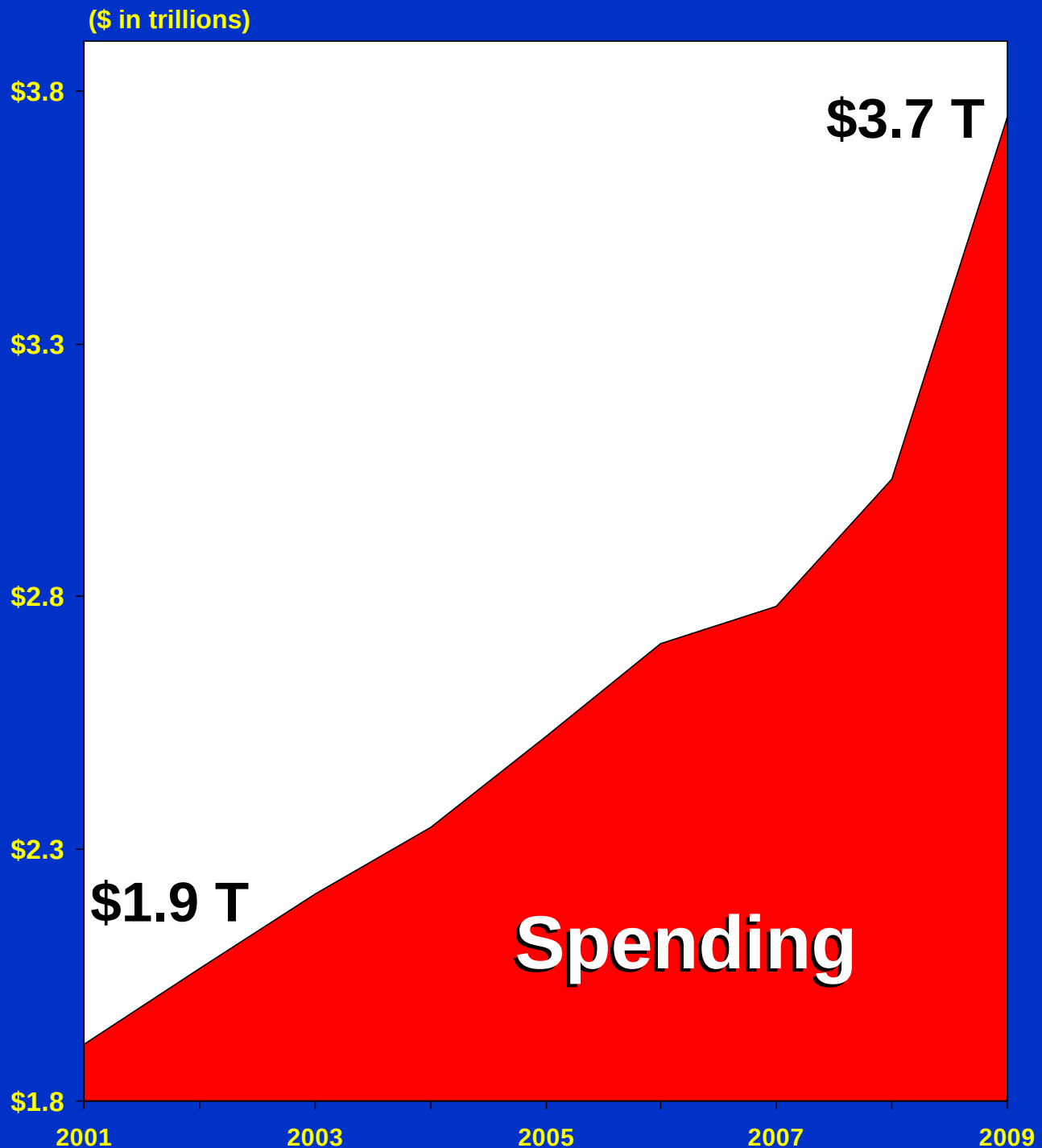


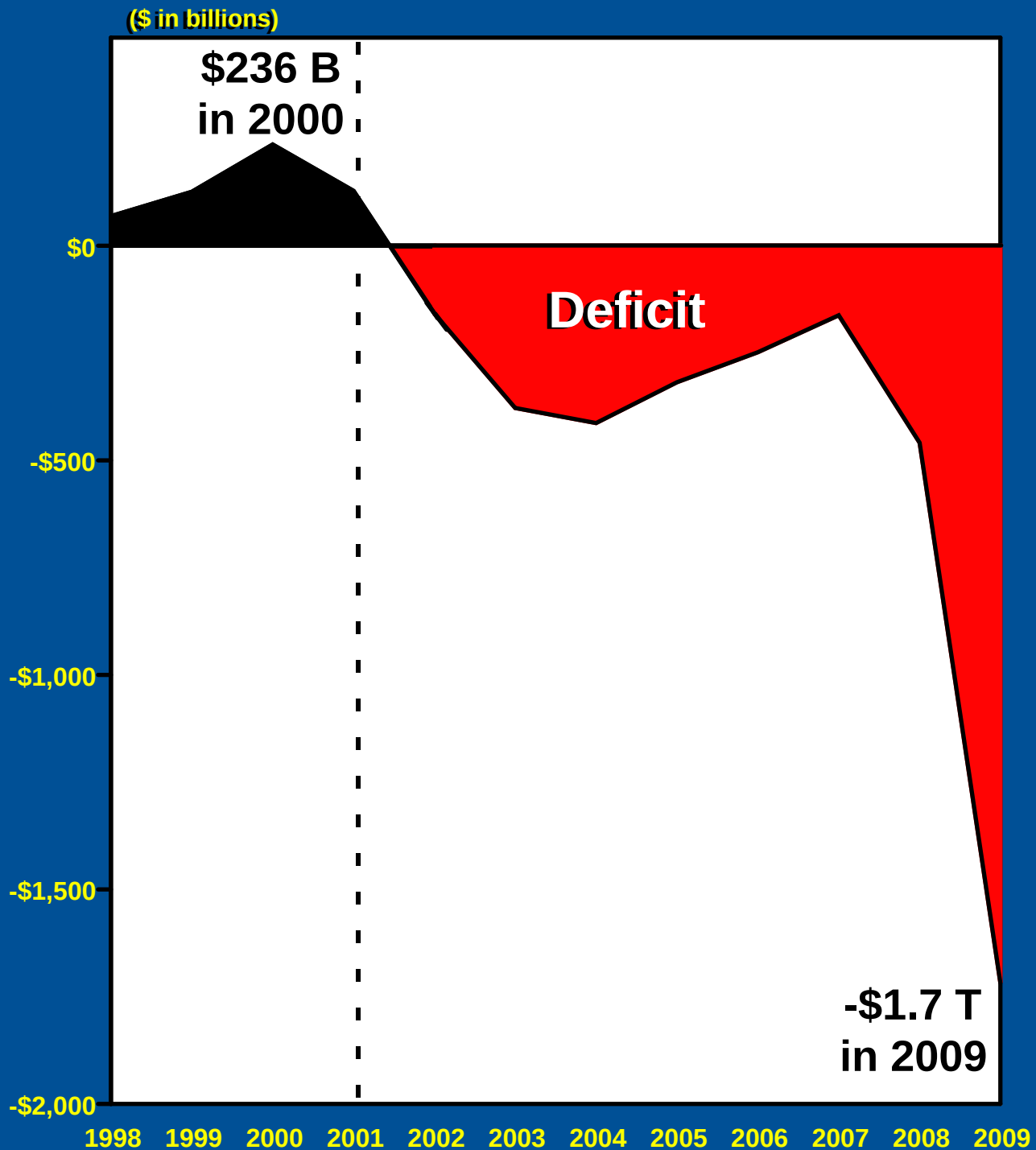
Spending Nearly Doubled Under Bush Administration



Sources: CBO, SBC

Note: Spending totals are outlays. (Adjusts CBO March 2009 estimate for 2009 to exclude outlays associated with the economic recovery package and other legislative changes made since President Obama took office.)

