

2013 Budget Resolution Markup

Opening Presentation

March 21, 2012



Republican Budget:

- Abandons the Economic Recovery
- Ships American Jobs Overseas
- Harms our Economic Competitiveness

*Over 400 days in the Majority
and No Jobs Plan*



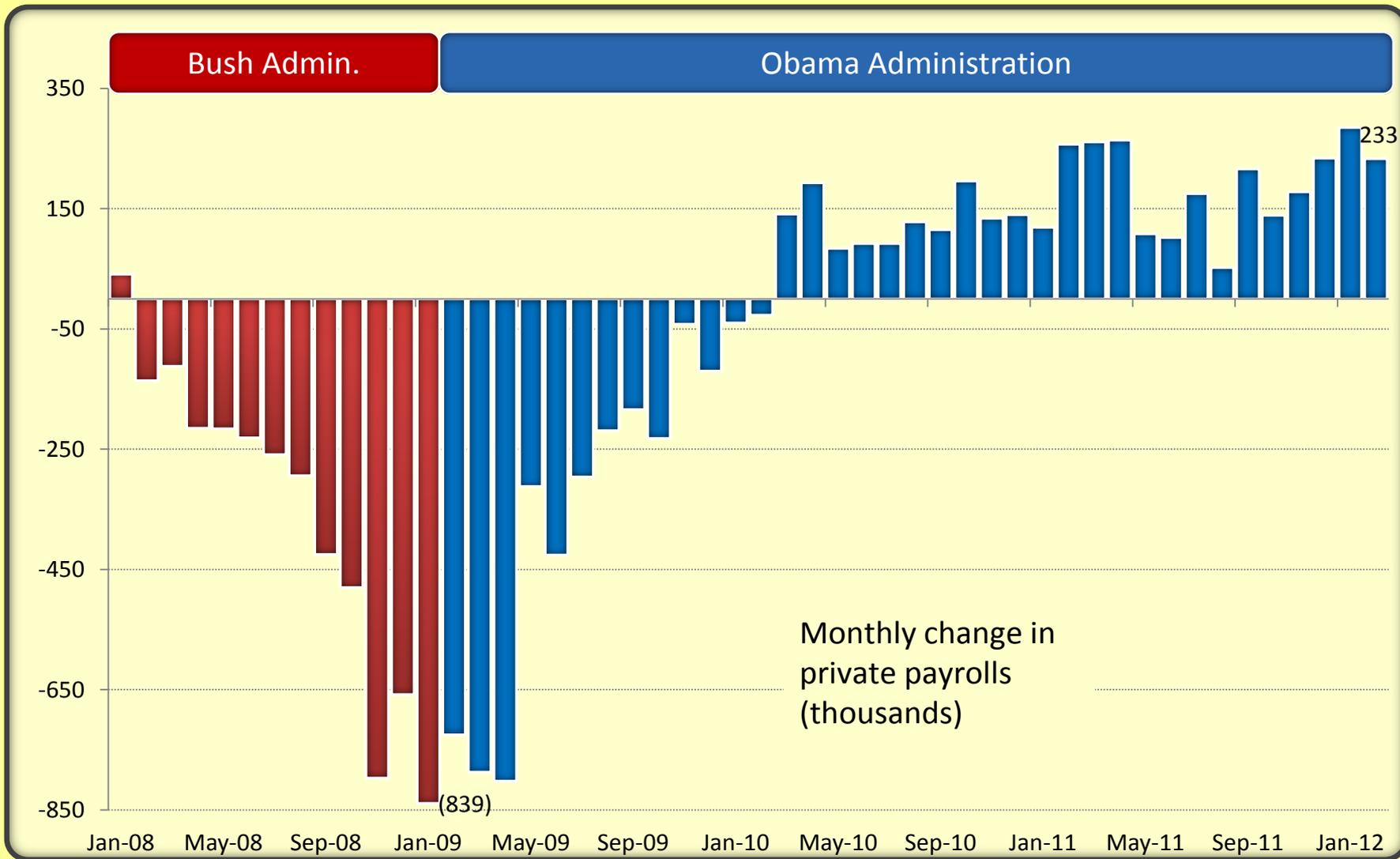
Democratic Amendments Will:

- Protect Jobs and the Economic Recovery by Offering Elements of the American Jobs Act
- Promote Long-Term Economic Growth by Making Smart, Targeted Investments, including Education, Transportation, and R&D



Democrats Turn Job Losses to Gains

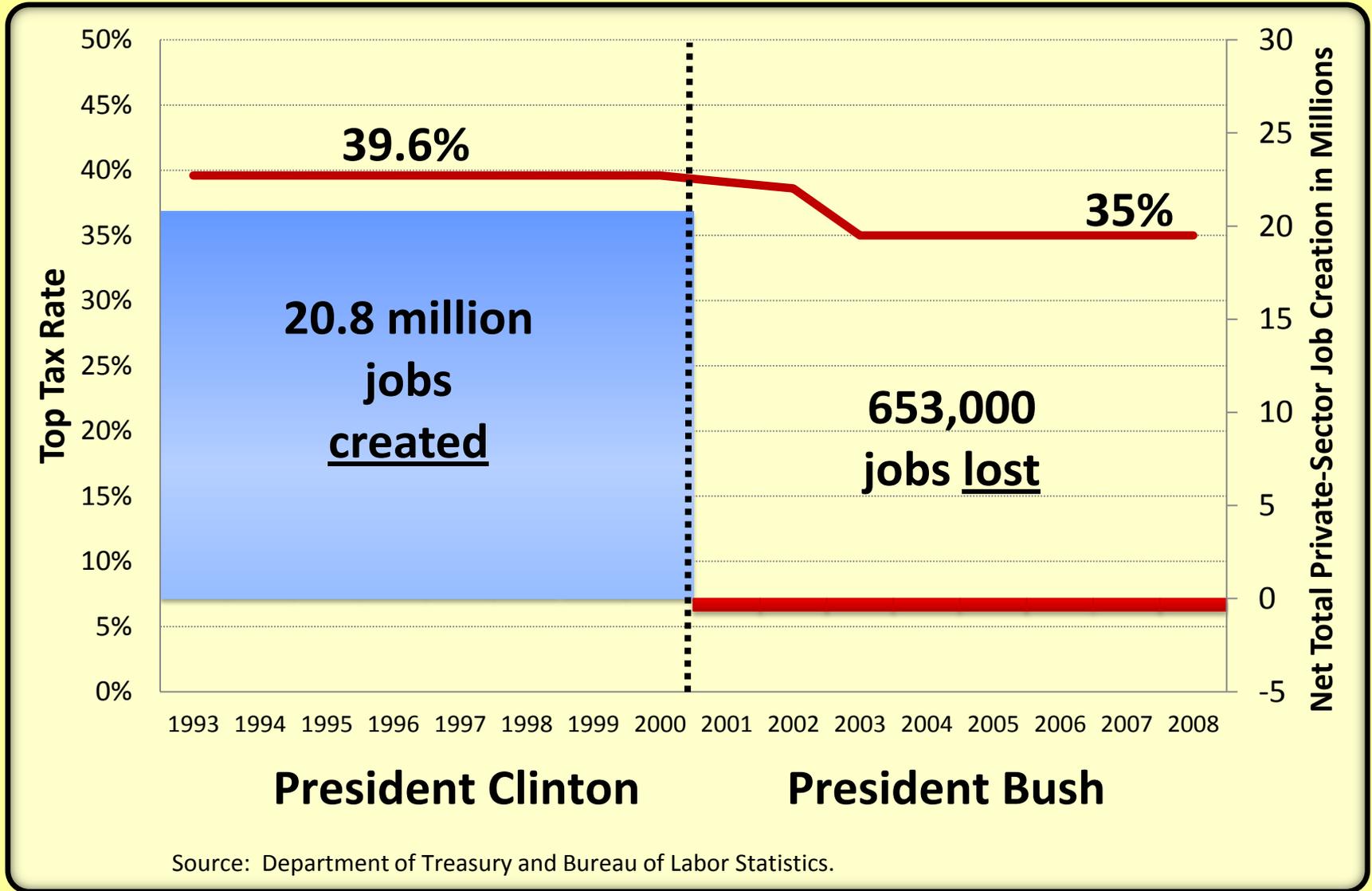
3.9 Million Private-Sector Jobs Created in Past 24 Months



