

The Budget Message of the President:

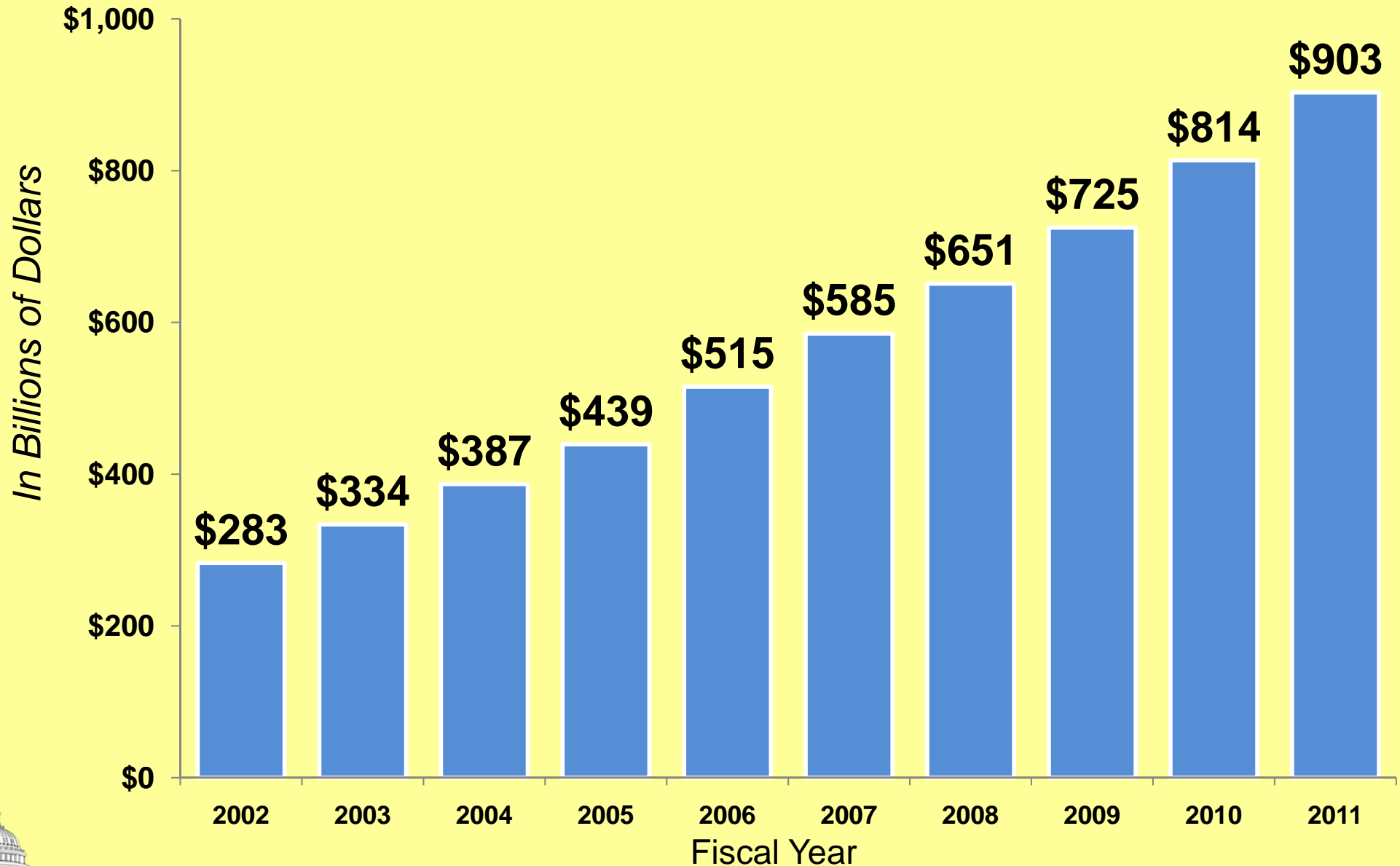
“This budget also retires the maximum amount of debt possible by providing the fastest, largest debt reduction in history, \$2 trillion over 10 years. Debt held by the public will be reduced to its lowest share of the economy since World War I.”