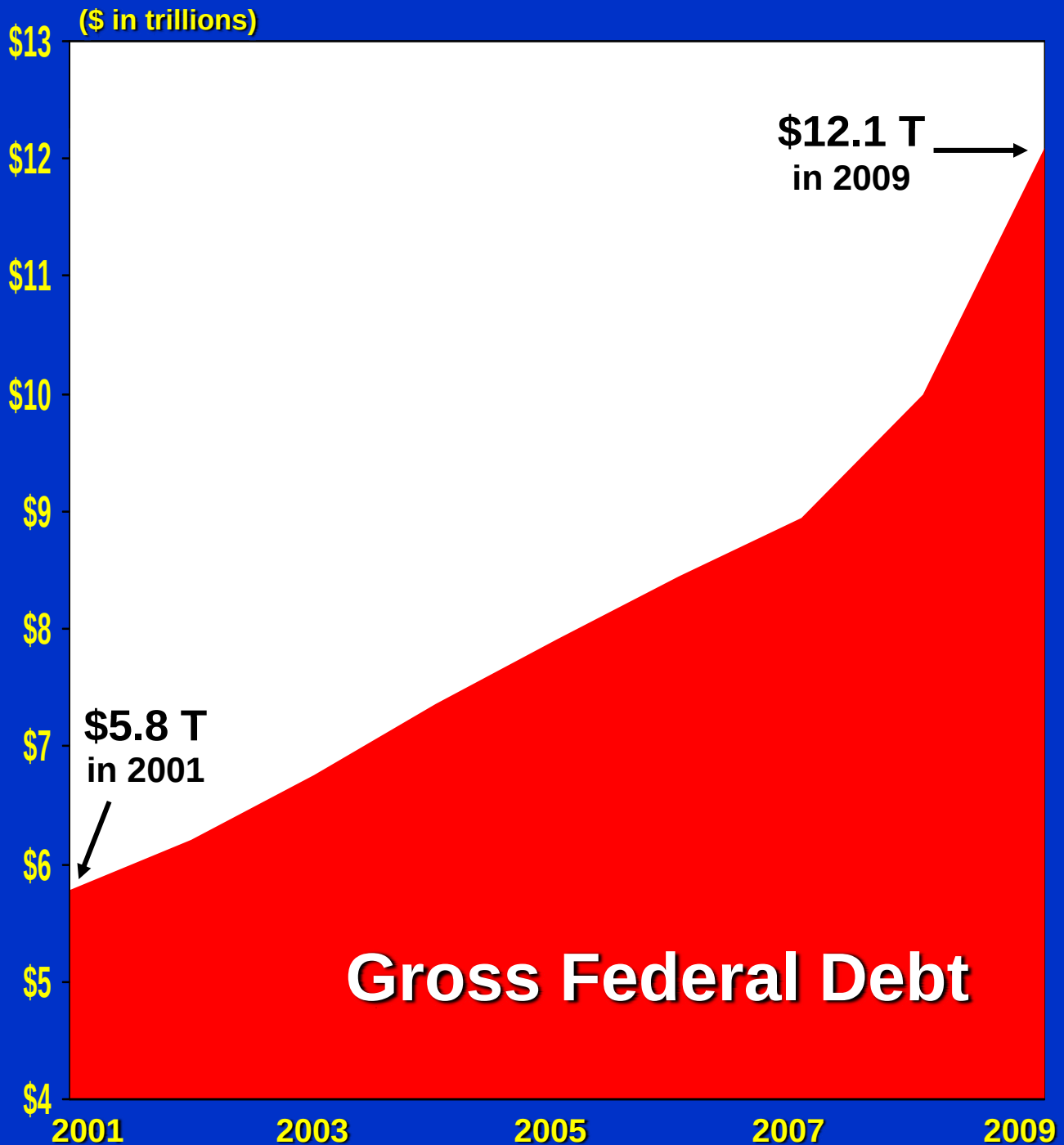
Dramatic Deterioration in Budget Picture Under Bush Administration



Sources: OMB, SBC

Note: 2009 estimate includes deficits related to policies begun under the Obama administration, including the economic recovery package.

