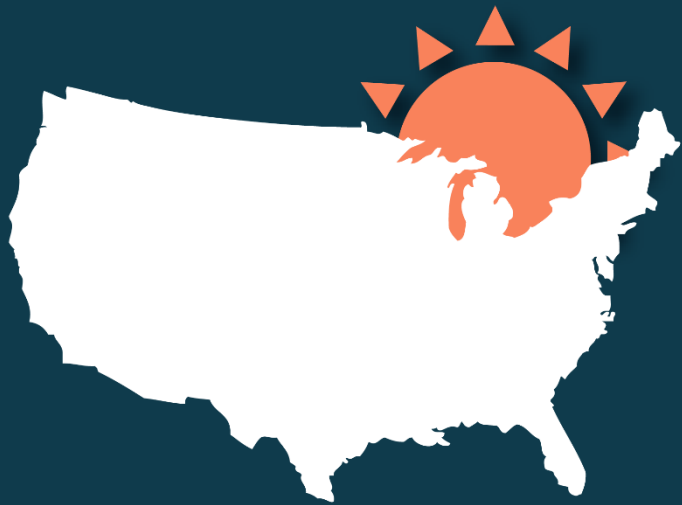


GRAPHS AND CHARTS

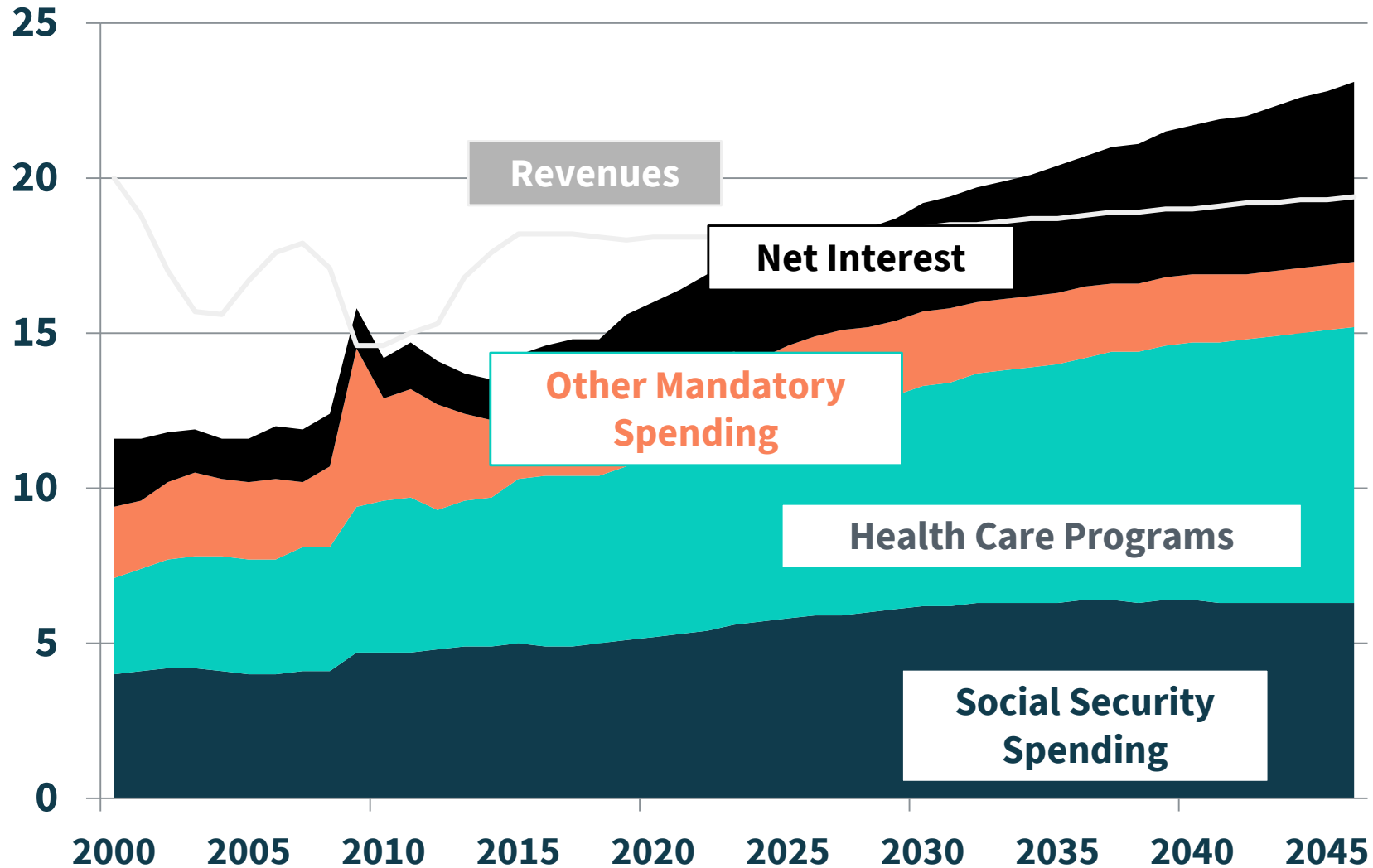


A BRIGHTER AMERICAN FUTURE

A Balanced Budget for FY 2019

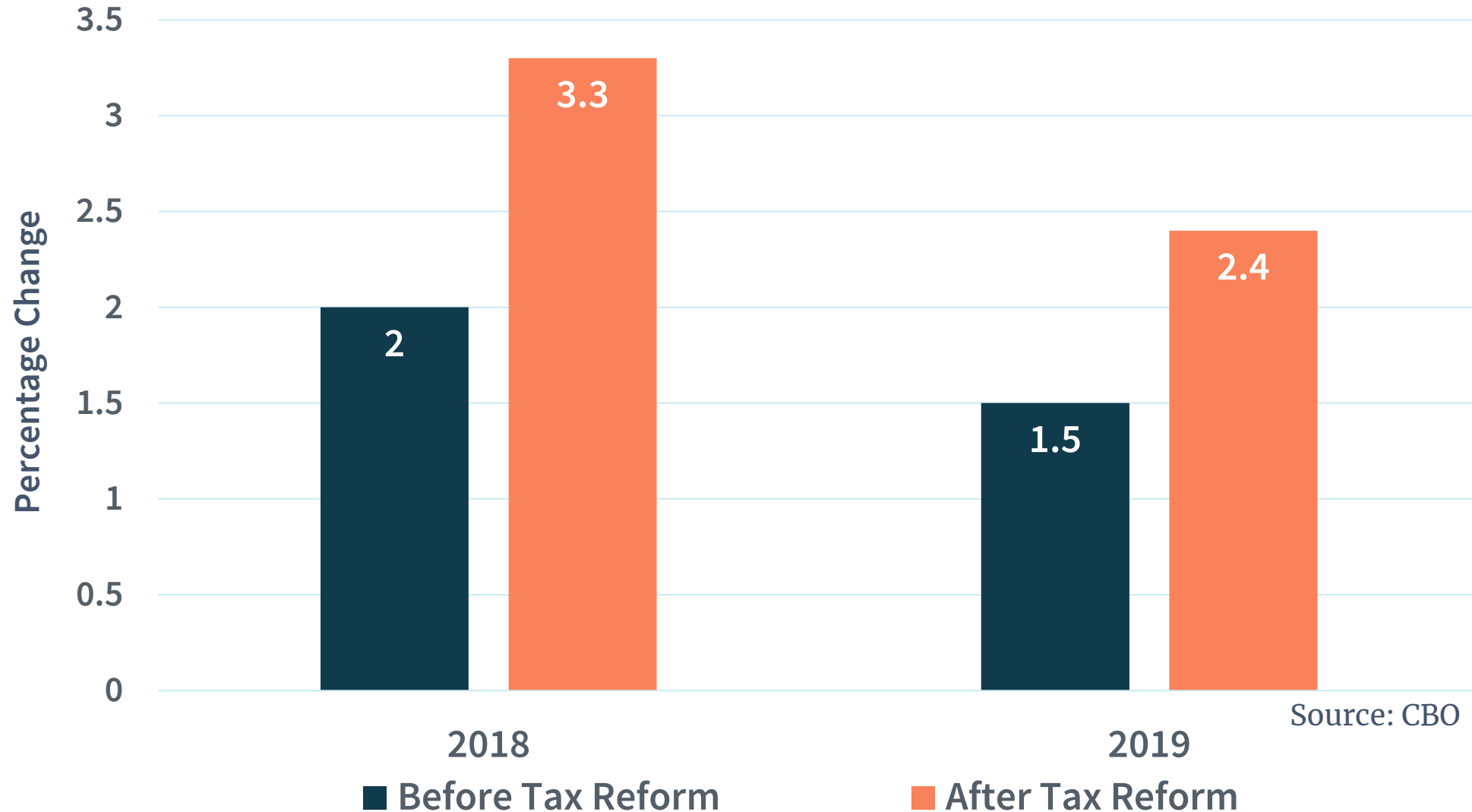
THE BUDGET CHALLENGE

GOVERNMENT SPENDING AS A % SHARE OF ECONOMY



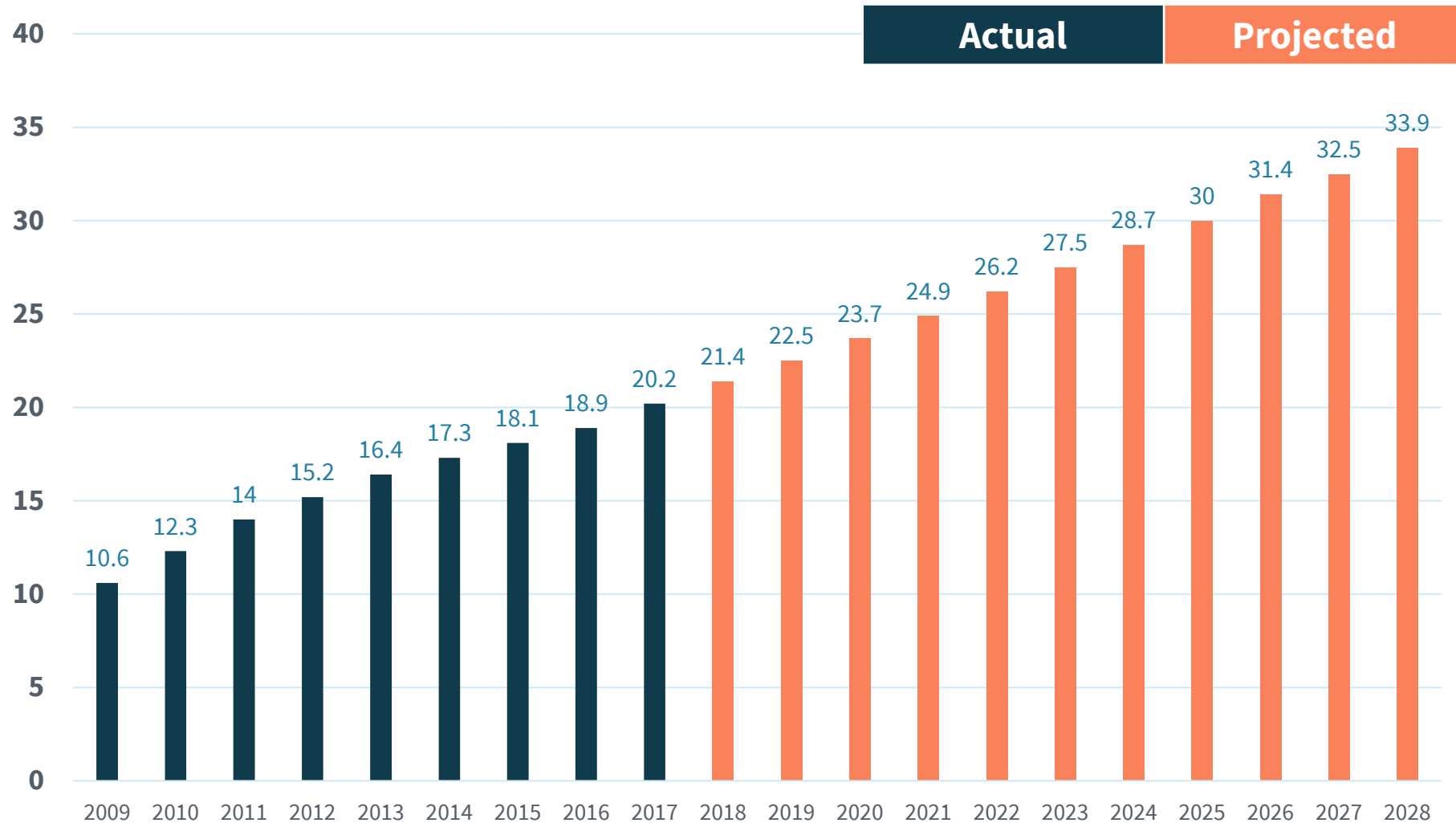
