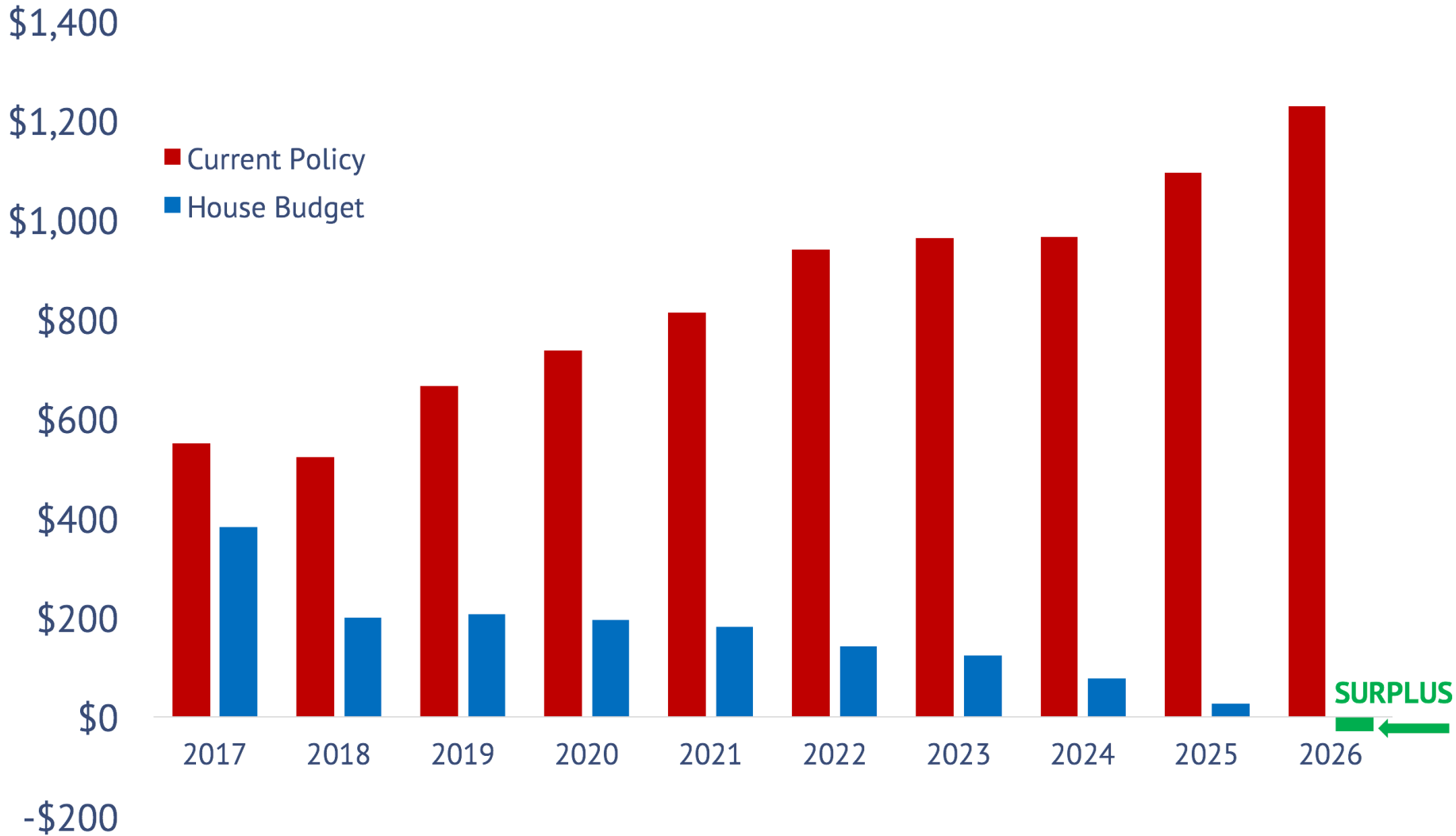


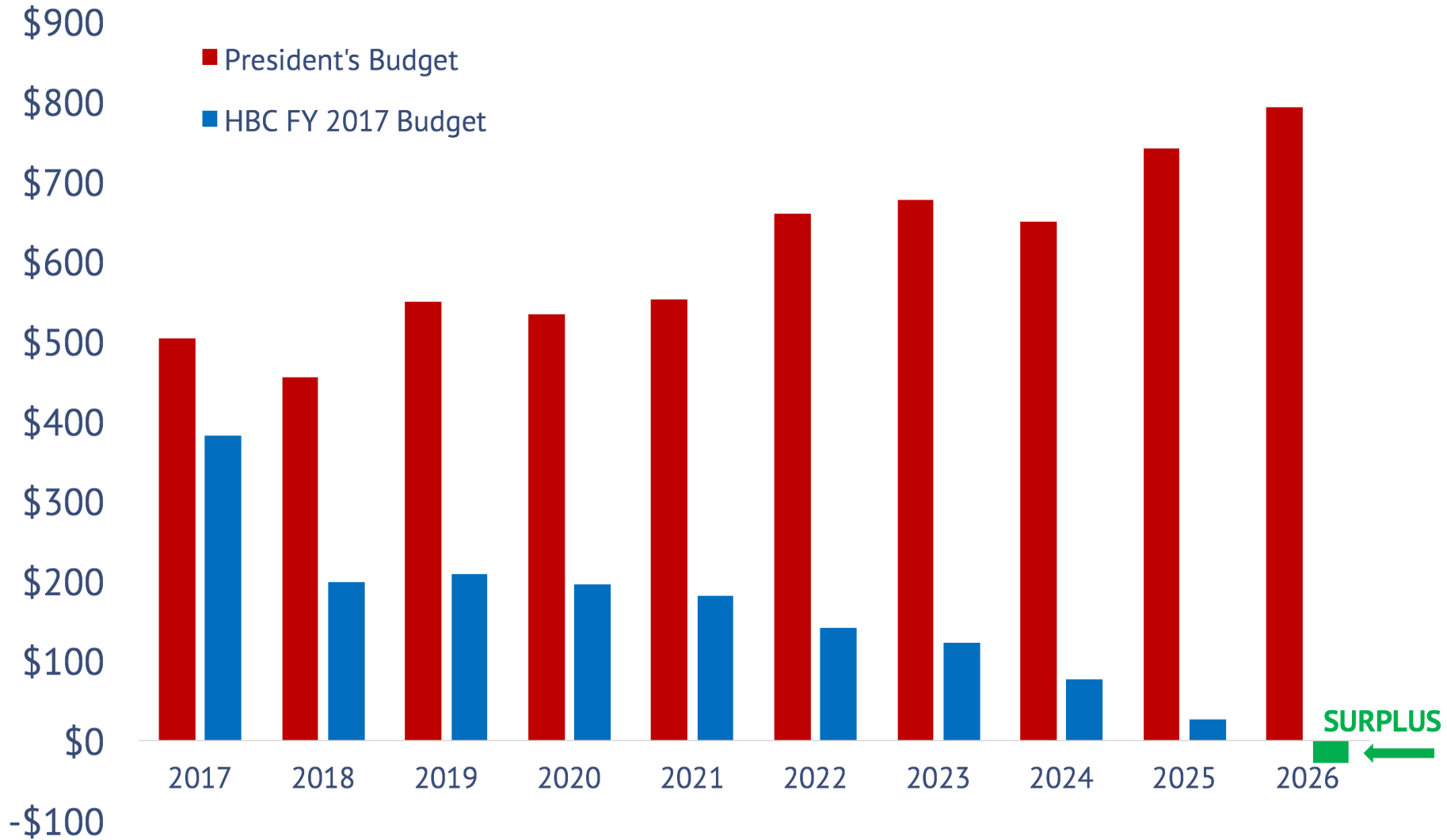
BALANCES THE BUDGET

Deficit Path in FY2017 House Budget vs. Current Policy (Figures in Billions)



A BALANCED BUDGET

(Annual Deficits in the Billions)



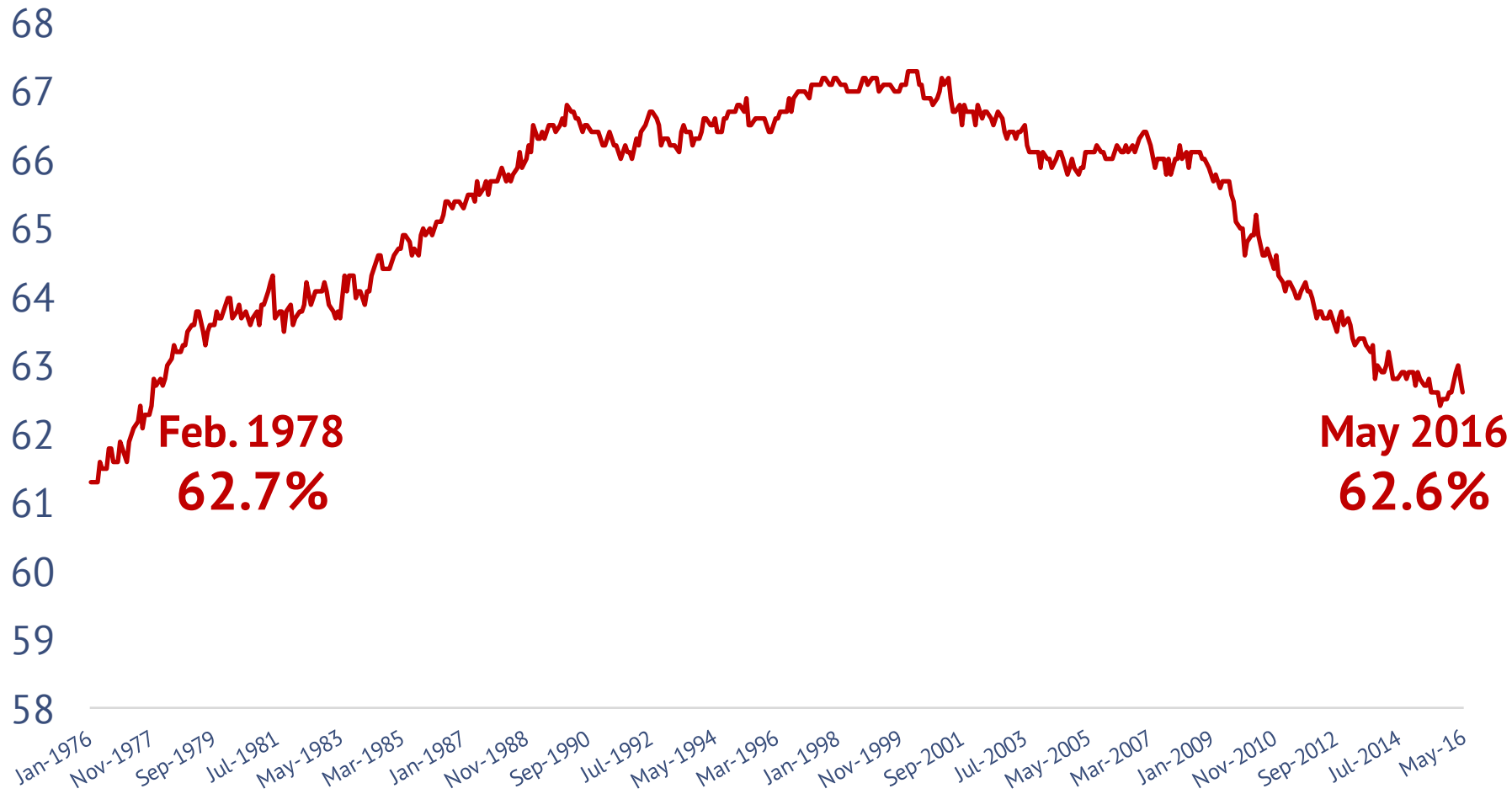
DUPLICATIVE ANTI-POVERTY PROGRAMS

Program Area Number of Programs Cost in FY 2015

Cash Aid	5	\$164 billion
Education and job training	25	\$69 billion
Energy	2	\$4 billion
Food aid	17	\$106 billion
Health care	13	\$430 billion
Housing	21	\$41 billion
Social Services	7	\$8 billion
Veterans	2	\$21 billion
TOTALS	92	\$843 billion

