

Budget Resolution Highlights

Restores Fiscal Responsibility

- Puts nation back on sound fiscal path
- Balances by 2012
- Reduces spending as share of GDP
- Reduces debt as share of GDP after 2009
- Adopts spending caps and restores strong paygo rule

Meets Nation's Priorities

- Rejects President's cuts in key areas
- Provides increases for kids' health (SCHIP), education, and veterans

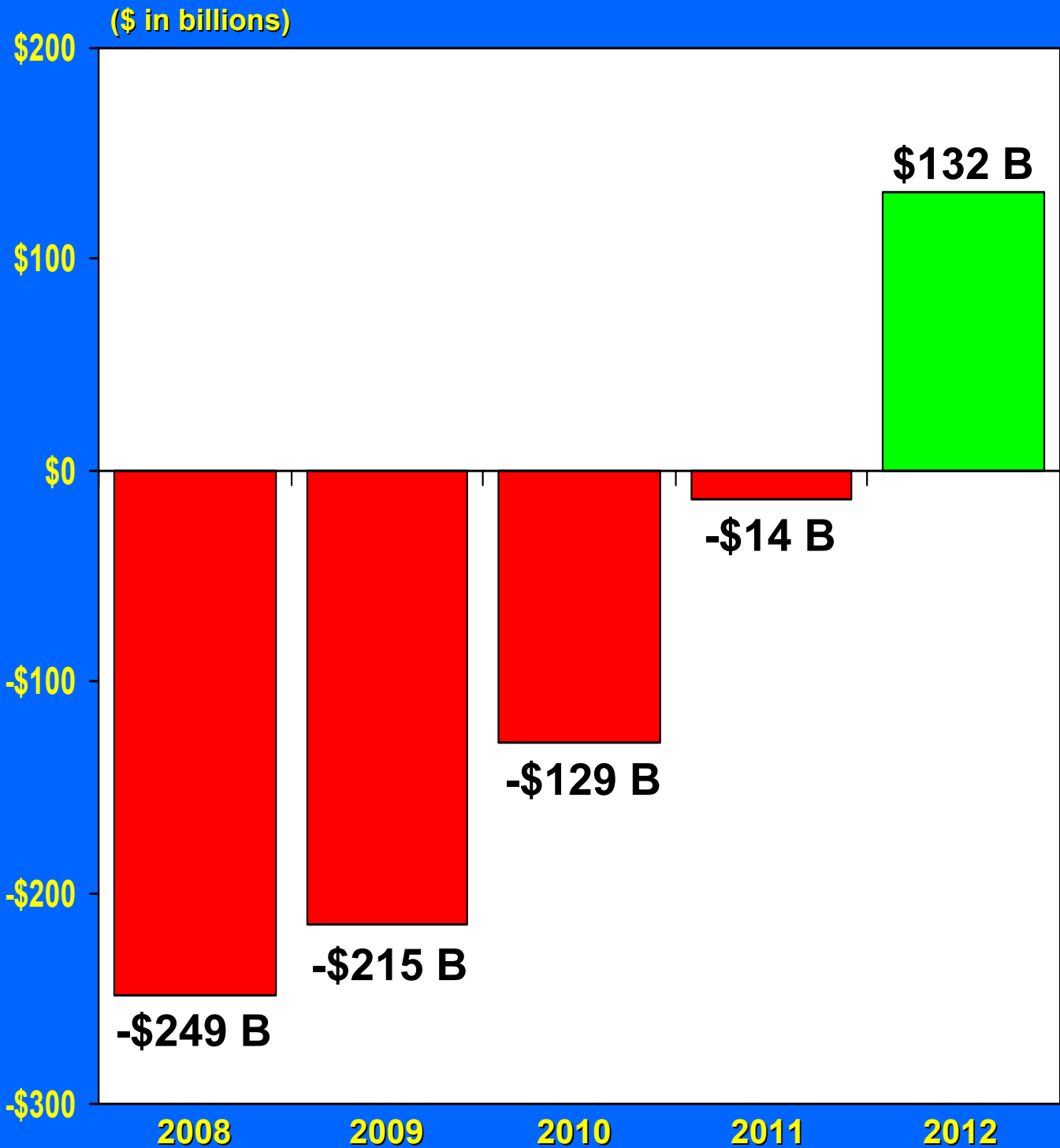
Keeps Taxes Low

- Protects middle-class with two years AMT relief
- Includes deficit-neutral reserve fund for new tax relief and extension of expiring provisions
- Includes no tax increase

Prepares for Long-Term

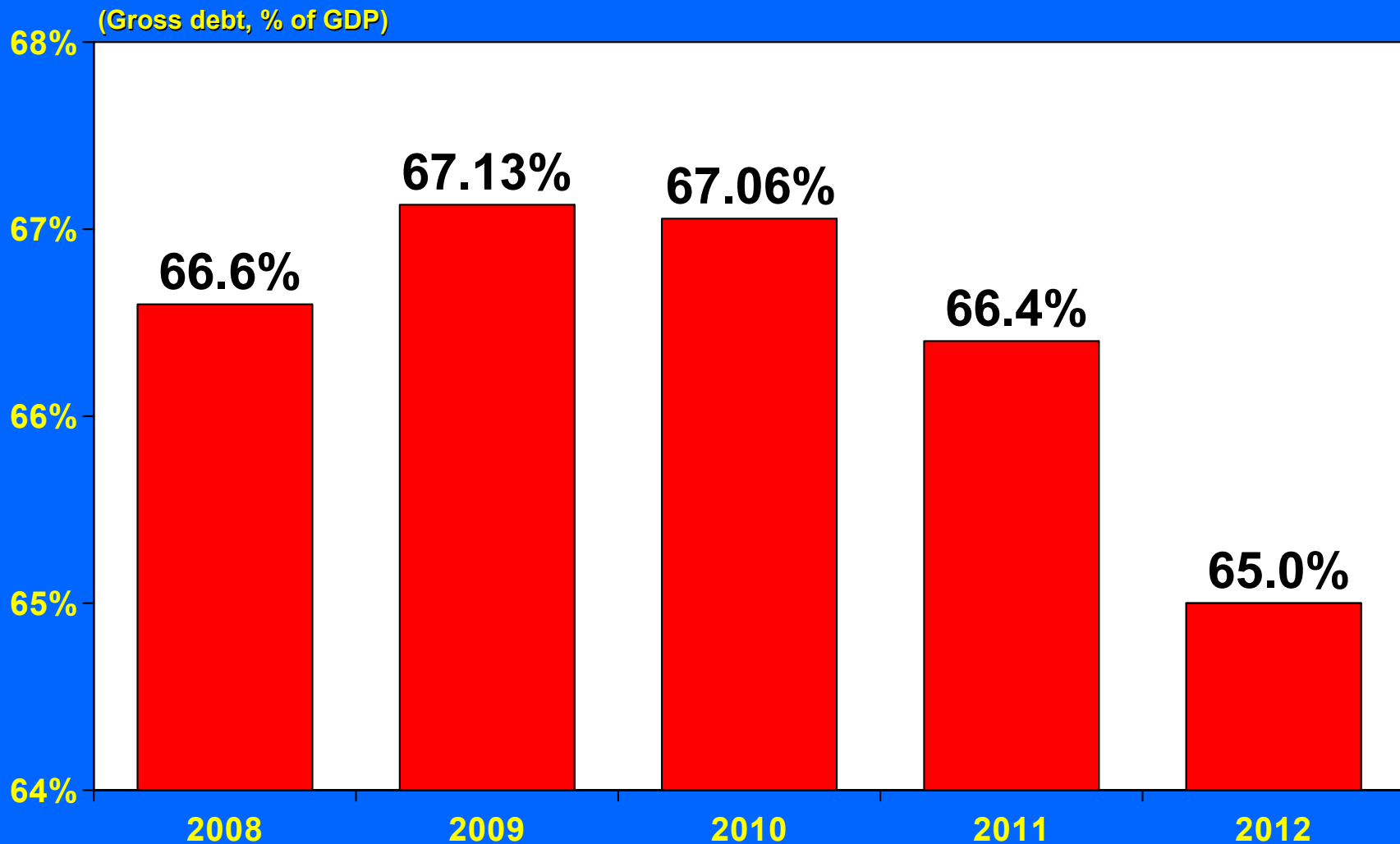
- Includes 'comparative effectiveness' reserve fund to address rising health care costs
- Adopts new budget point of order against long-term deficit increases