PROJECTED REAL GDP GROWTH

FROM FOURTH QUARTER TO FOURTH QUARTER



GROWING NATIONAL DEBT

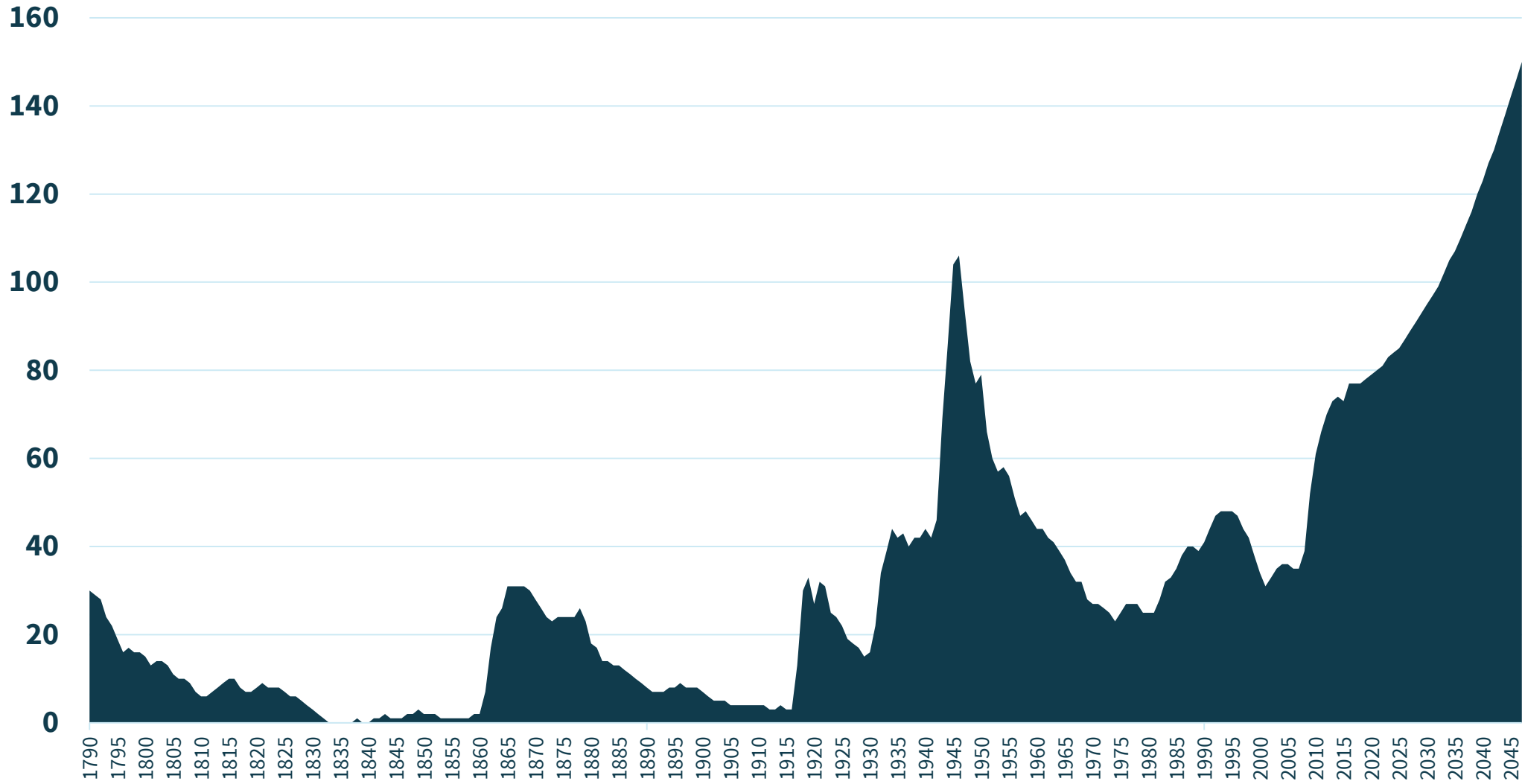
GROSS FEDERAL DEBT IN \$ TRILLIONS



SOURCE: CBO

THE NATIONAL DEBT KEEPS GROWING

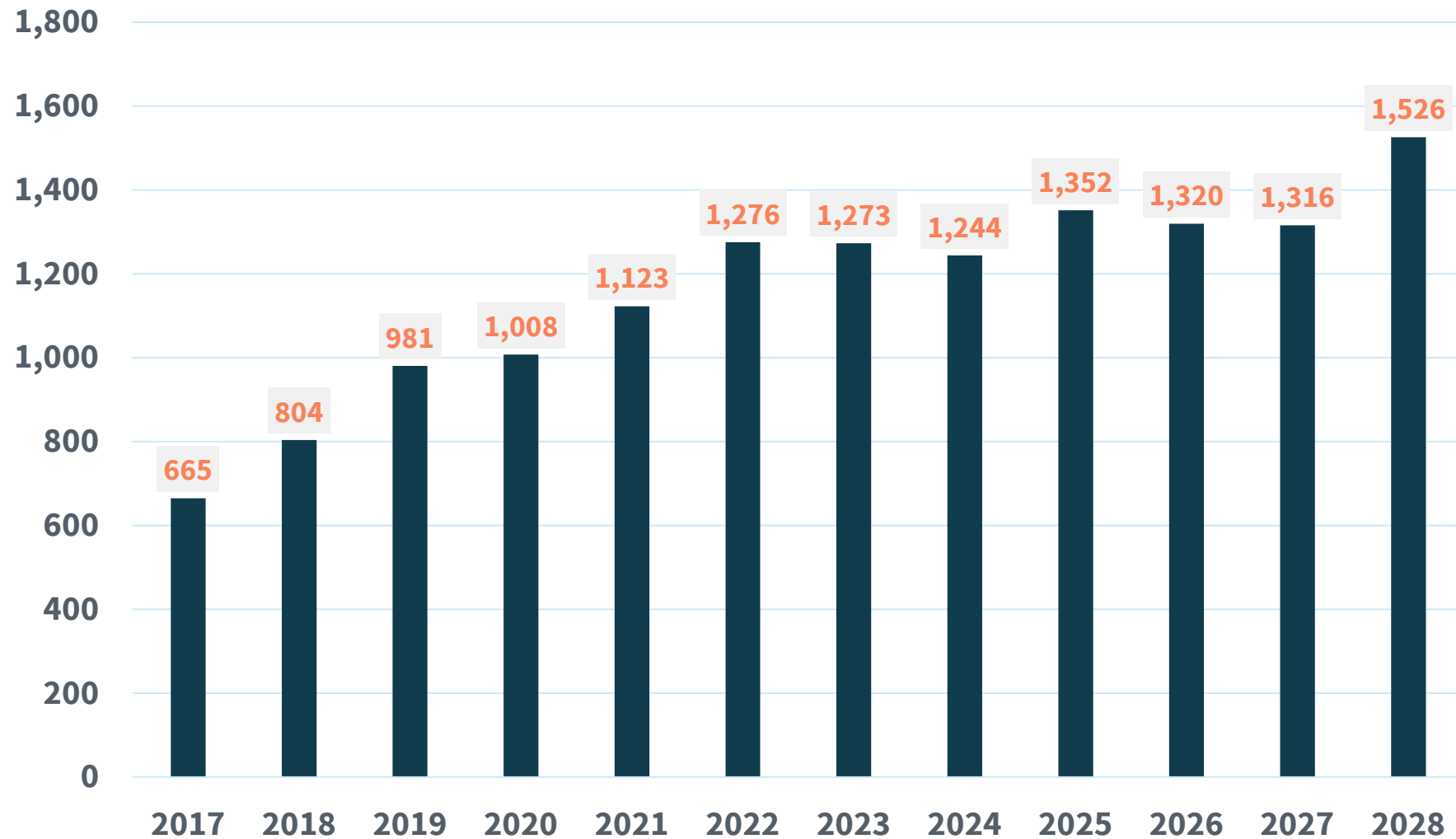
DEBT HELD BY THE PUBLIC AS % OF GDP