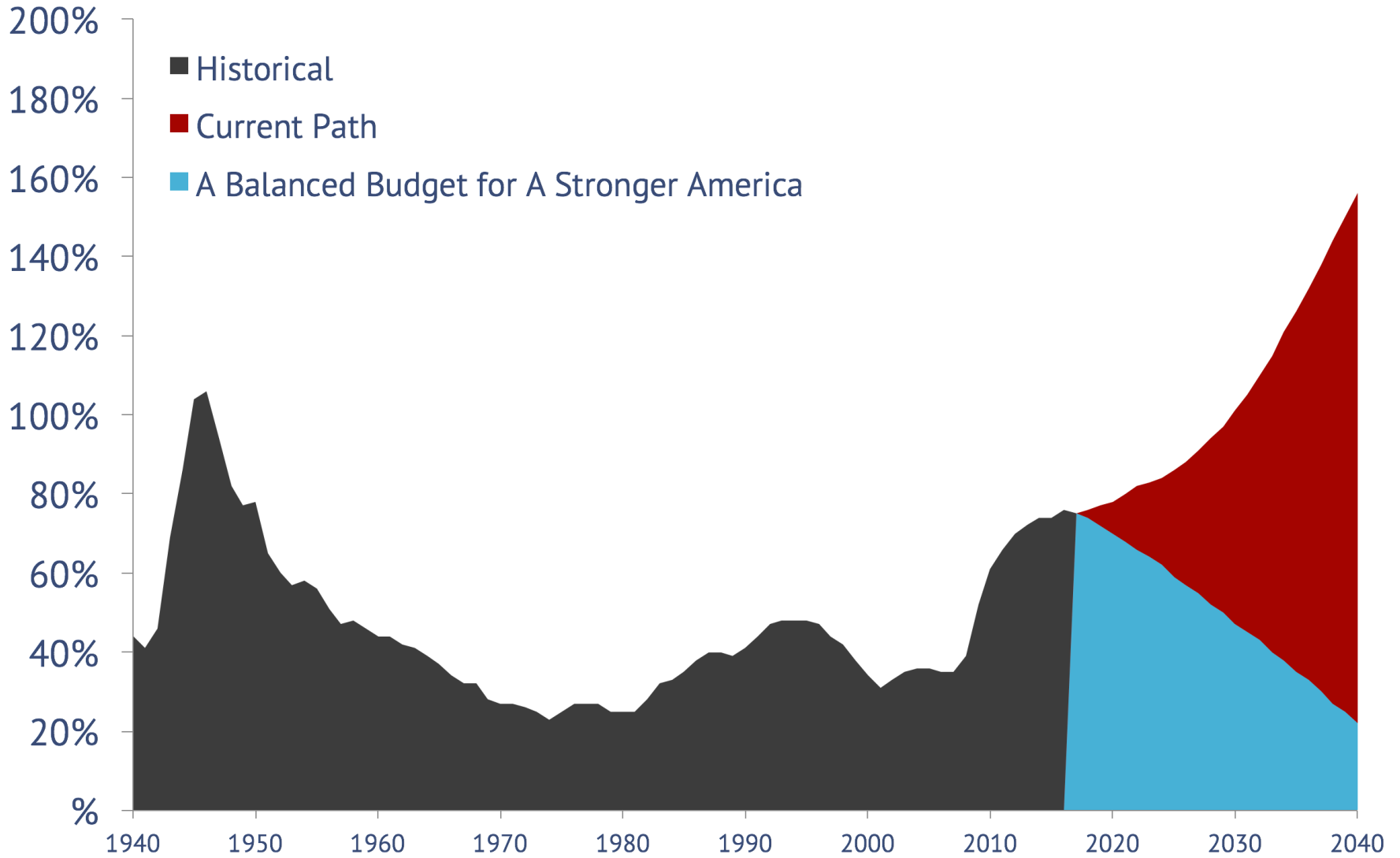
LABOR FORCE PARTICIPATION RATE IS HISTORICALLY LOW

Percentage (%)



PAYING OFF THE DEBT

(Debt Held by the Public as a Percentage of GDP)



INTEREST VS. OTHER SPENDING

(In 2026 Under Current Law)

NET INTEREST



DEFENSE



MEDICAID



EDUCATION



TRANSPORTATION

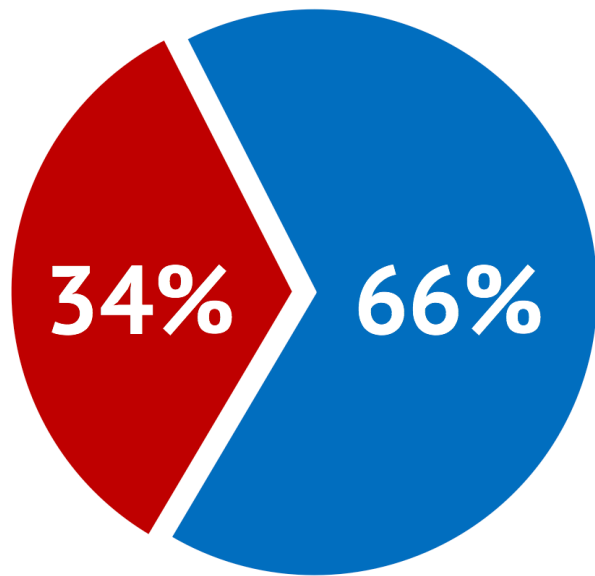


SCIENCE, SPACE, TECH

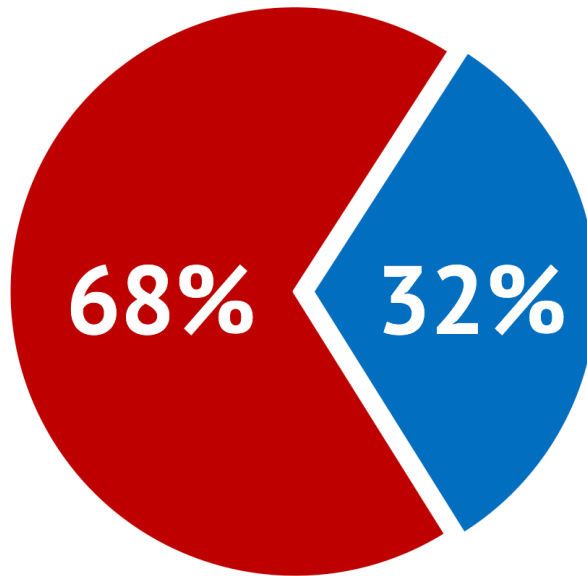


AUTOMATIC SPENDING GROWS OVER TIME

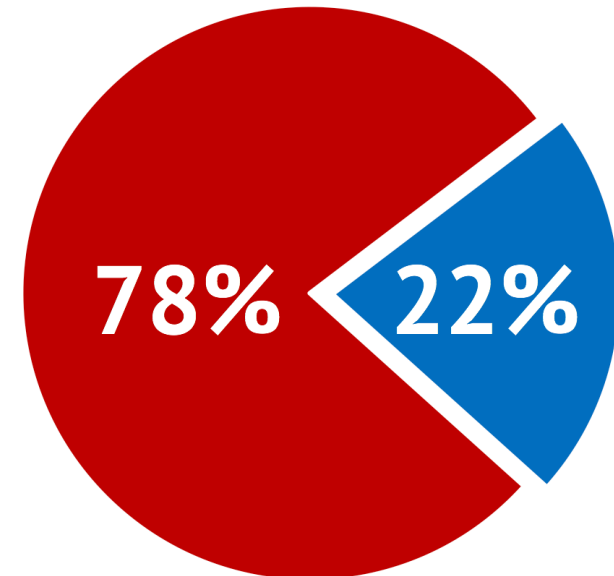
- Automatic Spending
- All Other Spending



