

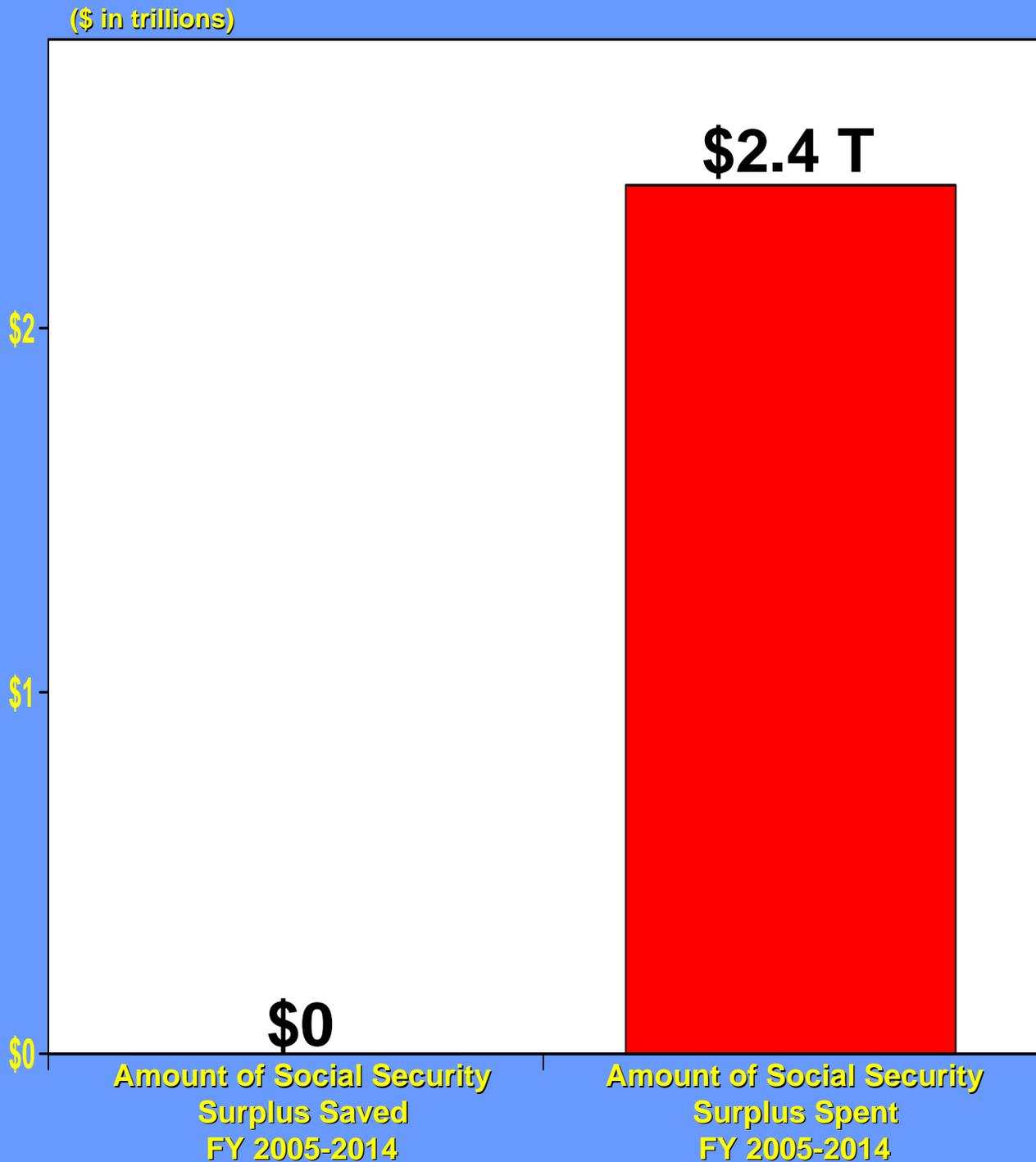
President Bush Promised to Protect Social Security

