

# THE CHOICE OF TWO FUTURES

HOUSE BUDGET COMMITTEE CHAIRMAN PAUL RYAN  
MARCH 2011

# THE CHALLENGE

**JOB DEFICIT**

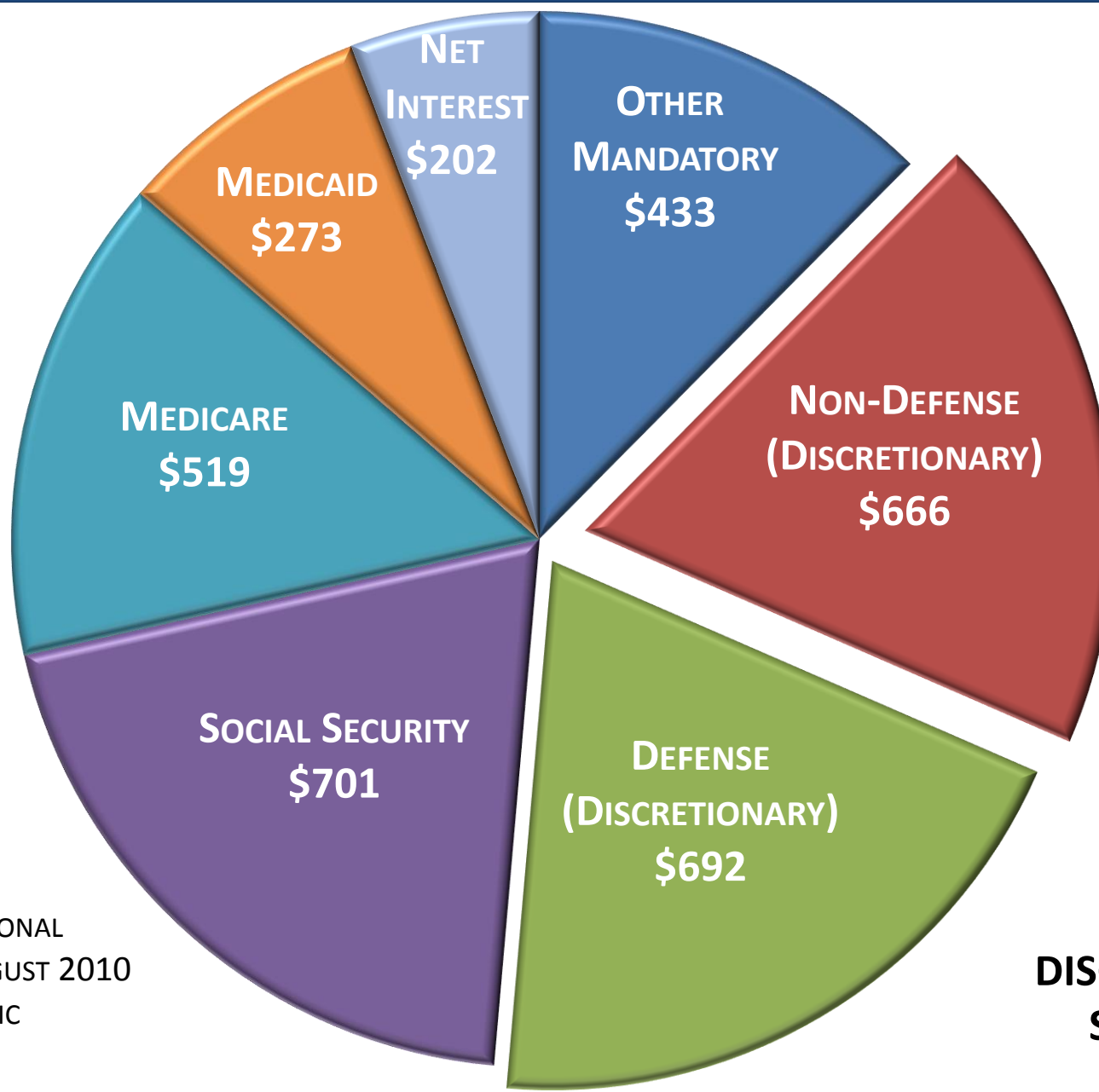
**BUDGET DEFICIT**

**LEADERSHIP DEFICIT**

# TOTAL SPENDING IN FY 2010 = \$3.5 TRILLION

(OUTLAYS IN BILLIONS OF DOLLARS)