1965



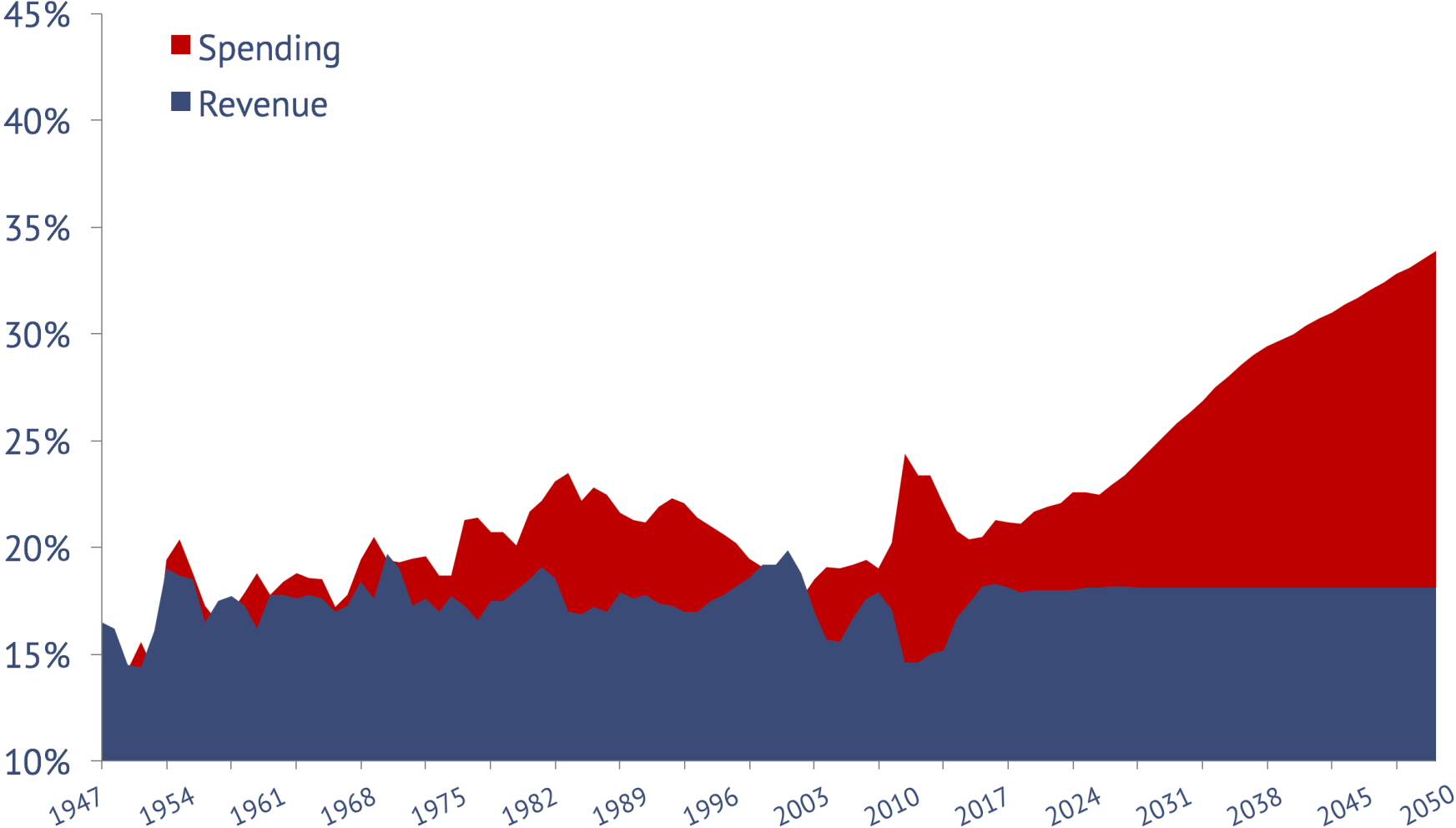
2015



2026

SPENDING IS THE PROBLEM

Historic/Projected Spending & Revenue as a Percentage of GDP





Real Median Household Income

Food Stamp Spending

1990

\$52,600

\$15.4 billion

2014

\$53,700

\$74.2 billion



**Since President Obama
took office:**

\$1.5+ trillion

in new taxes



CBO'S PROJECTION OF REAL ECONOMIC GROWTH CONTINUES TO DECLINE

(Average Annual Percentage Change in Real GDP Growth for the Next 10 Year Period)

Percentage (%)

3.5

3.0

2.5

2.0

1.5

1.0

0.5

0.0

3.0%

2.9%

2.5%

2.3%

2.1%

Jan. 2012
(FY2013-2022)

Feb. 2013
(FY2014-2023)

Feb. 2014
(FY2015-2024)

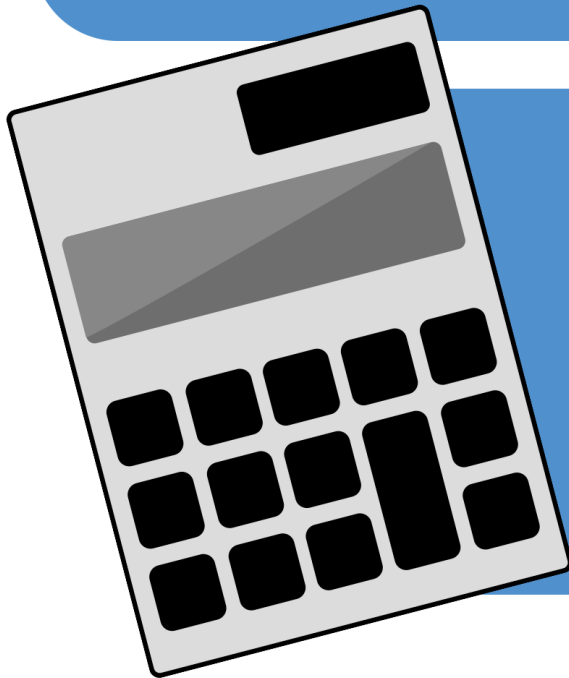
Jan. 2015
(FY2016-2025)

Jan. 2016
(FY2017-2026)

Individuals, families, and employers
spend more than
6 billion hours...



...and **\$160 billion**
complying with our
complicated tax code.



