                 |
| 2047           | 22          | 15.30            | 10.84             | 4.46                          | (22.26)    | (0.85)            | (0.06)               | 0.29                | 0.71                 |                                        |                    |                      |
| 2048           | 23          | 16.06            | 11.05             | 5.01                          | (17.25)    | (0.66)            | (0.04)               | 0.31                | 0.69                 |                                        |                    |                      |
| 2049           | 24          | 16.87            | 11.28             | 5.59                          | (11.66)    | (0.44)            | (0.03)               | 0.33                | 0.67                 |                                        |                    |                      |
| 2050           | 25          | 17.71            | 11.50             | 6.21                          | (5.45)     | (0.21)            | (0.01)               | 0.35                | 0.65                 |                                        |                    |                      |
| 2051           | 26          | 18.60            | 11.73             | 6.87                          | 1.42       | 0.05              | 0.00                 | 0.37                | 0.63                 |                                        |                    |                      |
| 2052           | 27          | 19.53            | 11.97             | 7.56                          | 8.98       | 0.34              | 0.02                 | 0.39                | 0.61                 |                                        |                    |                      |