## MANDATORY SPENDING

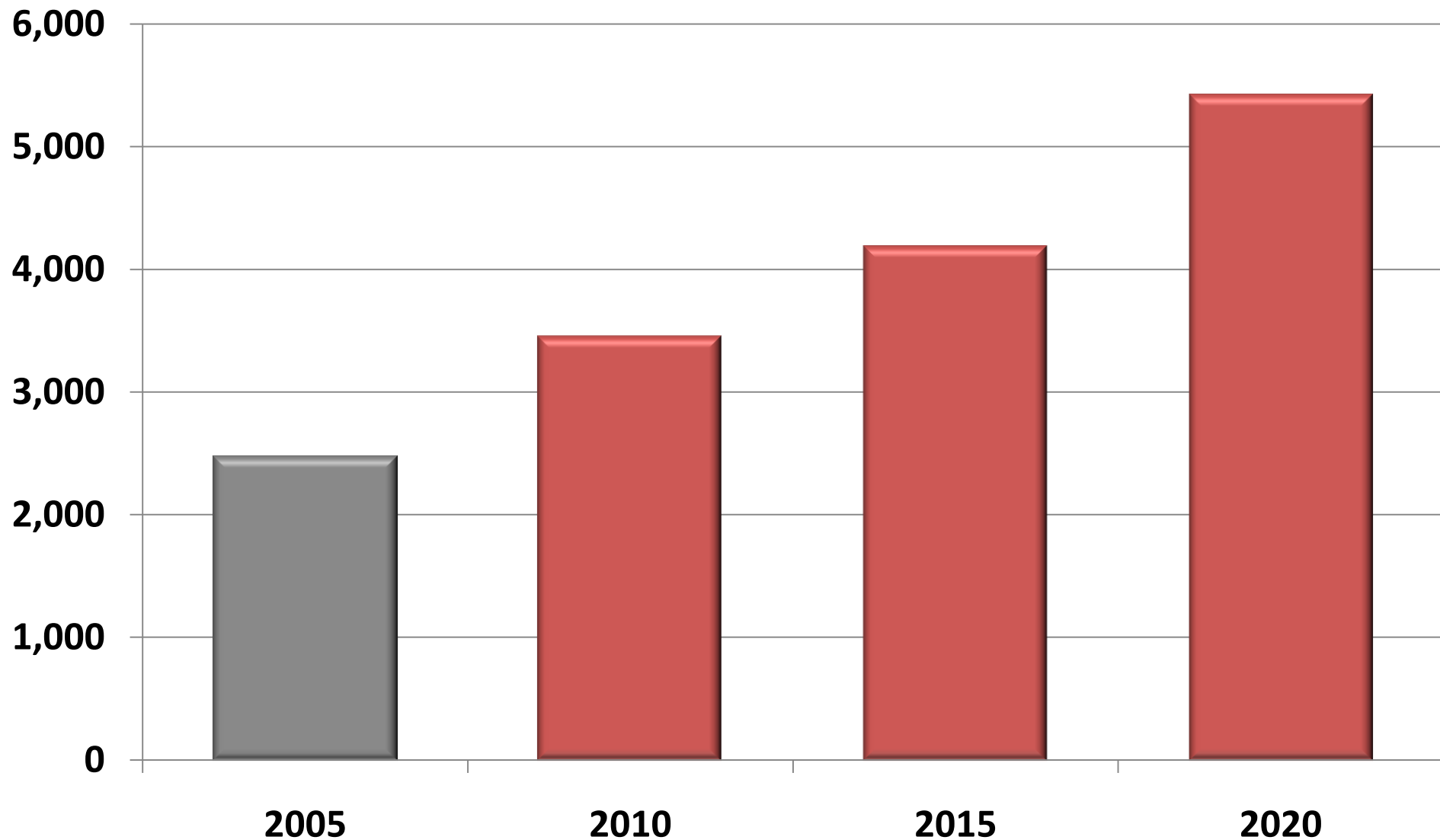


## DISCRETIONARY SPENDING

SOURCE: CONGRESSIONAL  
BUDGET OFFICE AUGUST 2010  