LOOMING INSOLVENCIES

SOCIAL SECURITY
DISABILITY INSURANCE

INSOLVENT
2022

MEDICARE

INSOLVENT
2030

SOCIAL SECURITY

INSOLVENT
2035

STRENGTHENING MEDICARE

Preserve traditional Medicare

Provide patients with greater choices

Lower costs for beneficiaries

Prevent Medicare from reaching insolvency

MEDICAID STATE FLEXIBILITY FUNDS

Allows states to tailor Medicaid to the unique needs of their communities

Supports work requirements for able-bodied adults

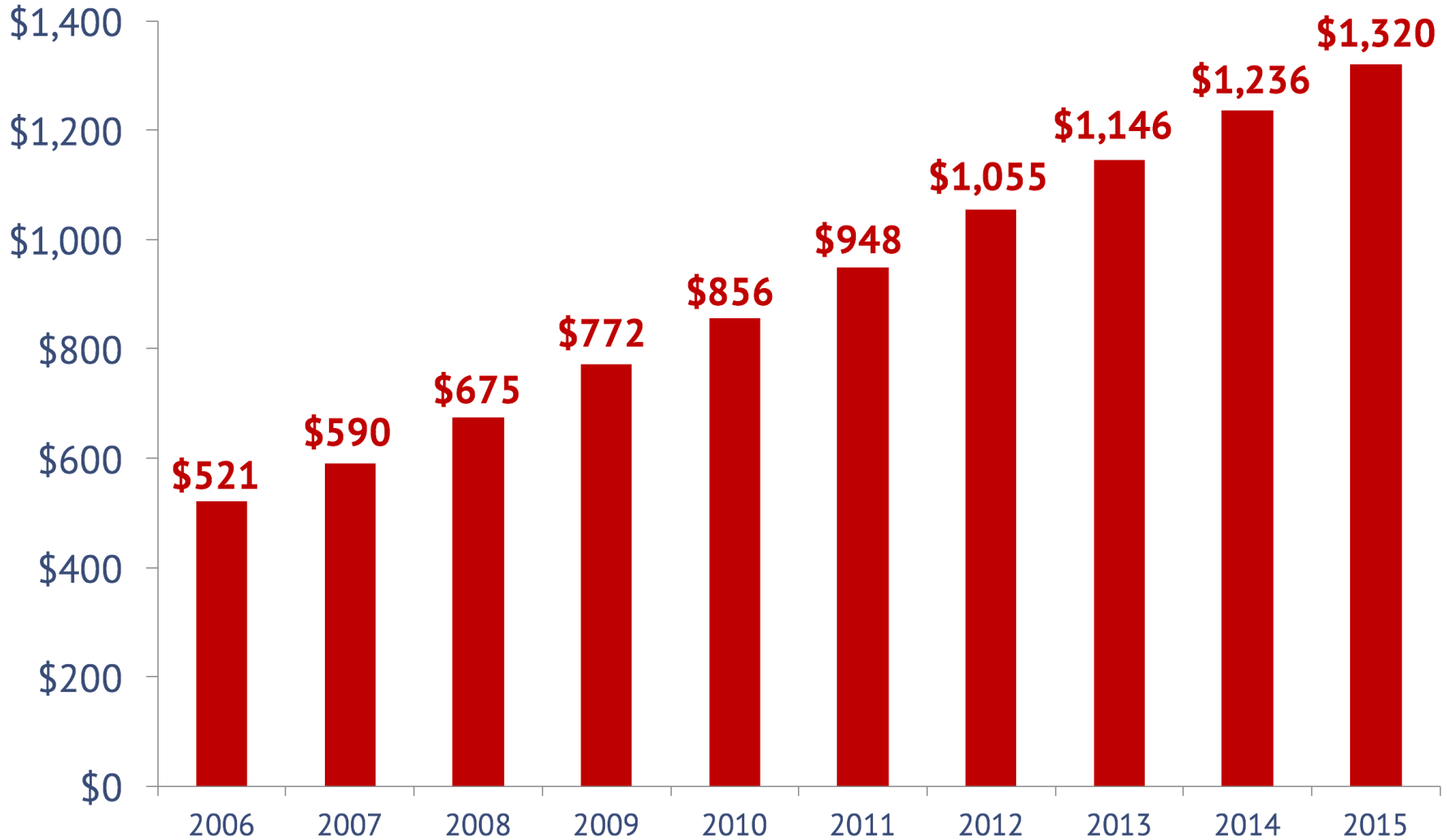
Ensures Medicaid focuses on its original mission of caring for the most vulnerable