**- George W. Bush,
April 9, 2001**



President Bush's First Budget Forecast

Budget Surpluses Every Year

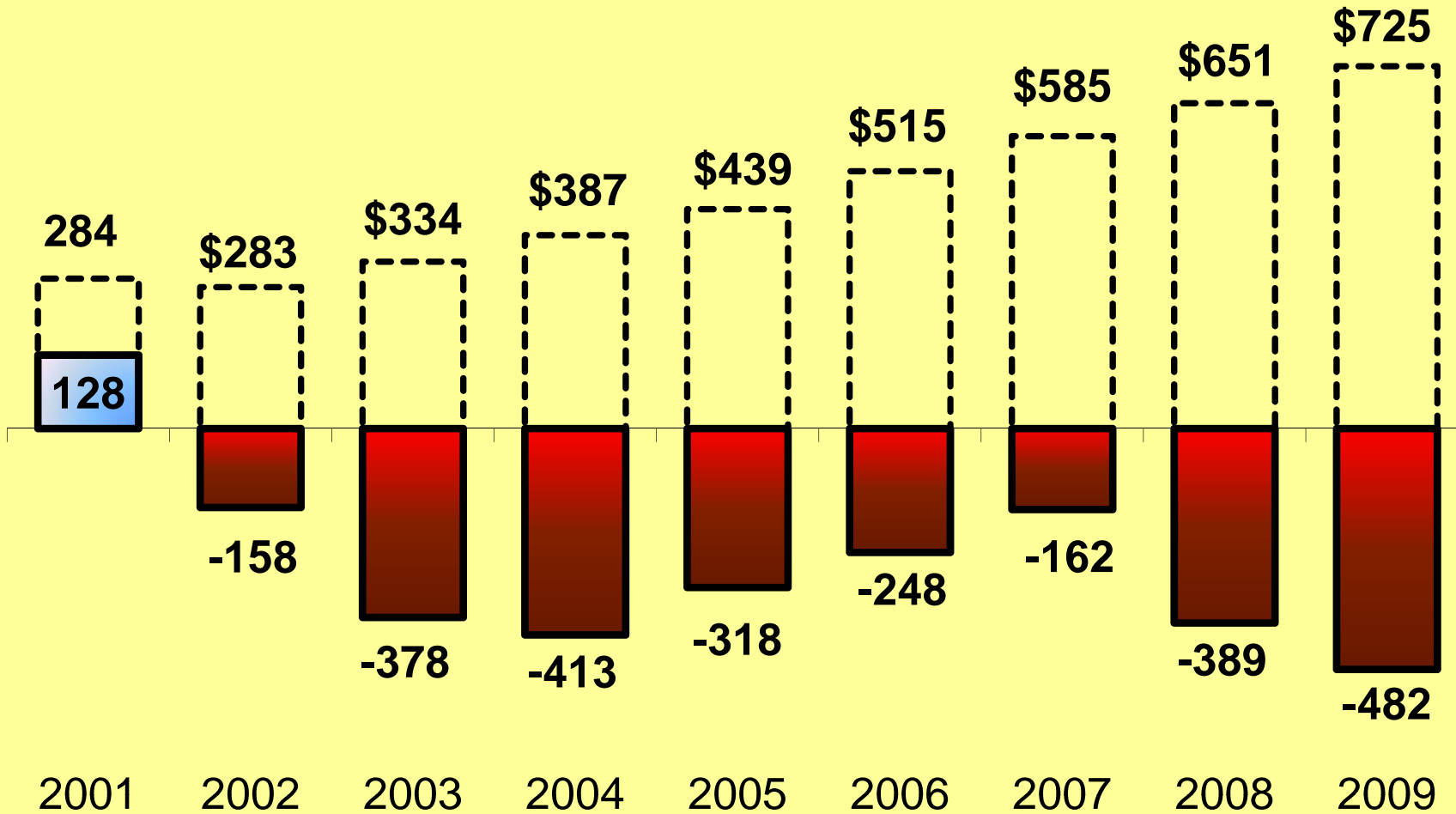


Bush Administration Responsible for Five Biggest Deficits In American History



Projected Surpluses Become Huge Deficits

Actual Deficits