Federal Debt Soars Under Bush Administration



Sources: OMB, CBO

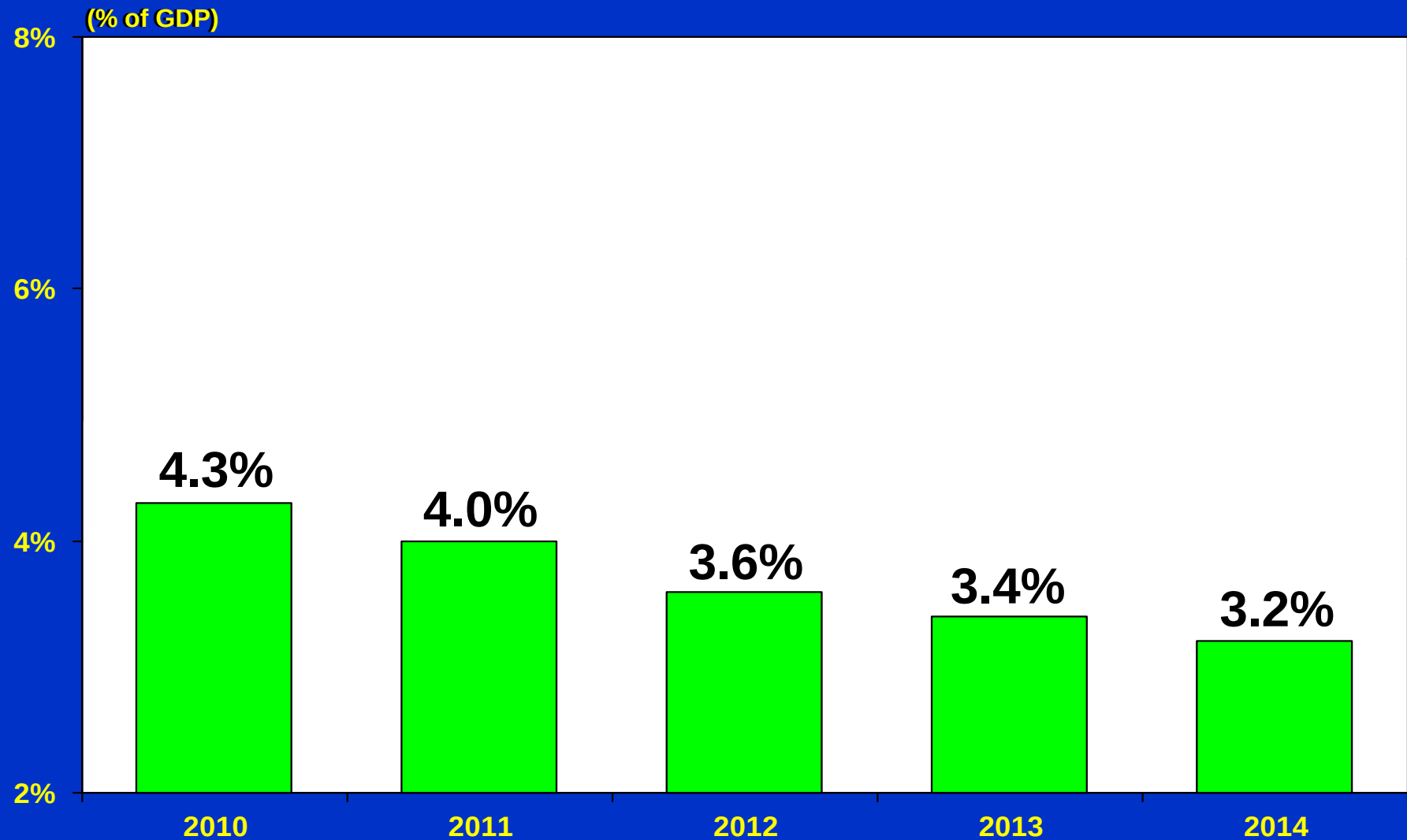
Note: 2009 estimate includes debt related to policies begun under the Obama administration including the economic recovery package.

Senator Gregg on Need to Increase Short-Term Deficit

“I’m willing to accept this [short-term deficit] number and not debate it, because we are in a recession, and it’s necessary for the government to step in and be aggressive, and the government is the last source of liquidity. And so you can argue that this number, although horribly large, is something we will simply have to live with.”

