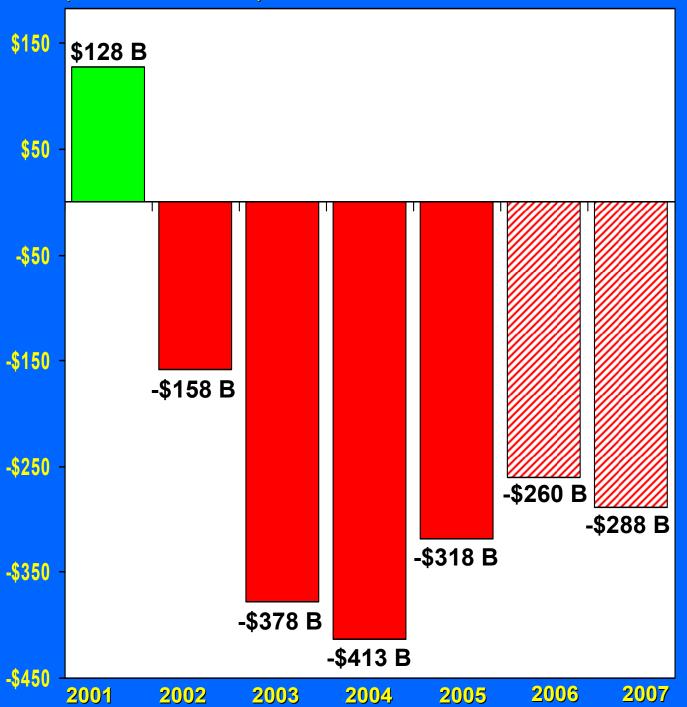
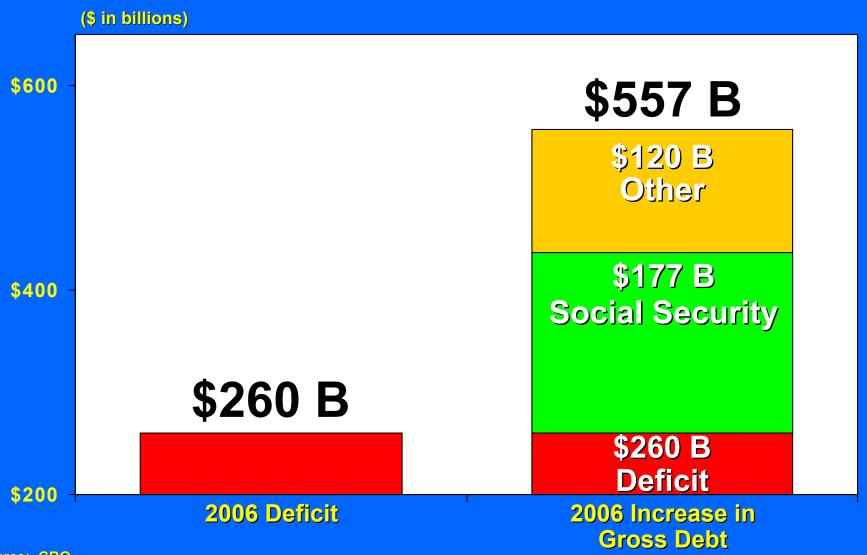
Dramatic Deterioration in Budget Picture

(Deficit in billions of \$)



Source: CBO and SBC Democratic staff
Note: For 2007, reflects CBO August 2006 Budget and Economic Outlook, with President's policies as reestimated by CBO in March and CBO's estimate of ongoing war costs and AMT reform.