Source: CBO 2017 Long-Term Budget Outlook

DEFICIT PROJECTIONS IF CONGRESS DOES NOT ACT

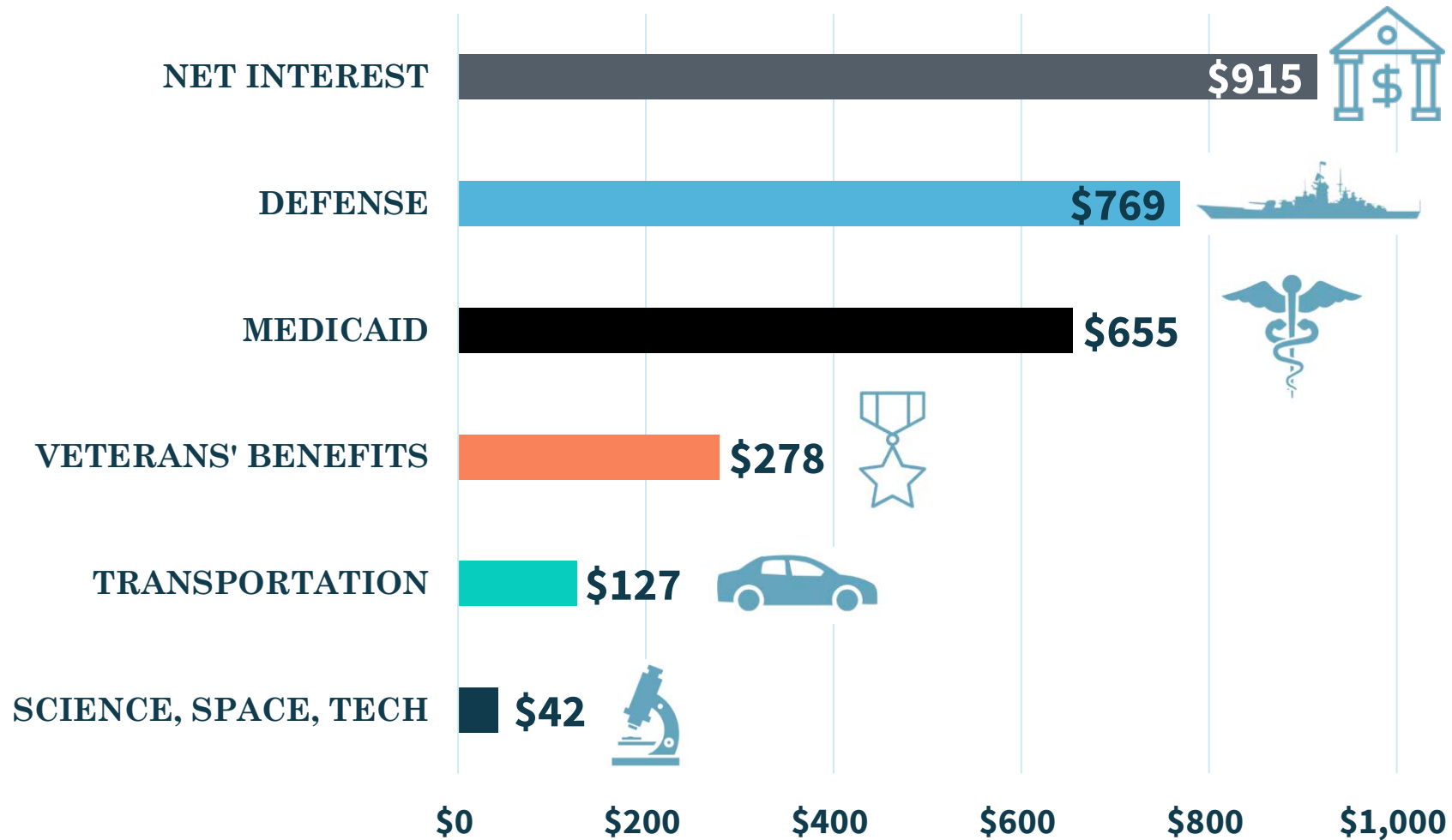
IN \$ BILLIONS



SOURCE: CBO

INTEREST VS. OTHER SPENDING

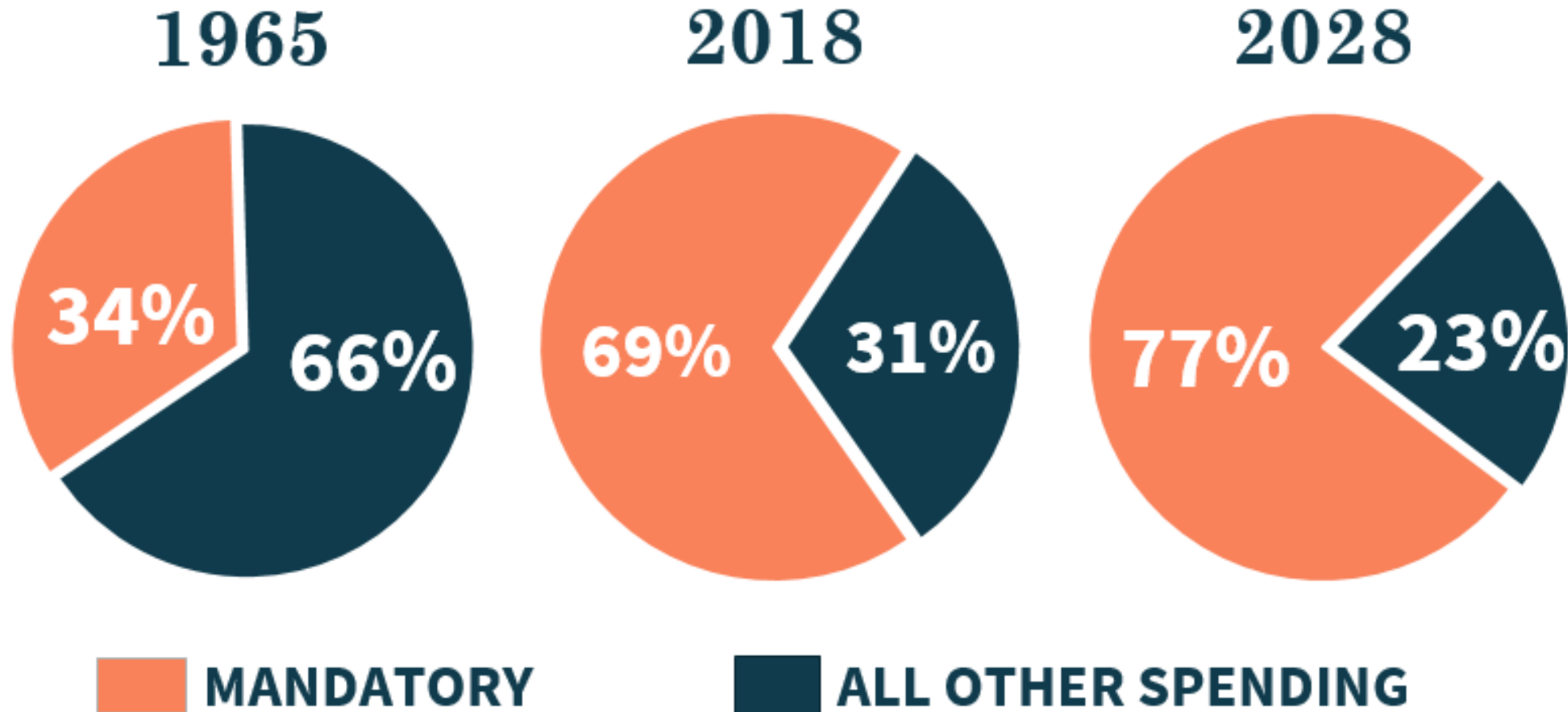
OUTLAYS, IN 2028 UNDER CBO BASELINE, IN BILLIONS