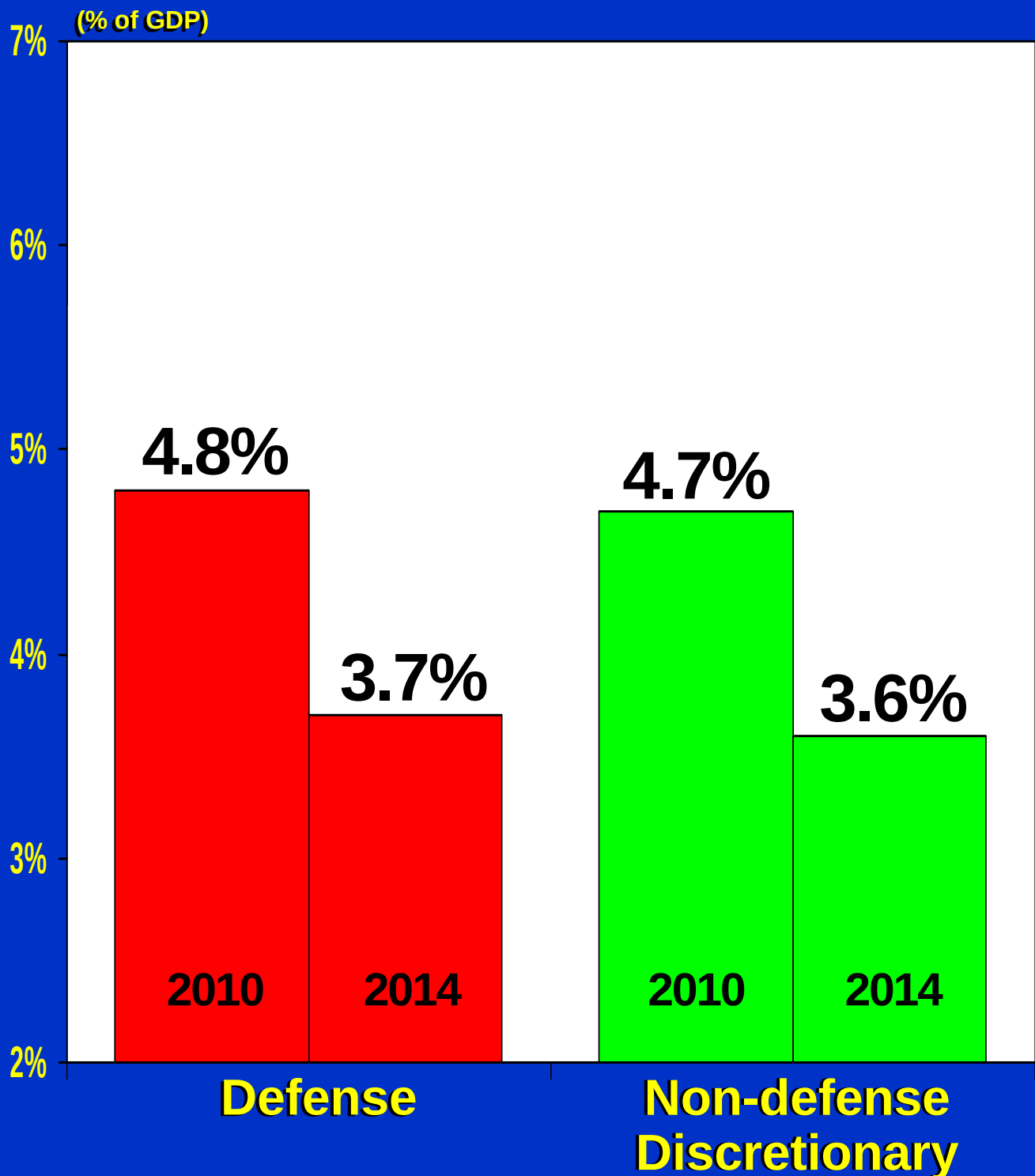
**– Senator Judd Gregg (R-NH)
Floor Statement on President Obama’s
FY 2010 Budget
March 11, 2009**