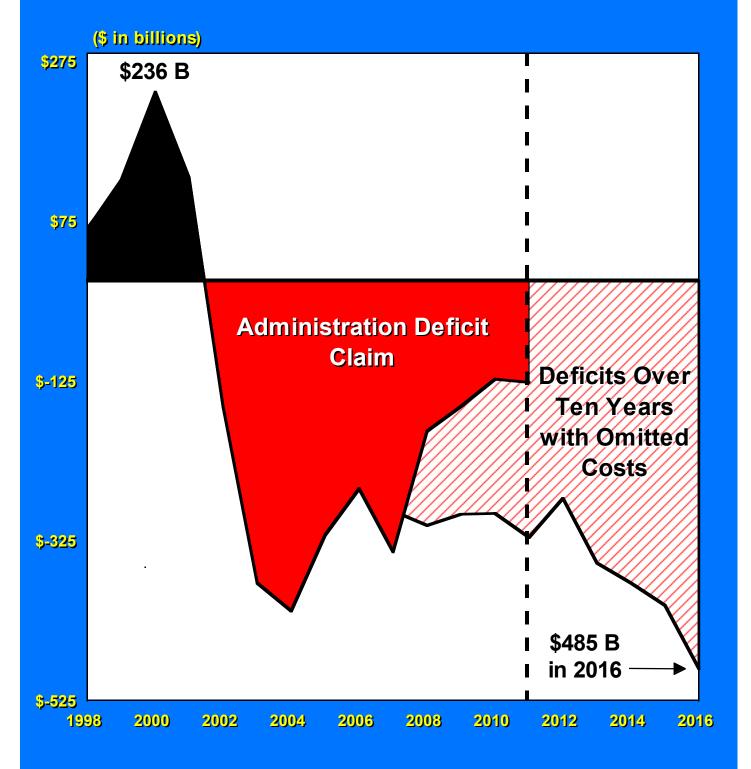
Increase in Debt in 2006 is Far Greater Than the \$260 Billion Deficit



Source: CBO

Note: 2006 estimate from CBO's The Budget and Economic Outlook: An Update

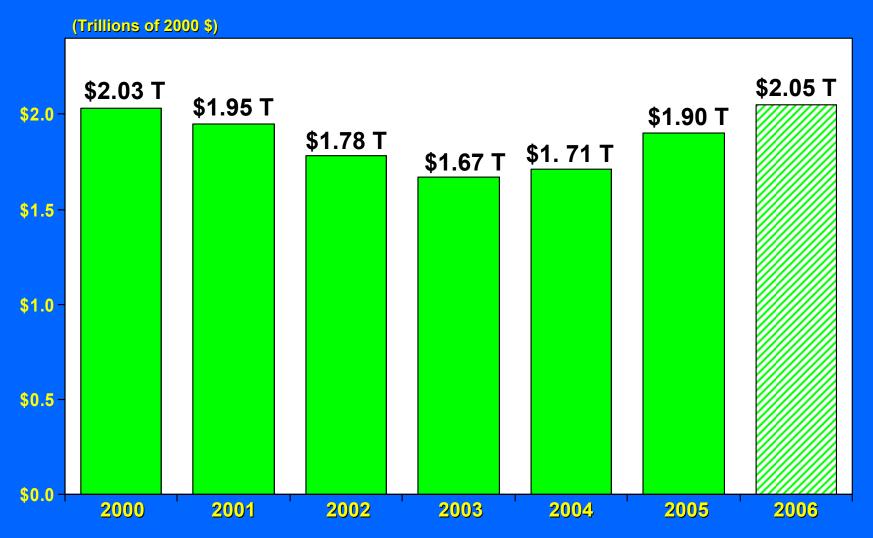
Long-Term Budget Outlook



Source: CBO and SBC Democratic staff

Note: CEO August 2006 Eudget and Economic Outlook, with President's policies as reestimated by CEO in March and CEO's estimate of ongoing war costs and AMT reform.