Note: Spending for Social Security or Medicare exceeds net interest.

SOURCE: CBO

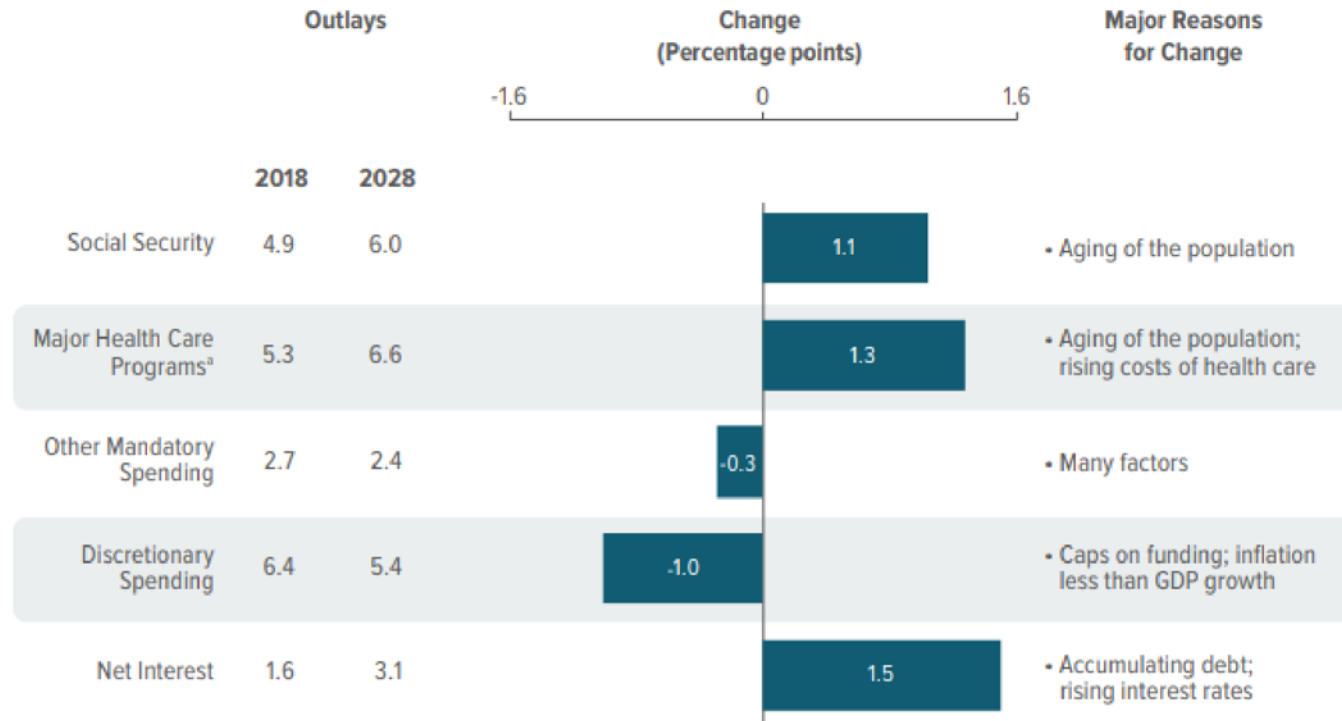
MANDATORY SPENDING GROWTH OVER TIME



SOURCE: CBO

MAJOR CHANGES IN PROJECTED OUTLAYS FROM 2018 TO 2028

PERCENTAGE OF GROSS DOMESTIC PRODUCT



Source: Congressional Budget Office

GDP = gross domestic product

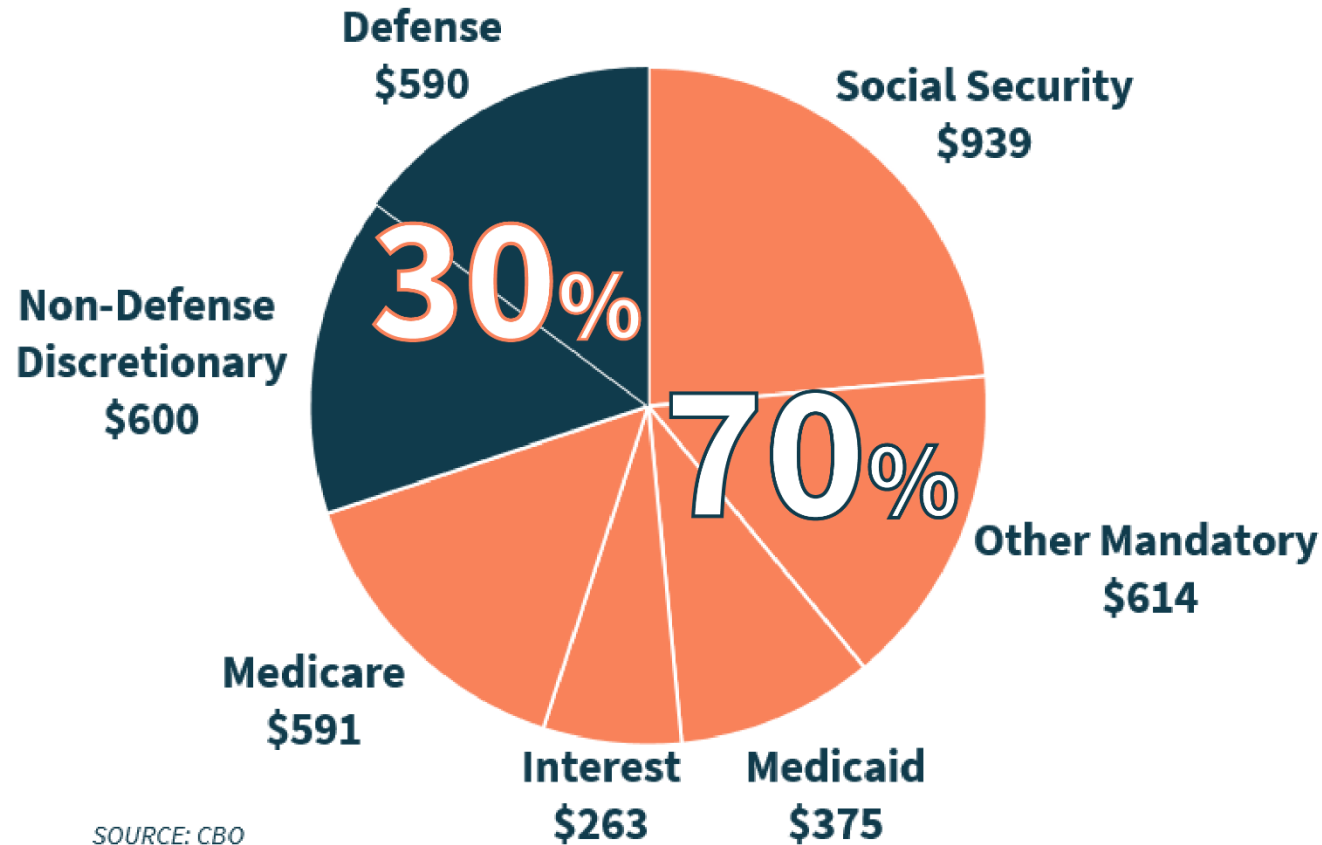
Outlays as a percentage of GDP have been adjusted to exclude the effects of timing shifts.

a. Consists of spending for Medicare (net of premiums and other offsetting receipts), Medicaid, and the Children's Health Insurance Program as well as outlays to subsidize health insurance purchased through the marketplaces established under the Affordable Care Act and related spending.

