



Congressman Mike Pompeo



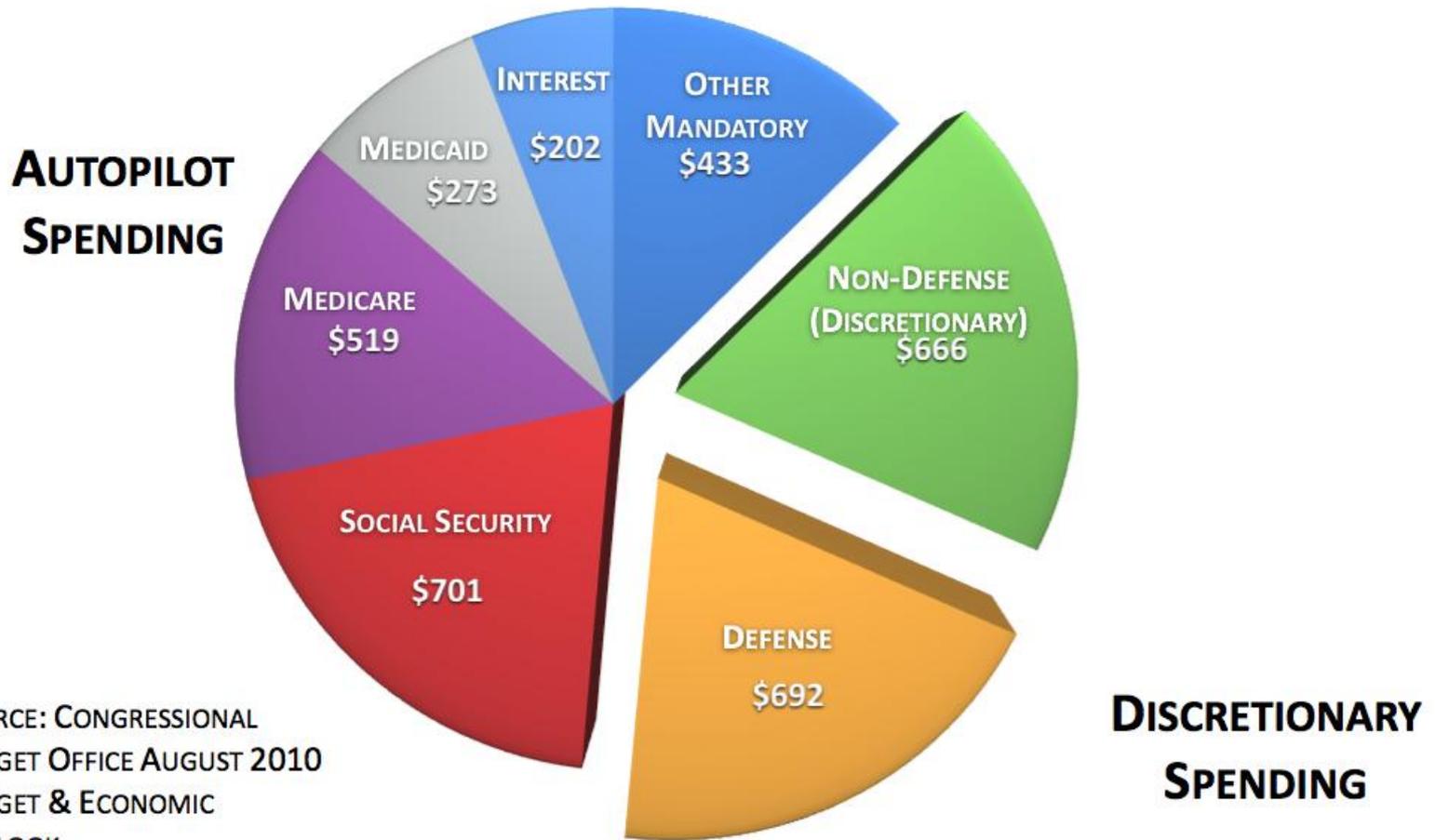
**REPRESENTATIVE MIKE POMPEO
KANSAS FOURTH CONGRESSIONAL DISTRICT**

**THE FACTS ABOUT THE DEBT;
NO MORE EMPTY PROMISES
A FACT — BASED BUDGET**



TOTAL SPENDING IN FY2010 = \$3.5 TRILLION

(OUTLAYS IN BILLIONS OF DOLLARS)



