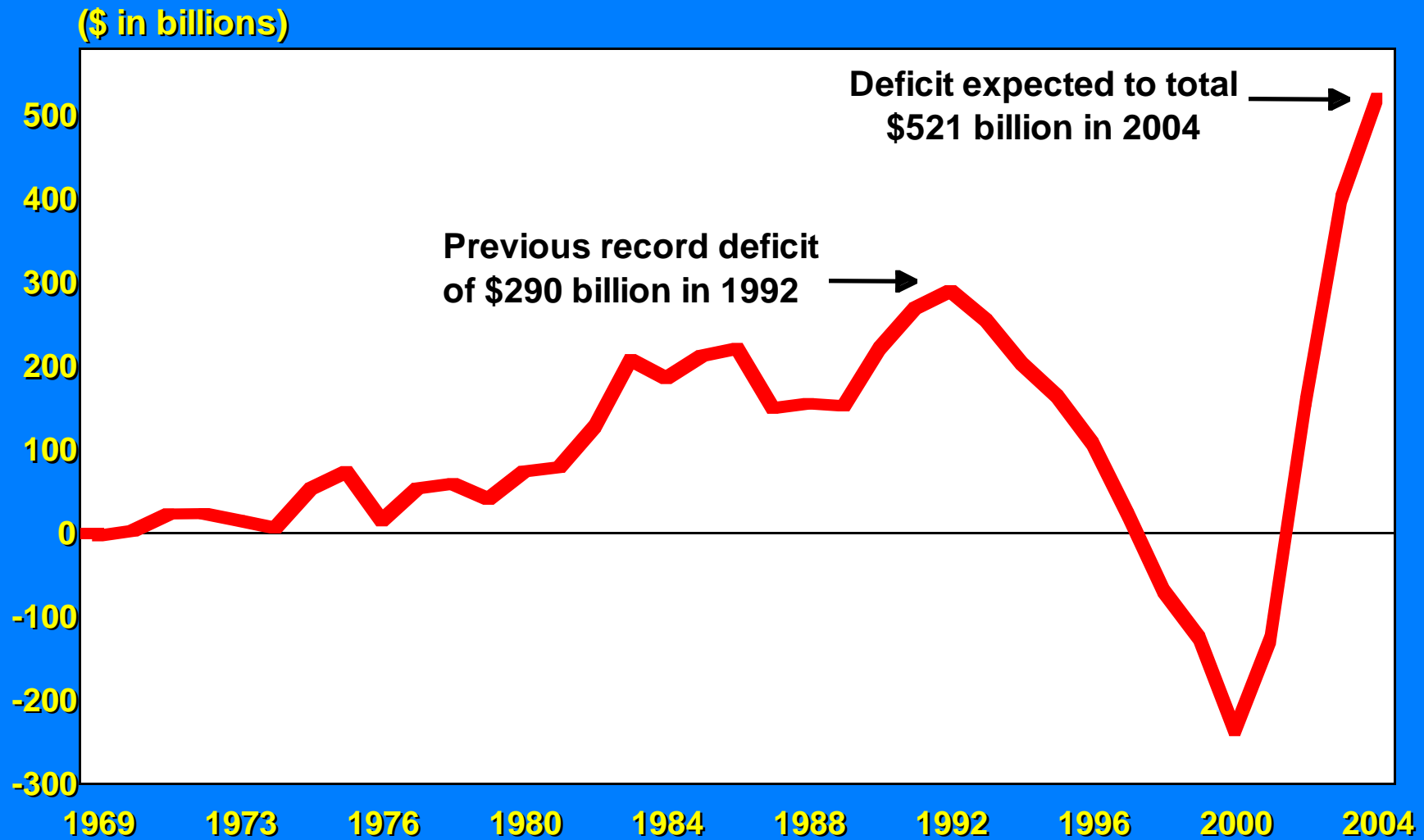


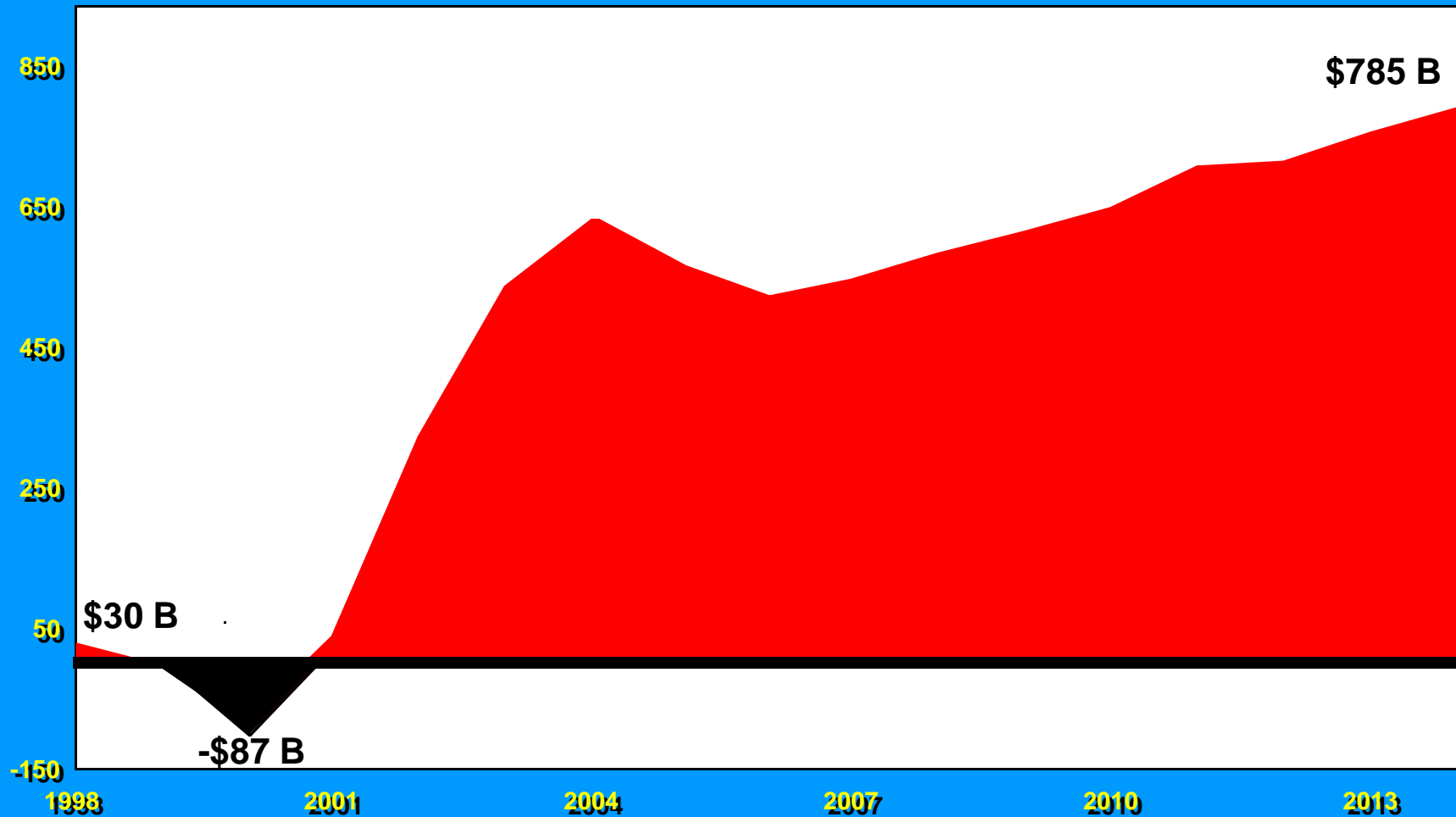
# Deficits in 2003 and 2004 Far Exceed Previous Record in Dollar Terms



Source: OMB

# Deficits Skyrocket with Extension of GOP Tax Cuts, AMT Reform, and Bush Defense Policies

(Deficit excluding Social Security in billions of \$)