Deficit/Surplus Under Budget Resolution



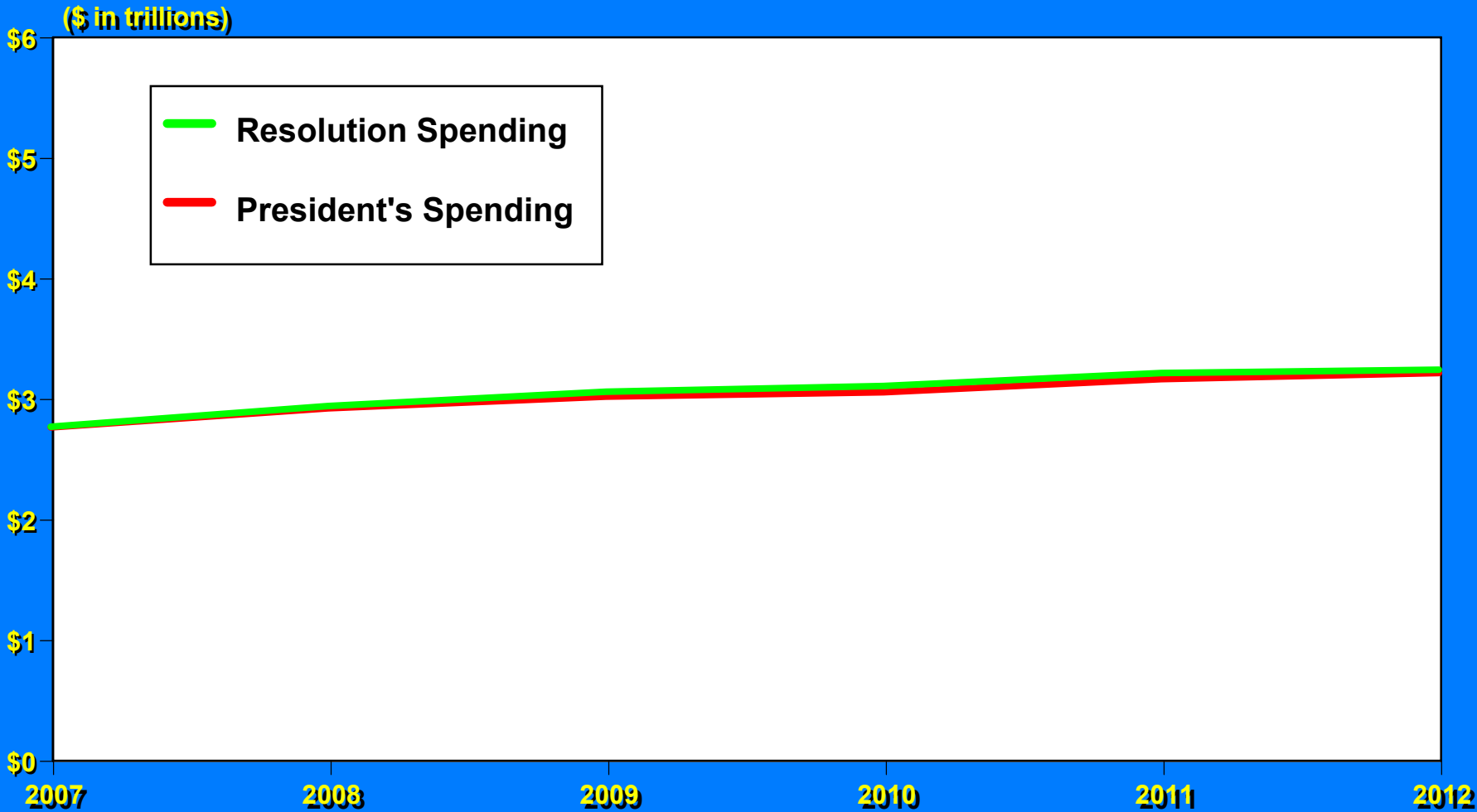
Source: SBC

Debt Under Budget Resolution



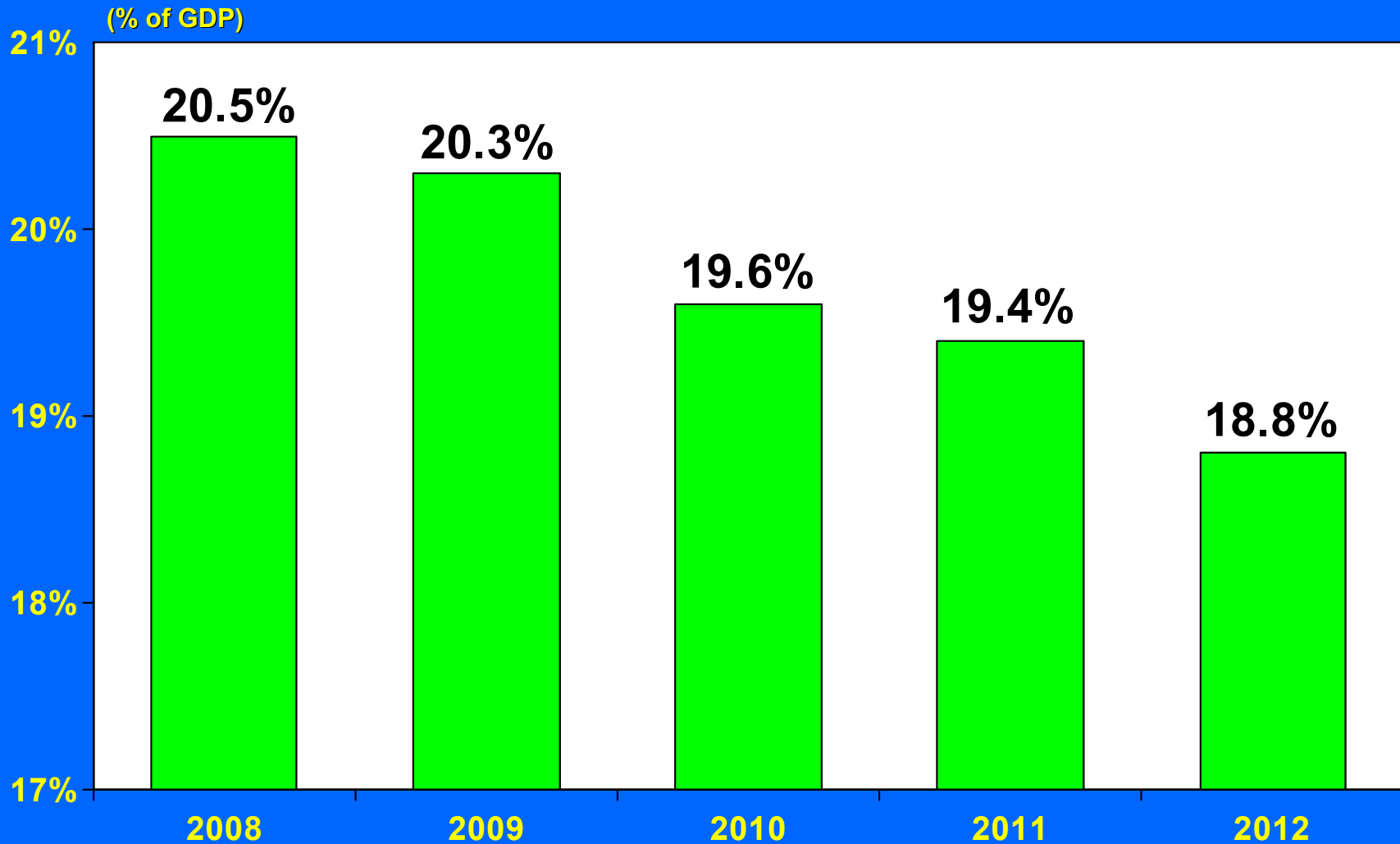
Source: SBC Democratic staff

Comparison of Spending Under Resolution and President's Budget