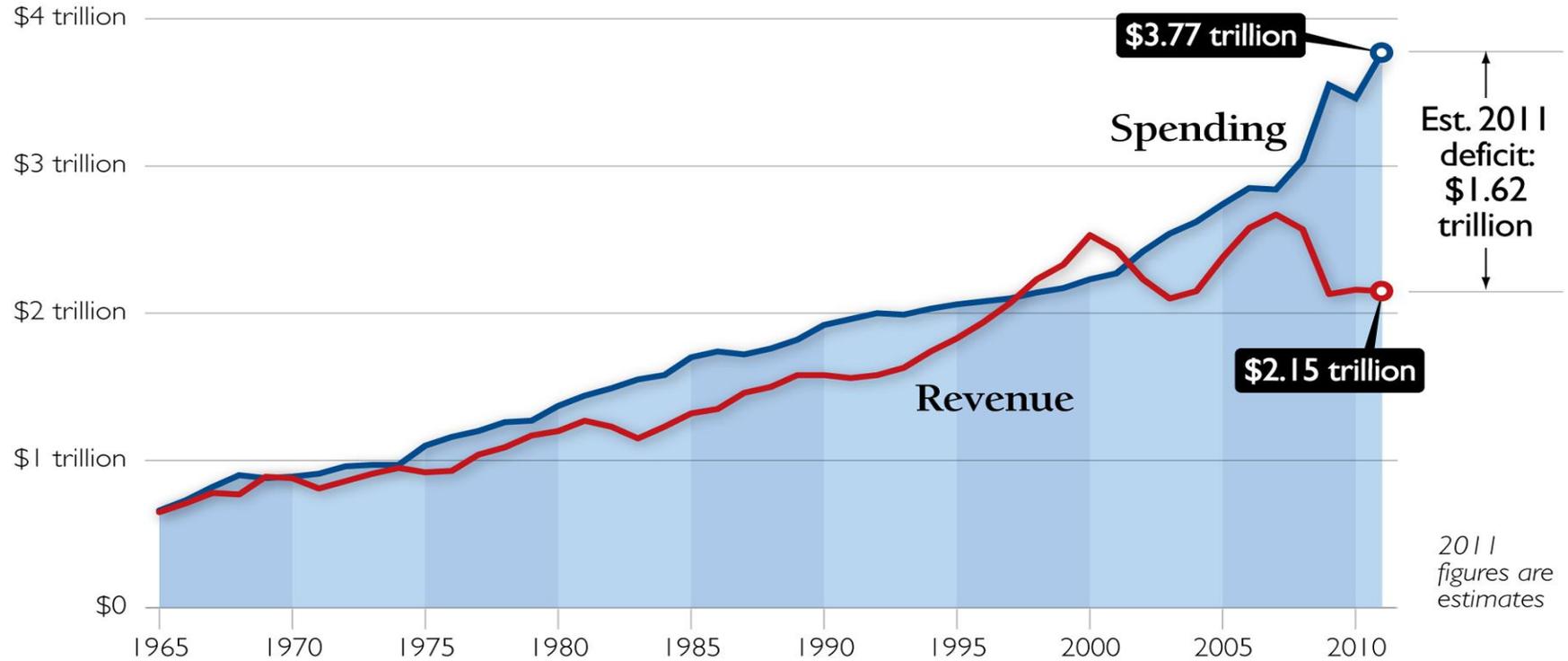
SOURCE: CONGRESSIONAL
BUDGET OFFICE AUGUST 2010
BUDGET & ECONOMIC
OUTLOOK



Federal Spending Is Growing Faster Than Federal Revenue

Since 1965, spending has risen constantly. Federal revenues have dropped recently due to the economic recession, but spending has reached a record high.

