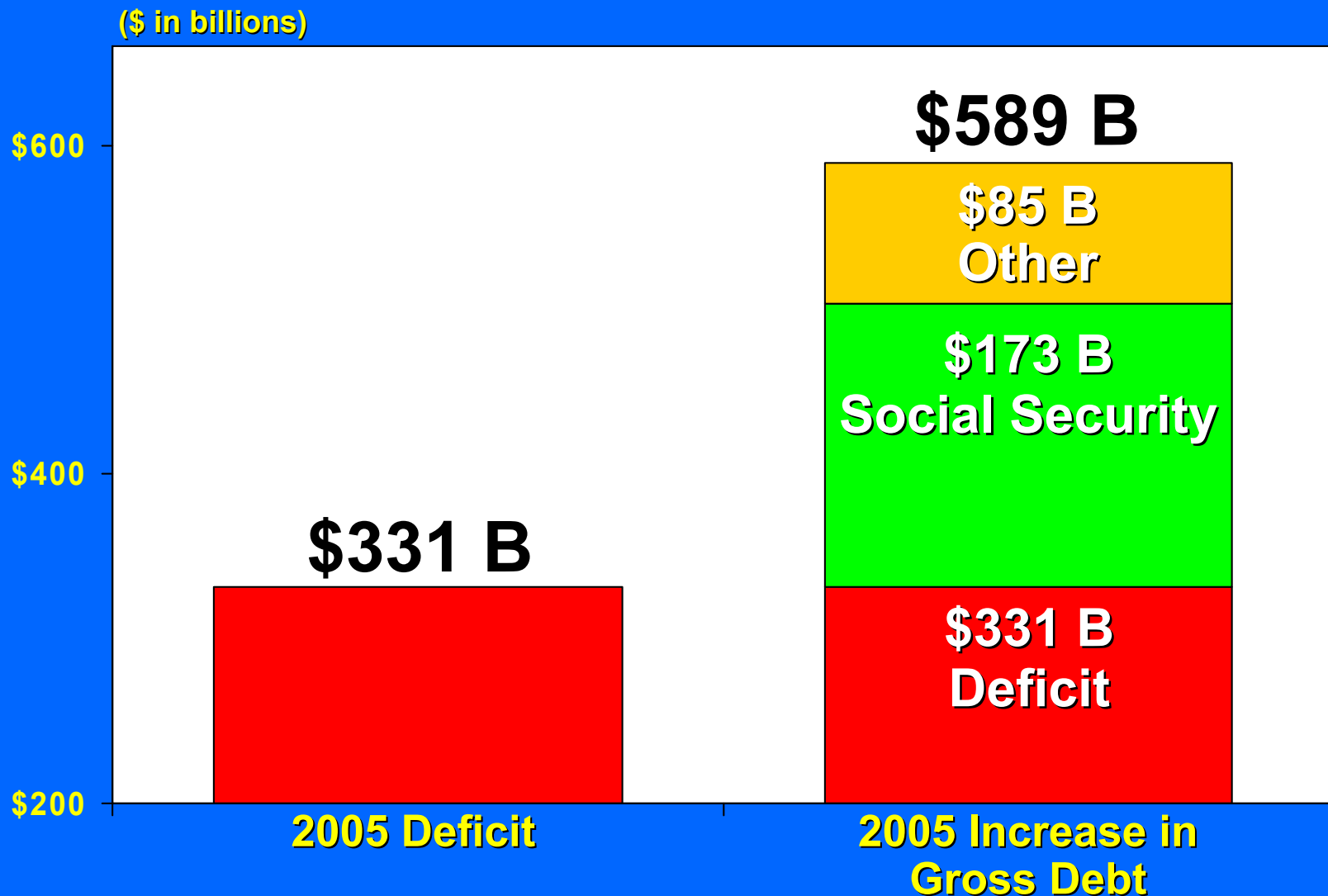