**“None of the Social Security surplus
will be used to fund other spending
initiatives or tax relief.”**

**– Excerpt from President Bush’s FY 2002 Budget
*A Blueprint for New Beginnings***

Bush Budget Hides the Full Story

Every Penny of Social Security Surplus Spent

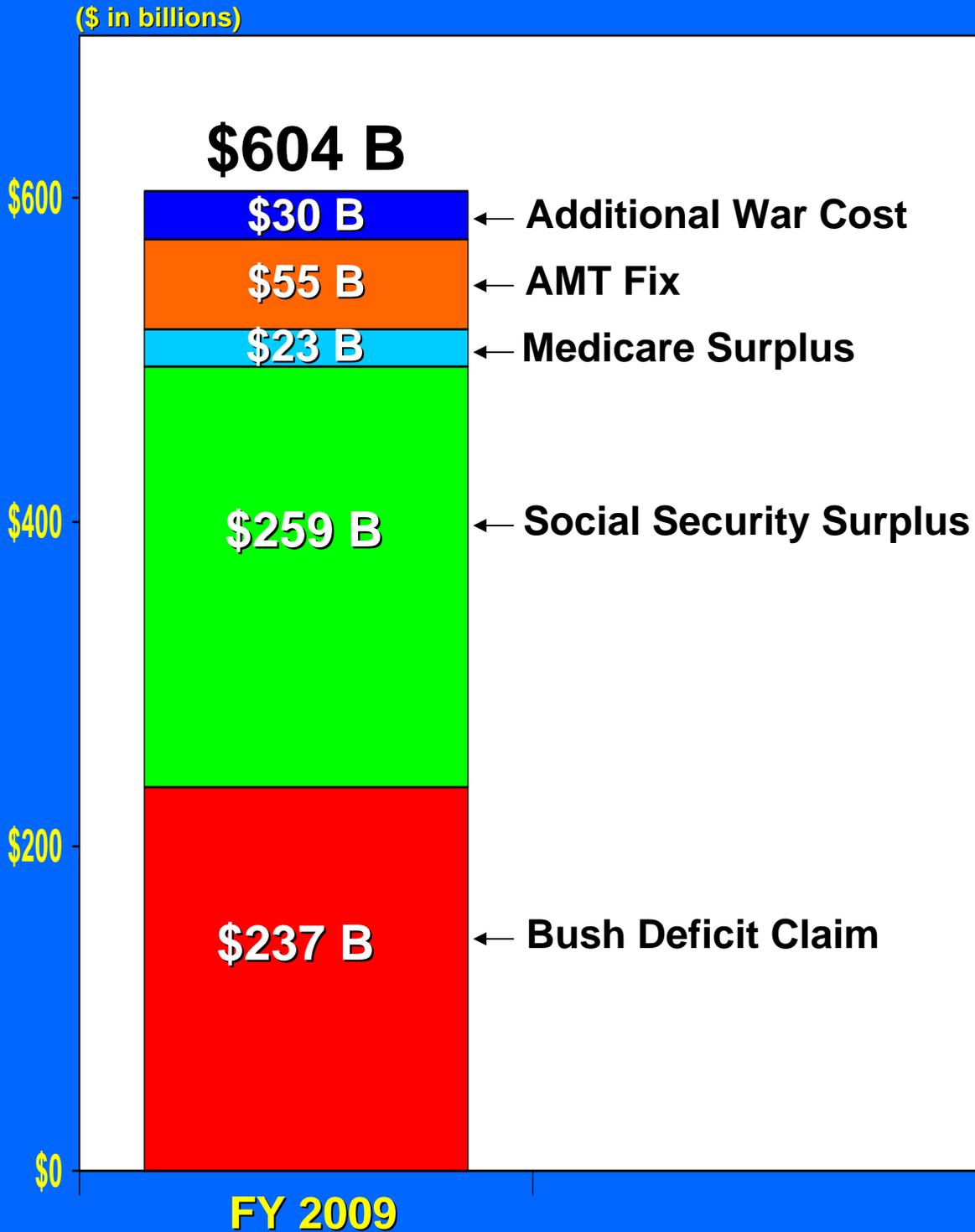


Source: CBO

Note: Amount of Social Security surplus spent on tax cuts and other things, instead of saved to prepare for retirement of baby boom generation.