PEOPLE LIVING BELOW THE POVERTY LINE



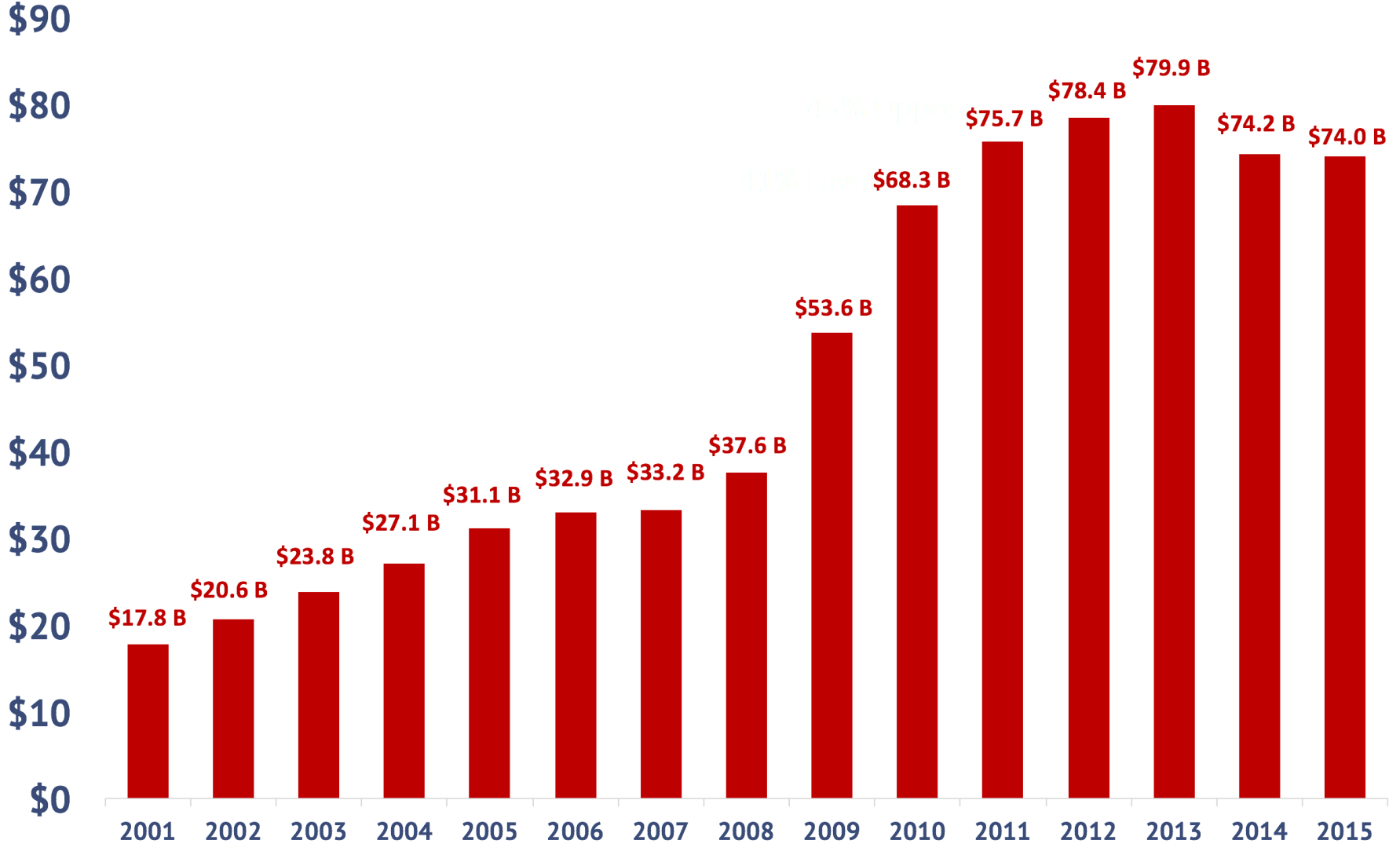
GROWING STUDENT LOAN DEBT

US \$ (Billion)



GROWTH OF SNAP SPENDING

US \$ (Billion)