Source: SBC, CBO

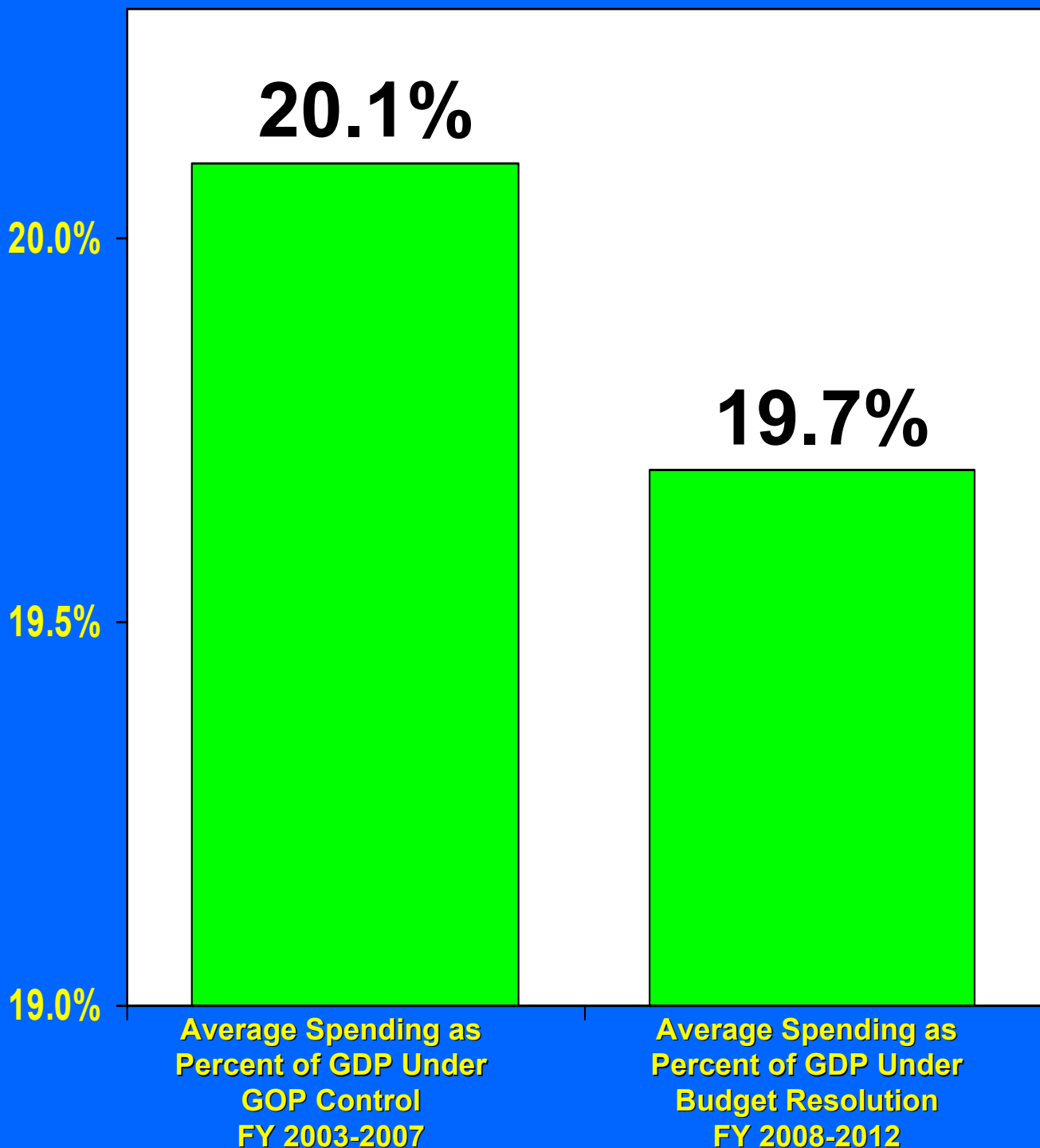
Spending Under Budget Resolution



Source: SBC

Budget Resolution Has Lower Spending as Percent of GDP Than Average Under GOP Control

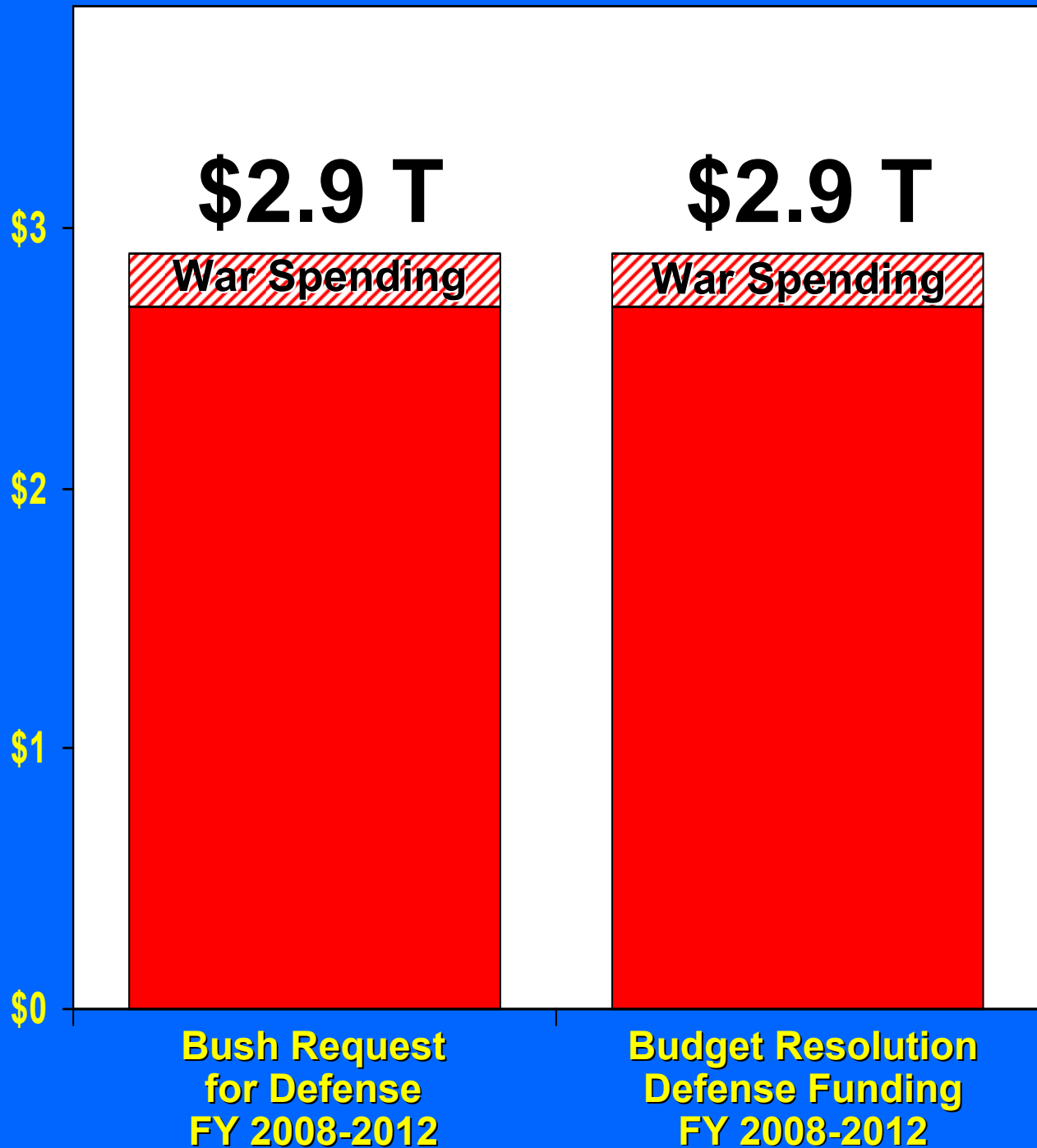
(Spending as percent of GDP)