 Predicted Surpluses under OMB FY02 baseline



\$1.2 Trillion Swing

Budget Surpluses and Deficits in Billions of Dollars

Debt Limit Increases

Debt Limit When Bush Took Office

\$5.95 Trillion

Increases

June 2002

\$6.40 Trillion

May 2003

\$7.38 Trillion

November 2004

\$8.18 Trillion

March 2006

\$8.97 Trillion

September 2007

\$9.81 Trillion

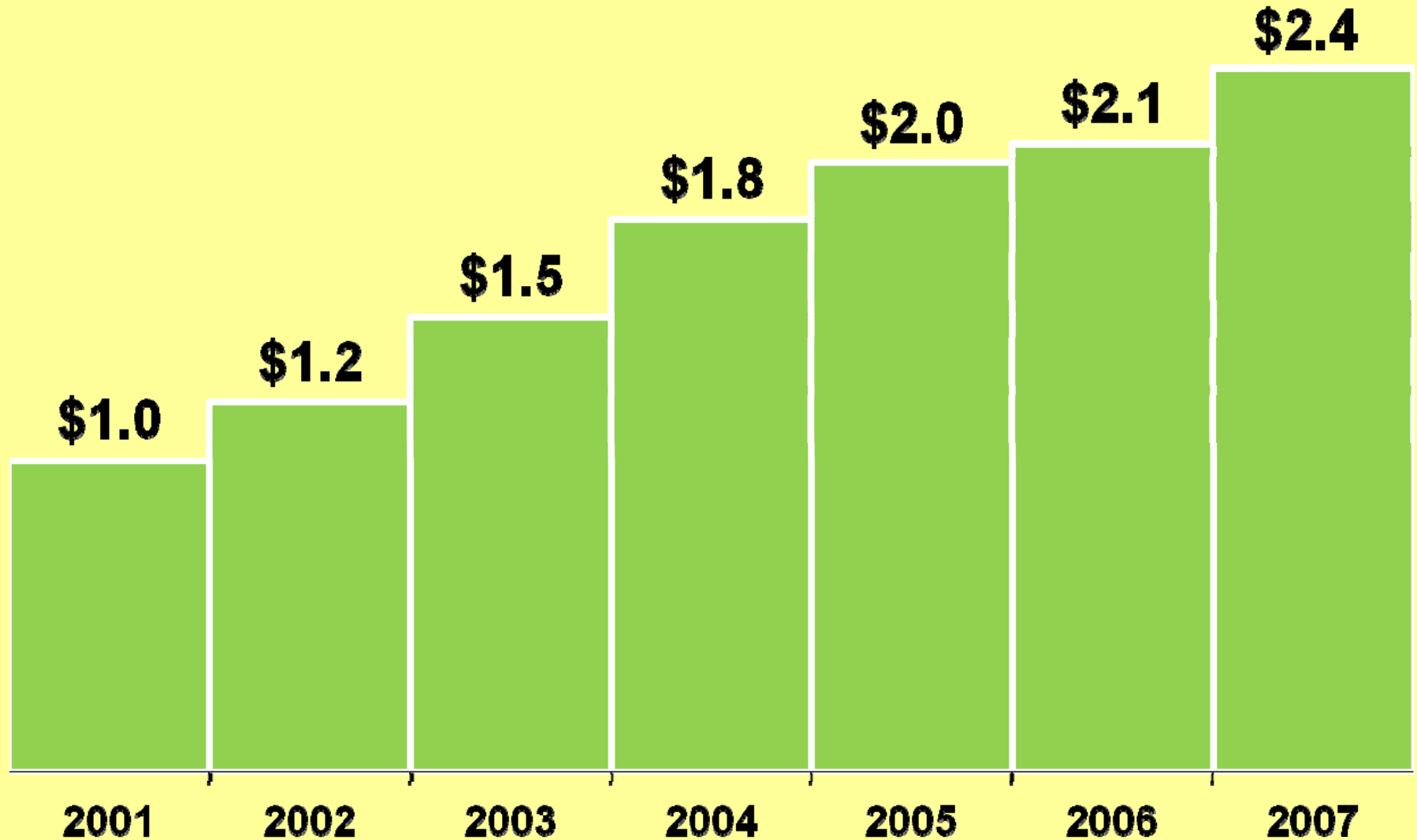
July 2008

\$10.6 Trillion



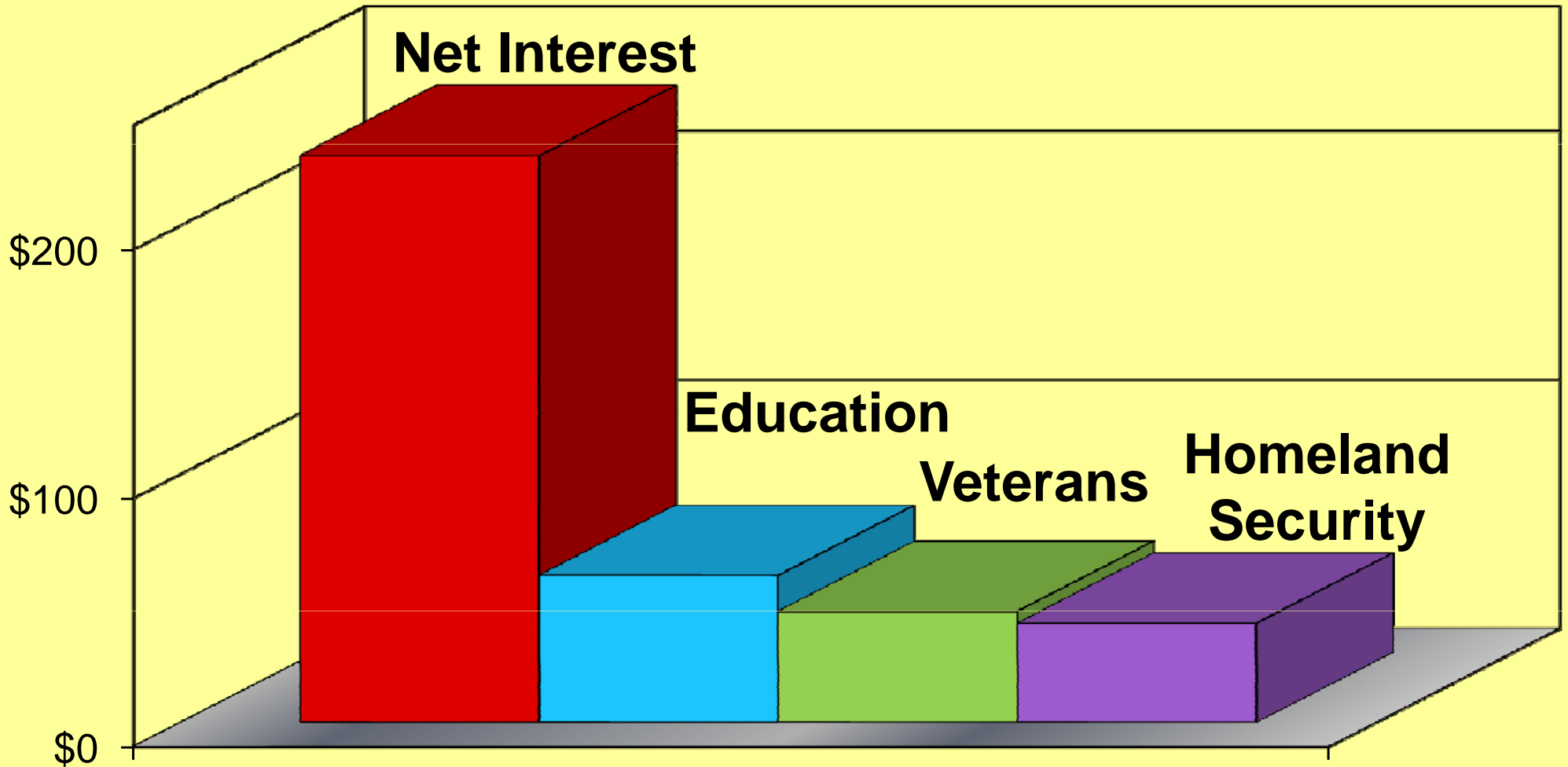
Amount of Foreign-Held Treasury Securities More Than Doubles Under Bush Administration