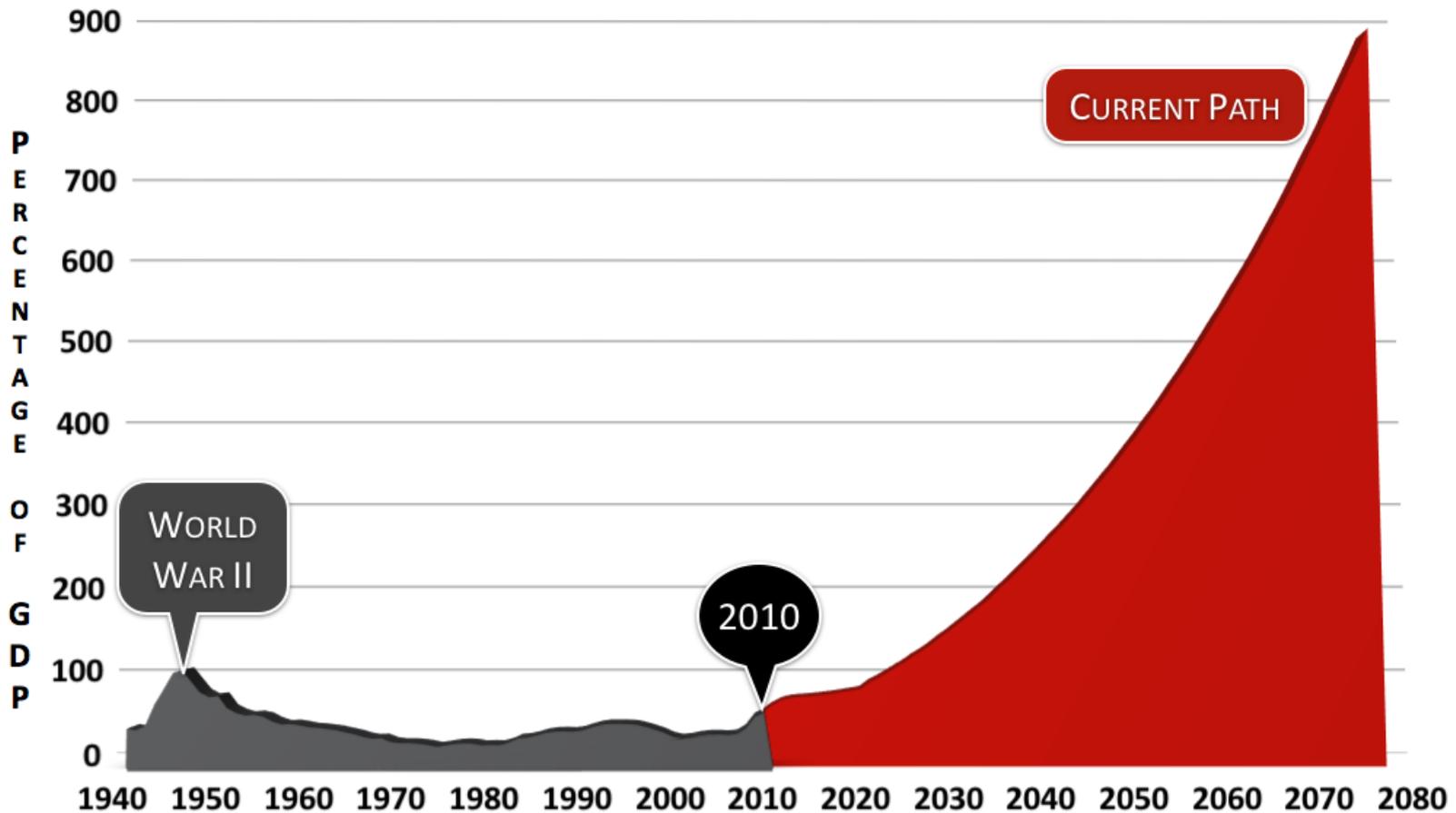
INFLATION-ADJUSTED TRILLIONS OF DOLLARS (2010)



Source: White House Office of Management and Budget.