Bush Claim That He Will Cut Deficit in Half by 2009 is Not Credible

2009 Operating Deficit Likely to be Far Larger Than \$237 B



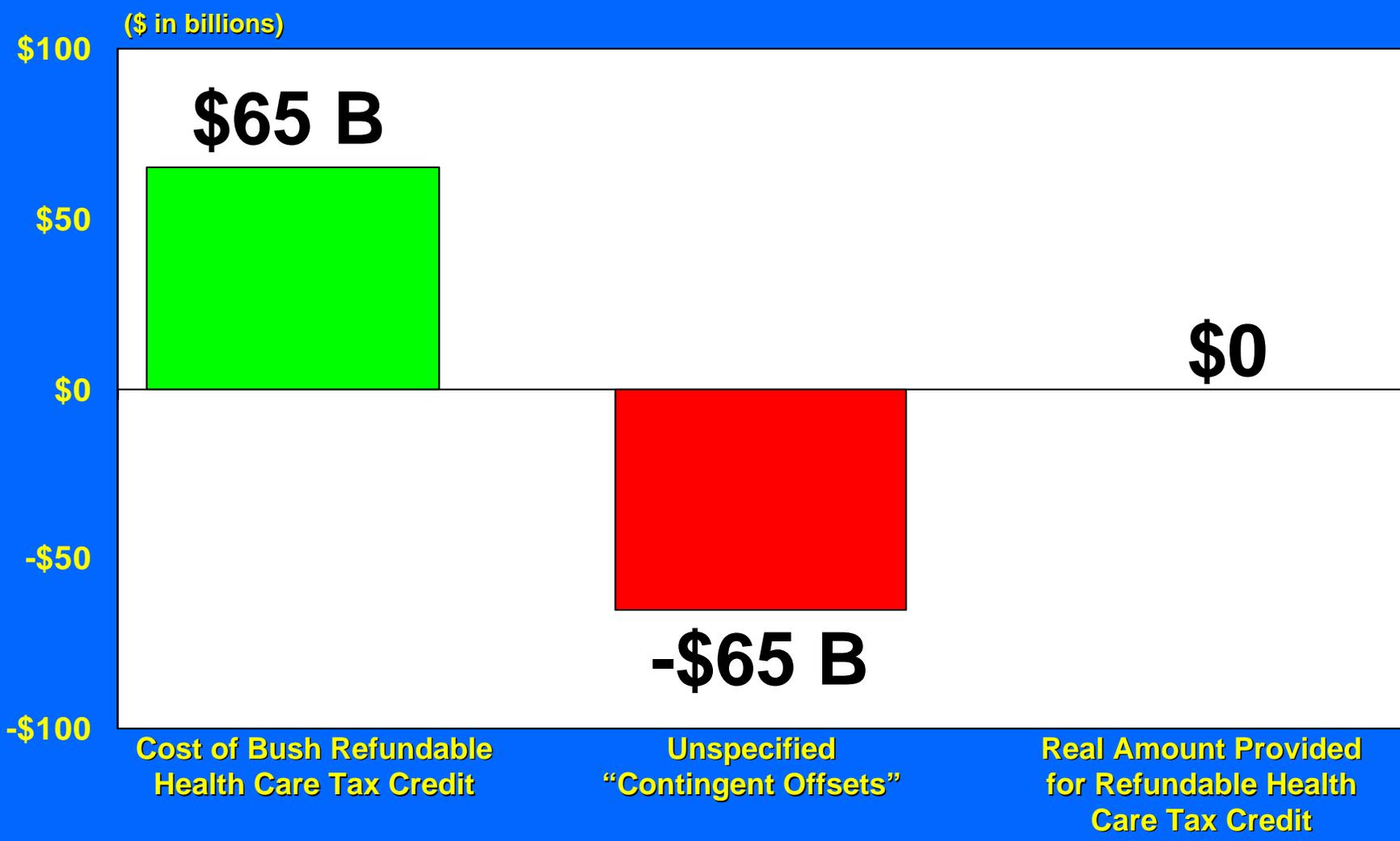
Source: OMB, CBO
Note: Includes interest

Bush Budget Hides Cost of Health Care Tax Credit Proposal with “Contingent Offsets”

“In the case of the President’s proposed health care credit, the Budget includes contingent offsets that would cover the estimated increases in mandatory spending that would result from this proposal. When the Congress moves legislation to implement the President’s health care credit proposal, the Administration will work with the Congress to offset this additional spending.”