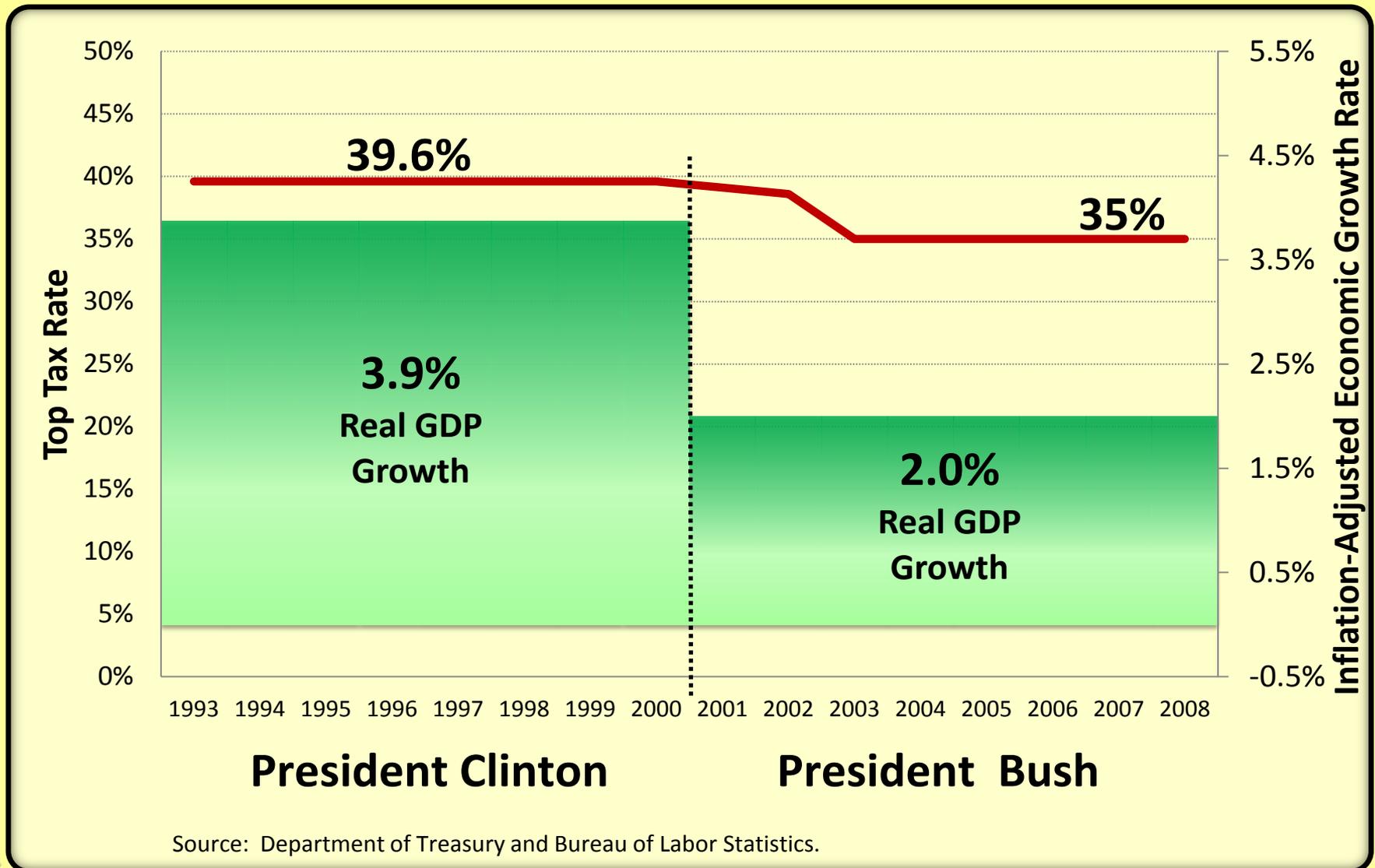
Monthly change in private payrolls (thousands)



Top Tax Rate and Total Net Job Creation



Top Tax Rate and Average Annual Growth



Source: Department of Treasury and Bureau of Labor Statistics.



Making College More Affordable

“At a time when Americans owe more in tuition debt than credit card debt, this Congress needs to stop the interest rates on student loans from doubling in July.”

--- President Obama, *State of the Union*,
January 2012



Republican Budget:

- Ends Medicare Guarantee
- Puts Insurance Companies Back in Charge
- Shreds the Social Safety Net



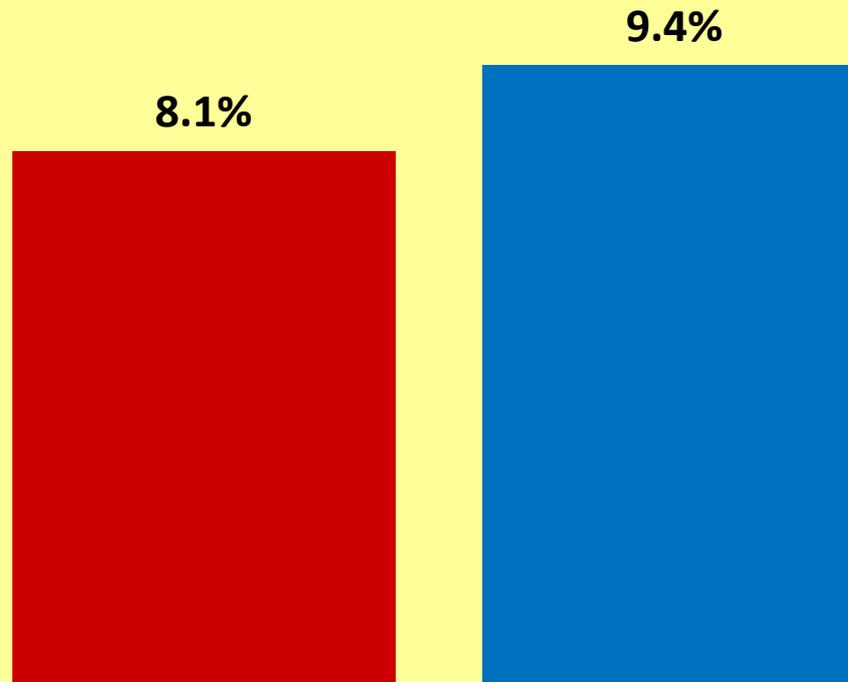
Democratic Amendments Will:

- Reject Putting Seniors at the Mercy of Insurance Companies and will Protect the Medicare Guarantee
- Preserve the Social Safety Net by Rejecting cuts to Medicaid and Food Assistance



Per Enrollee, Private Insurance Costs Rise Faster than Medicare Costs

■ Medicare ■ Private Health Insurance



Average Annual Percent Change in Common Care Benefit Spending Per Enrollee,
1969-2010



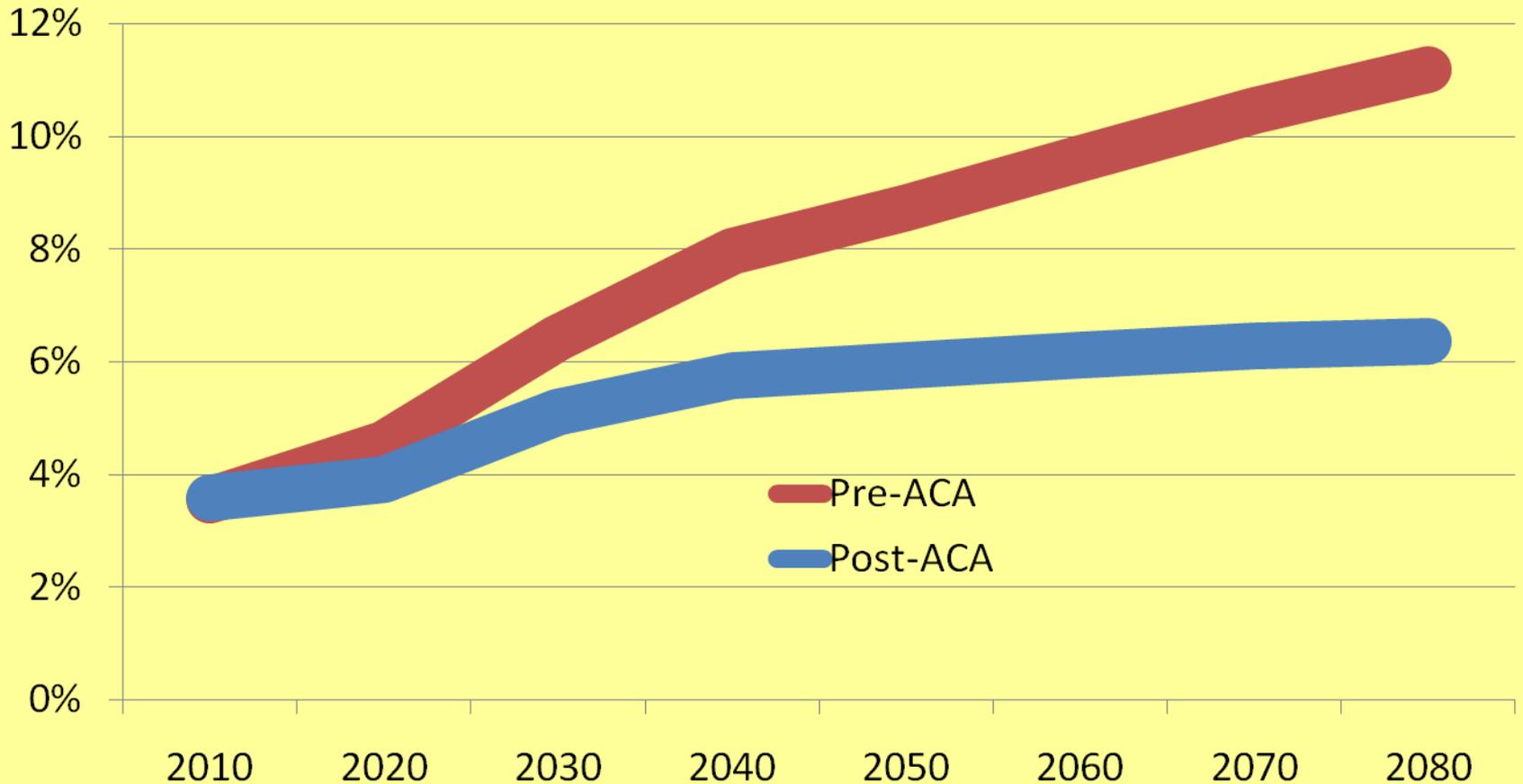
Medicare Trustees: Affordable Care Act Strengthens Medicare

“The financial outlook for the Medicare program is substantially improved as a result of the changes in the Affordable Care Act.”



Affordable Care Act Saves Money for the Budget and for Seniors

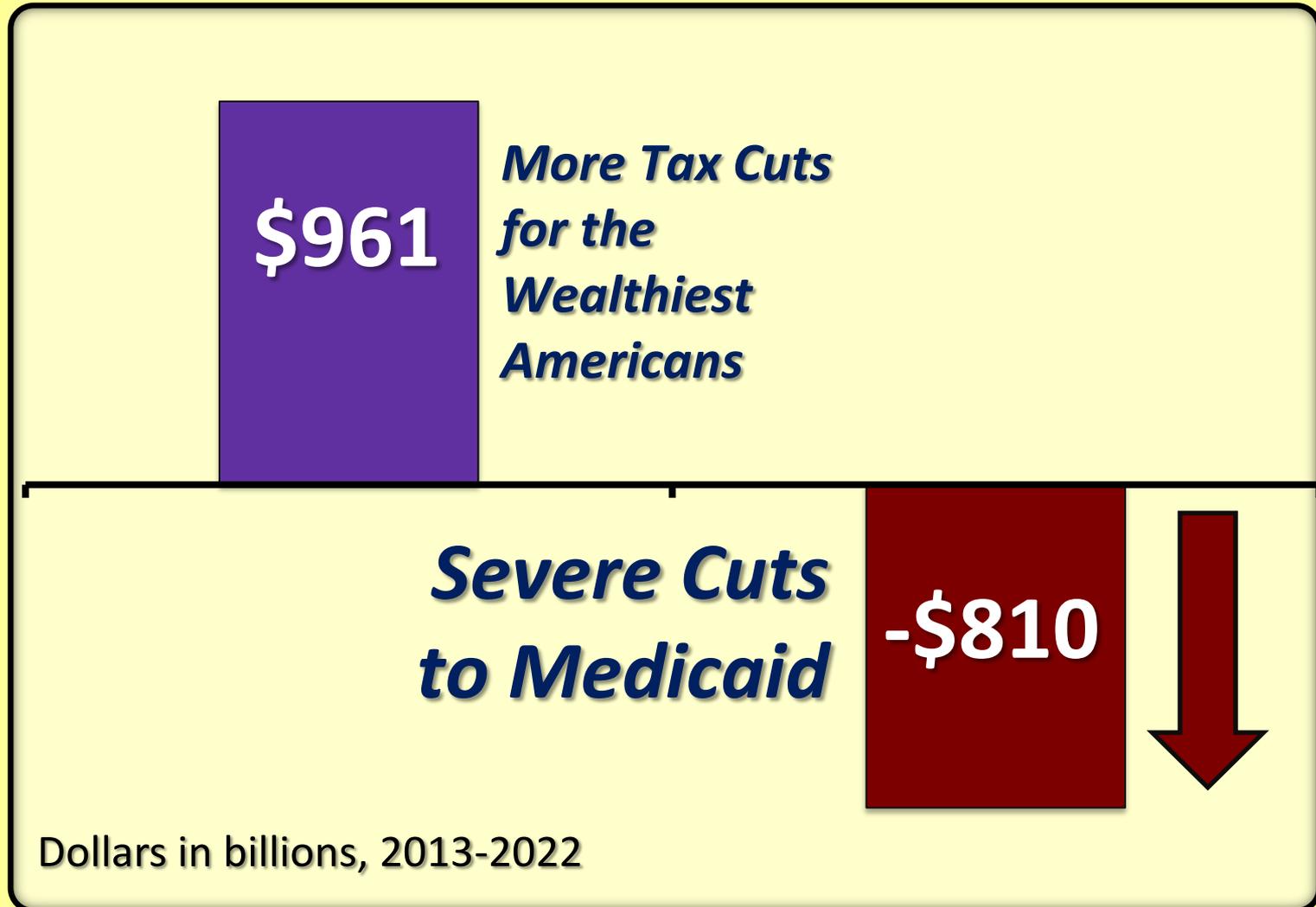
Total Medicare Spending as a Percent of GDP