Source: OMB, SBC

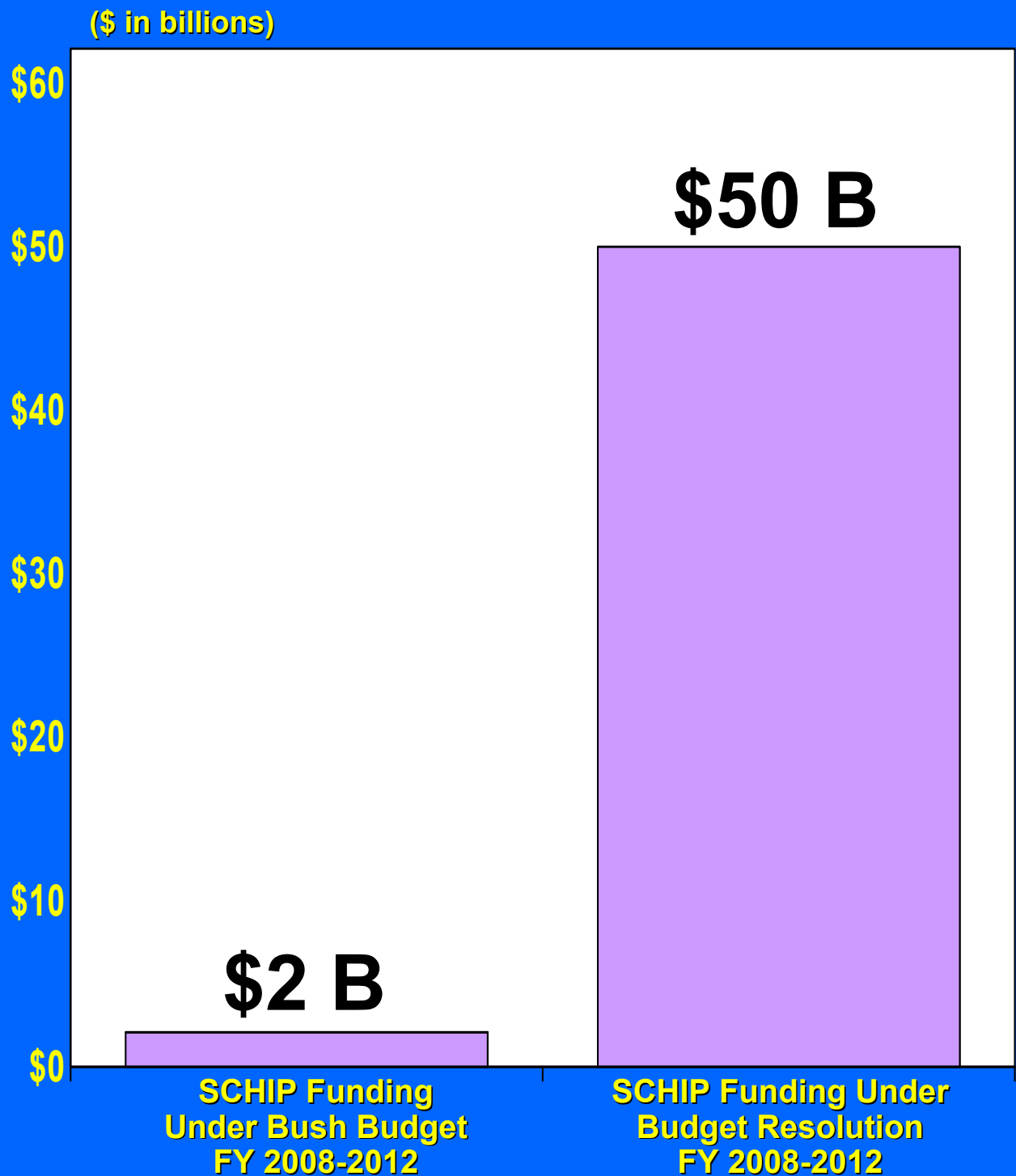
Budget Resolution Fully Funds Bush Defense Request Over Five Years

(\$ in trillions)



Source: OMB, SBC

Budget Resolution Provides Up to \$50 Billion for SCHIP Over Five Years



Source: CBO, SBC

Note: President's SCHIP funding level includes Medicaid interaction

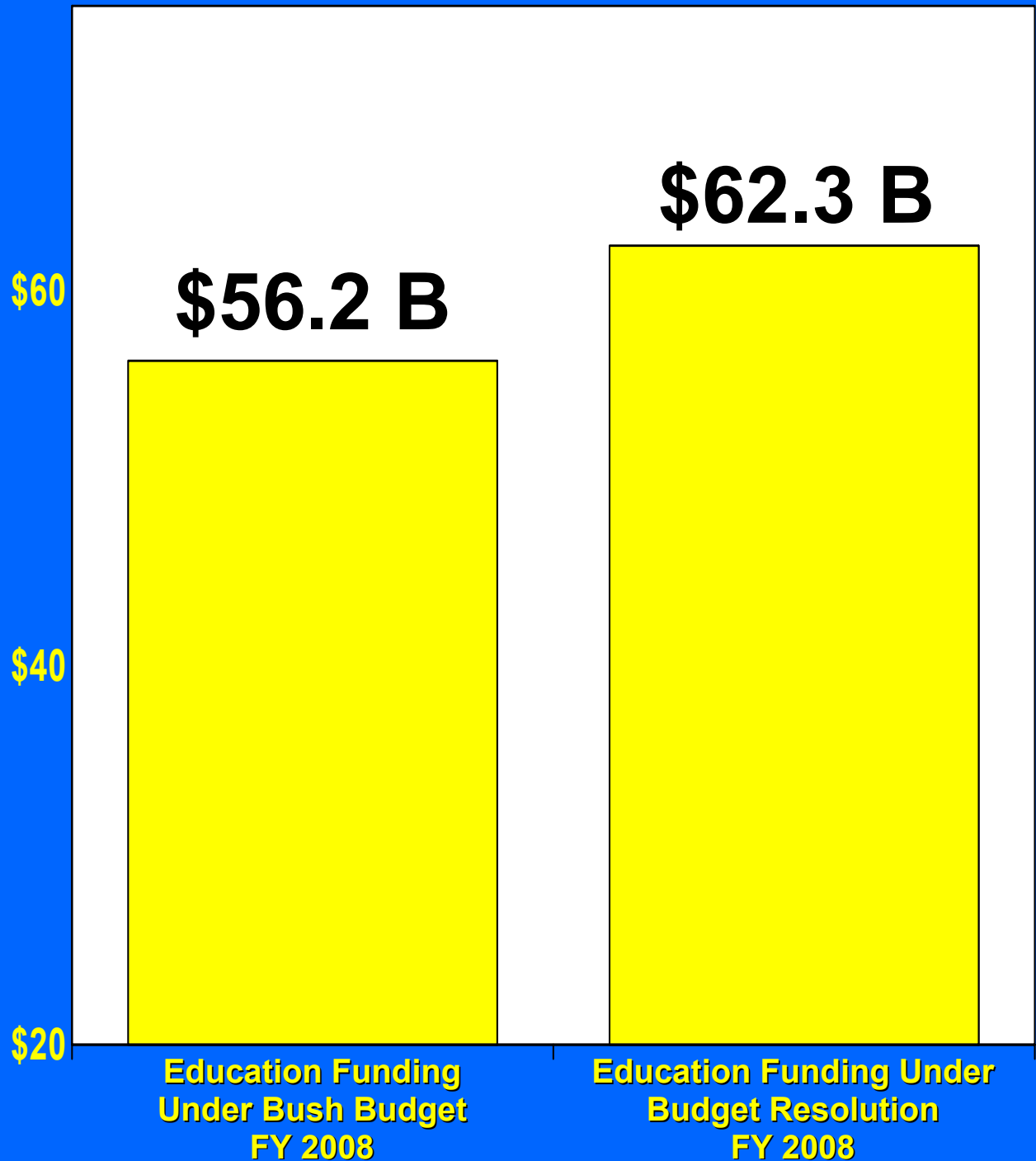
“Unhealthy Beginning”

“The State Child Health Insurance Program arguably is the best thing going for children in families with annual incomes too high to be eligible for Medicaid but not high enough for them to afford private health insurance.... Statehouses across the country consider the SCHIP a winner ... At issue is President Bush’s budget plan changing aspects of the funding and direction of the program, forcing states to scale back or scratch up more funds to keep their programs at current levels. Why scramble something that is working well?”

***– The Akron Beacon Journal (Ohio)
March 4, 2007***

Budget Resolution Provides \$6.1 Billion More than Bush Budget for Education

(Education funding in 2008, \$ in billions)

