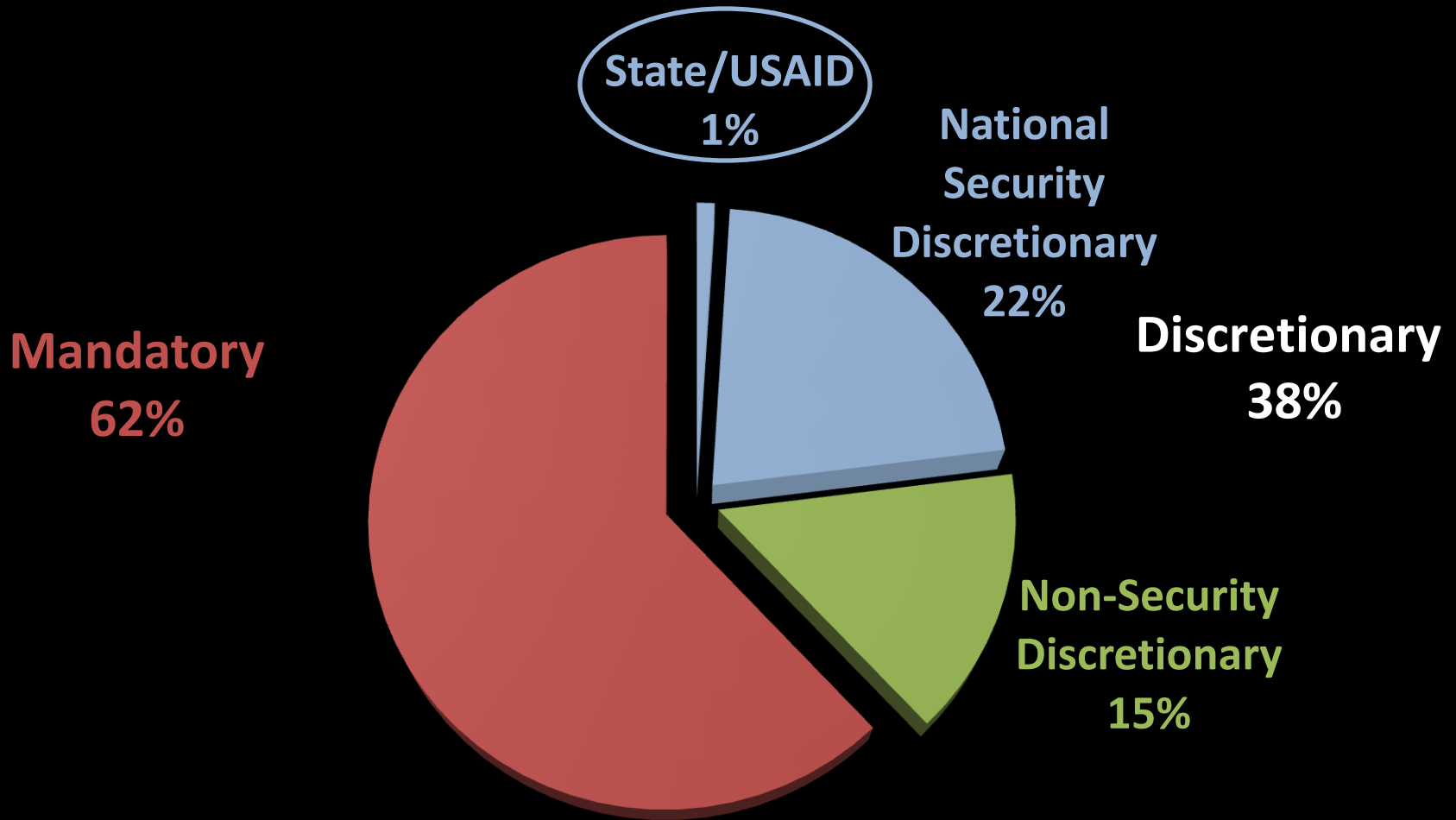


Major Categories of Federal Spending

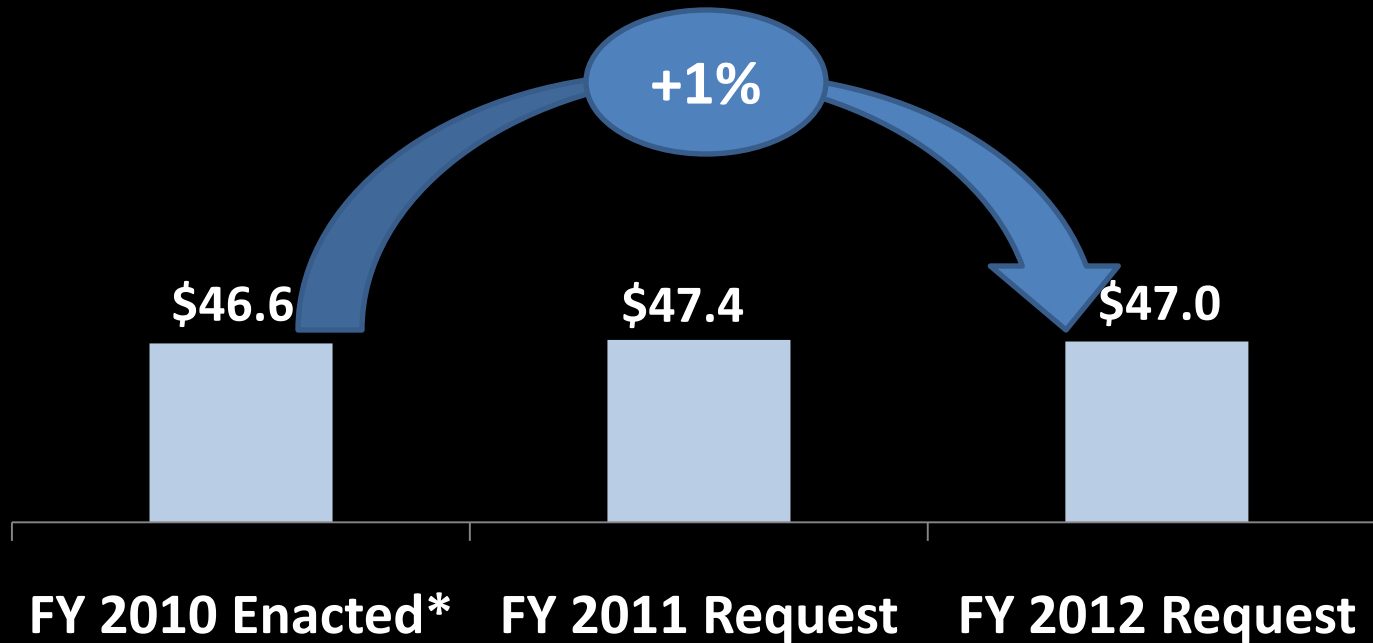
FY 2010 Outlays

\$3.547 trillion



Mandatory spending is controlled by authorizing laws, not annual appropriations acts. Includes interest on public debt and spending of major income security and health programs (e.g., Social Security, Medicare, Medicaid, unemployment, and Federal employee retirement).