Trillions of Nominal Dollars



Interest Payments on Debt Dwarf Other Priorities

2009 Budget Authority in Billions

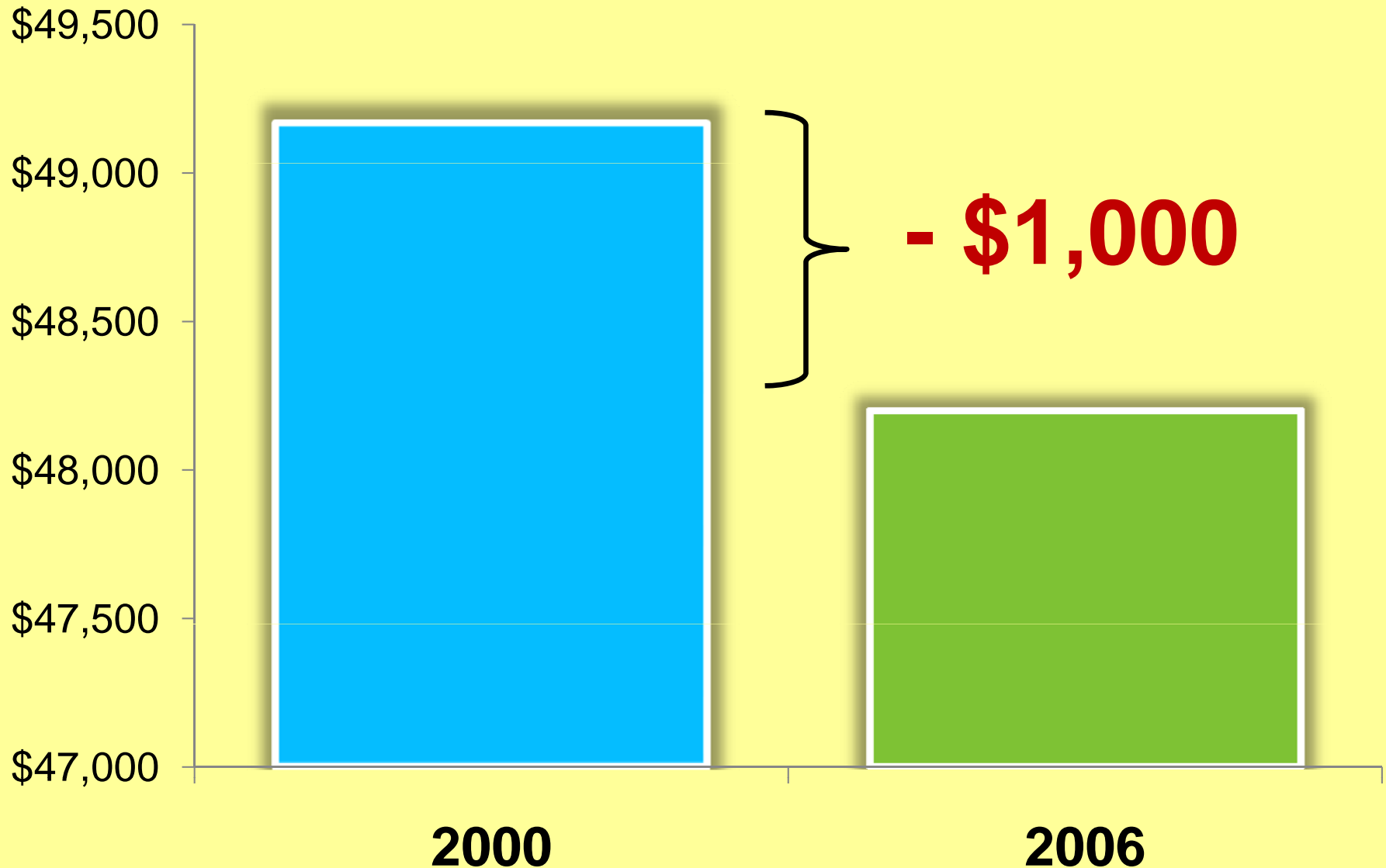


President's FY2009 Budget

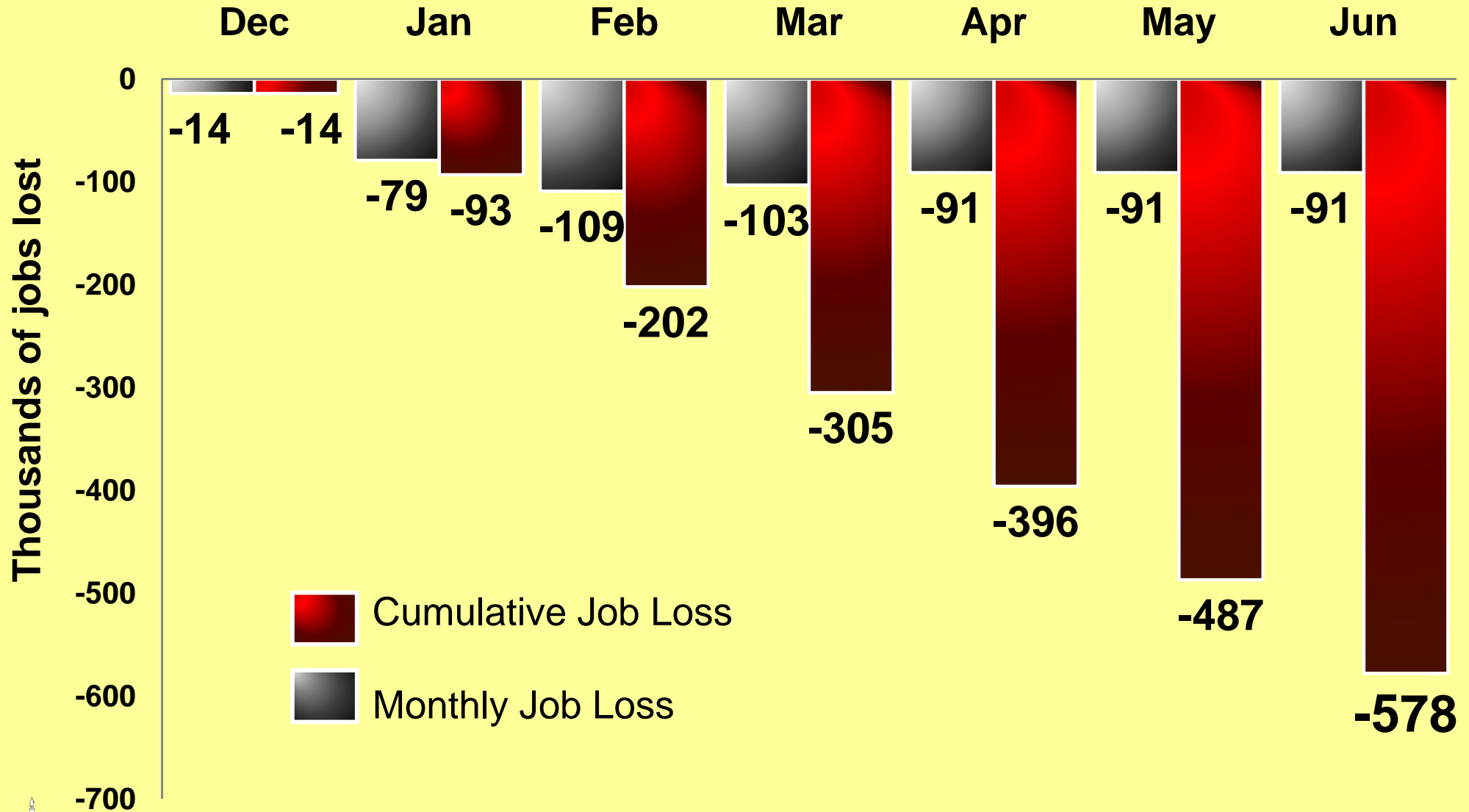
Education, Veterans and Homeland Security are Discretionary Budget Authority Only



Typical Family Income Decreases Under Bush Administration



Private Payrolls Shed 578,000 Jobs Since December



Monthly Job Growth Significantly Weaker Under Bush Administration