Domestic Discretionary Spending as Percent of GDP Under Budget Resolution



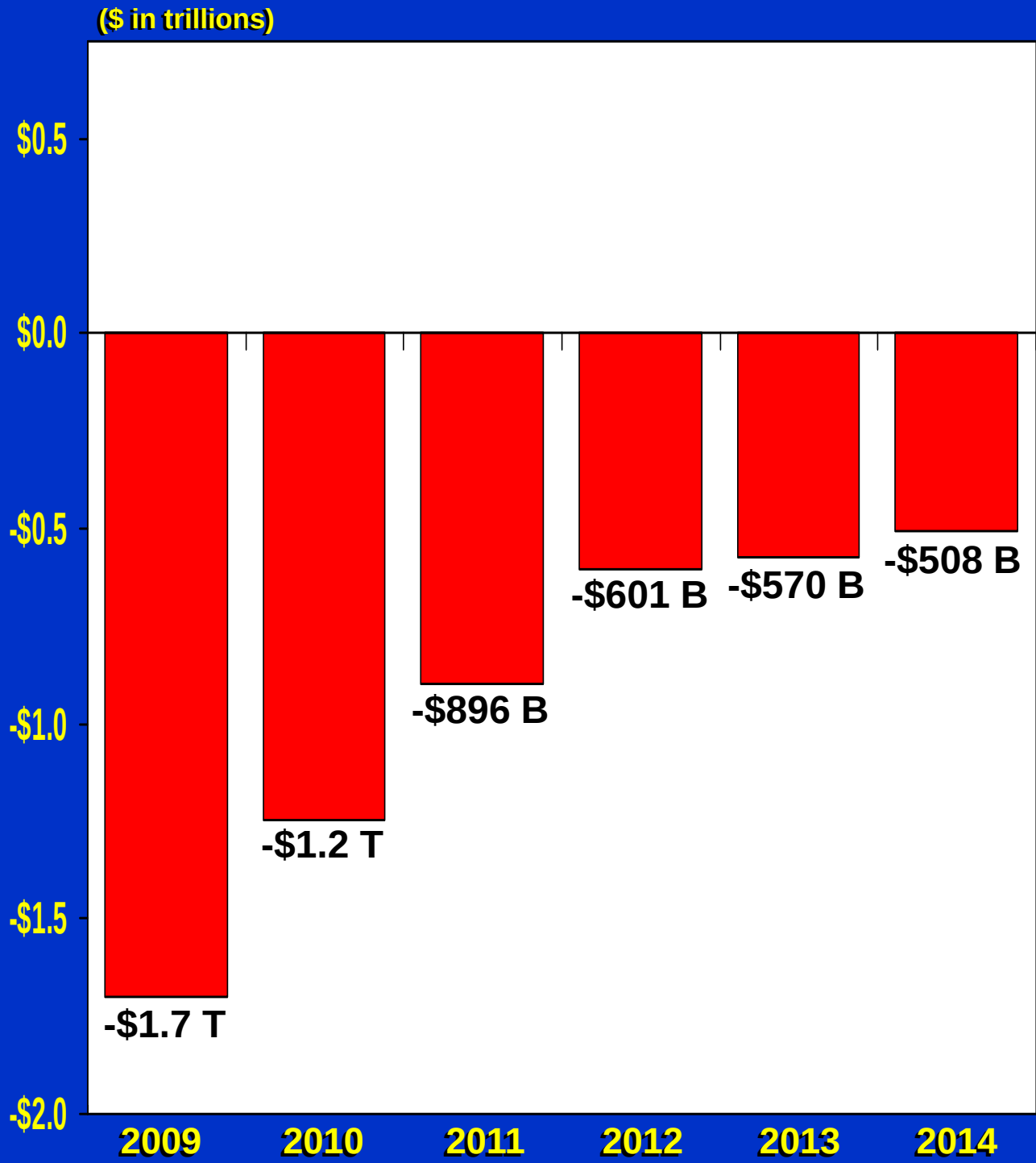
Source: SBC

Discretionary Spending as Percent of GDP Under Budget Resolution

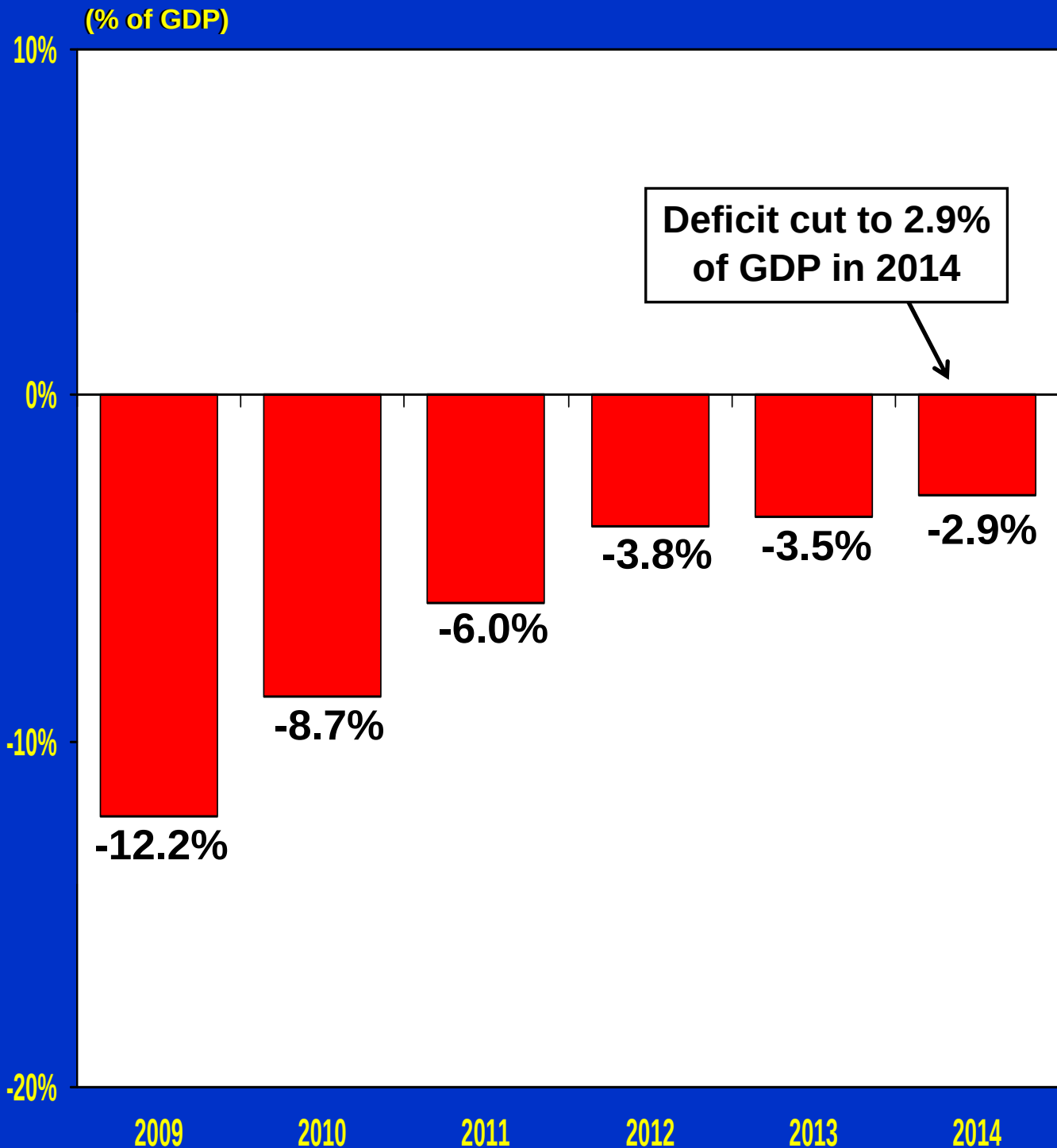


Source: SBC

Deficit Cut by Two-Thirds by 2014 Under Budget Resolution