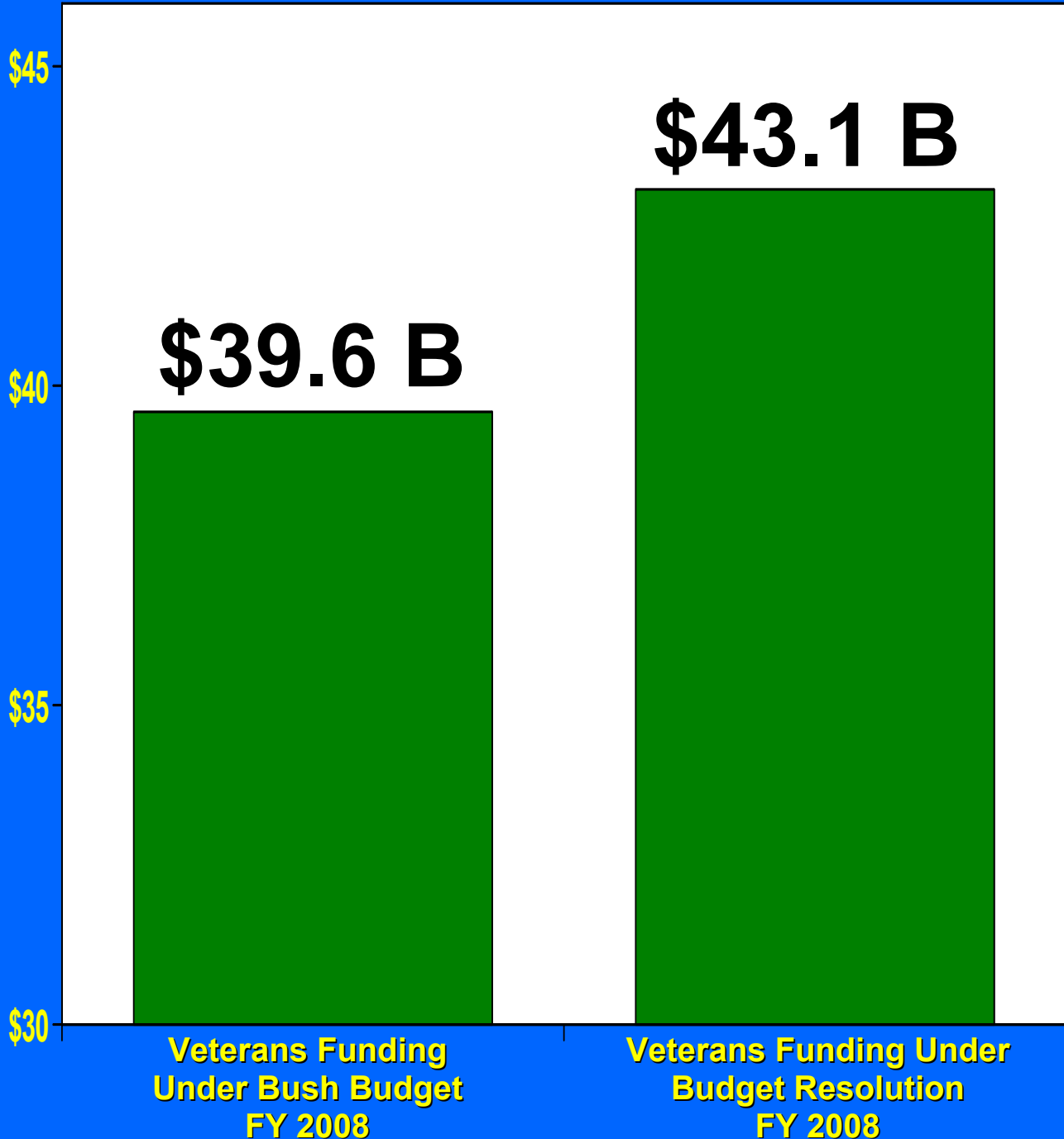


Source: CBO, SBC

Note: Levels reflect Department of Education funding

Budget Resolution Provides \$3.5 Billion More Than Bush Budget for Veterans

(Veterans funding in 2008, \$ in billions)



Source: CBO, SBC

Budget Resolution Provides More for Veterans' Medical Care than Independent Budget Request

<u>Veterans' Account</u>	<u>Independent Budget</u>	<u>Budget Resolution</u>
Medical Care	\$36.3 Billion	\$36.9 Billion
Information Technology	\$1.3 Billion	\$1.6 Billion
Medical and Prosthetic Research	\$480 Million	\$481 Million
Operating Expenses	\$2.23 Billion	\$2.23 Billion
Construction	\$2.14 Billion	\$960 Million

Source: Independent Budget, SBC

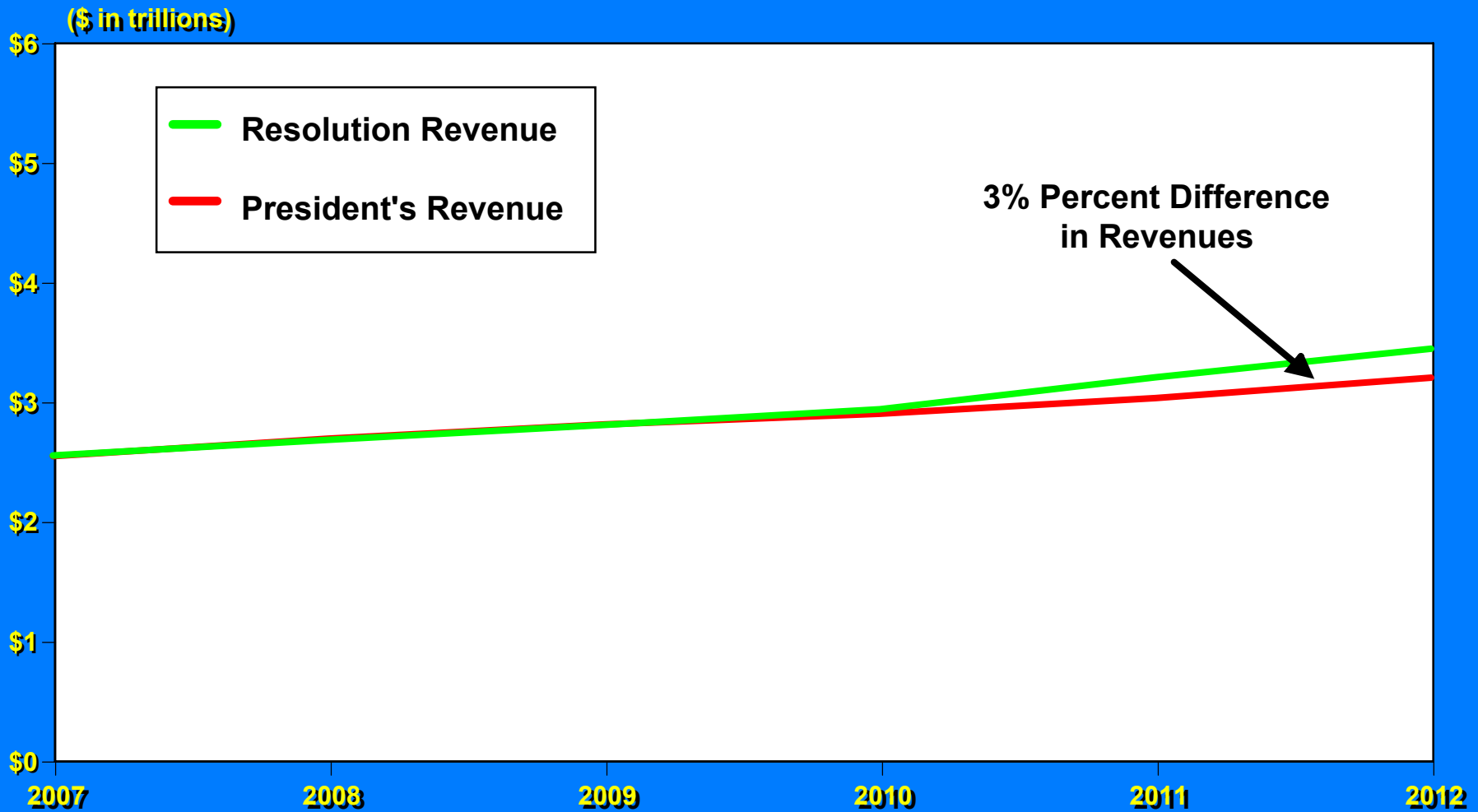
Other Priorities in Budget Resolution

- **Law enforcement - COPS/first responders**
- **Heating assistance - LIHEAP**
- **Community development - CDBG**
- **Transportation - Amtrak**