BUDGET & ECONOMIC  
OUTLOOK

# RECKLESS SPENDING SPREE

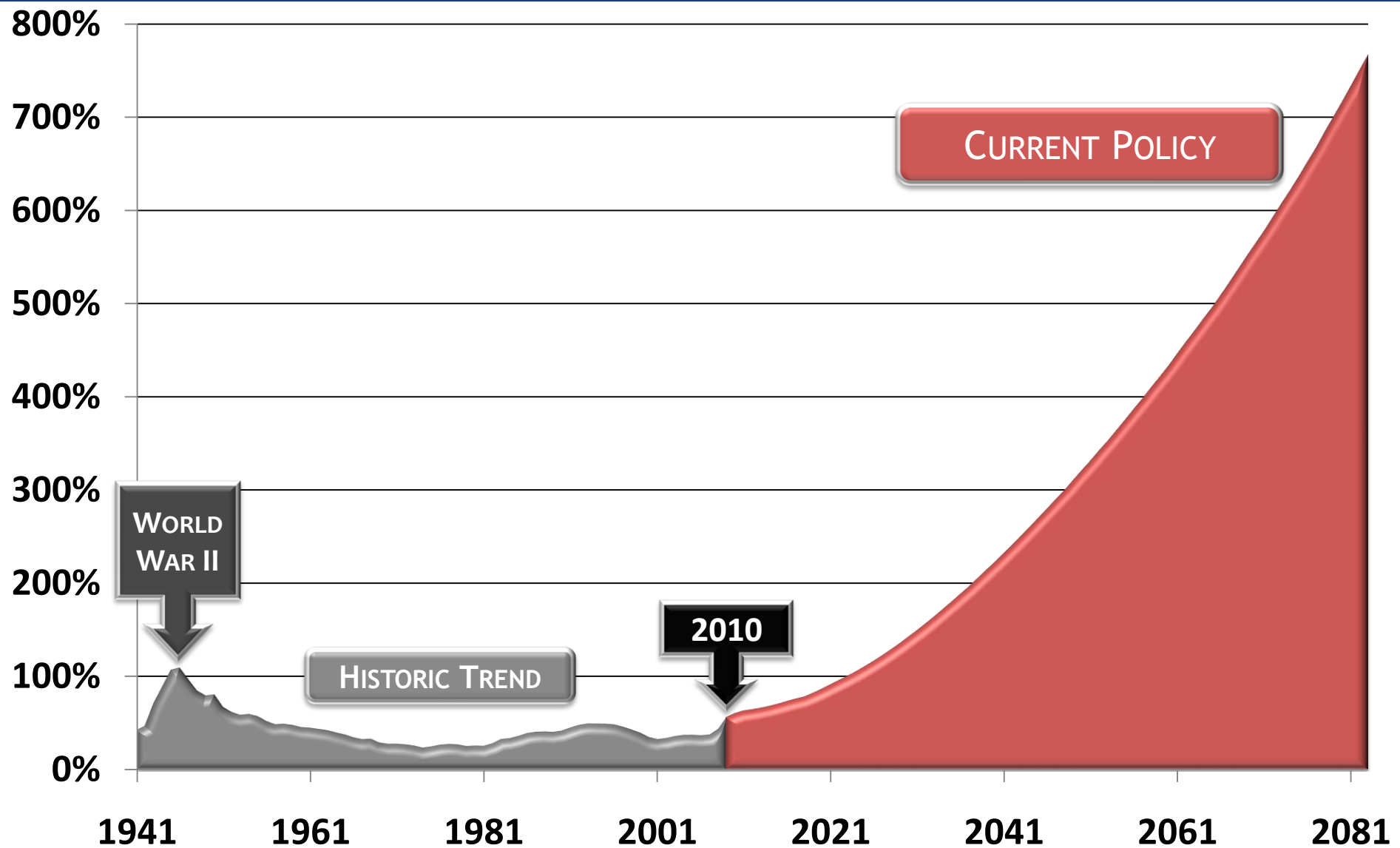
GOVERNMENT SPENDING IN BILLIONS OF DOLLARS, UNDER