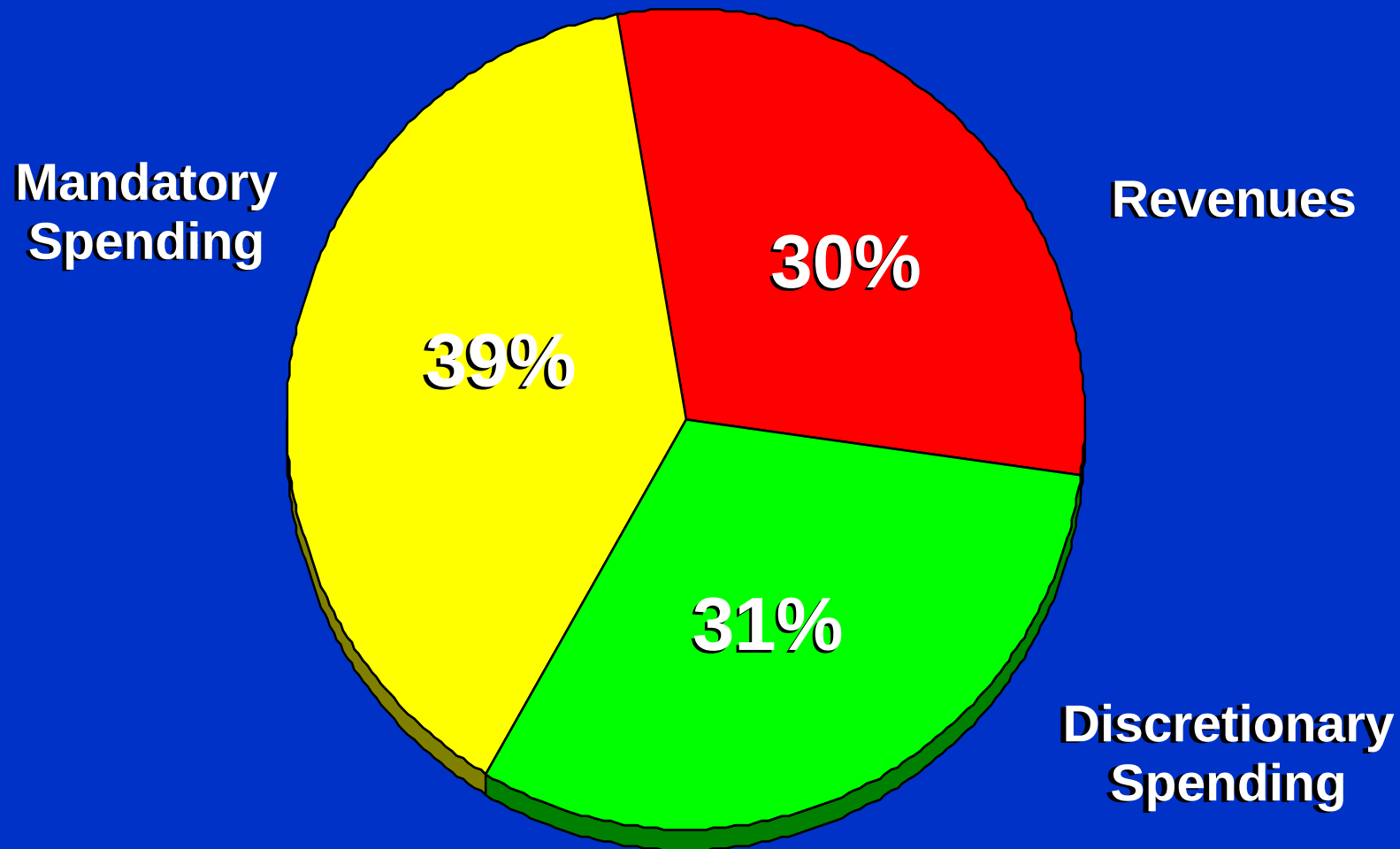


Deficit as Percent of GDP Under Budget Resolution



Source: SBC

What Accounts for Budget Resolution Savings Compared to Obama Budget



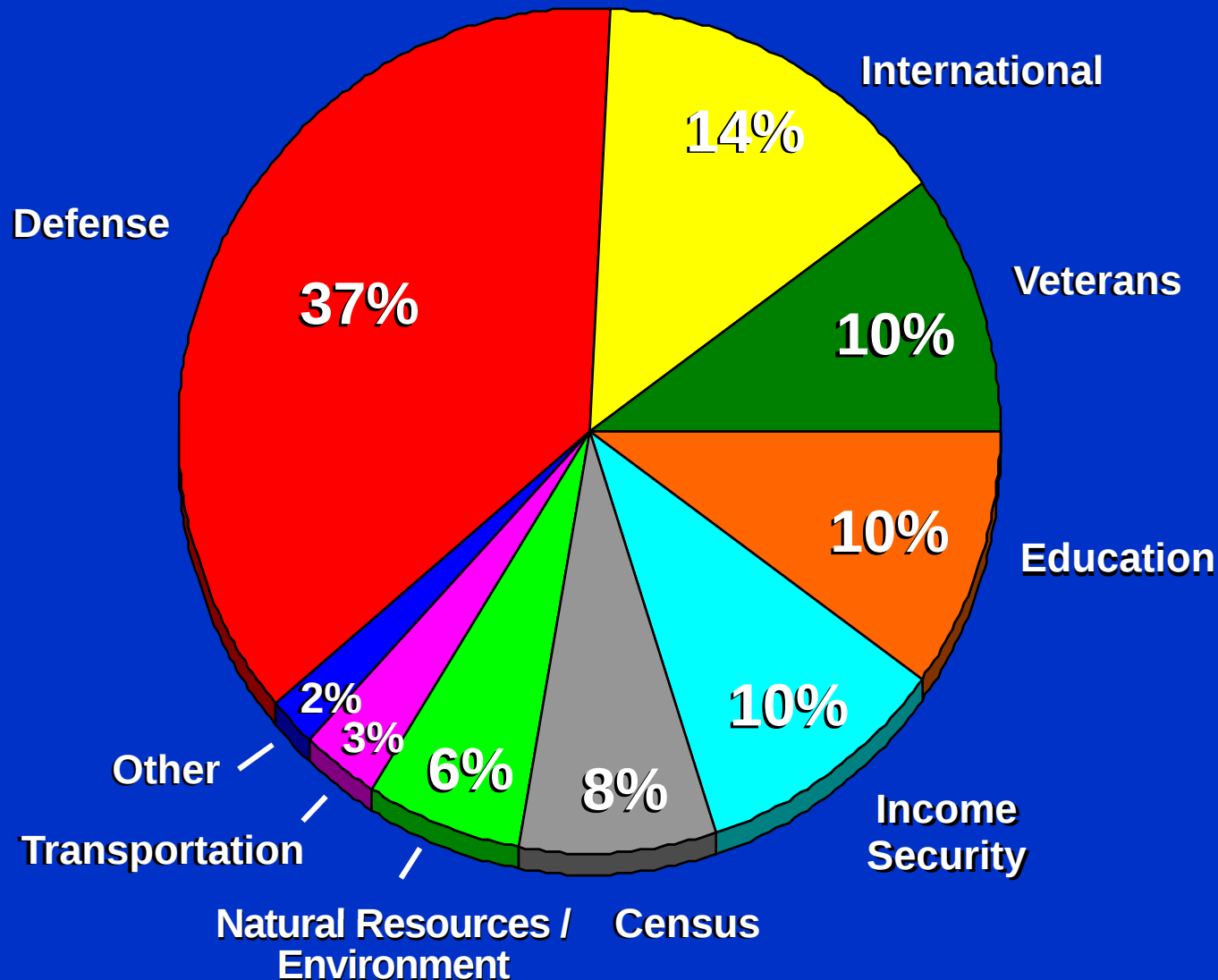
Source: SBC

Note: Excludes debt service.

**Non-defense Discretionary
Average Annual Increase
Under Budget Resolution**

2.5%

What Accounts for Discretionary Increase Under Budget Resolution



Sources: CBO, SBC

Note: 2010 discretionary increase above 2009 enacted level; regular budget authority;
2009 adjusted to include \$4.1 billion in enacted emergency international affairs funding.