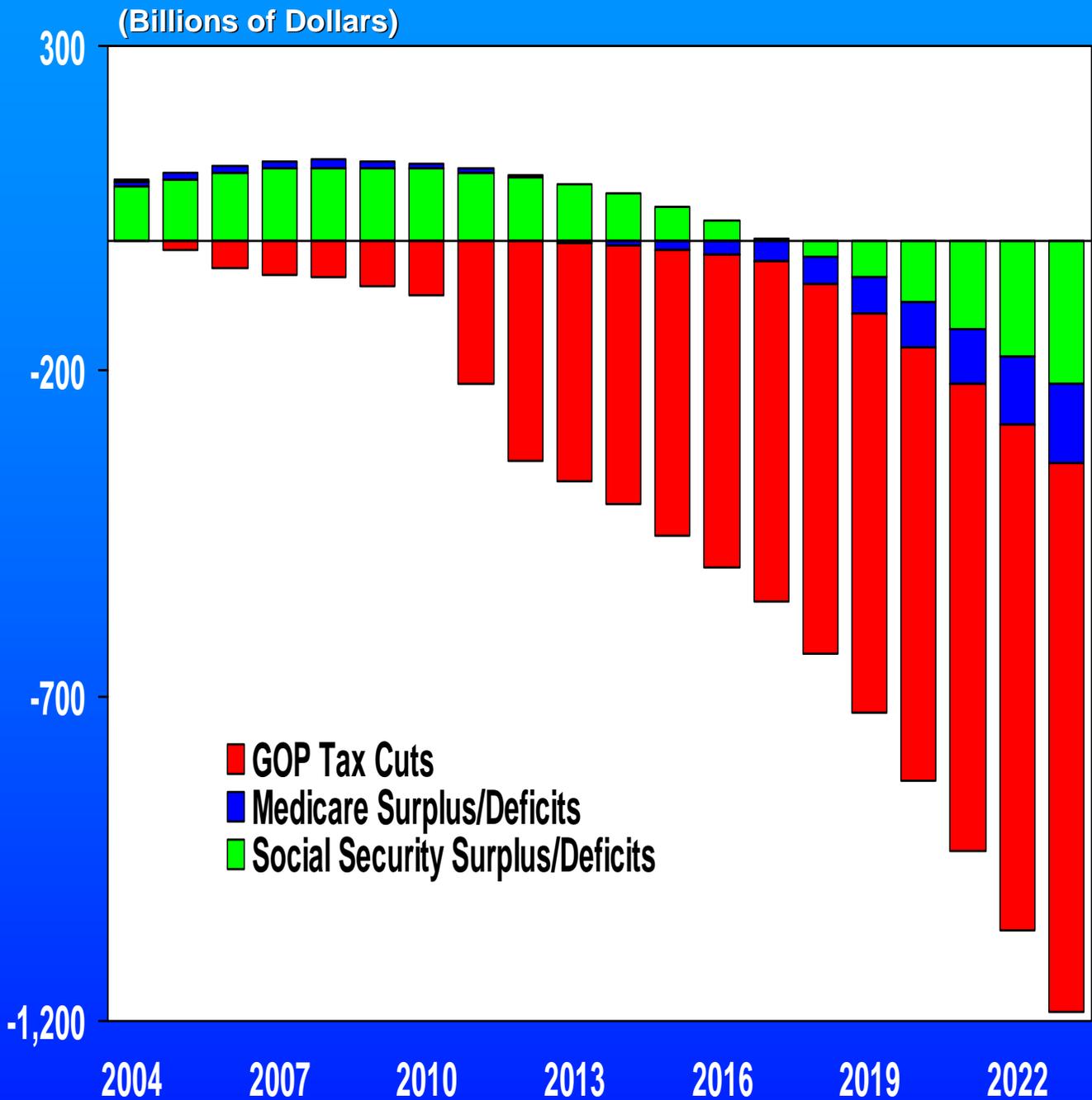
– Excerpt from President Bush’s FY 2005 Budget Analytical Perspectives, p. 216.

Bush Budget Includes No New Funding for Expanding Health Care Coverage



Source: Bush FY 2005 Budget, *Analytical Perspectives*, p. 216.