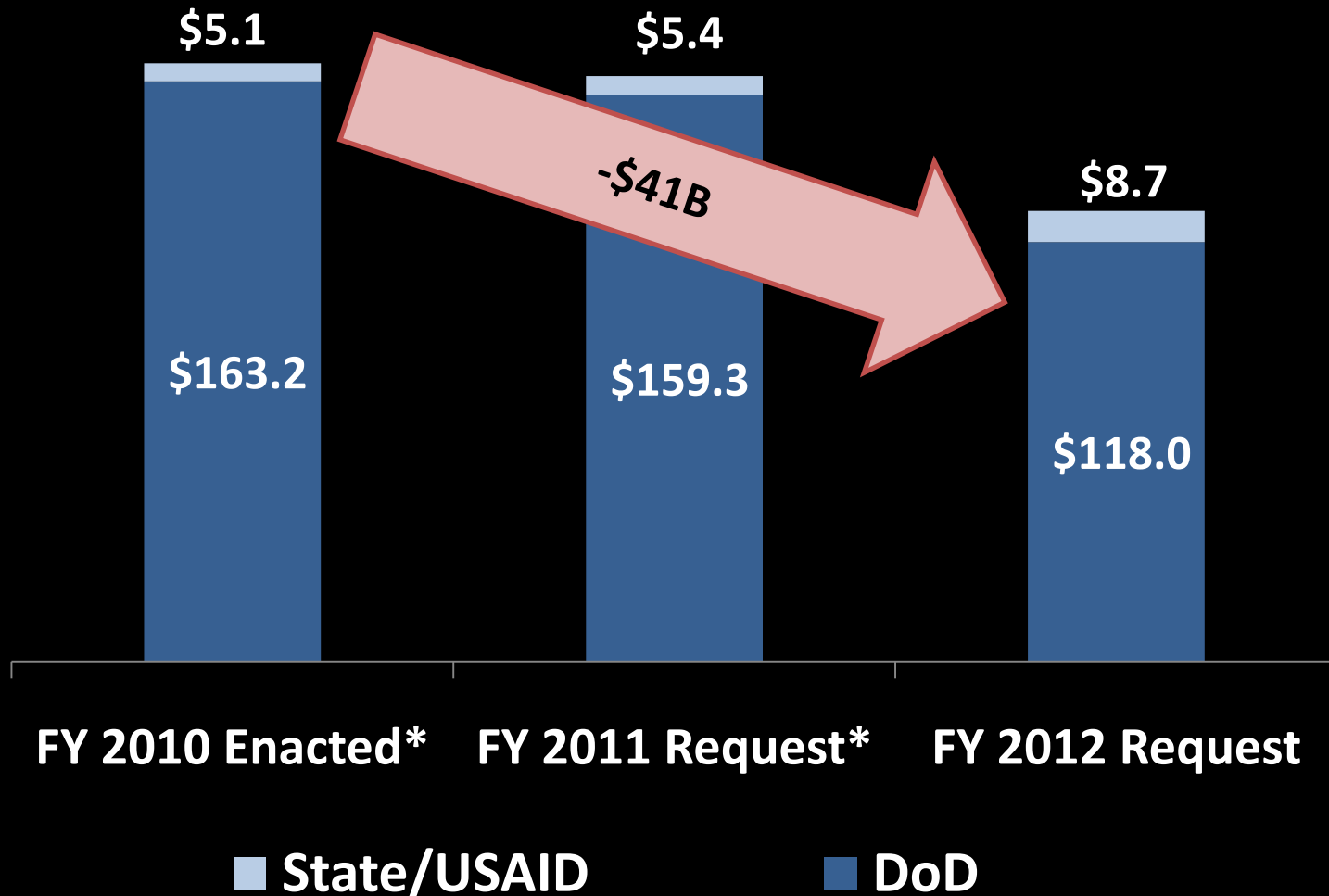
Core Funding Department of State and USAID \$ billions



* FY 2010 excludes \$2.4 billion one-time costs.

Extraordinary USG Costs (Overseas Contingency Operations) Afghanistan, Pakistan and Iraq

\$ billions



* FY 2012 is the Overseas Contingency Operations (OCO) request to include funding for State and USAID; FY 2010 and FY 2011 OCO levels are estimates.