Revenues in Budget Resolution

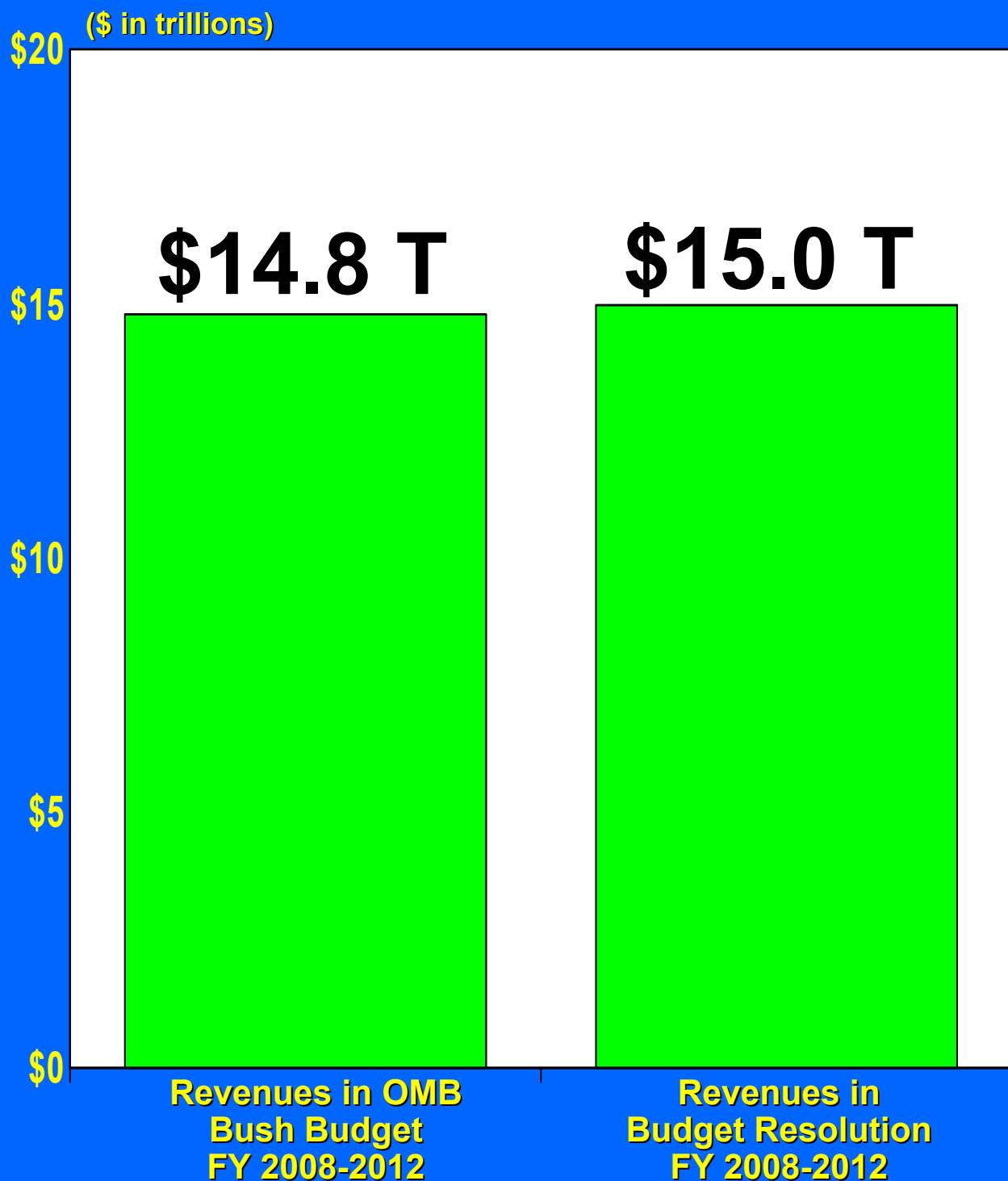
- **Protects middle-class taxpayers with two years of AMT relief, fully offset**
- **Deficit-neutral reserve fund for tax relief, including extension of expiring provisions**
- **Calls for new measures to close tax gap, shut tax shelters, and address offshore tax havens**
- **Calls for tax simplification and reform**
- **Includes no tax increase**

Comparison of Revenues Under Resolution and President's Budget



Source: SBC, CBO

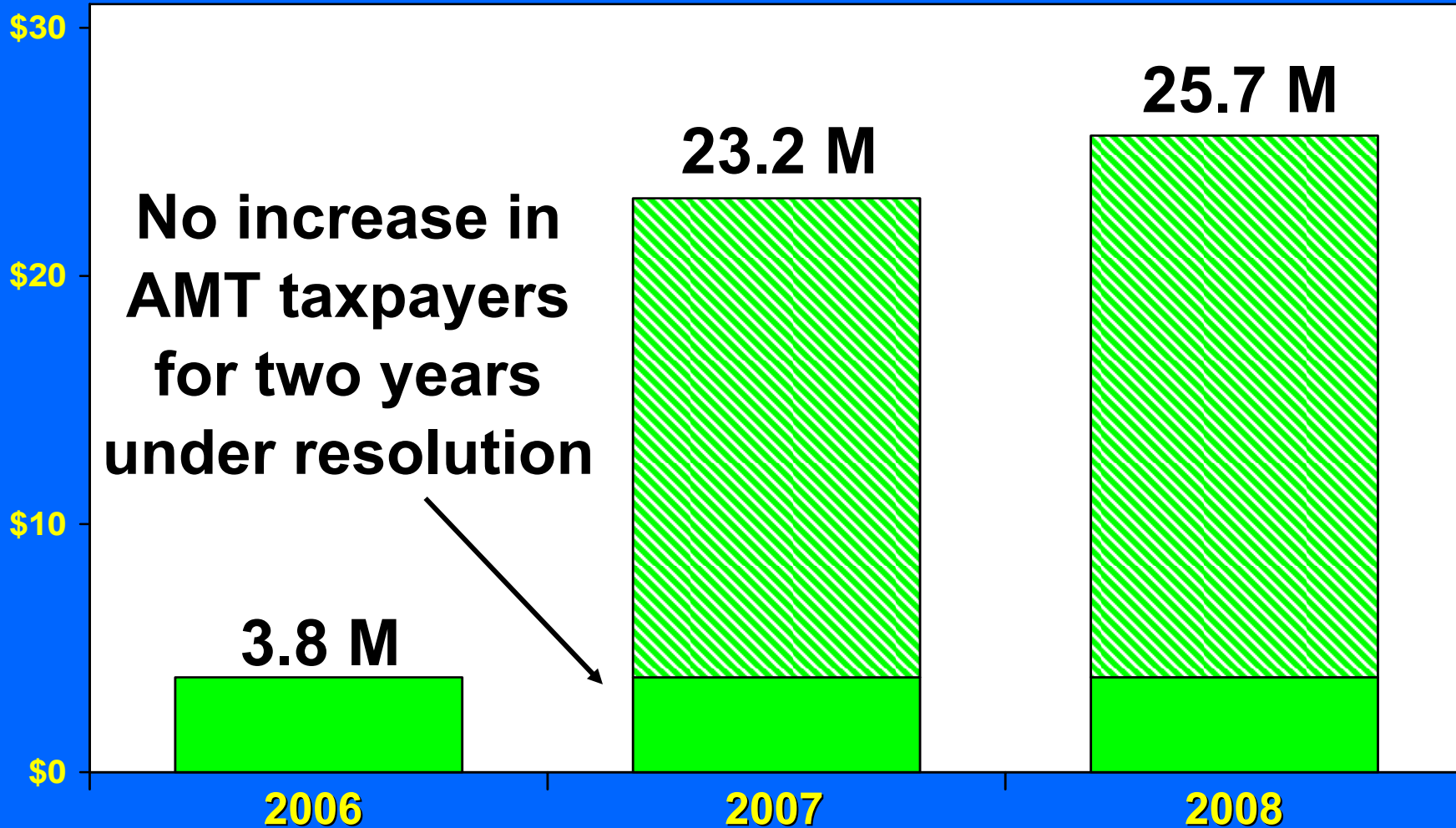
Budget Resolution Revenues Above Bush Budget Revenues by Only 1.2 Percent



Source: OMB, SBC

AMT Relief for Two Years (with cost offset)

(Number of AMT taxpayers under current law; in millions)



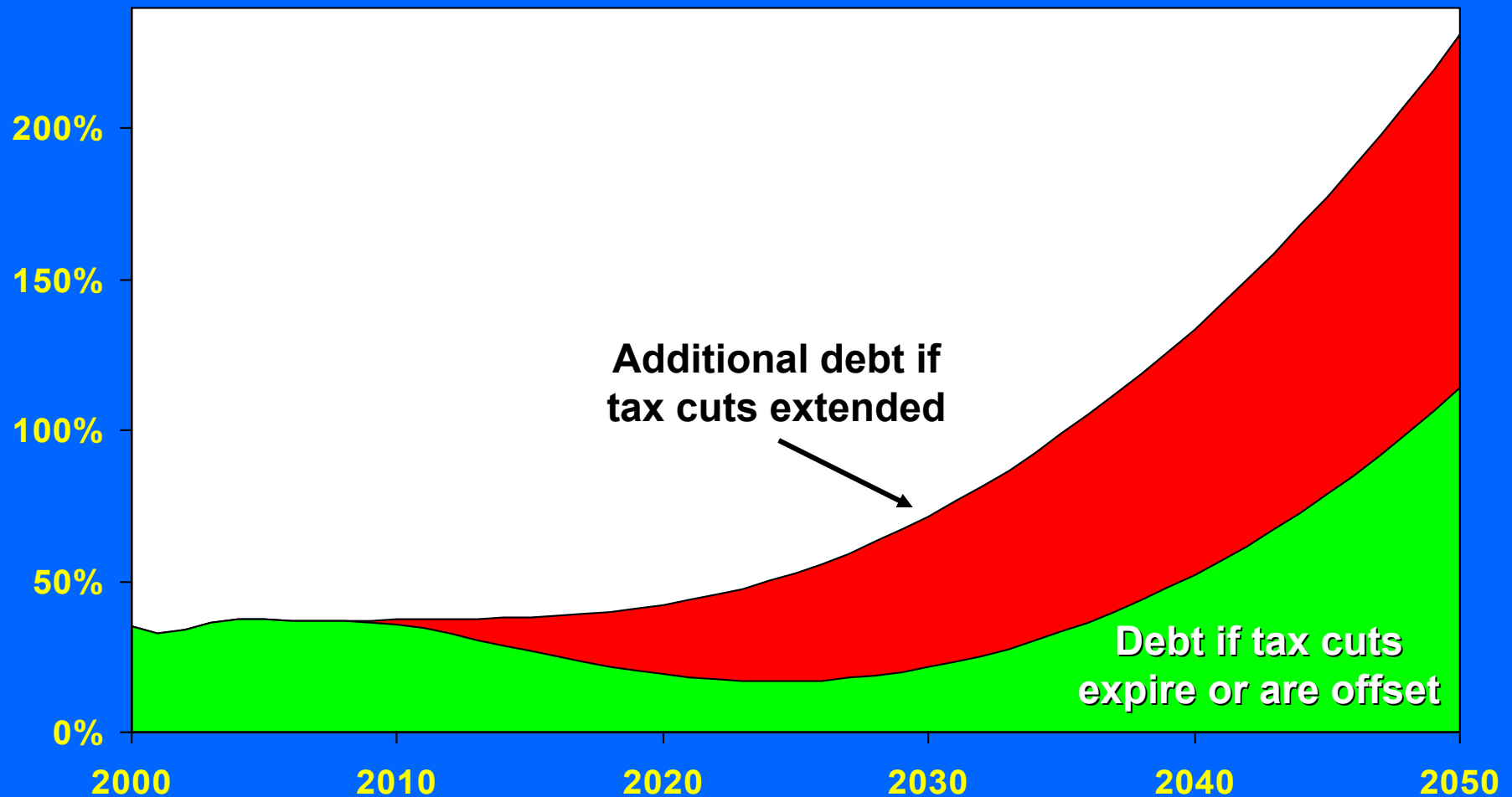
GAO Comptroller General Walker on Solving Nation's Fiscal Problems