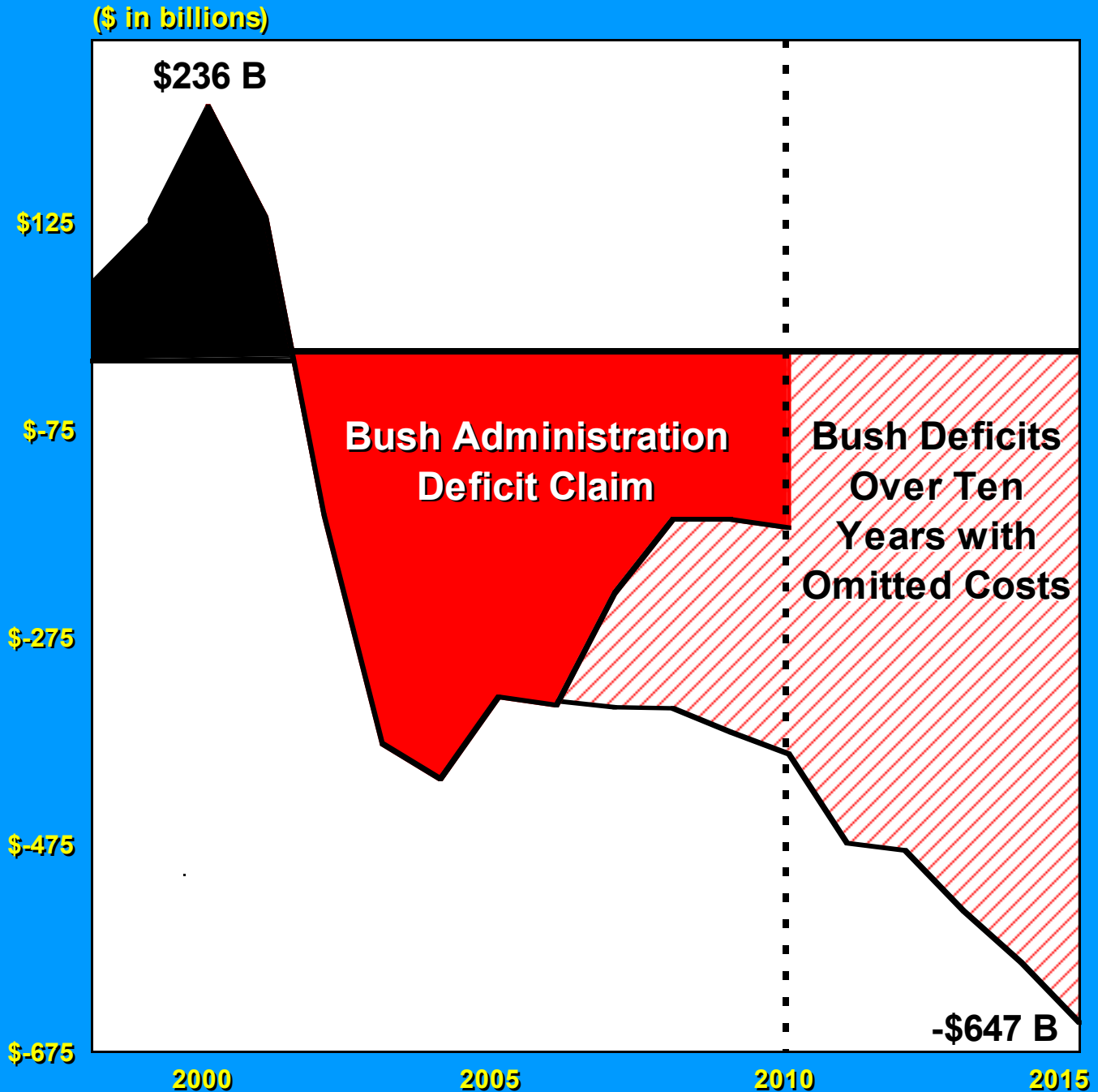