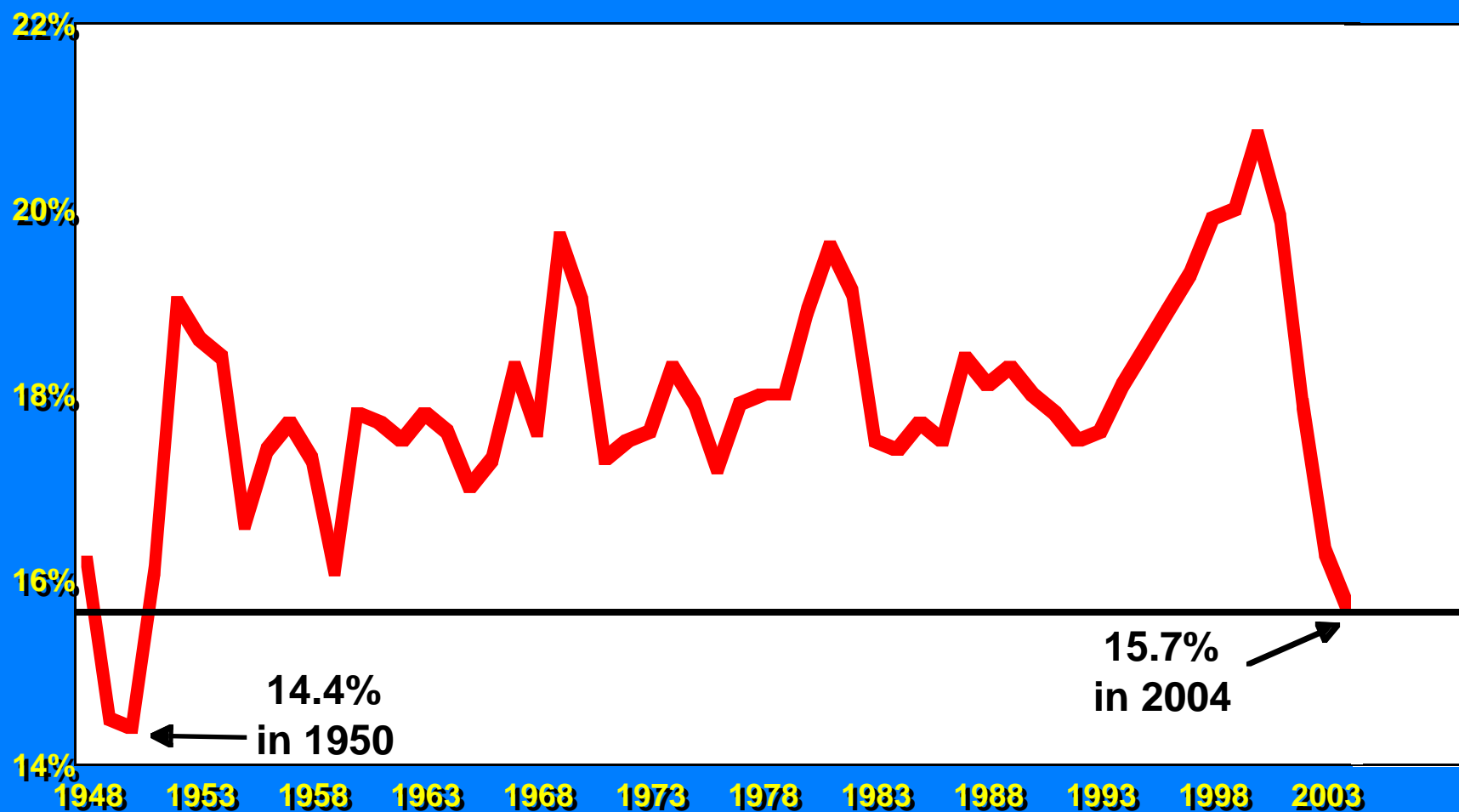


Source: CBO, SBC

Note: CBO January 2004 baseline plus extension of GOP tax cuts (EGTRRA/JGTRRA), other expiring tax provisions (except bonus depreciation), AMT reform, President's defense request, and estimates of new funding required to maintain ongoing military operations and war on terror. Discretionary totals treat \$87 billion supplemental as one-time expenditure.

