



REPUBLICAN CAUCUS

THE COMMITTEE ON THE BUDGET

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	House-Passed Budget Resolution	Senate-Passed Budget Resolution
Spending		
Total Outlays	\$2.933 trillion	\$2.927 trillion
Total Mandatory Out-lays (excl. interest)	\$1.536 trillion	\$1.539 trillion
Discretionary Spending	Defense (BA): \$646 billion Nondefense (BA): \$454 billion	Defense (BA): \$646 billion Nondefense (BA): \$448 billion
Deficits(-)/ Surpluses	2008: -\$213 billion 2012: \$153 billion	2008: -\$249 billion 2012: Approximate balance
Taxes		
Total Revenue	\$2.720 trillion	\$2.678 trillion
Total Tax Increase	\$392.5 billion	\$216 billion
Income Tax Rates	Revenue levels raise rates to 15, 28, 31, 36, and 39.6 percent starting in 2011	Revenue levels retain 10-percent bracket, but raise other rates to 15, 28, 31, 36, and 39.6 percent starting in 2011 (subject to PAYGO point of order)
Marriage penalty, child credit, adoption credit	Revenue levels increase marriage penalty, reduce child and adoption credits	Revenue levels permanently retain current provisions, subject to PAYGO point of order
Cap Gains and Dividends	Raises rates starting in 2011	Raises rates starting in 2011
Estate Tax	Revenue levels revert to 2001 estate taxes after 2010	Revenue levels set estate taxes at 2009 levels (45 percent and \$3.5-million exemption), subject to PAYGO point of order
Research and Experimentation	Retention of credit contingent on PAYGO offsets	Retention of credit contingent on PAYGO offsets
Alternative Minimum Tax [AMT]	Revenue levels expose approximately 20 million additional taxpayers to the AMT starting in 2007	Revenue levels limit AMT exposure to the current 3.8 million taxpayers by retaining existing provisions for 2007-08, subject to PAYGO point of order
Entitlements		
Total Spending/Savings	Net spending at baseline (\$75 million in reconciled savings is spent elsewhere)	Net \$14-billion increase in entitlement spending
Medicare	Spending levels continue current-law policies without reform (reserve fund specifies no amount and requires no action)	Spending levels continue current-law policies without reform (reserve fund specifies no amount and requires no action)
Medicaid/SCHIP	Spending levels continue current-law policies without reform; reserve fund calls for increasing funding by \$20 billion over 5 years, contingent on offsets	Adds \$30 billion over baseline
Farm Programs	Spending levels continue current-law policies without reform; reserve fund calls for increasing farm bill spending by \$20 billion for 2007-12 subject to PAYGO offsets	Spending levels continue current-law policies without reform; reserve fund calls for increasing farm bill spending by \$15 billion for 2007-12 subject to offsets

Authorized by Paul Ryan, Ranking Republican

	House-Passed Budget Resolution	Senate-Passed Budget Resolution
Student Aid	Placeholder savings of \$75 million over 6 years to allow use of reconciliation for Higher Education reauthorization	Spending levels continue current-law policies without reform (reserve fund requires no action)
Income Security	Spending levels continue current-law policies without reform; does not accommodate outlay effect of child tax credit	Spending levels continue current-law policies without reform; does not accommodate outlay effect of child tax credit
	Reconciliation	
Instructions by Committee	Reconciles the Education and Labor Committee for \$75 million in savings over 6 years	No reconciliation. New point of order aimed at ensuring reconciliation is used only for deficit reduction
	Reserve Funds	
Summary	Contains 12 reserve funds, 10 of which allow for	