Increase in Debt in 2005 is Far Greater Than the \$331 Billion Deficit



Source: CBO

Bush Budget Hides Worsening Budget Outlook

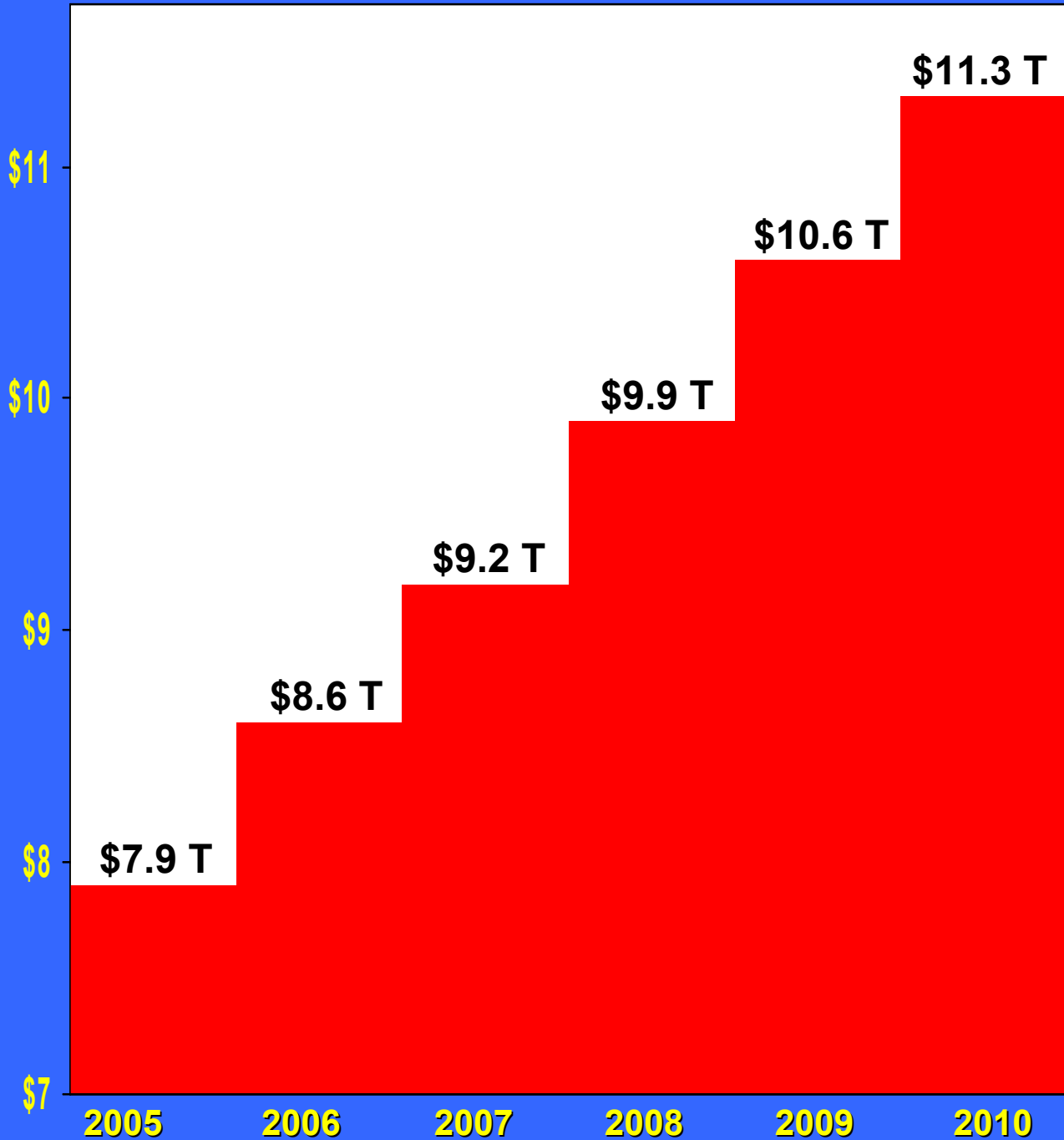


Source: OMB, CBO, SBC Democratic staff

Note: CBO August 2005 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.