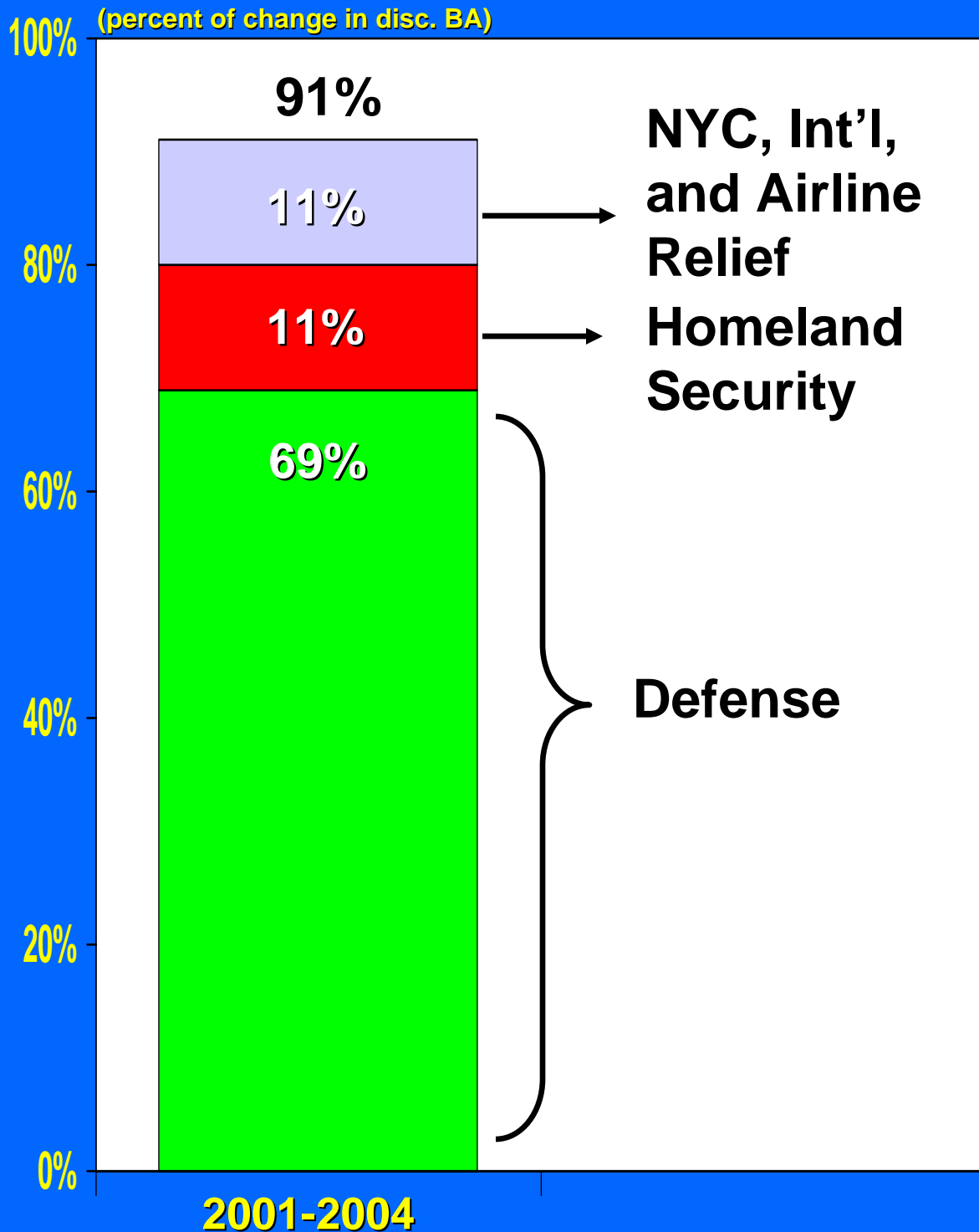
# Revenues as a Percent of GDP

## Lowest Level Since 1950



Source: OMB

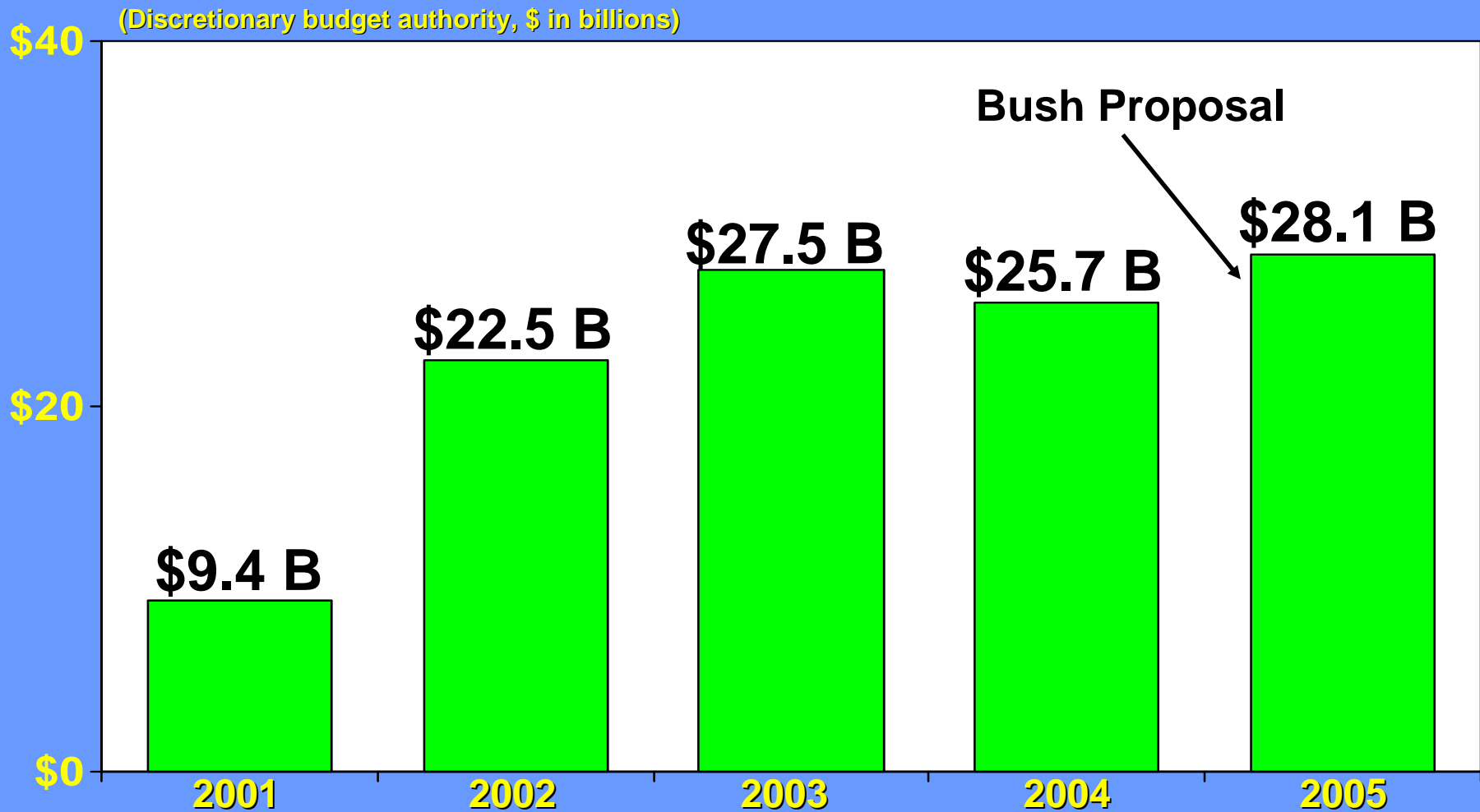
# Defense, Response to Attacks of Sept. 11, and War in Iraq are Behind Increase in Discretionary Budget Authority, 2001-2004



Source: CBO, OMB, and Senate Budget Committee, Democratic Staff.

Note: Compares CBO's January 2001 baseline with actual data for 2001-2004.