OBAMA BUDGET



SOURCE: CBO

# TIDAL WAVE OF DEBT

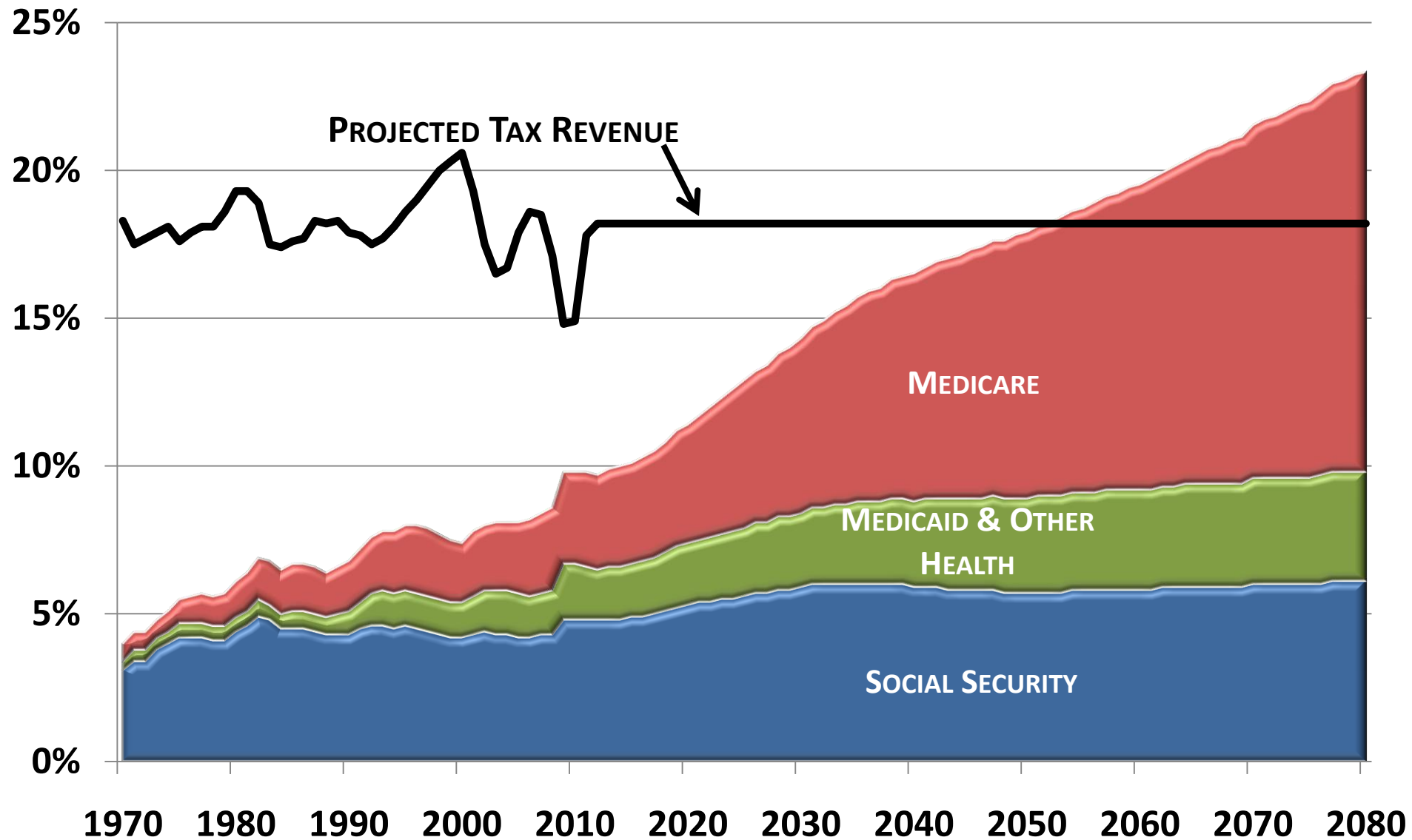
(DEBT HELD BY PUBLIC AS SHARE OF ECONOMY)