THE MANDATORY SPENDING CHALLENGE

\$ in Billions

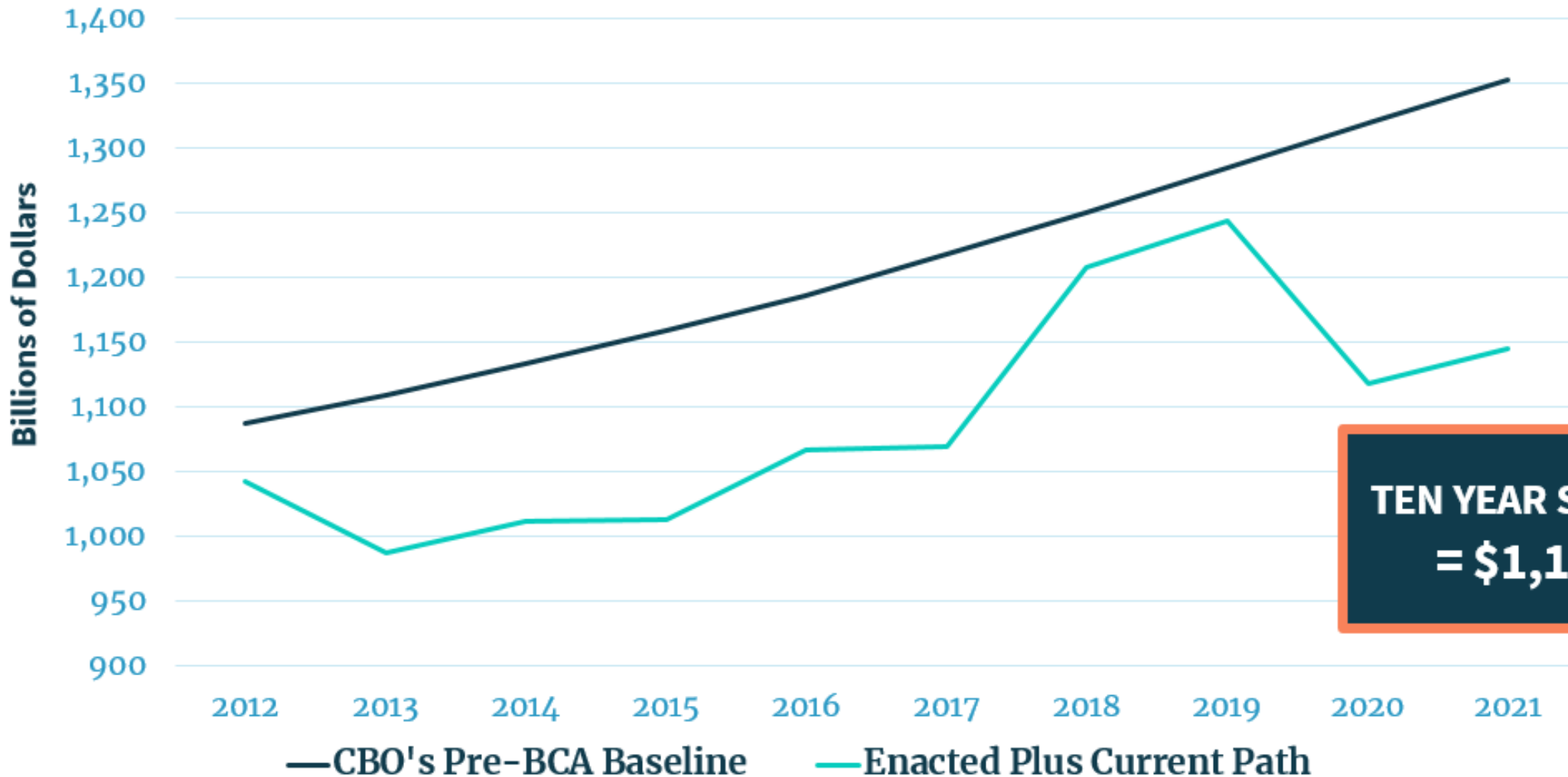
FY 2017 TOTAL SPENDING = \$4.0 Trillion



SOURCE: CBO

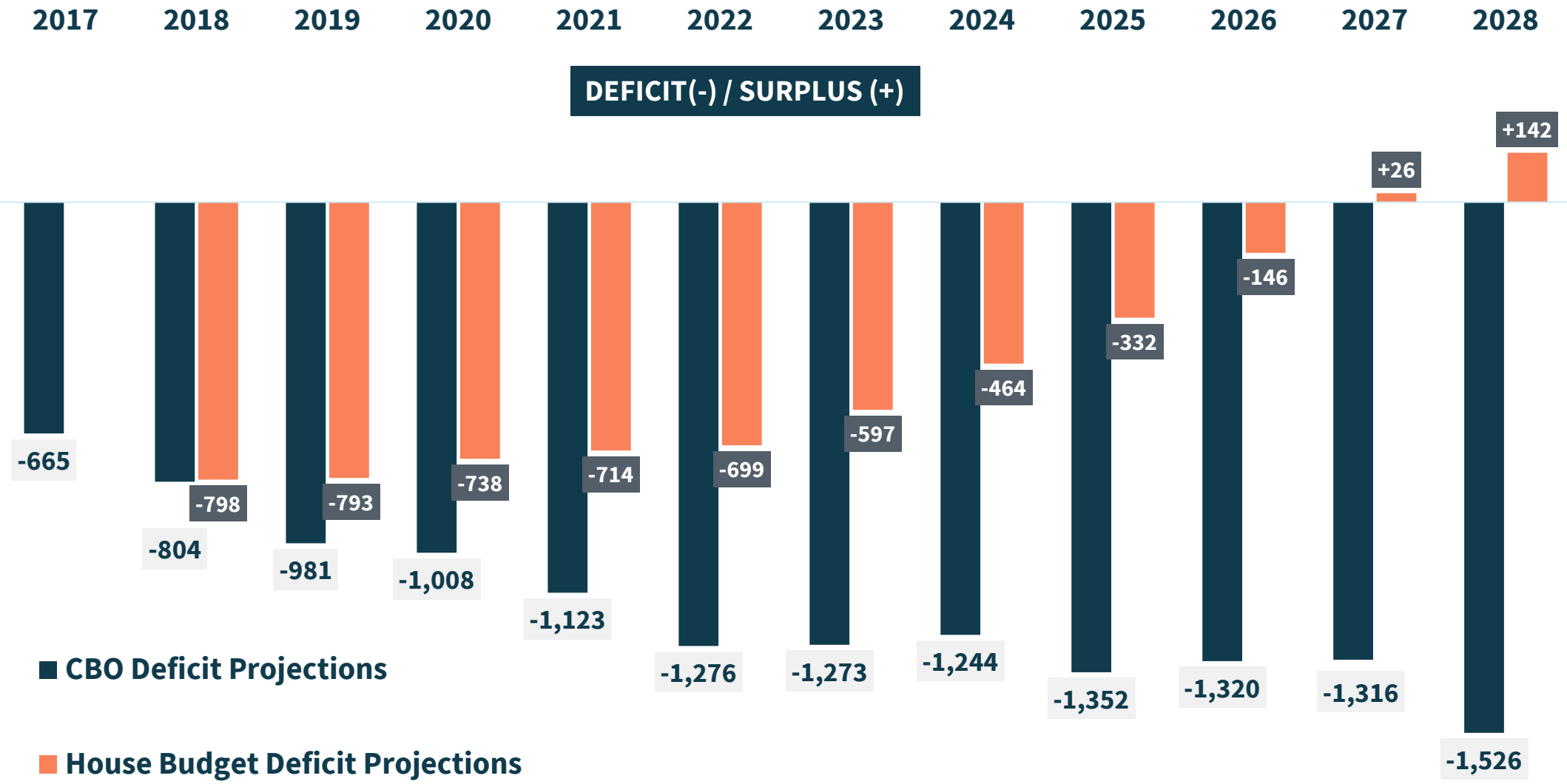
● Mandatory Spending ● Discretionary Spending