# Government-Wide Domestic Homeland Security Spending

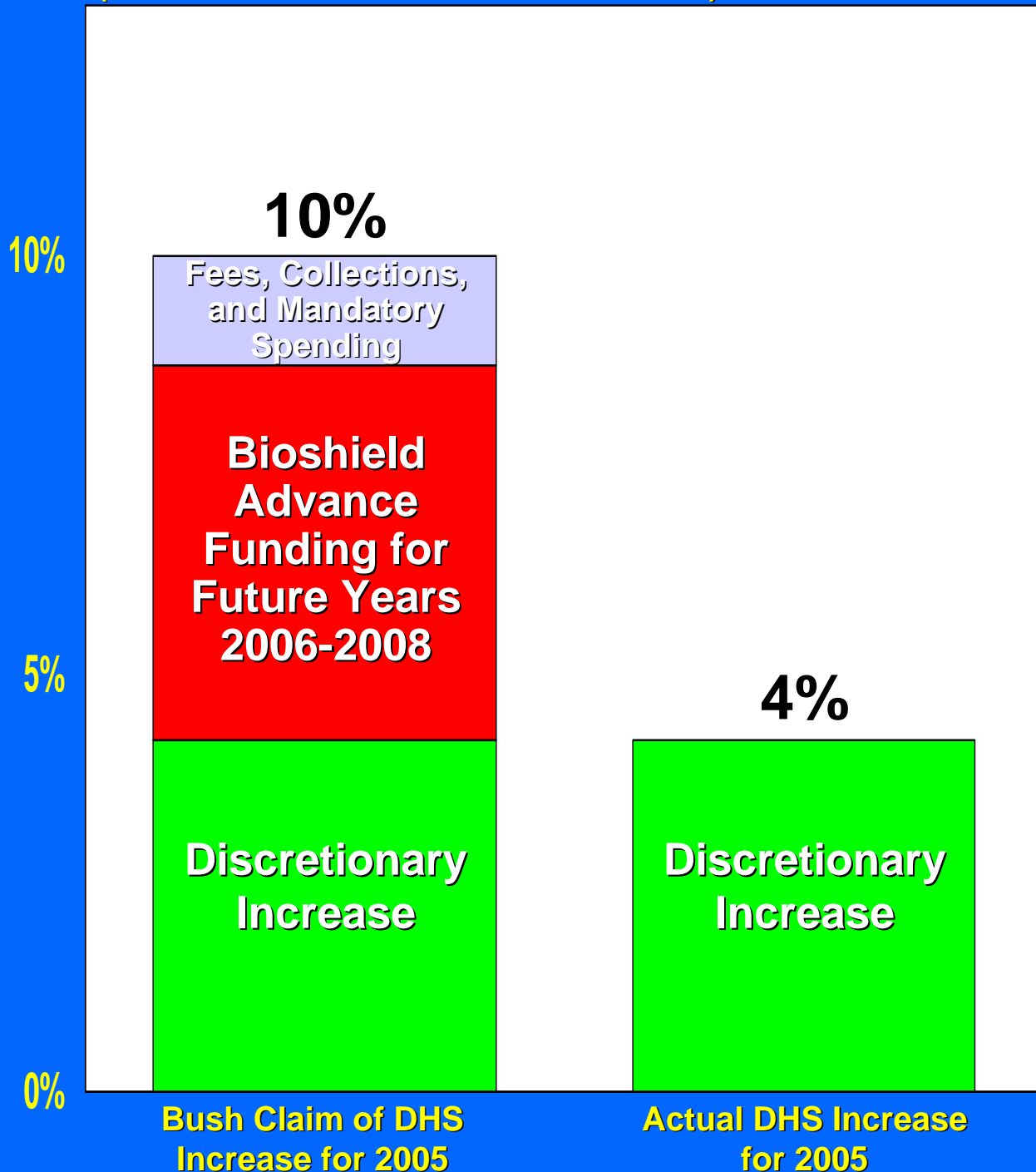


Source: CBO, OMB, and SBC

Note: 2004 and 2005 spending levels exclude Bioshield funding.