“If we look into the future and face the facts, we’ll see that our problem is not just on the spending side and entitlements. It’s also on the revenue side.”

**– Government Accountability Office Comptroller
General David Walker
Remarks to American Institute for Certified
Public Accountants
August 21, 2006**

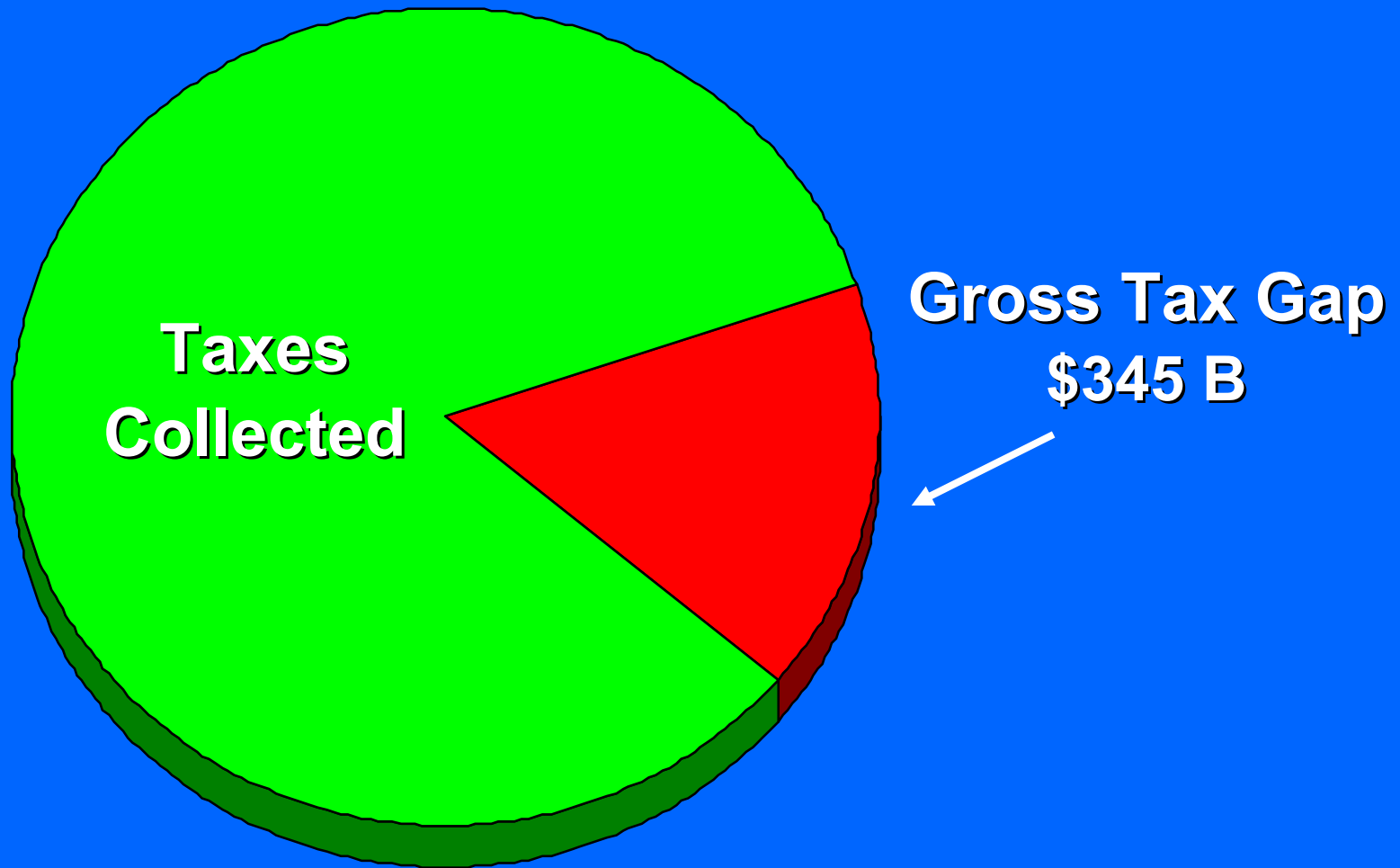
Debt Explodes if All Tax Cuts are Extended Without Offsets

Debt as a Share of the Economy



Source: CBPP projections based on CBO data.

IRS Estimates \$345 Billion Annual Tax Gap



Source: IRS estimate of 2001 tax gap, February, 2006

National Taxpayer Advocate Finds Tax Gap Adding More Than \$2,000 to Average Household Tax Bill

“Compliant taxpayers pay a great deal of money each year to subsidize noncompliance by others. ... [E]ach household was effectively assessed an average ‘surtax’ of about \$2,680 to subsidize noncompliance [in 2001]. That is not a burden we should expect our nation’s taxpayers to bear lightly.”

**–National Taxpayer Advocate Nina E. Olson
2006 Annual Report to Congress
January 9, 2007**

Five-Story Cayman Islands Building That 12,748 Companies Call Home



Sign in



Web Images Video News Maps more »

offshore tax planning

Search

Advanced Search
Preferences

Web

Results 1 - 10 of about 1,260,000 for **offshore tax planning**. (0.25 seconds)

Offshore Incorporation

www.wsr-corporation.com anonymity, limited liability, asset protection, **tax** exemption

Sponsored Links

Sponsored Links

Cyprus International Co's

www.ayca.com.cy Reduce your **tax** burden, in a reliable and discrete manner.

Expert Witness Services

Expert testimony in the financial, accounting, and leasing industries
www.ecsfinancial.com

Non Resident, Expatriate & Offshore Tax Planning

Non-Resident & **Offshore Tax Planning** is written in plain English and is crammed full of ...
Non-Resident and **Offshore Tax Planning** is 157 pages long. ...
www.taxcafe.co.uk/non-resident-offshore-tax.html - 11k - [Cached](#) - [Similar pages](#)

Offshore Companies

From OCRA Worldwide
Over 15 offices worldwide
www.ocra.com

Lowtax.net - Offshore Tax, E-commerce and Information Resource

Information on **offshore tax**, taxation, low **tax** jurisdictions, **offshore** e-commerce, international **tax planning**, trusts, **tax law**, withholding **tax**, **tax havens** ...
www.lowtax.net/ - 63k - [Cached](#) - [Similar pages](#)

Offshore Services

The GEC Group, LLC provides Entity Formations Call 954-318-2788
www.gecgrp.com

Basic Techniques of International Tax Planning

Tax planning is the essence of **offshore** financial operations. Most of the players of the international money game are overseas because of taxes. ...
www.lectlaw.com/filesh/bbg10.htm - 21k - [Cached](#) - [Similar pages](#)

Federal Tax Planning

One-of-a-kind **Tax** Research
Guidance from leading experts.
ppc.thomson.com

International Tax Planning Association : The Definitive Collection ...

The International **Tax Planning** Association, ITPA Green Book. Counter. Welcome to The Definitive Collection of **Offshore Tax** Laws, Articles and Information. ...
www.itpa.org/ - 12k - [Cached](#) - [Similar pages](#)

Tax and Estate Planning

Assisting the CPA Financial Advisor with **tax** and estate **planning**.