BASE DISCRETIONARY BUDGET AUTHORITY



CBO vs. HBC BUDGET DEFICIT PROJECTIONS

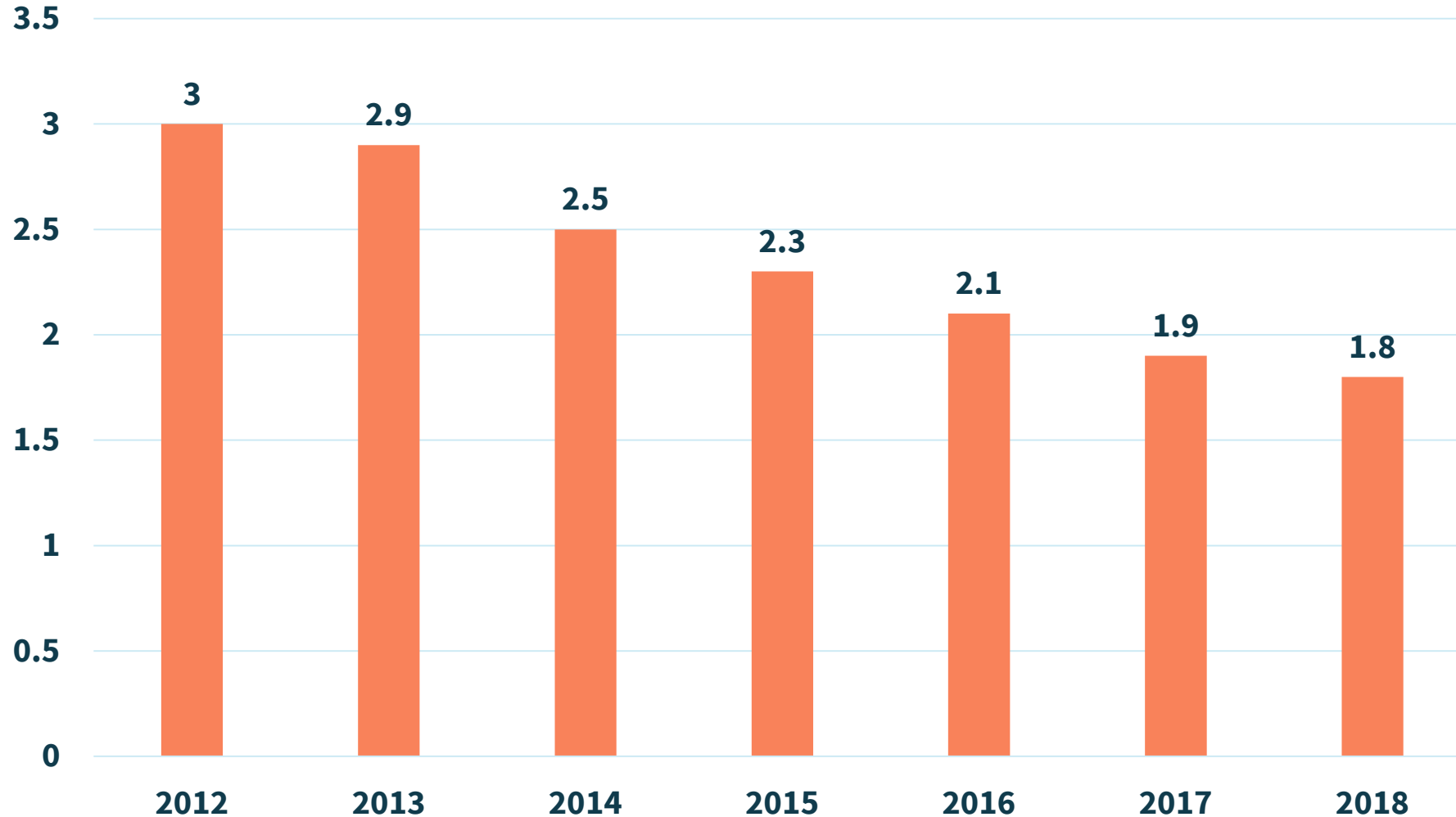
IN \$ BILLIONS



SOURCE: CBO

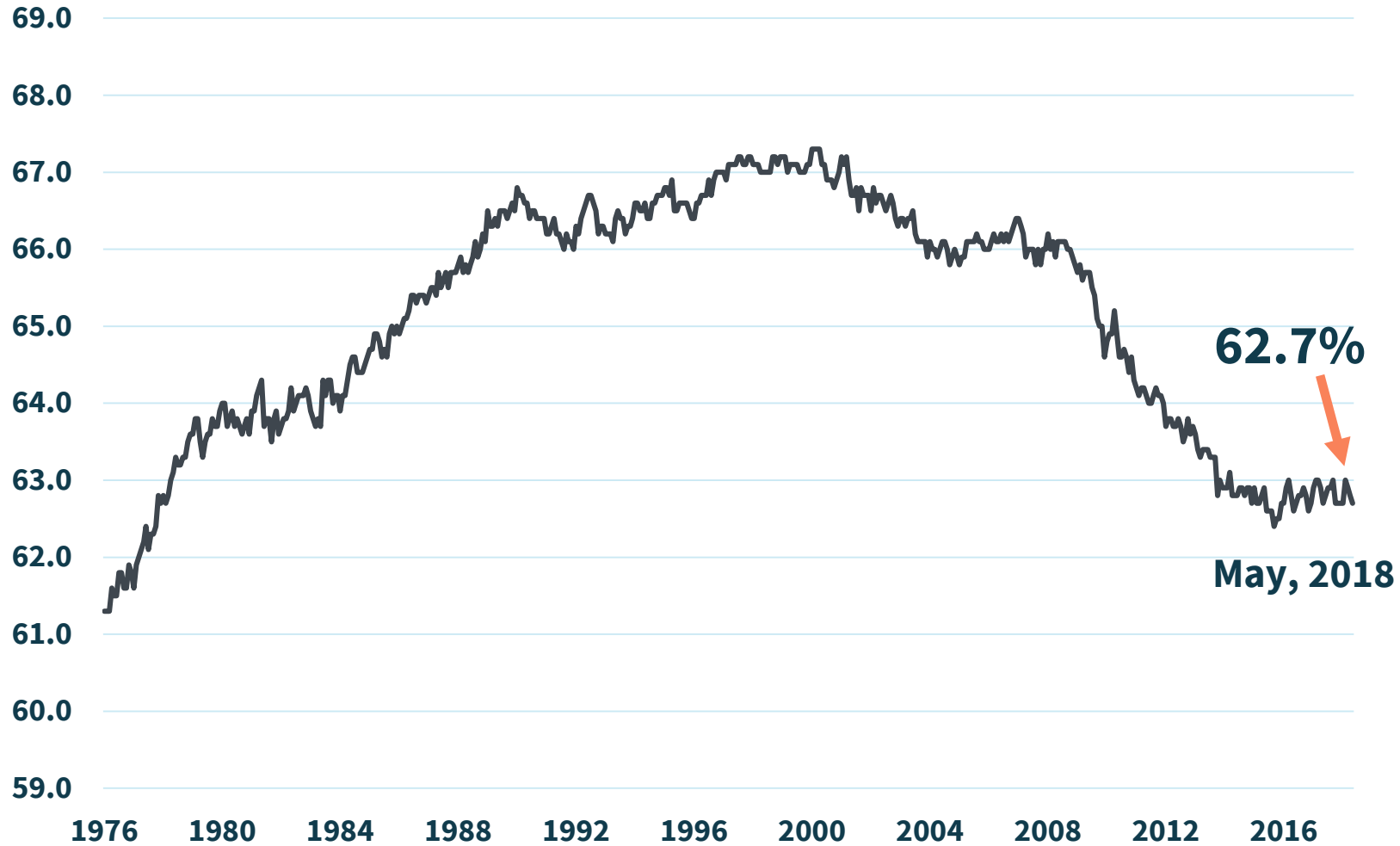
AVG. ANNUAL REAL GDP GROWTH

BY ANNUAL % CHANGE



SOURCE: CBO

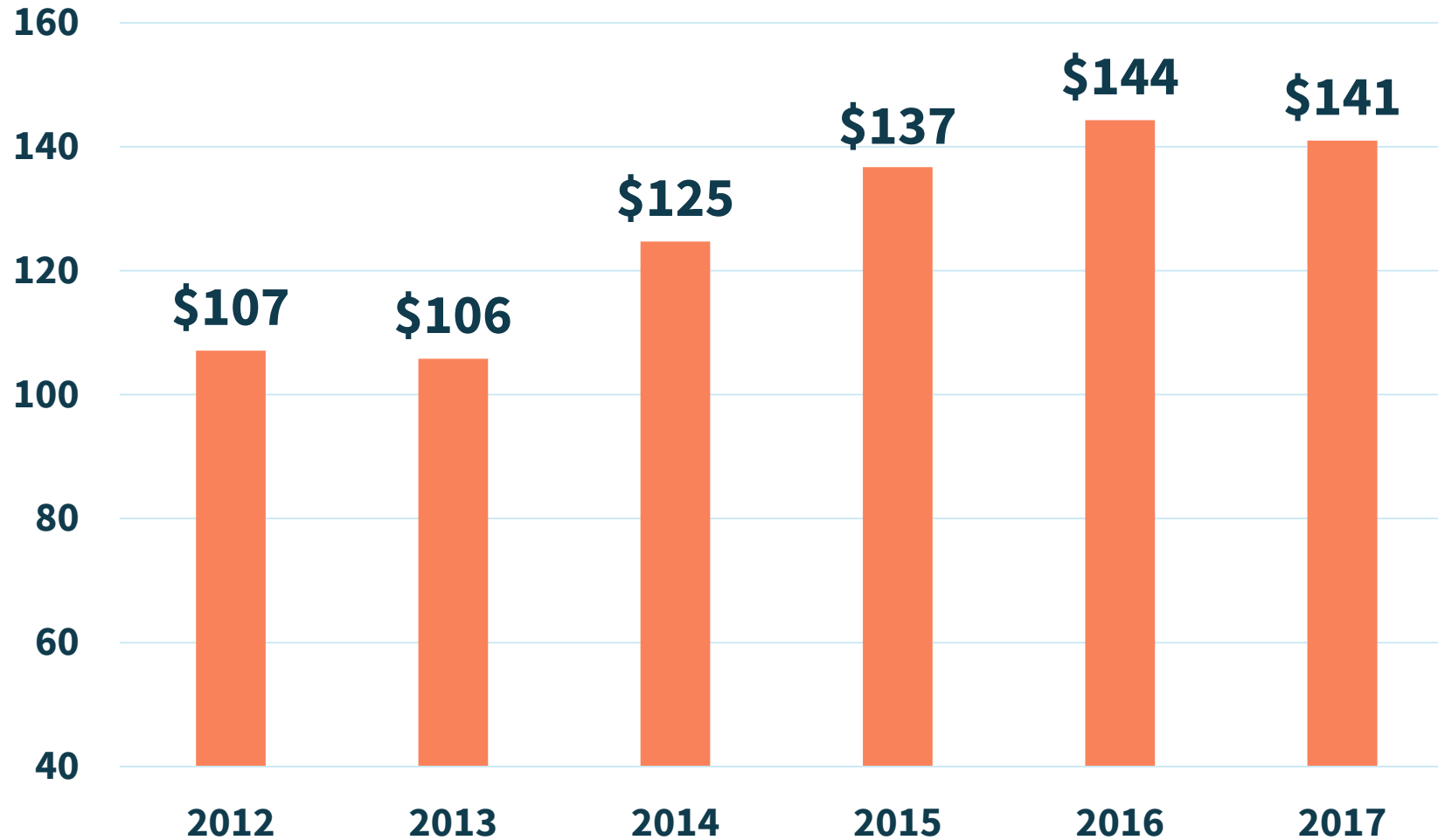
THE LABOR FORCE PARTICIPATION RATE IS HISTORICALLY LOW



SOURCE: CBO

RISE IN IMPROPER PAYMENTS

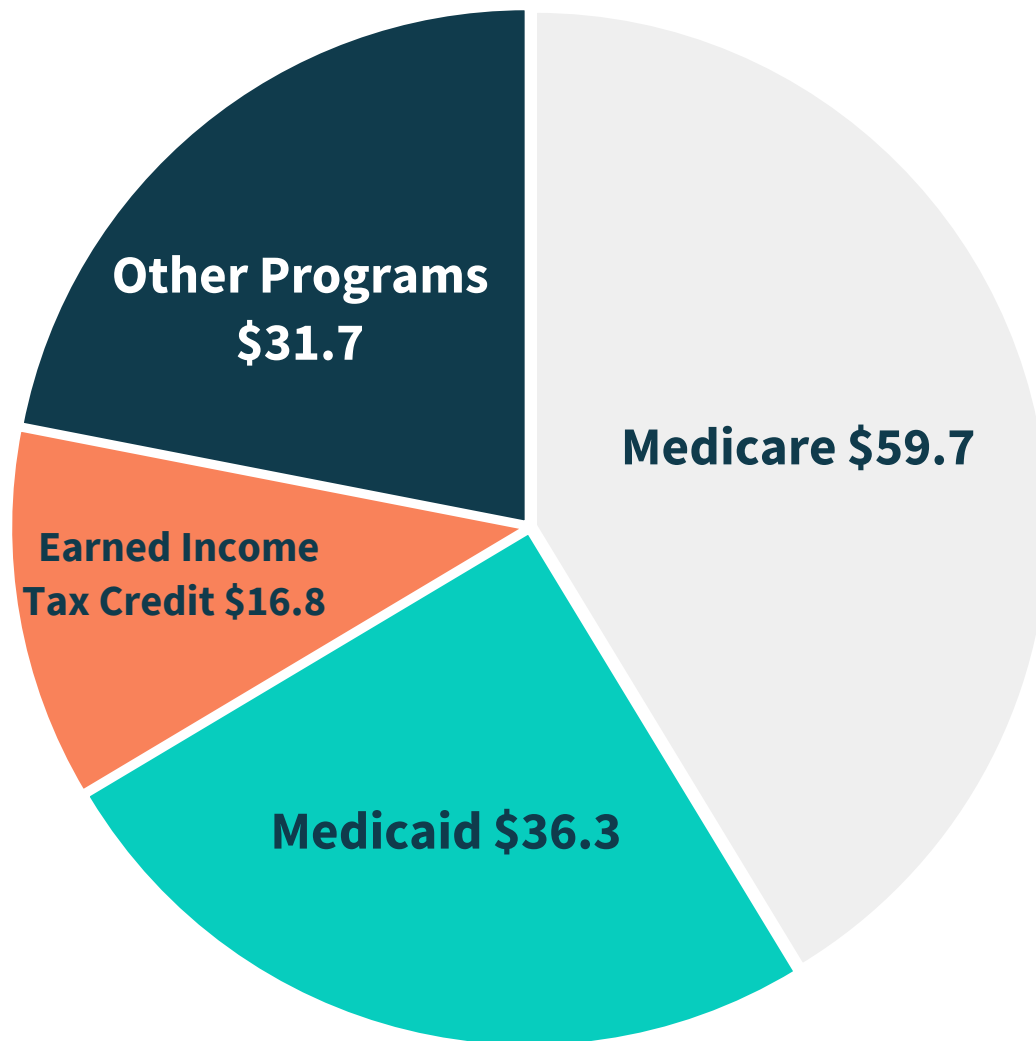
BY FISCAL YEAR, IN \$ BILLIONS



SOURCE: GAO

IMPROPER PAYMENTS BY GOVERNMENT PROGRAM IN FY 2016

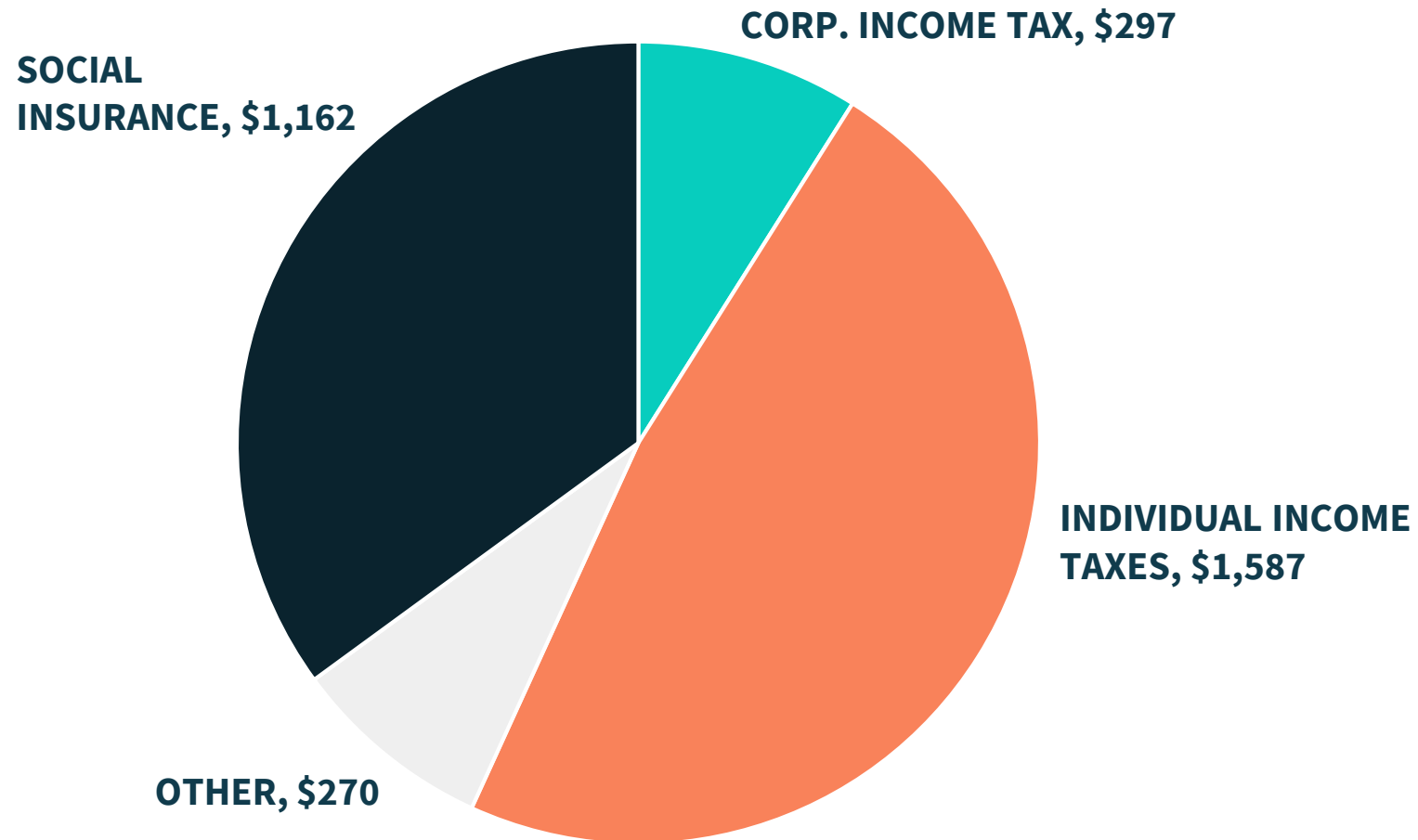
IN \$ BILLIONS