# Actual Department of Homeland Security Increase for 2005 is 4 Percent

(Percent increase over 2004 enacted level)



Source: OMB and Senate Appropriations Committee

# Bush Budget Cuts First Responder Funding

(Budget Authority in millions of dollars)

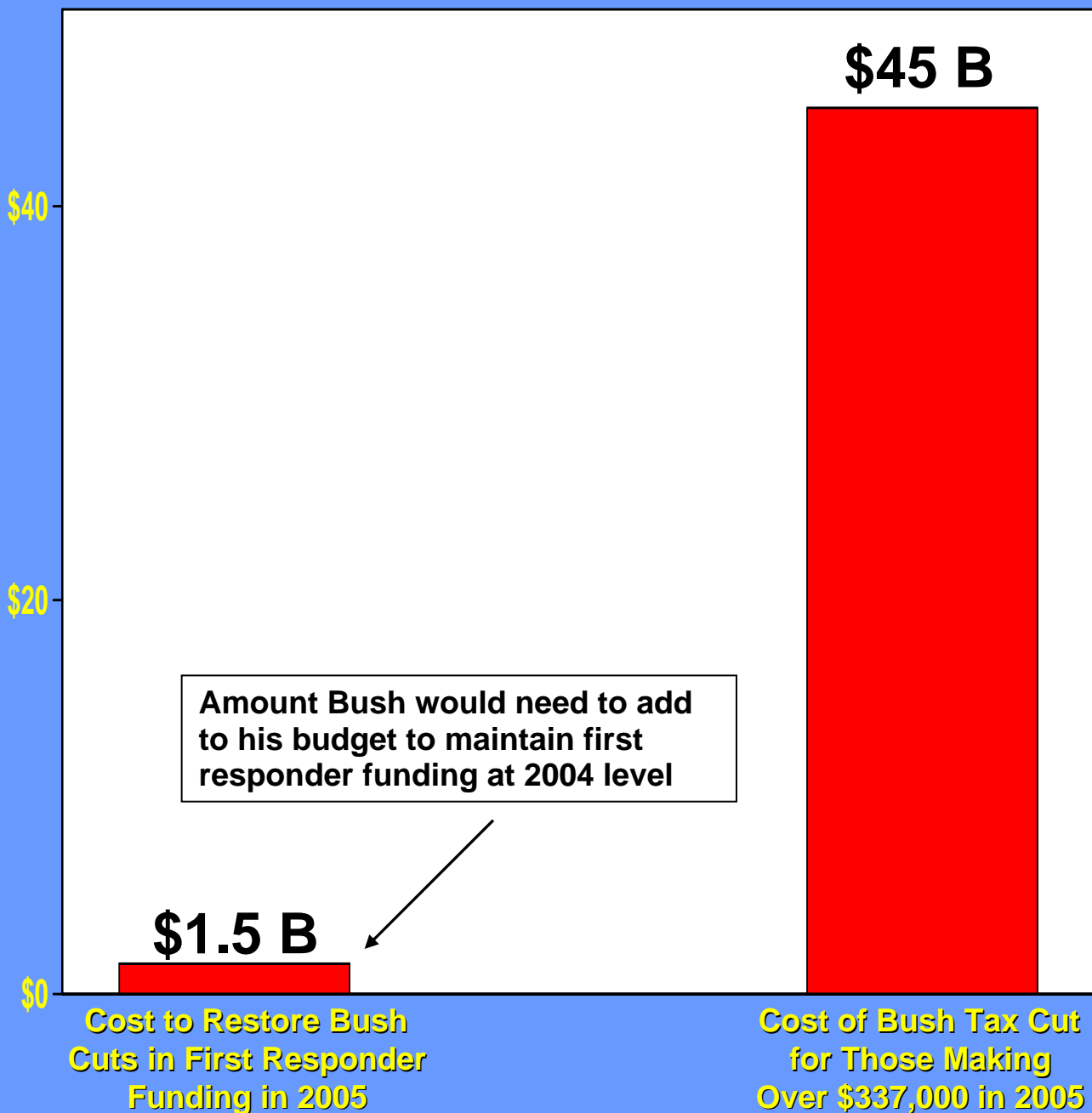
	Bush Funding Above/Below 2004 Level
<b>Department of Homeland Security</b>	
State Formula Grants	-\$990
Firefighter Grants	-\$246
Urban Area Security and Other	\$682
<b>Department of Justice</b>	
COPS and Other Law Enforcement Grants	-\$911
<b>Total First Responder Cuts</b>	<b>-\$1,465</b>

Source: OMB

Note: DOJ grants include COPS, Byrne formula grants, Local Law Enforcement Block Grants, and a proposed Justice Assistance Grants program.