Source: 2009 and 2010 Medicare Trustees Reports



Republican Budget Gives Tax Cuts to Wealthy, Slashes Health Care for Low-Income



Dollars in billions, 2013-2022



Republican Budget:

Makes Harmful Choices to
Protect Tax Breaks for the
Very Wealthy



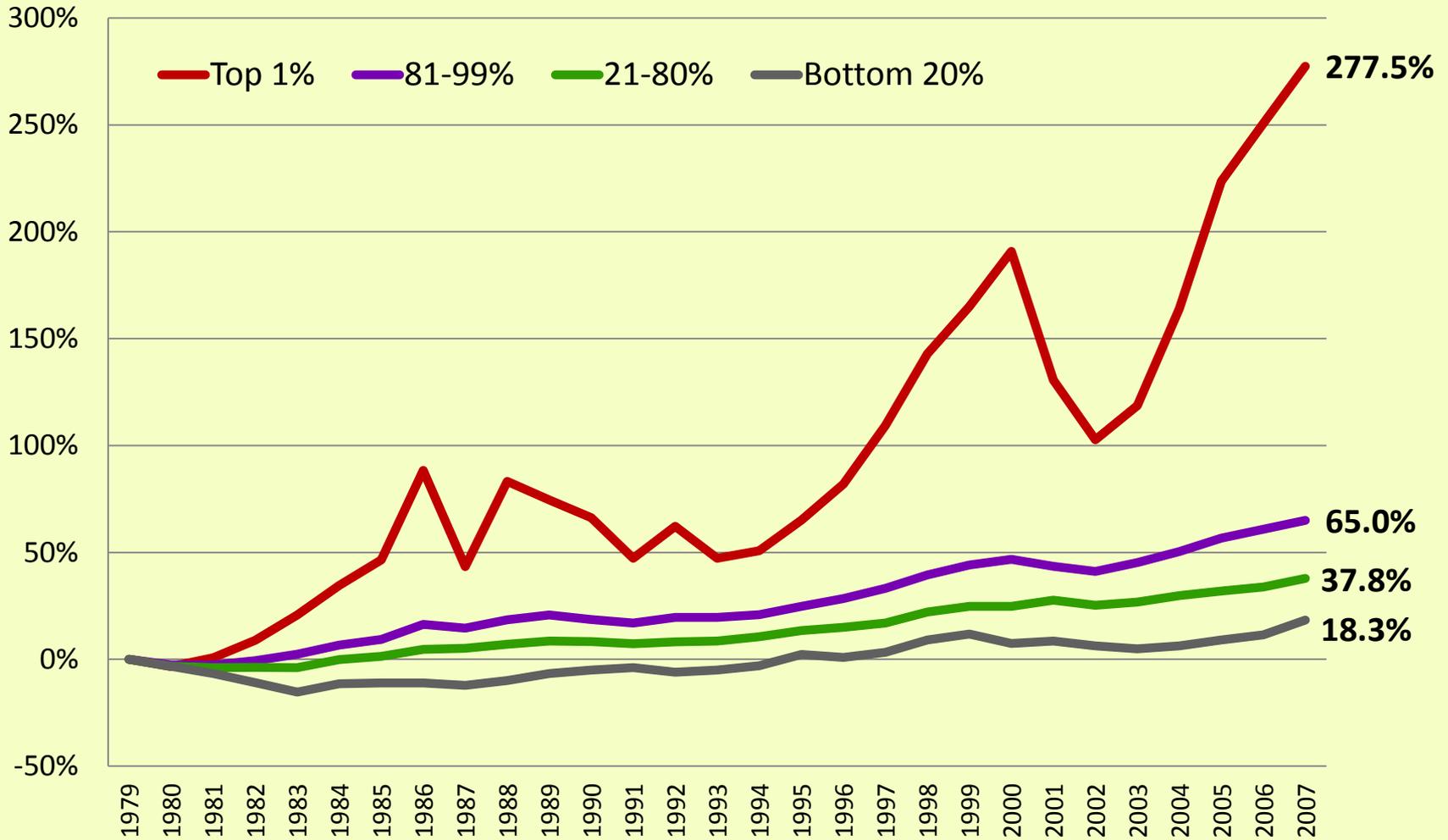
Democratic Amendments Will:

- Adopt a Balanced Approach to Deficit Reduction, Where Everyone Pays Fair Share
- Close Tax Loopholes for Special Interests
- Protect Tax Cuts for Working Americans
- Require Tax Rates for Wealthy be More in Line with Those for the Middle Class.