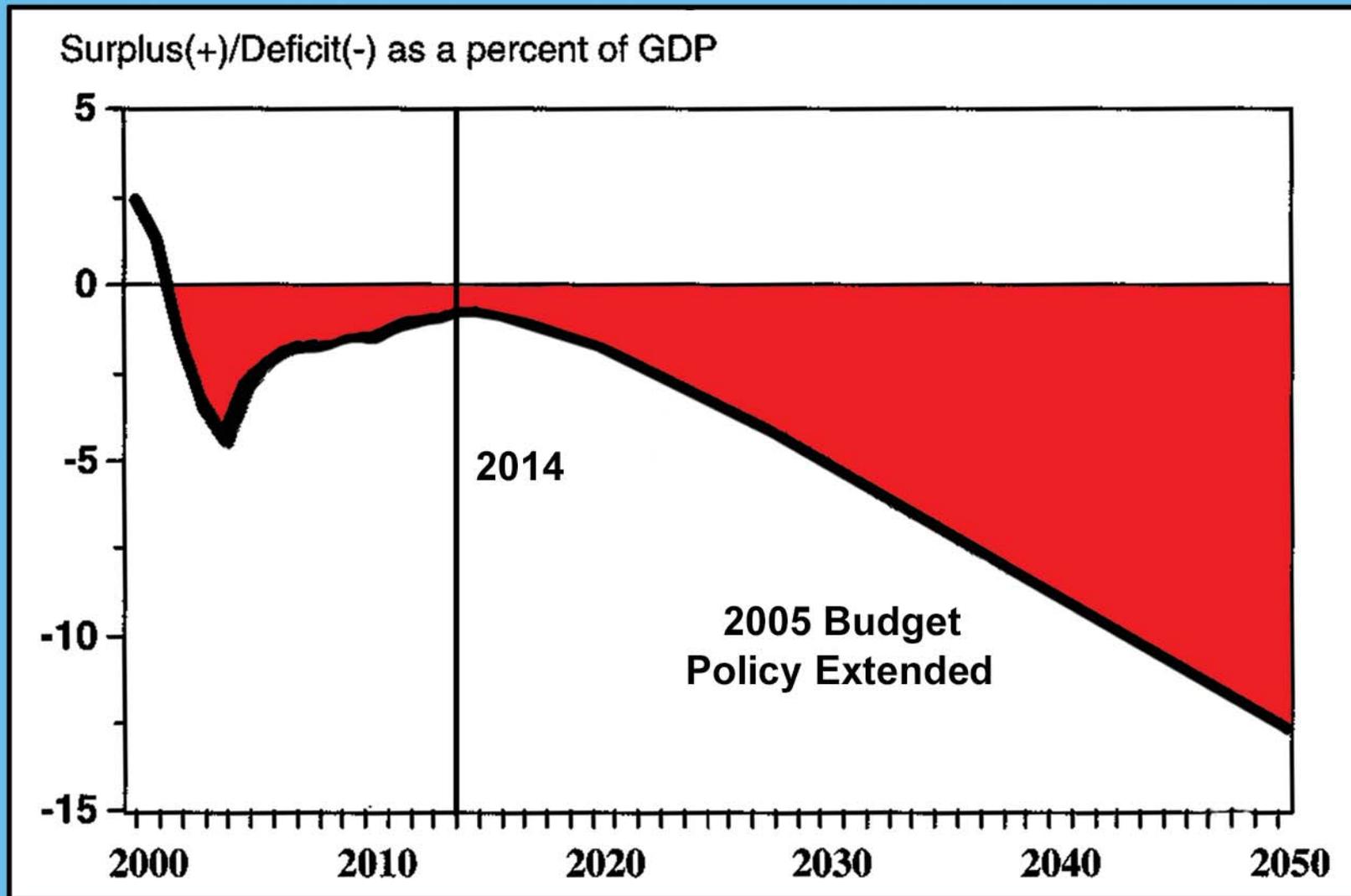
Tax Cuts Explode as Trust Fund Cash Surpluses Become Deficits FY 2004-2023



Note: Tax cut includes associated interest costs.

Source: 2003 Trustees Report, CBO, and Senate Budget Committee Staff

The Next Ten Years: The Budget “Sweet” Spot



Source: President's Budget for FY 2005, Analytical Perspectives, pg. 194