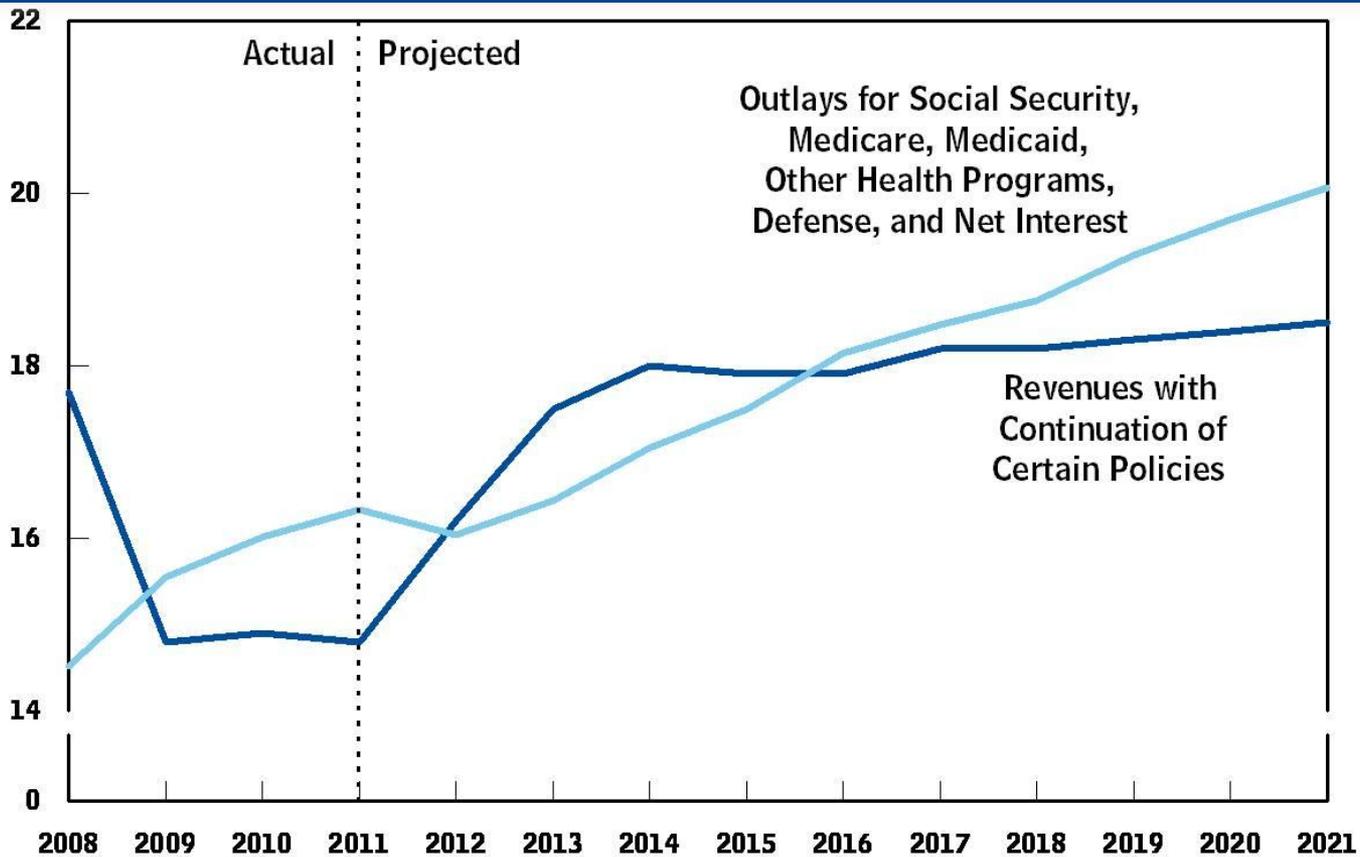
CRUSHING BURDEN OF DEBT (DEBT AS A SHARE OF THE ECONOMY)