SOURCE: OMB/CBO

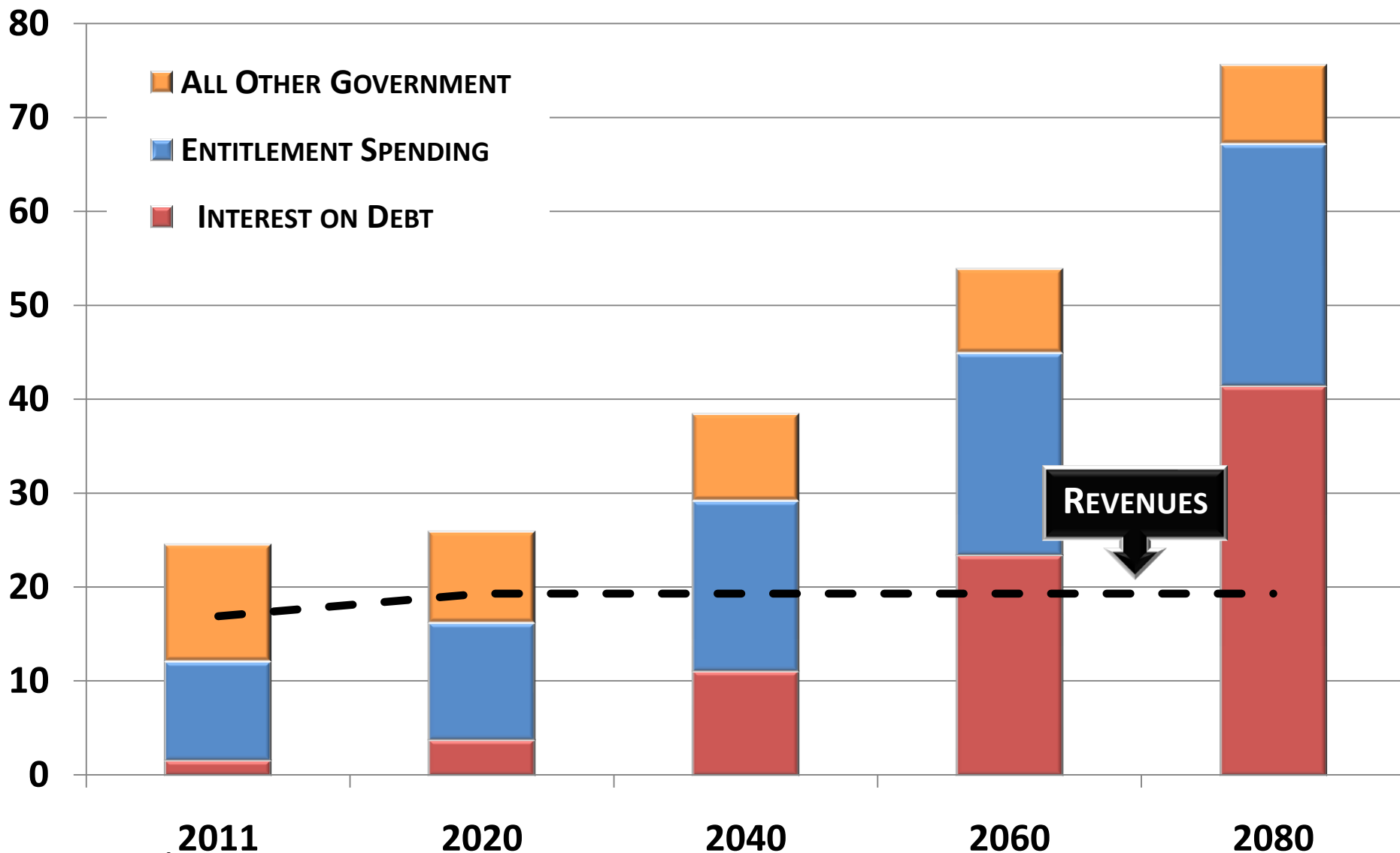
# WHAT DRIVES OUR DEBT?