Top 1% See Outsized Income Gains

Cumulative Growth in Real After-Tax Incomes by Income Group, 1979-2007



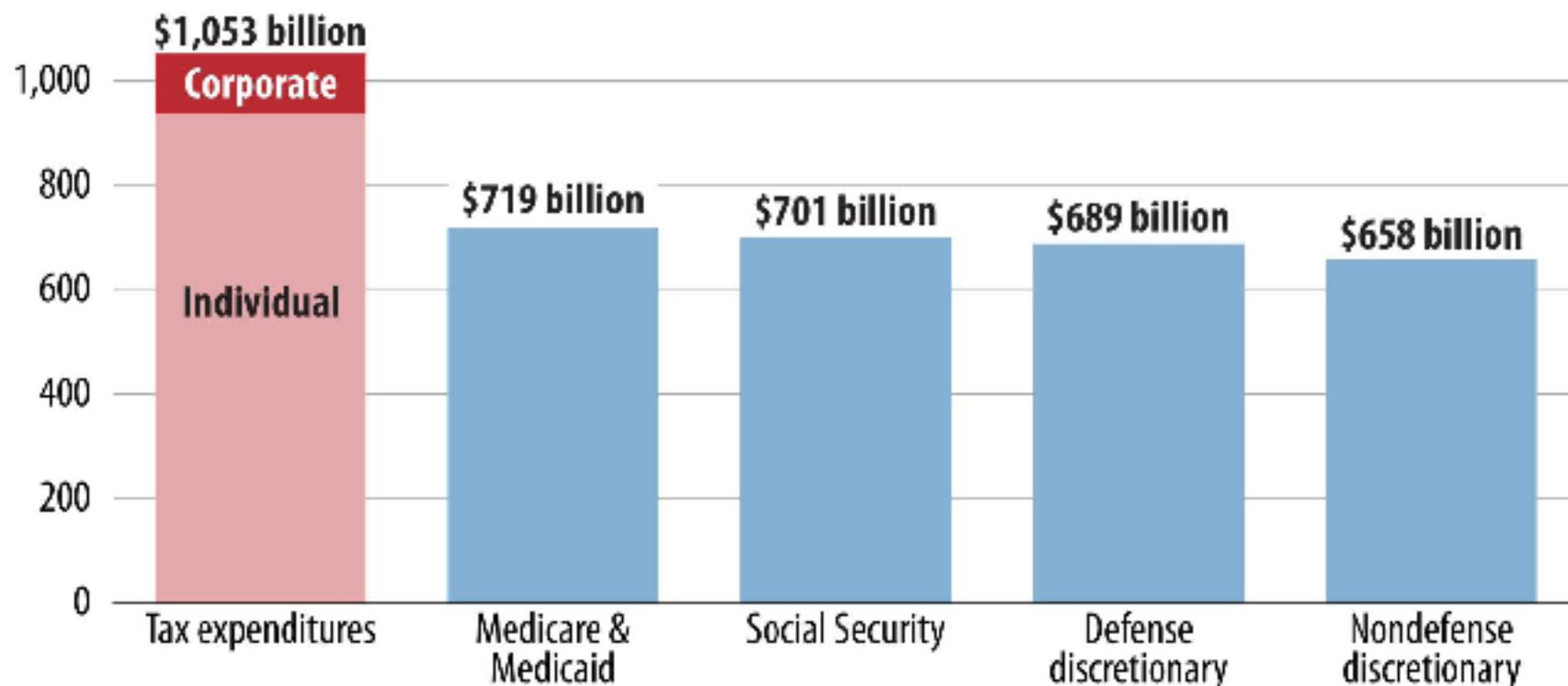
Source: Congressional Budget Office, October 2011.



Spending Through Tax Code is Very Large

Tax expenditures and other major spending categories in 2010

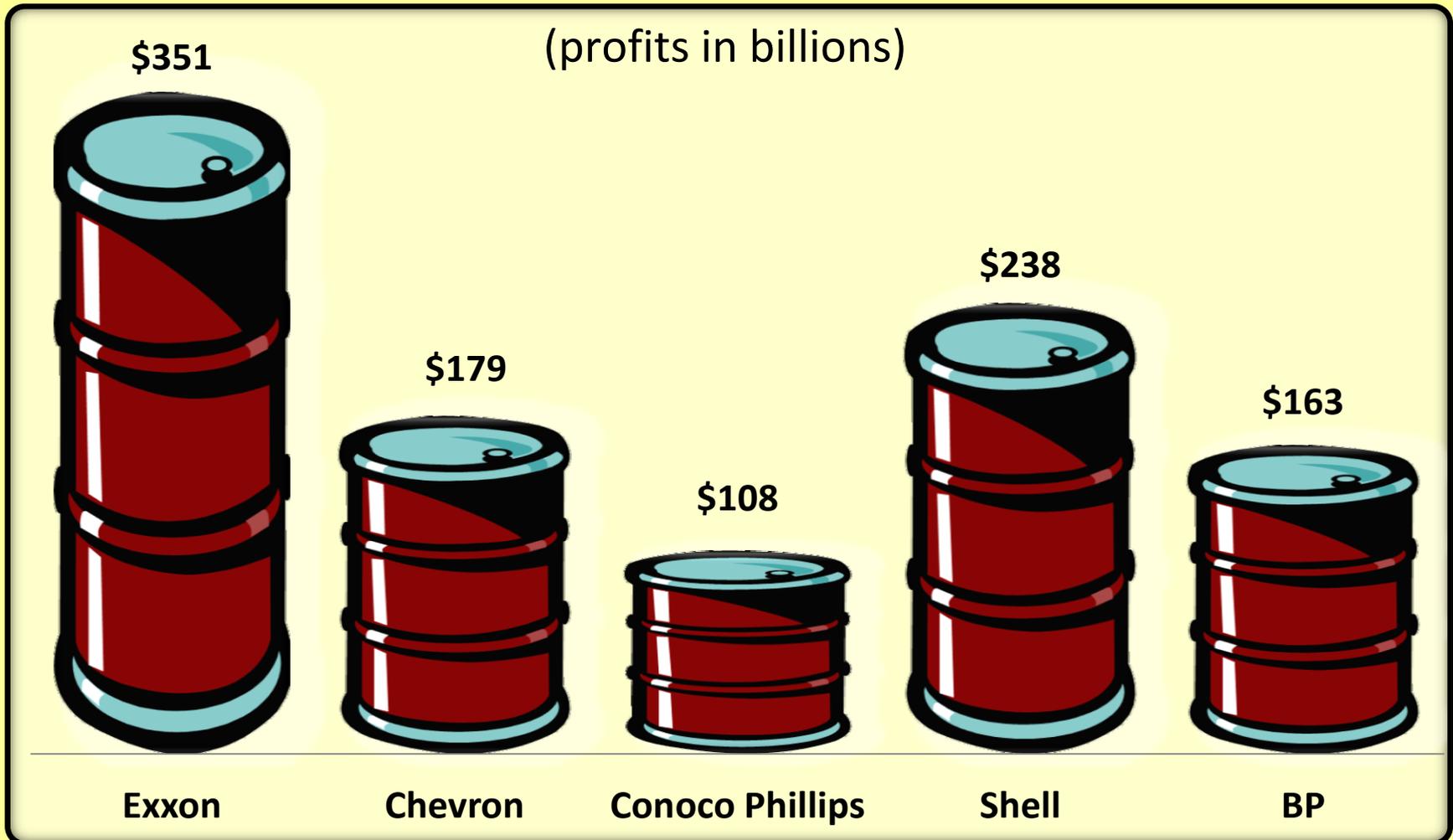
\$1,200 billion



Note: Tax expenditure figures exclude Recovery Act provisions that were allowed to expire, but include those that have been extended.

Source: Office of Management and Budget.