Building a Wall of Debt Under Bush Budget Policies

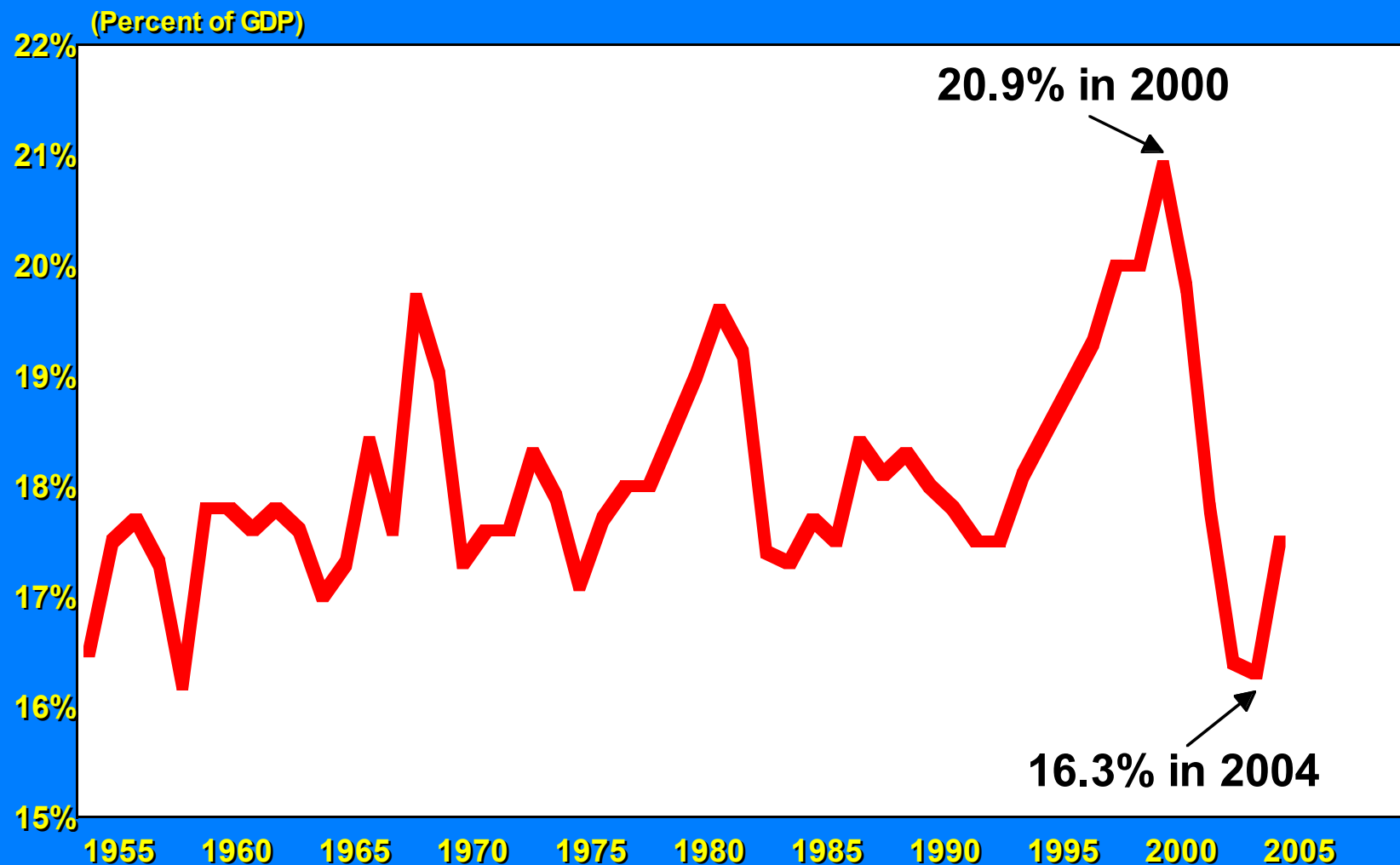
(\$ in trillions)



Note: Gross debt, adjusted to include President's policies and omitted costs for AMT reform and ongoing war costs.
Source: OMB, SBC Democratic staff