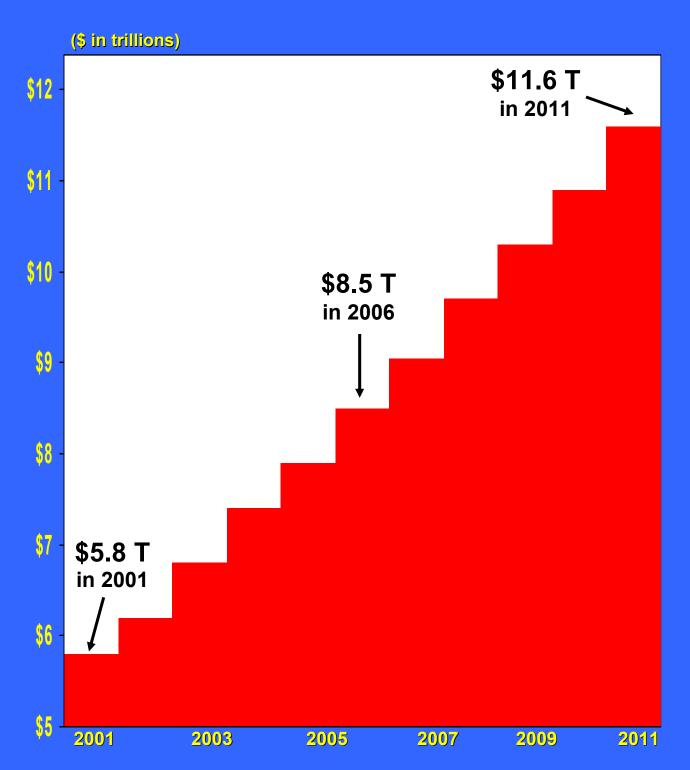
Real Revenues Have Experienced Virtually No Growth Since 2000



Source: OMB, CBO

Note: 2006 estimate from CBO's The Budget and Economic Outlook: An Update

Building a Wall of Debt Gross Federal Debt Soars



Source: OMB, CBO and SBC Democratic staff

Note: CBO August 2006 Budget and Economic Outlook, with President's policies

as reestimated by CBO in March and CBO's estimate of ongoing war costs and AMT reform.

President Bush More than Doubles Foreign-Held Debt in 5 Years

It Took 42 Presidents 224 Years to Build Up Same Level of Foreign-Held Debt



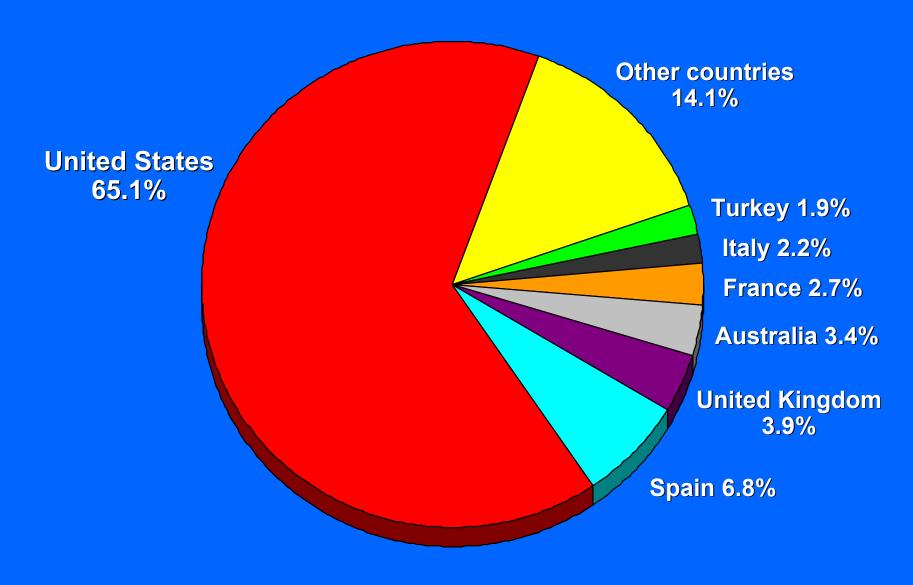
224 Years (1776-2000)



\$1.08 T

5 Years (2001-2006)

World's Biggest Borrowers



Note: Percent of world borrowing by country.

Source: IMF