“Big 5” Oil Company Profits Exceeded \$1 Trillion over Last Decade

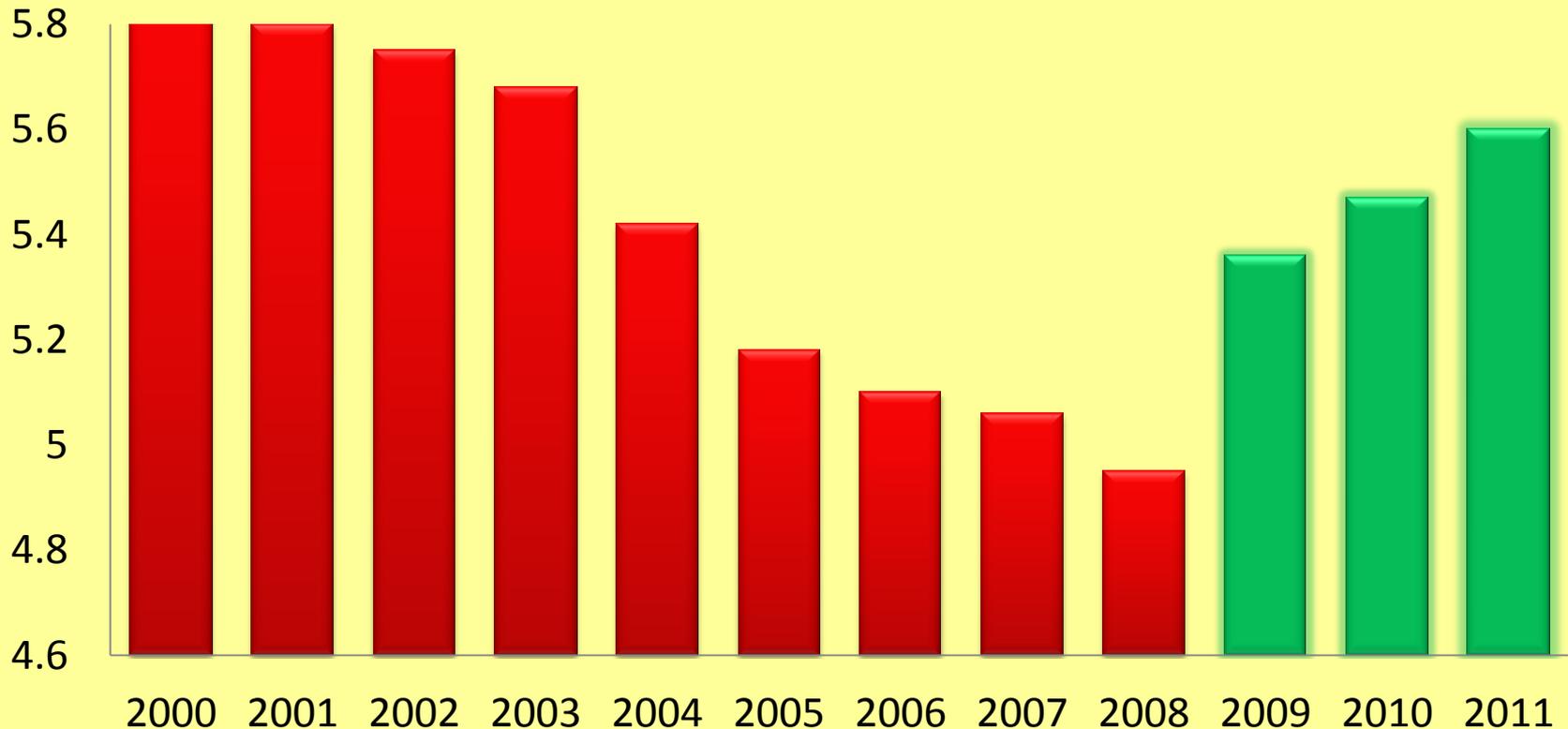


Source: http://www.americanprogress.org/issues/2012/02/big_oil_banner_year.html



U.S. Oil Production Rose since 2008

(in millions of barrels per day)