SOURCE: OMB/CBO



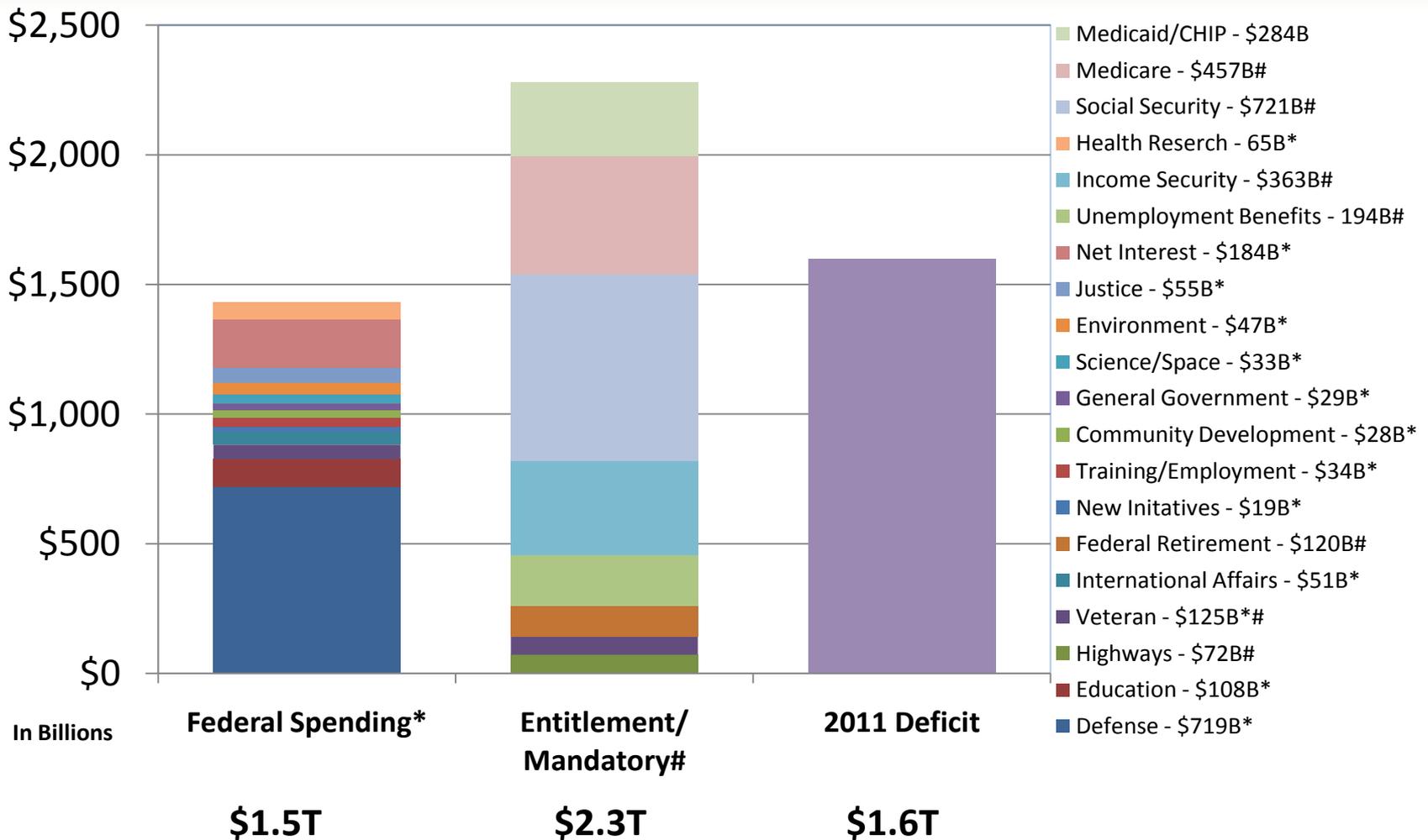
AUTOPILOT PLUS DEFENSE SPENDING EXCEEDS TOTAL REVENUE NOW AND WILL SURPASS REVENUES PERMANENTLY IN 5 YEARS