Revenues as a Percent of GDP

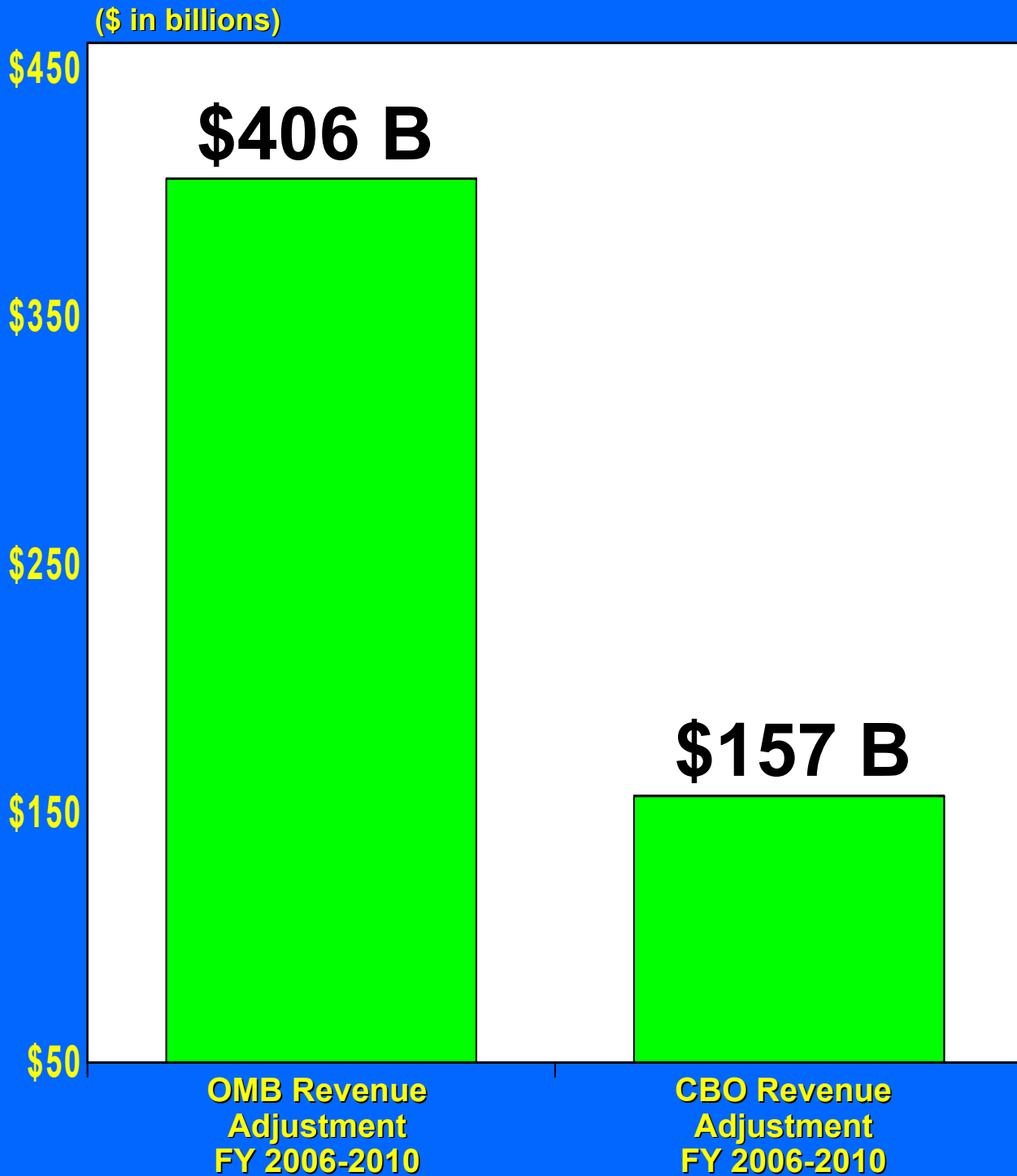
2004 Level is Lowest Since 1959



Source: CBO

8/15/05

CBO Projects Far Less Revenue Improvement Than Bush Administration in Years Ahead



Source: OMB, CBO

Note: Improvement in projected revenue shown in July OMB Mid-Session Review compared to February Bush Budget. Improvement in projected revenue shown in August CBO Budget and Economic Outlook compared to March CBO baseline.

CBO Warns That Long-Term Budget Outlook Has Not Improved

“Although the deficit for 2005 is lower than previously expected, the fiscal outlook for the coming decade remains about the same as what CBO described in March.”

***–CBO Budget and Economic Outlook Update
August 2005***