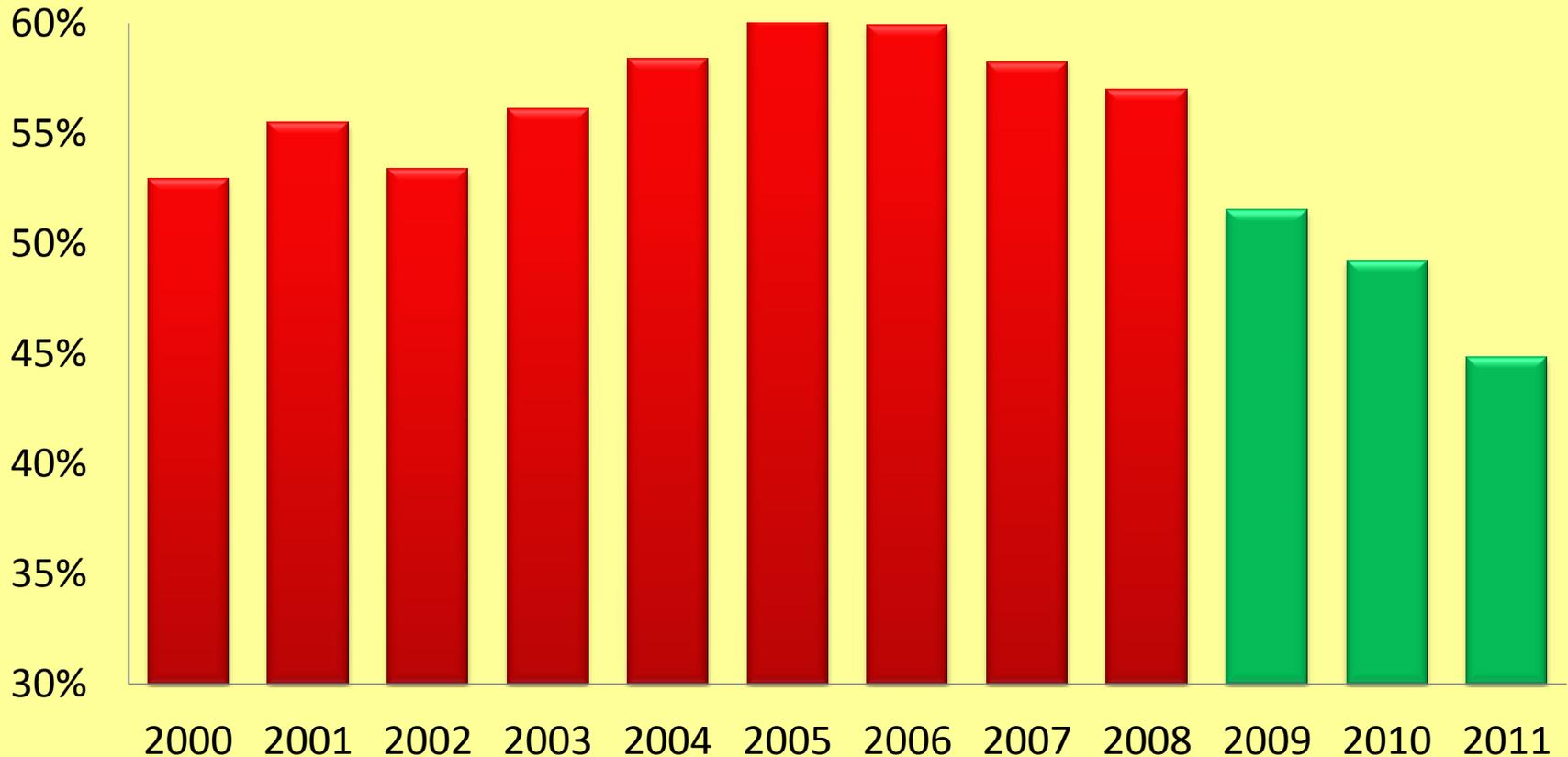


Source: EIA



U.S. Dependence on Foreign Oil Fell Since 2008

Net Imports as a Share of Consumption



Source: EIA



Republican Budget Slashes Medicaid Funding by **One-Third** by 2022



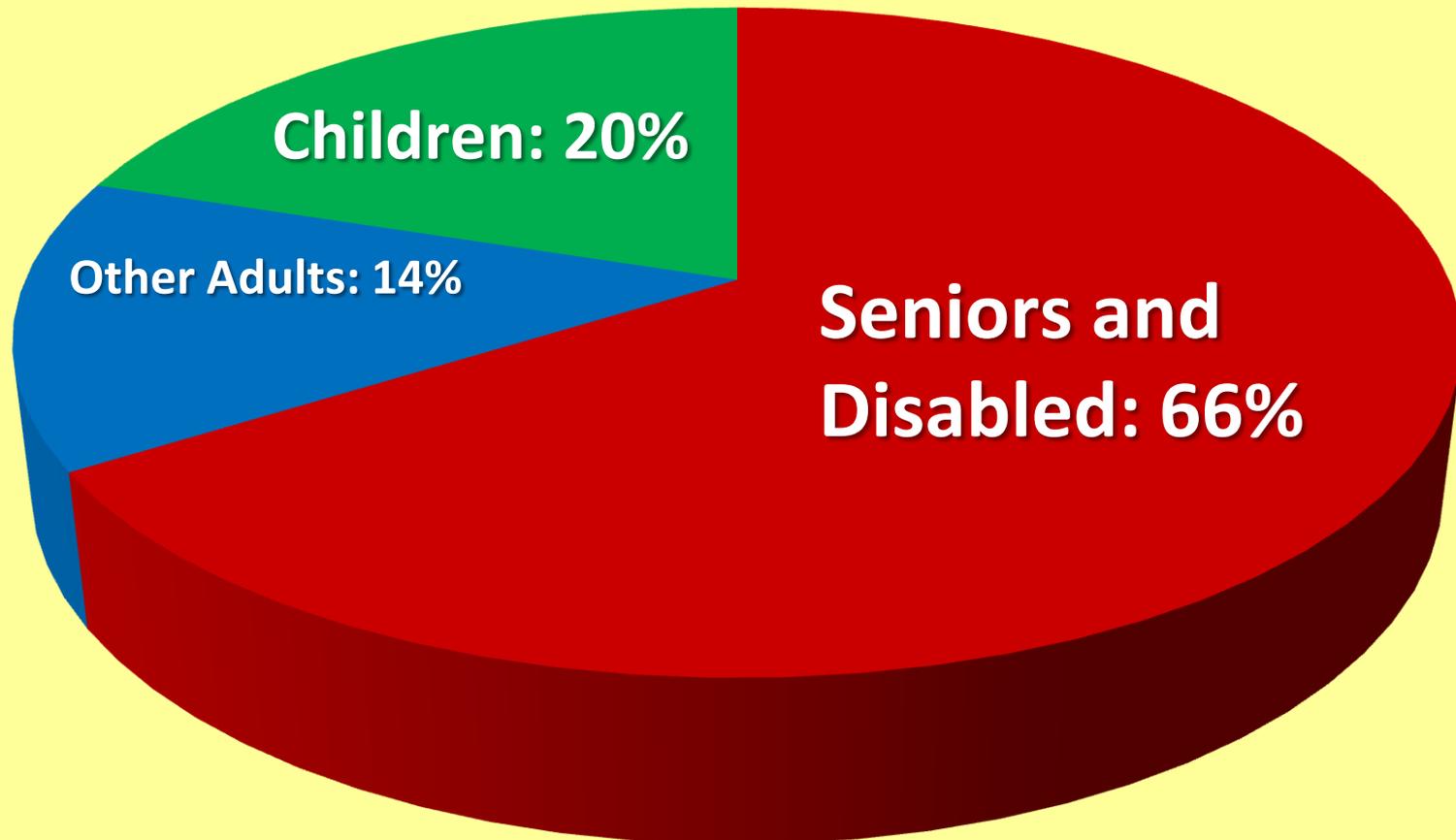
Compared to current law (excluding effects of repealing Medicaid expansion in health reform law).

Source: Center on Budget and Policy Priorities



Seniors and People with Disabilities Are **Two-Thirds** of Medicaid Spending

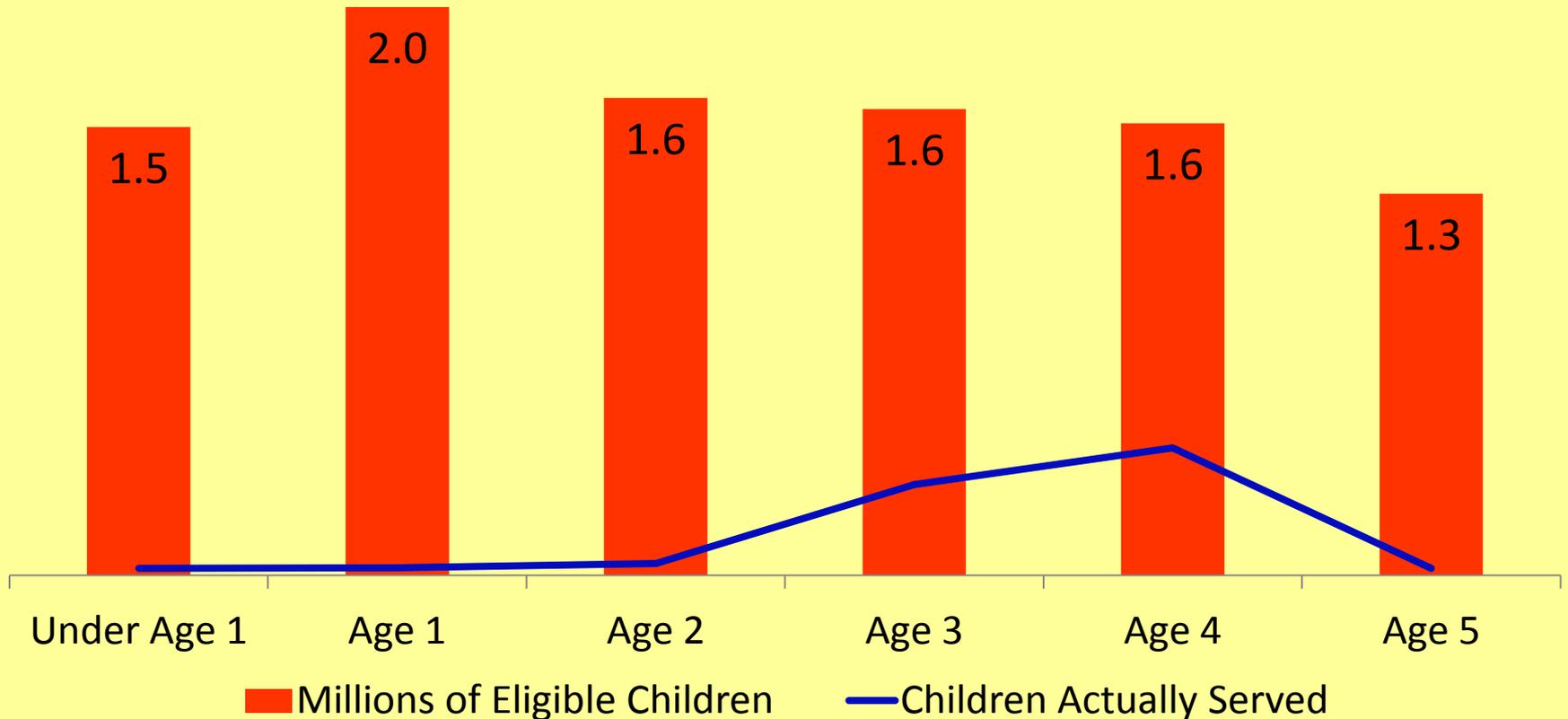
Medicaid Expenditures by Enrollment Group, 2010