## (GOVERNMENT SPENDING AS SHARE OF ECONOMY)



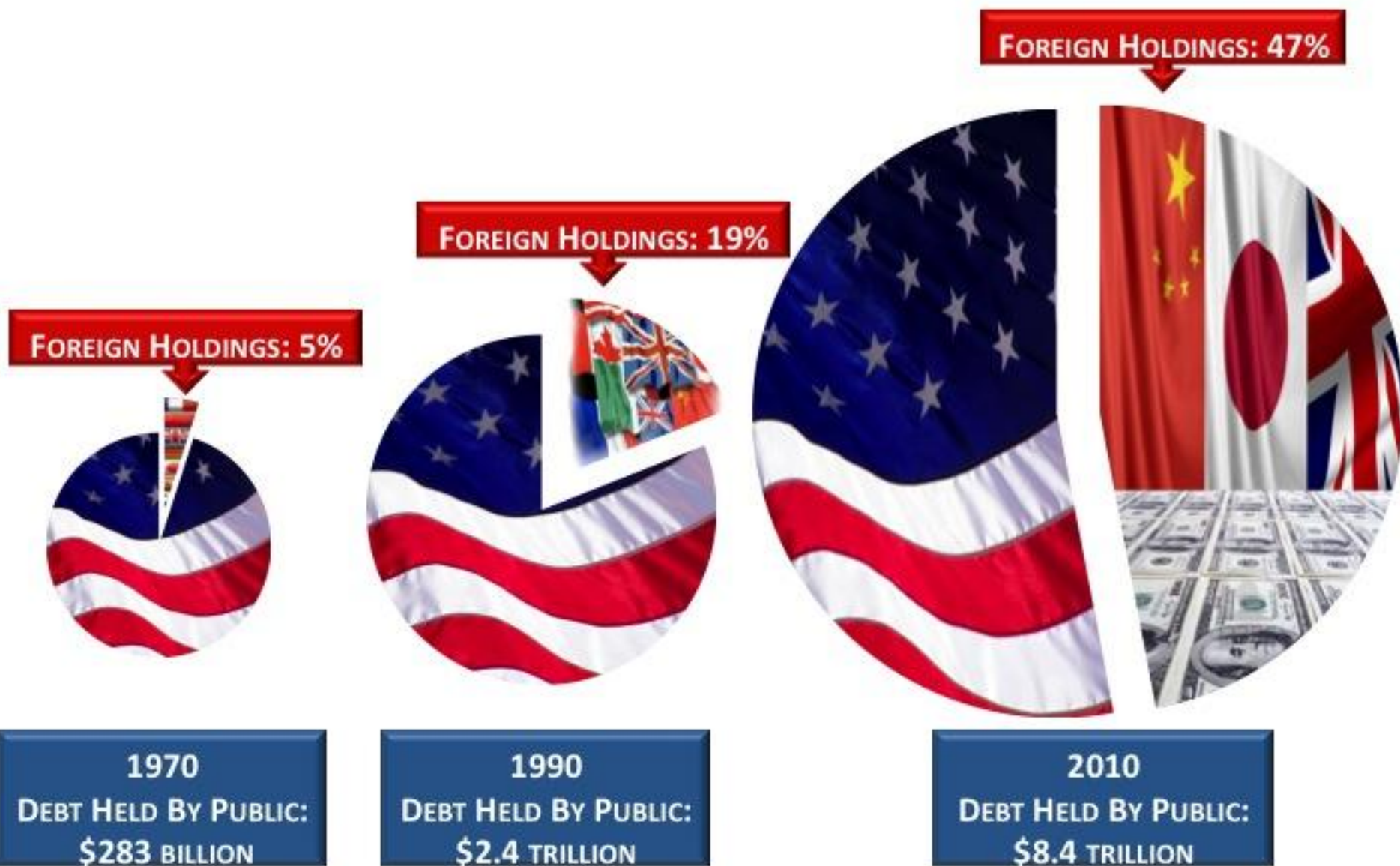
# WHAT DRIVES OUR DEBT?