DUPLICATIVE PROGRAMS

35 employment and job training programs
across **8** departments and agencies

17 food aid programs

22 housing assistance programs

PRINCIPLES OF BUDGET PROCESS REFORM

**Restore & respect Congress'
power of the purse**

Promote fiscal responsibility

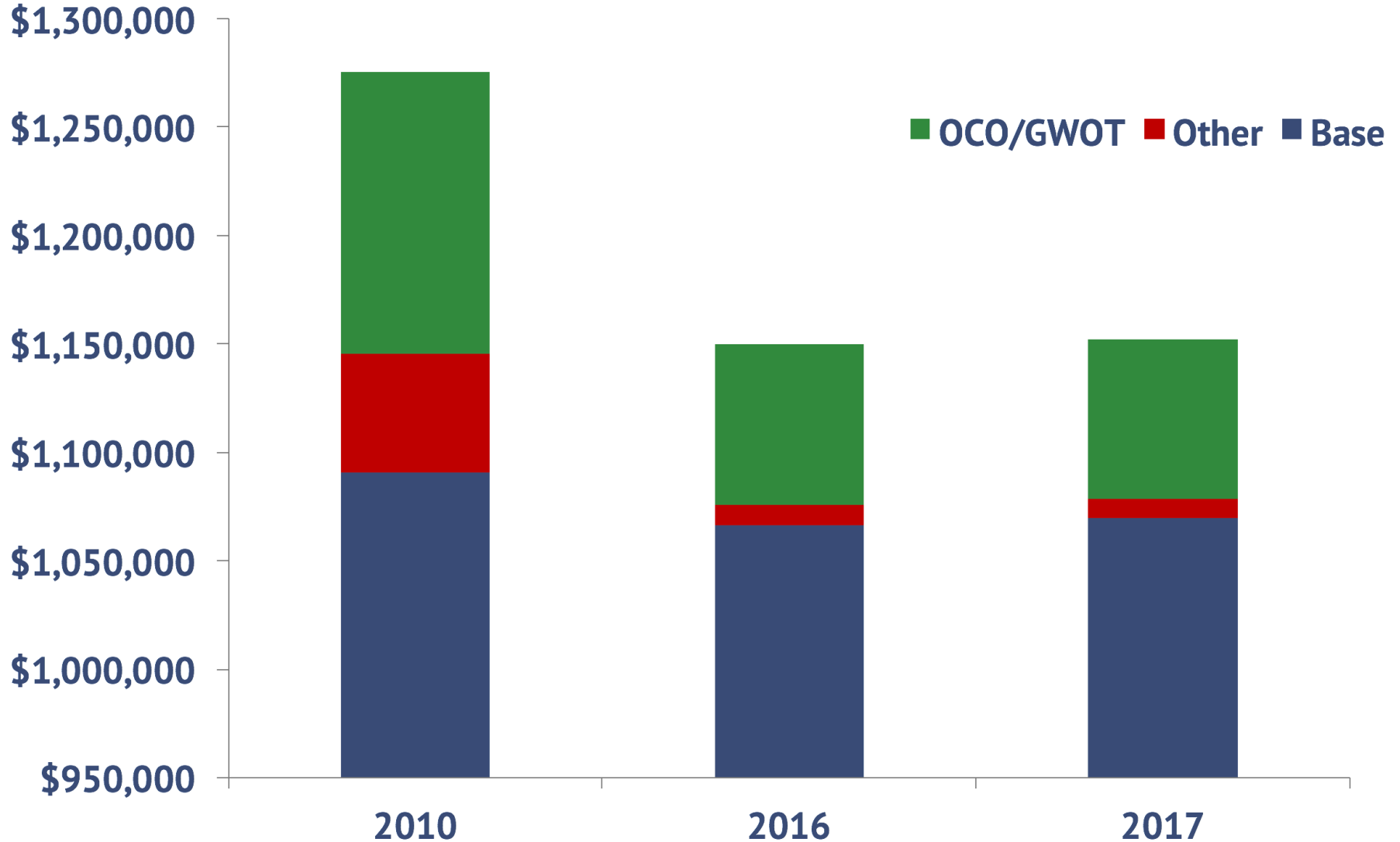
Increase oversight

**Accurately measure and understand the
fiscal & economic impact of policies**

THE VISION

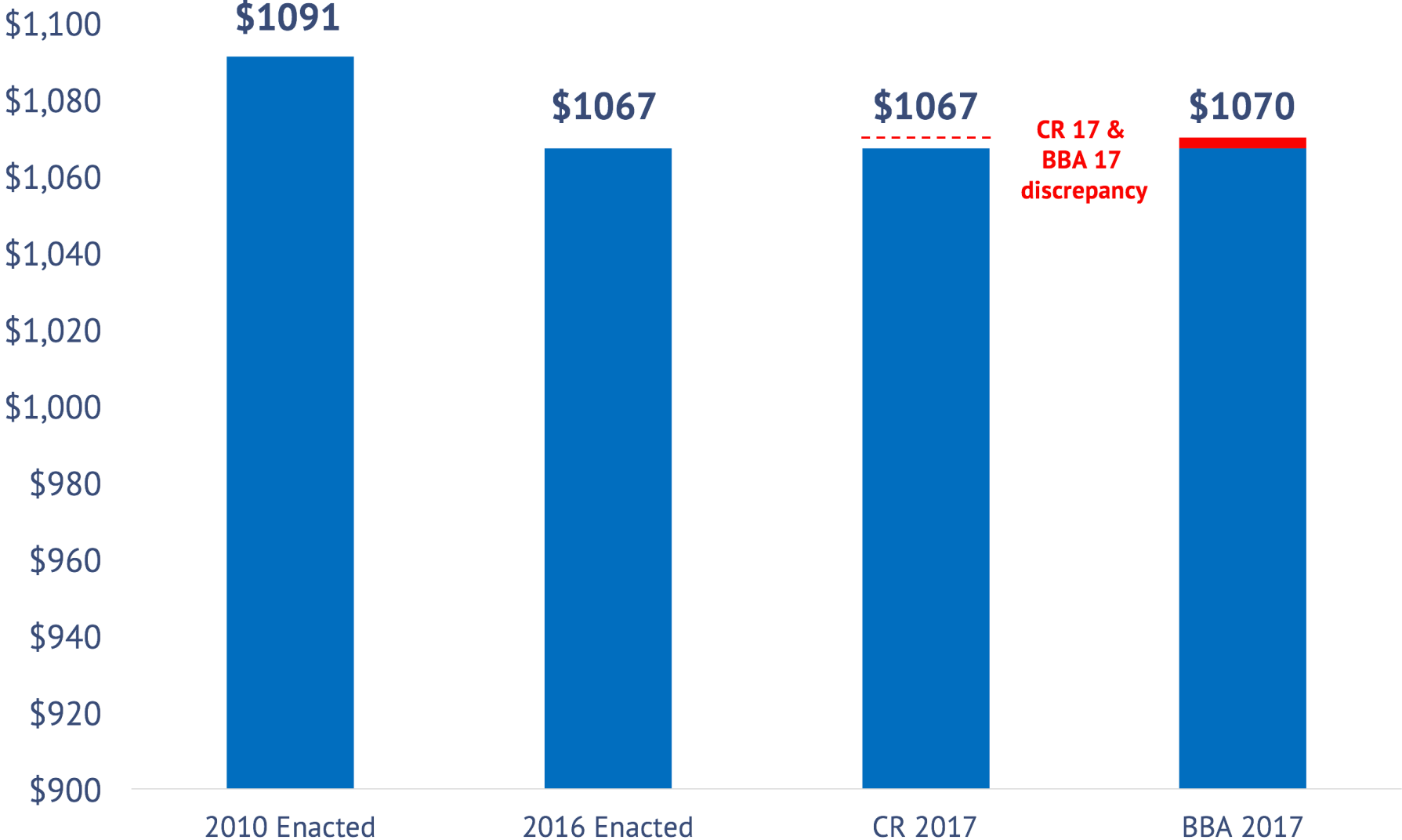
- **Balances the budget by cutting spending by \$6.5 trillion over 10 years**