# The Wrong Priorities: Bush Plan to Cut First Responders Saves Little Compared to Cost of Tax Cuts for Top One Percent

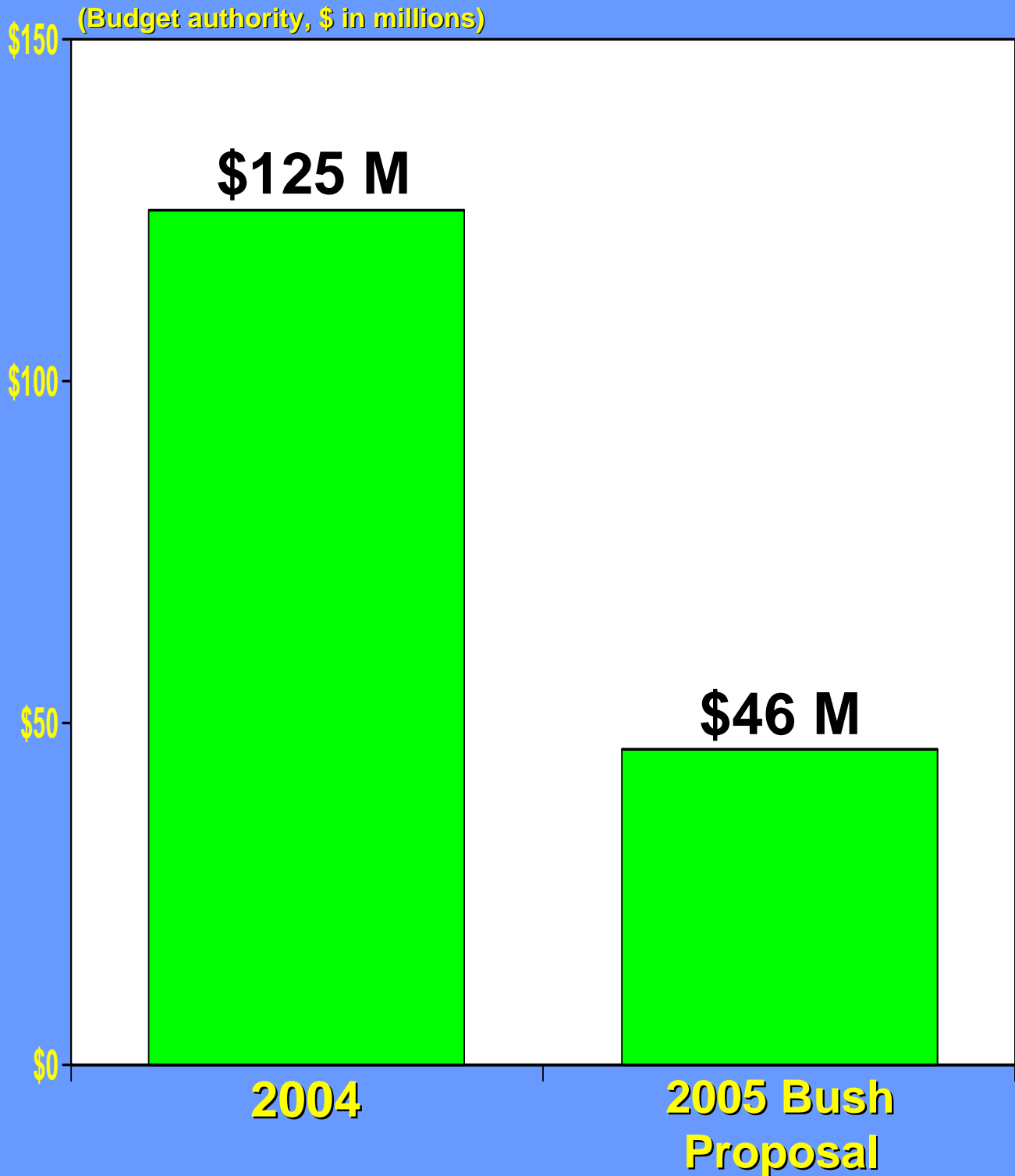
(\$ in billions)



Source: OMB, CBO, SBC based on Tax Policy Center data, and Citizens for Tax Justice



# Bush Budget Cuts Port Security Grants by 63 Percent



Source: OMB, DHS