SOURCE: GAO

FY 2017 TOTAL REVENUE

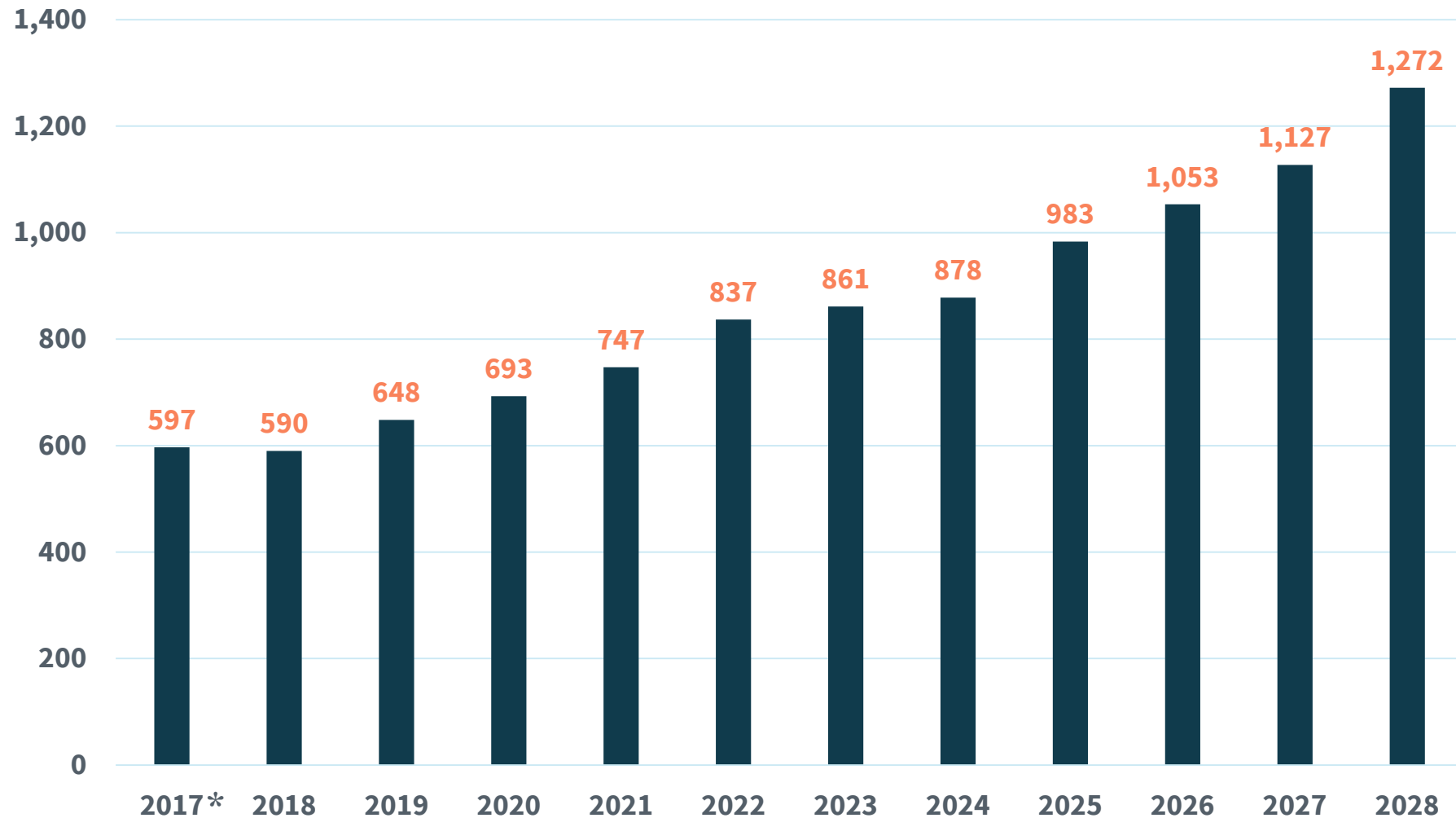
IN \$ BILLIONS



SOURCE: CBO

FEDERAL MEDICARE SPENDING

NET OUTLAYS IN \$ BILLIONS

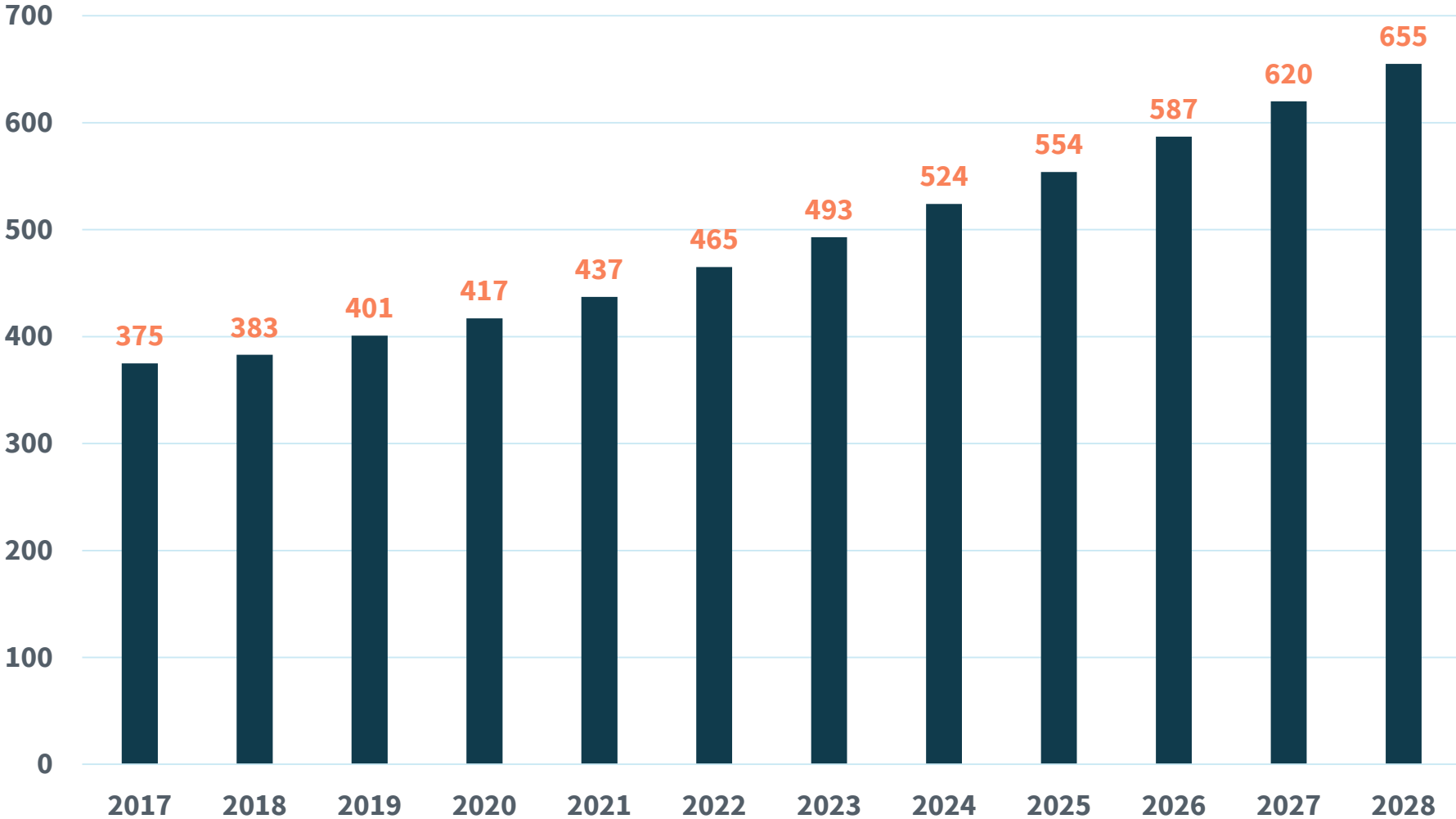


SOURCE: CBO

*2017 is actual, all other numbers based on projections

FEDERAL MEDICAID SPENDING

IN \$ BILLIONS



SOURCE: CBO

*Numbers based on projections

THE BUDGET PROCESS IS NOT WORKING

37

of CRs *passed by*
Congress since 2010

3

of fiscal years since
1955 in which *not one*
CR was enacted

21

of CRs *enacted* for
FY 2001 alone

Source: CRS

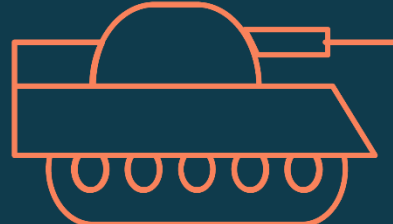
On our current fiscal path, we'll spend more on **interest** than **defense** as soon as **2023**.

INTEREST



\$702 BILLION

DEFENSE



\$679 BILLION

Source: CBO

RECONCILIATION SAVINGS BY COMMITTEE

OVER 10 YEARS

Agriculture: \$1 billion

Armed Services: \$1 billion

Education & Workforce: \$20 billion

Energy & Commerce: \$20 billion

Financial Services: \$24 billion

Ways & Means: \$150 billion

Homeland Security: \$3 billion

Natural Resources: \$5 billion

Judiciary Committee: \$45 billion

Oversight & Gov. Reform: \$32 billion

Veterans Affairs: \$1 billion