- No tax increase
- Repeals Obamacare
- Provides **\$90 billion** more for defense spending than the Obama budget
- Enhances state flexibility in Medicaid, SNAP, and other public assistance programs
- Saves, strengthens and secures Medicare by advocating Premium Support
- Cuts non-defense discretionary spending by **\$979 billion**

DISCRETIONARY SPENDING SINCE FY2010



DISCRETIONARY SPENDING BBA VS. CR

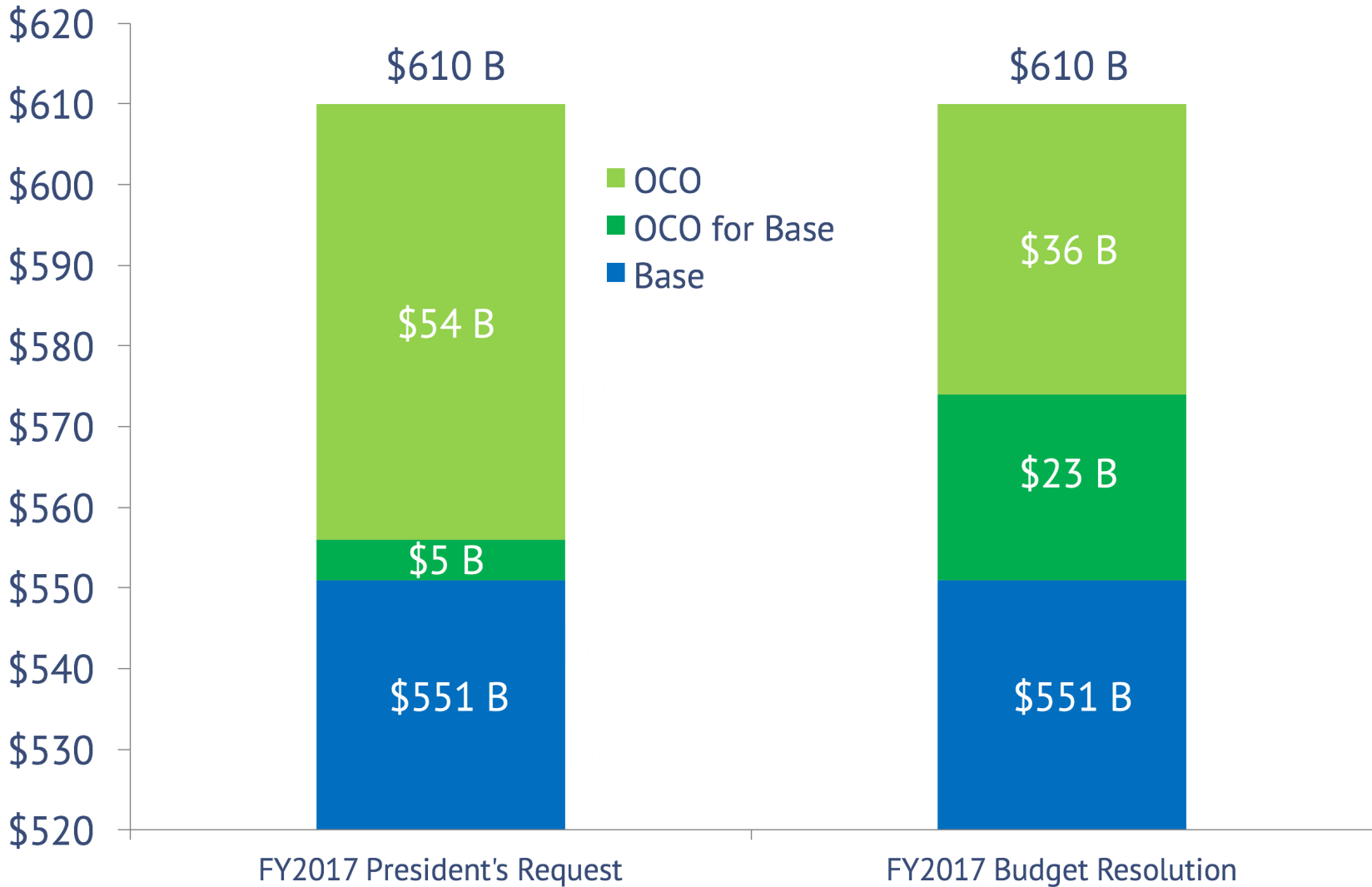
(Budget Authority in Billions)