Outlays for Some Major Federal Programs Compared with Total Federal Revenues as Percentage of GDP ([CBO March 7, 2011](#))



DEFICIT IN CONTEXT





Our Nation at Risk: Crushing Debt and Continued Deficits

THE PATH
TO
PROSPERITY

RESTORING AMERICA'S PROMISE



FISCAL YEAR 2012 BUDGET RESOLUTION



THE PATH TO PROSPERITY

- **Efficient, Effective and Responsible Government**
- **Strengthening the Social Safety Net**
- **Fulfilling the Mission of Health and Retirement Security for All Americans**
- **Pro-Growth Tax Reform**



THE CHOICE ON MEDICARE

REPUBLICAN PLAN VS OBAMA FRAMEWORK

PATH TO PROSPERITY

- No Changes
- No Disruptions
- Preserve and Protect

CURRENT SENIORS

- Uses rationing board for benefit and provider cuts
- Imposes nearly \$10,000 cut per senior

PRESIDENT'S PLAN

FUTURE SENIORS

- Personalized Medicare; like Members of Congress
- Wealthy get less, sick & low income get more support
- Guaranteed Medicare plan

- No plan to save Medicare
- Allows Medicare to go bankrupt in 2020



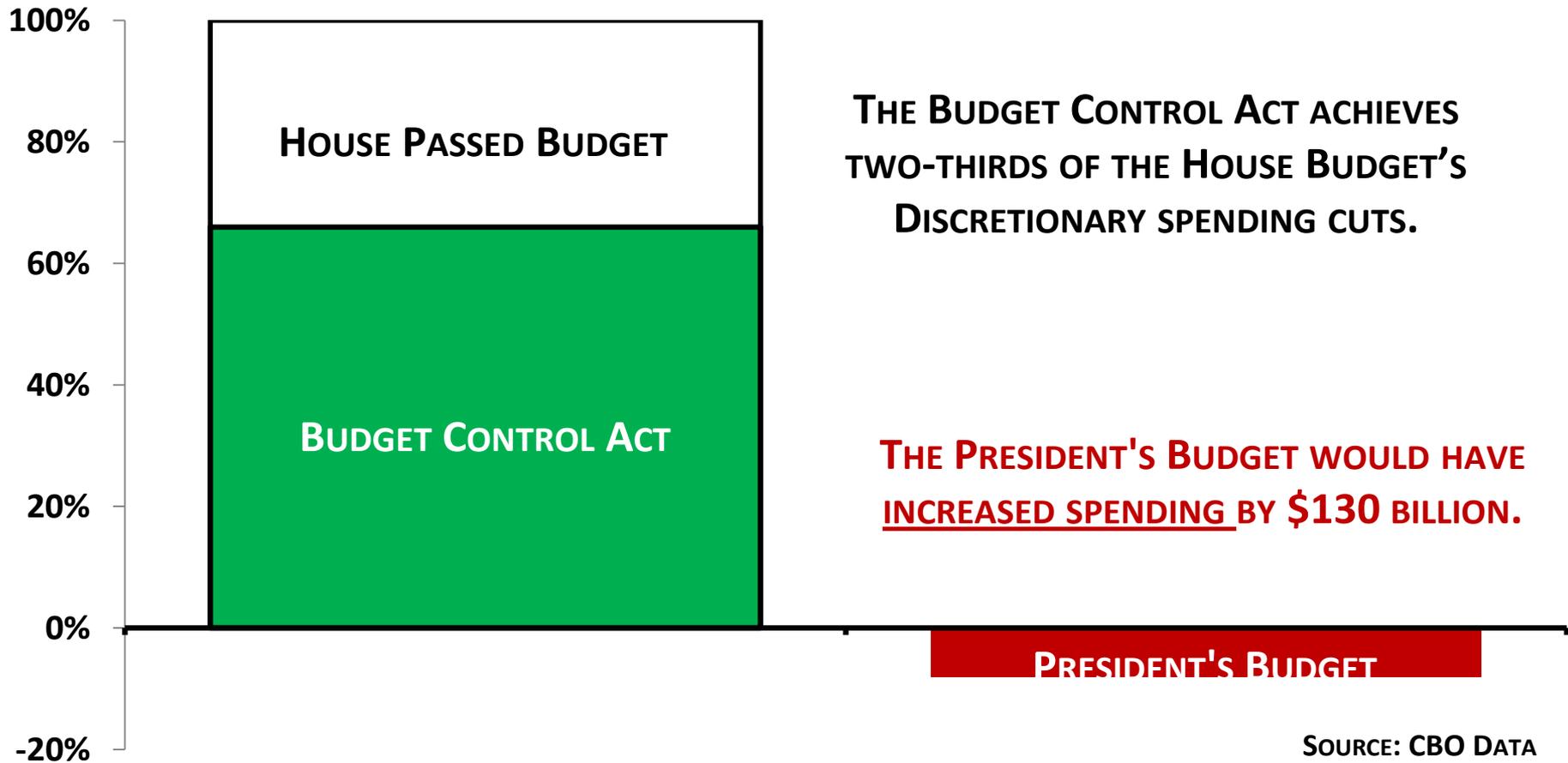
THE BUDGET CONTROL ACT

- (1) CUTS GOVERNMENT SPENDING BY \$2.4 TRILLION;
\$917 BILLION TODAY, ANOTHER \$1.5 TRILLION BY 2012**
- (2) CAPS FUTURE SPENDING;**
- (3) ADVANCES BALANCED BUDGET AMENDMENT;**
- (4) GUARANTEES ANOTHER BITE AT THE APPLE**