## (GOVERNMENT SPENDING AS SHARE OF ECONOMY)



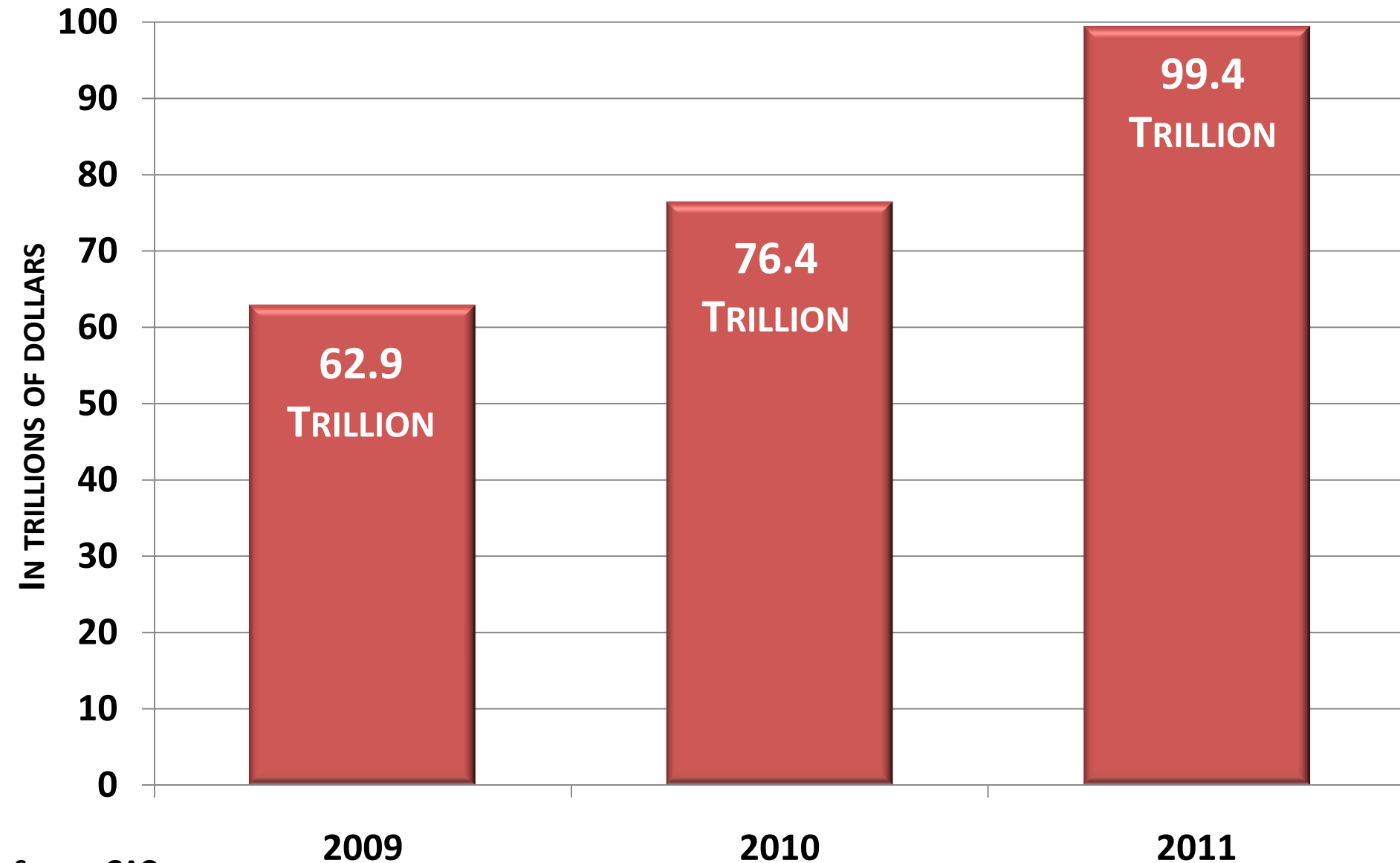
SOURCE: OMB /CBO

# WHO OWNS OUR DEBT ?



# THE COST OF WAITING – THE FISCAL GAP

UNFUNDED PROMISES IN TRILLIONS OF DOLLARS



# REAL SECURITY & REAL REFORM

THE HOUSE REPUBLICAN FY2012 BUDGET

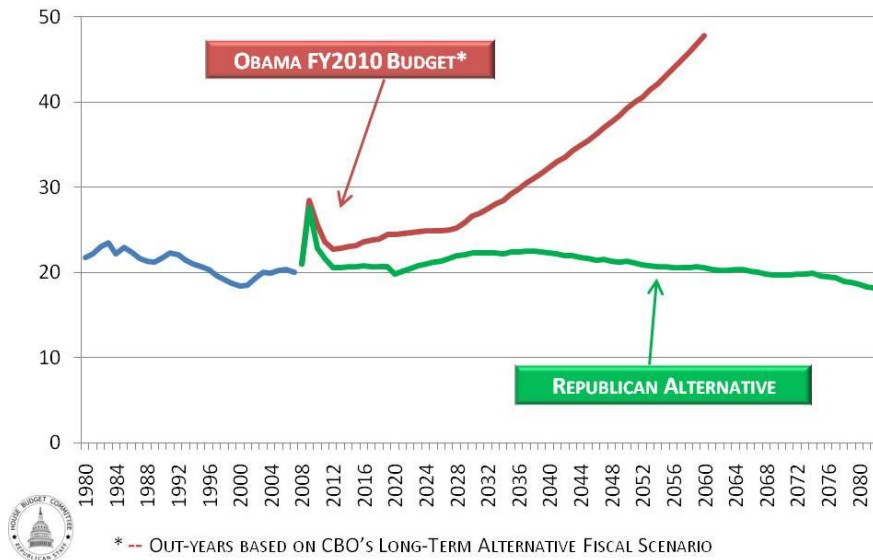
## Guiding Principles

- No changes to those in or near retirement
- Fulfill the mission of health and retirement security