CR 17 &
BBA 17
discrepancy

FY 2017 HOUSE BUDGET RESOLUTION

(Budget Authority in Billions)



AN UNSUSTAINABLE FISCAL PATH

- Sluggish economic growth averaging **2.1% over 10 years**
- **\$9.4 trillion in deficits** over 10 years – up \$1.5 trillion from August projections
- **10th year budget deficit = \$278 billion** over last year
- 10 year average revenue growth of **4.1%** vs. spending growth of **5.1%**
- Total debt nearly **\$30 trillion** in 2026
- Federal health care spending has surpassed Social Security spending
- Medicare Part A goes **insolvent** in 2030

FY17 BUDGET PRINCIPLES

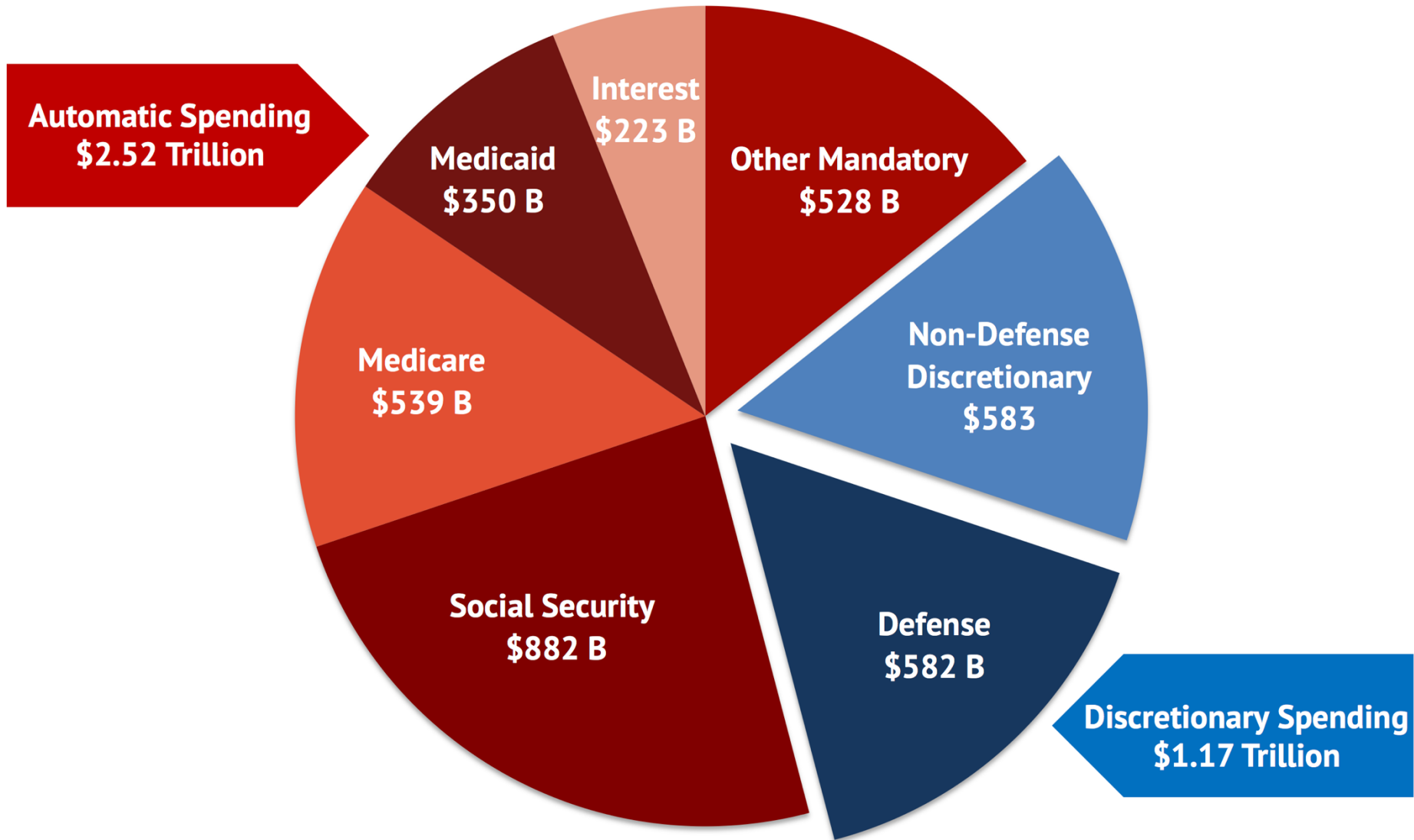
- Balance the budget within 10 years
- Save, strengthen and secure Medicare, Medicaid and Social Security
- Restore federalism
- Ensure a strong national defense
- Reform welfare and other autopilot spending reform
- Repeal Obamacare and provide for alternative
- Reform the tax code to promote economic growth and job creation
- Use reconciliation to advance solutions through Congress and to the president's desk

OBAMA'S FY2017 BUDGET

- **NEVER balances – EVER**
- **\$3.4 trillion in new taxes over 10 years**
- **Increases spending by \$2.5 trillion over 10 years**
- **Debt rises to \$27.4 trillion by 2026 – nearly triple the debt when Obama took office**

FY2015 TOTAL SPENDING

(\$3.69 Trillion Outlays)



TOTAL REVENUE IN FY 2015 = \$3.25 TRILLION