REPUBLICAN SPENDING CUTS VERSUS PRESIDENT'S SPENDING SPREE

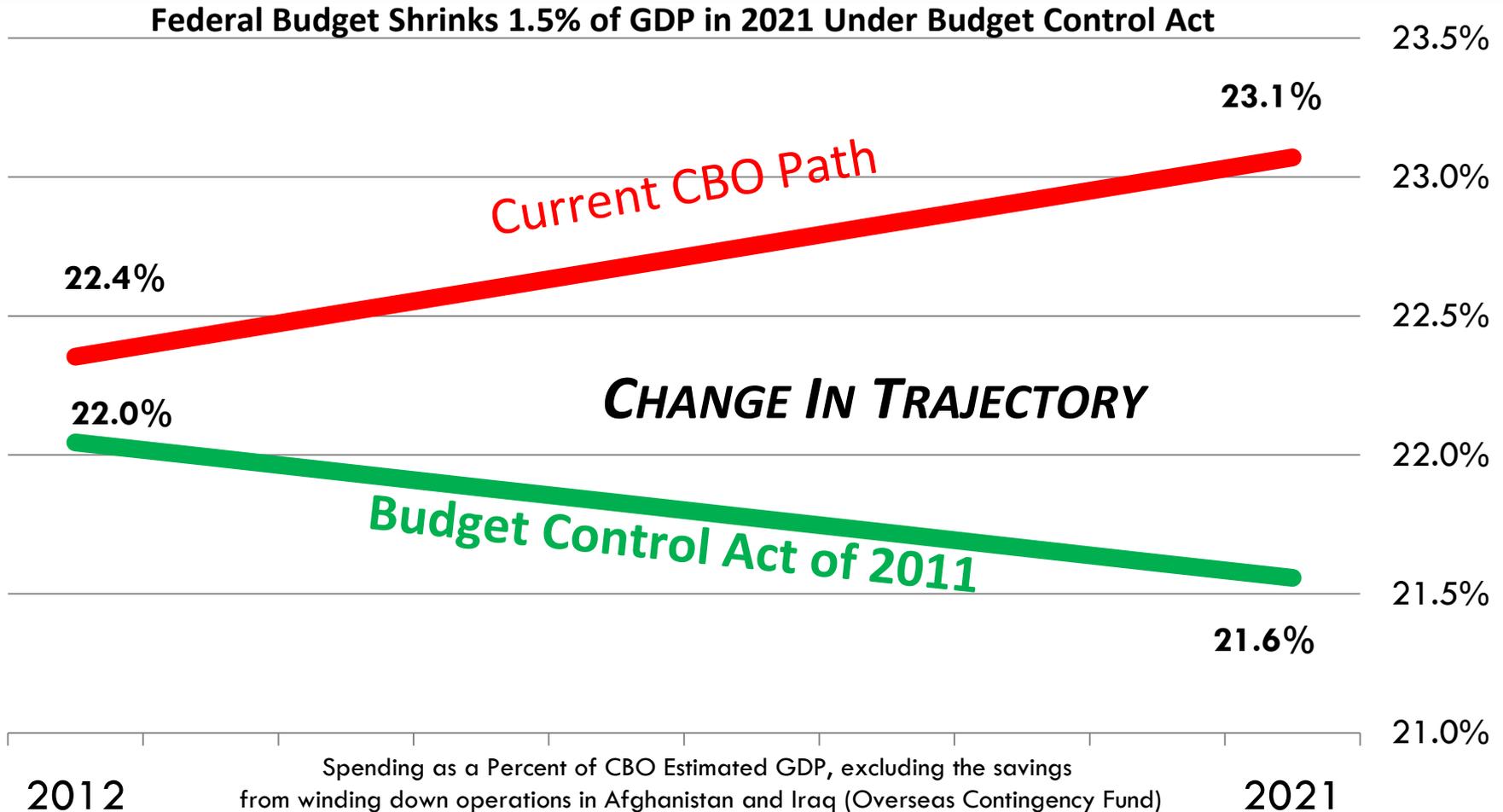
DISCRETIONARY SPENDING CUTS RELATIVE TO HOUSE-PASSED BUDGET, FY2012-2021





CHANGE IN SPENDING AS A % OF GDP

Federal Budget Shrinks 1.5% of GDP in 2021 Under Budget Control Act



Source: Joint Economic Committee, House Republican Staff



BUDGET CONTROL ACT – TIMELINE OF ACTIONS

August 15, 2011: Joint Select Committee members appointed to enact further spending reforms.

September 22, 2011: President requests first portion (\$900 billion) of debt limit increase.

October - December, 2011: Both House and Senate must vote on a Balanced Budget Amendment.

November 23, 2011: Joint Select Committee on Deficit Reduction to submit a plan of \$1.5 trillion (or more) in deficit reduction.



BUDGET CONTROL ACT – TIMELINE OF ACTIONS

December 23, 2011: Deadline for the House/Senate to vote on the Joint Select Committee on Deficit Reduction's bill & enact further spending reforms.

January 15, 2012: If Committee plan fails, \$1.2 trillion of automatic spending cuts go into effect.

February 2012: Approximate time when the first \$900 billion of debt ceiling increase runs out.

February 2012: President can request \$1.5 trillion increase only if spending cuts of Commission enacted at \$1.5 trillion, or Balanced Budget Amendment Passes.



NEXT STEPS

CUT MORE SPENDING

**PASS BALANCED BUDGET
AMENDMENT**

MAINTAIN FOCUS ON JOBS



NEXT STEPS

GROW THE ECONOMY

- *REDUCE REGULATIONS ON SMALL BUSINESSES**
- *DEVELOP OUR NATURAL RESOURCES TO CREATE JOBS**
- *BRING CERTAINTY TO OUR JOB CREATORS & ECONOMY**



Congressman Mike Pompeo