- Lift the crushing burden of debt
- Spur economic growth and path to prosperity

# A CHOICE OF TWO FUTURES

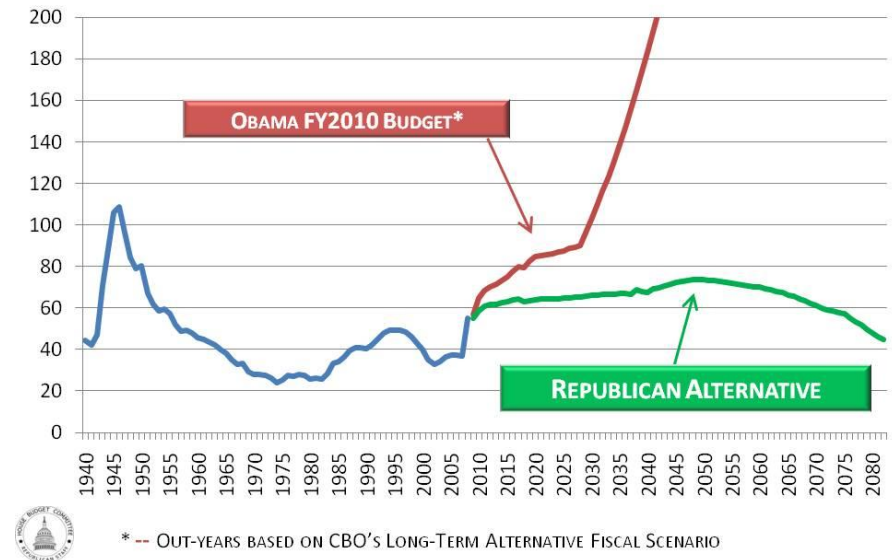
## CURBING SPENDING

(GOVERNMENT SPENDING AS PERCENTAGE OF GDP)



## GETTING DEBT UNDER CONTROL

(DEBT HELD BY PUBLIC AS PERCENTAGE OF GDP)



- **2009 House GOP Budget Alternative**
  - Cut \$4.8 trillion in spending from Democrats' budget; Put budget on path to balance
  - Keep taxes low; spur job creation and growth