Source: Centers for Medicare & Medicaid Services, Office of the Actuary

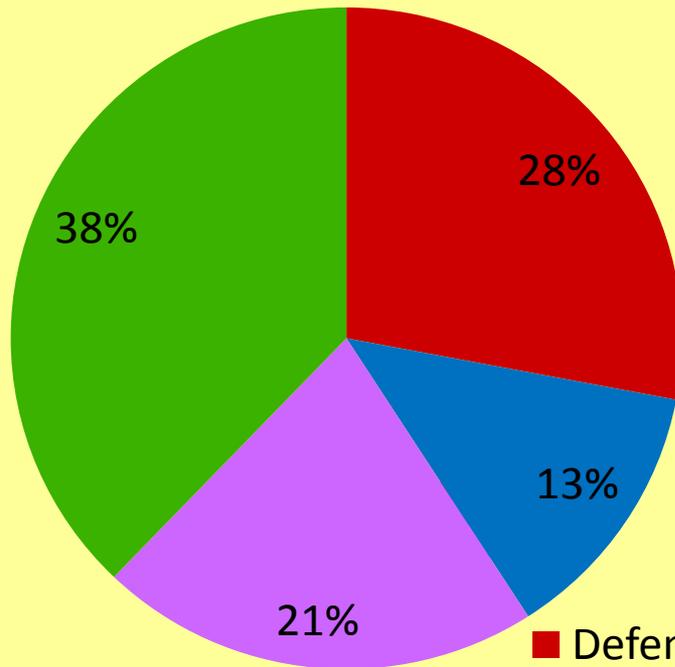


Head Start Only Reaches 1 of 5 Eligible Kids

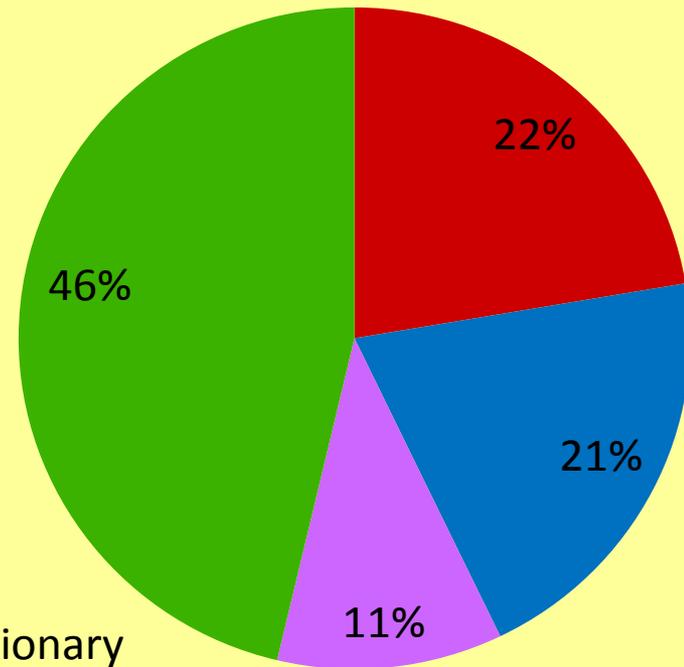


Big, Balanced, and Bipartisan

Simpson-Bowles



Domenici-Rivlin

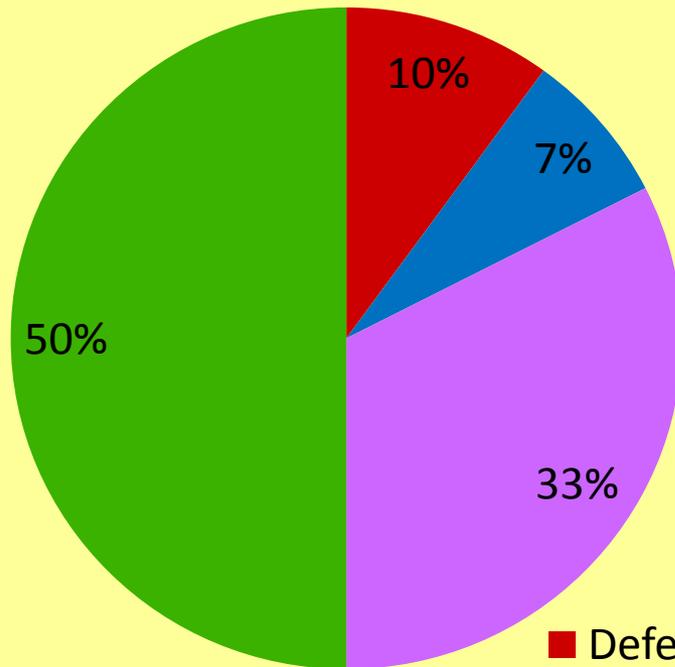


- Defense Discretionary
- Non-Defense Discretionary
- Mandatory Spending
- Revenues

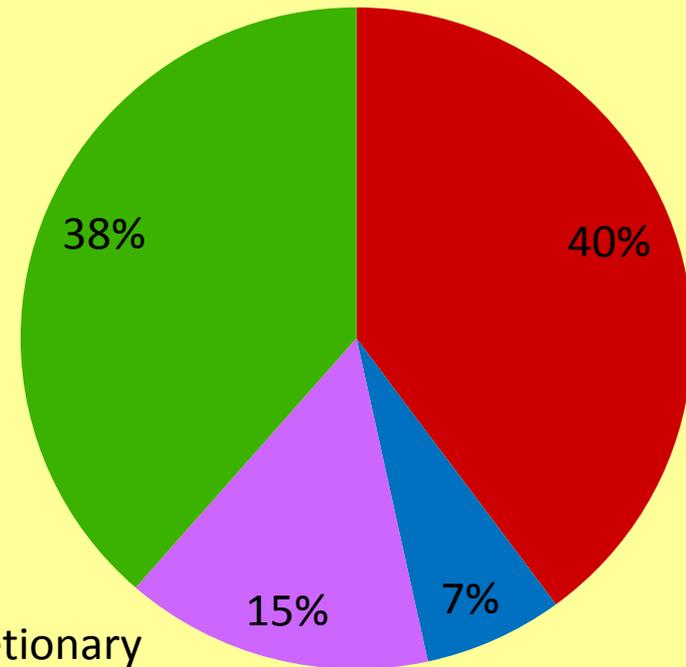


Big, Balanced, and Bipartisan

Galston-MacGuineas



Esquire Commission



- Defense Discretionary
- Non-Defense Discretionary
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Veterans Unemployment Down Sharply But Many Veterans Still Need Jobs