Offshore Investments, tax havens, offshore banks, free trade zones, second passports



| HOME | JOBS OVERSEAS | LIVING OVERSEAS | COUNTRY PROFILES | ARTICLES | EBOOKS | OUR MAGAZINE | OFFSHORE | TRAVEL |
| INTERNATIONAL MARKETPLACE | INTERNATIONAL REAL ESTATE | BOATS BARGES & YACHTS | OVERSEAS RETIREMENT | EMBASSIES |



The Sovereign Society

OF COURSE IT EXISTS....

JOIN US

< [International Real Estate](#) >

~ [our disclaimer](#) ~

~ [send this webpage to a friend](#) ~

Index Of Offshore Investment Resources

An Objective Offshore Investment Directory

These links are provided by EscapeArtist without specific endorsement of the products or services offered.



It's Your Money! You've worked hard to get where you are... you've earned your money the old fashioned way, by ingenuity and hard work. You don't mind helping others, but you don't want to squander your money and you don't want others to squander it for you. **Your money belongs to you, and that means that it belongs offshore.** Today there are a wide range of choices in going offshore - "To make the right choice and set-up quickly and painlessly your Multicurrency [Offshore Bank Account](#) in one of the Tax Havens - [Click Here](#) -"

Offshore Investment Firms by Country [Tax Havens] -

[Offshore Investment Firms by Country \[Tax Havens\]](#) - We search the internet so you don't have to. We search each tax haven for it's most relevant links to offshore investment information. Includes a drop down menu [by country] and a worldwide directory of offshore service providers..

StockMarkets of the World - [StockMarkets of the World](#) - We list all the stock markets of the world in alphabetical order by country.



Live Tax Free and Worldwide On A Luxury Yacht - Moving Offshore and Living Tax Free Just Got Easier - Live Tax Free and Worldwide On A Luxury Yacht - Exciting Stuff! - Presented here is a whole new twist on finding absolute freedom in a semi-free world - - including living the absolute best of lifestyles in some

Offshore Tax Havens Aggressively Targeting U.S. Taxpayers

“I am going to show you how to protect your money and all you own so nobody, not even the government, can get at it,’ says U of Money.com.”

**– *USA Today*
September 14, 2006**

Offshore Tax Havens Aggressively Targeting U.S. Taxpayers

“Once your assets have been transferred to an offshore entity ... they are safe,” says website Carib-Offshore.com. “You can’t be taxed on them.”

**– *USA Today*
September 14, 2006**

Offshore Tax Haven Abuse Proliferating

“Experts have estimated that the total loss to the Treasury from offshore tax evasion alone approaches \$100 billion per year, including \$40 to \$70 billion from individuals and another \$30 billion from corporations engaging in offshore tax evasion. Abusive tax shelters add tens of billions of dollars more.”

**– Press Release
Senate Homeland Security and
Governmental Affairs Permanent
Subcommittee on Investigations
February 17, 2007**



Dortmund Subway System
Dortmund, Germany



Gelsenkirchen City Hall (Rathaus)



Closing Loopholes and Abusive Tax Shelters Are Not Tax Increases

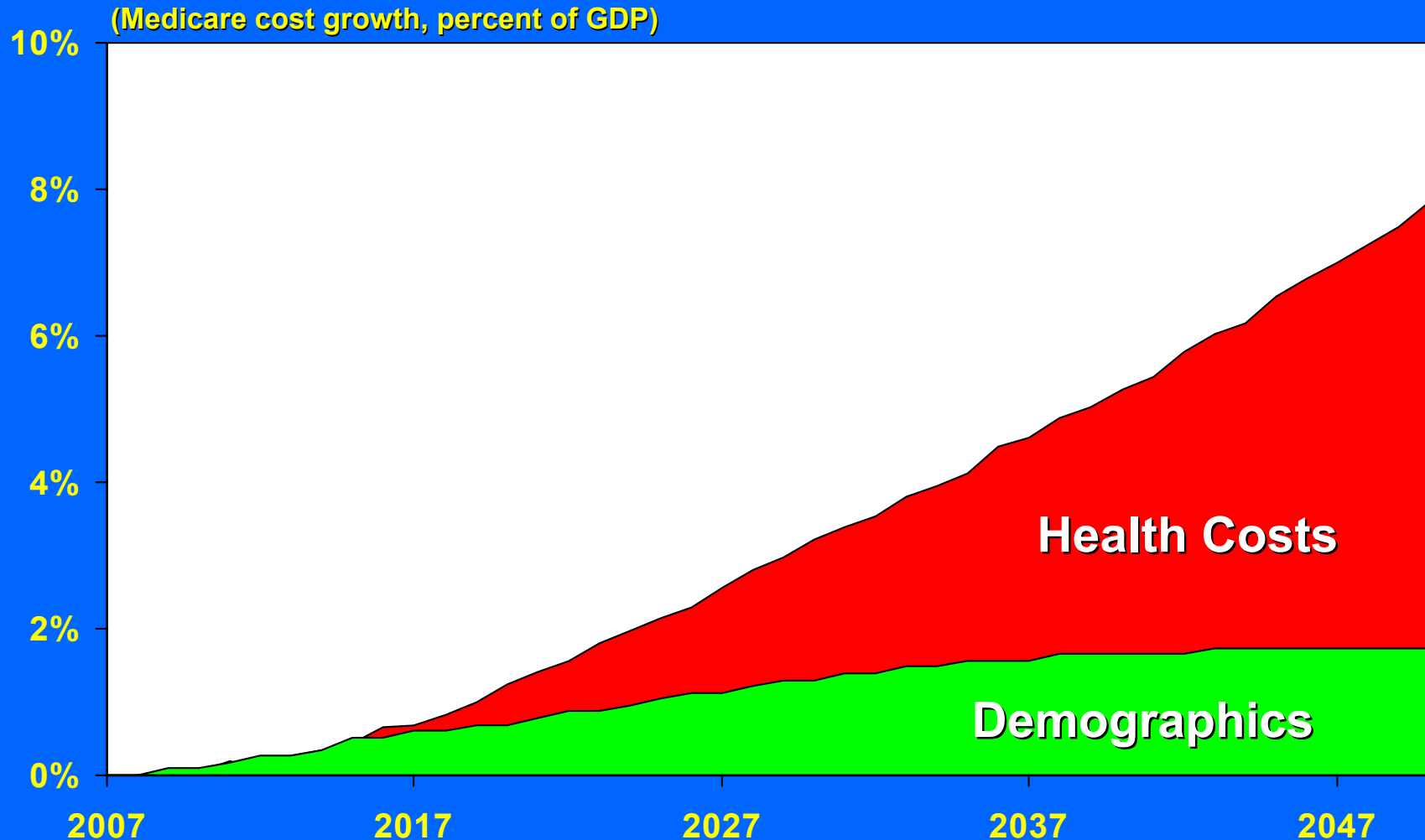
“Just in the period of time since 2001, our committee has raised around \$200 billion in new revenues by shutting down tax shelters, by closing inversions and other abusive tax schemes. Now just in the year 2004 alone, the Finance Committee fully offset a \$137 billion tax bill at no expense to the American taxpayers.”

**— Senate Finance Committee Chairman
Charles Grassley (R-IA)
Senate Floor Statement
March 15, 2006**

Budget Resolution Provisions Addressing Long-Term Fiscal Challenges

- **\$15 billion in Medicare savings**
- **Program integrity initiatives to crack down on waste, fraud, and abuse**
- **New mandatory spending and tax cuts must be paid for – paygo**
- **Long-term deficit increase point of order**
- **Save Social Security First point of order**
- **Health IT reserve fund**
- **Comparative Effectiveness reserve fund**

Rising Health Care Costs Driving Medicare Cost Growth



Source: CBPP projections based on CBO data.

Comparative Effectiveness Reserve Fund

- **Will jumpstart effort to bring down health care costs**
- **New initiative to provide research on effectiveness of different treatments, medical devices, and drugs**

HHS Secretary Leavitt on Medicare Fraud

“It’s evident that there is substantial fraud going on in the Medicare program and we need to be able to have the resources to root it out, to prosecute it and to make certain that it stops.... [I]t’s a desperate need, we have to have more resources for enforcement.”

**– Health and Human Services Secretary Mike Leavitt
Testimony before House Appropriations Subcommittee
on Labor, Health and Human Services, Education,
and Related Agencies
February 27, 2007**



Building visited by U.S. Department of Health and Human Services Secretary Mike Leavitt.

Budget Enforcement in Budget Resolution

- **Discretionary caps for 2007 and 2008**
- **Restores strong paygo rule**
- **Point of order against long-term deficit increases**
- **Allows reconciliation for deficit reduction only**