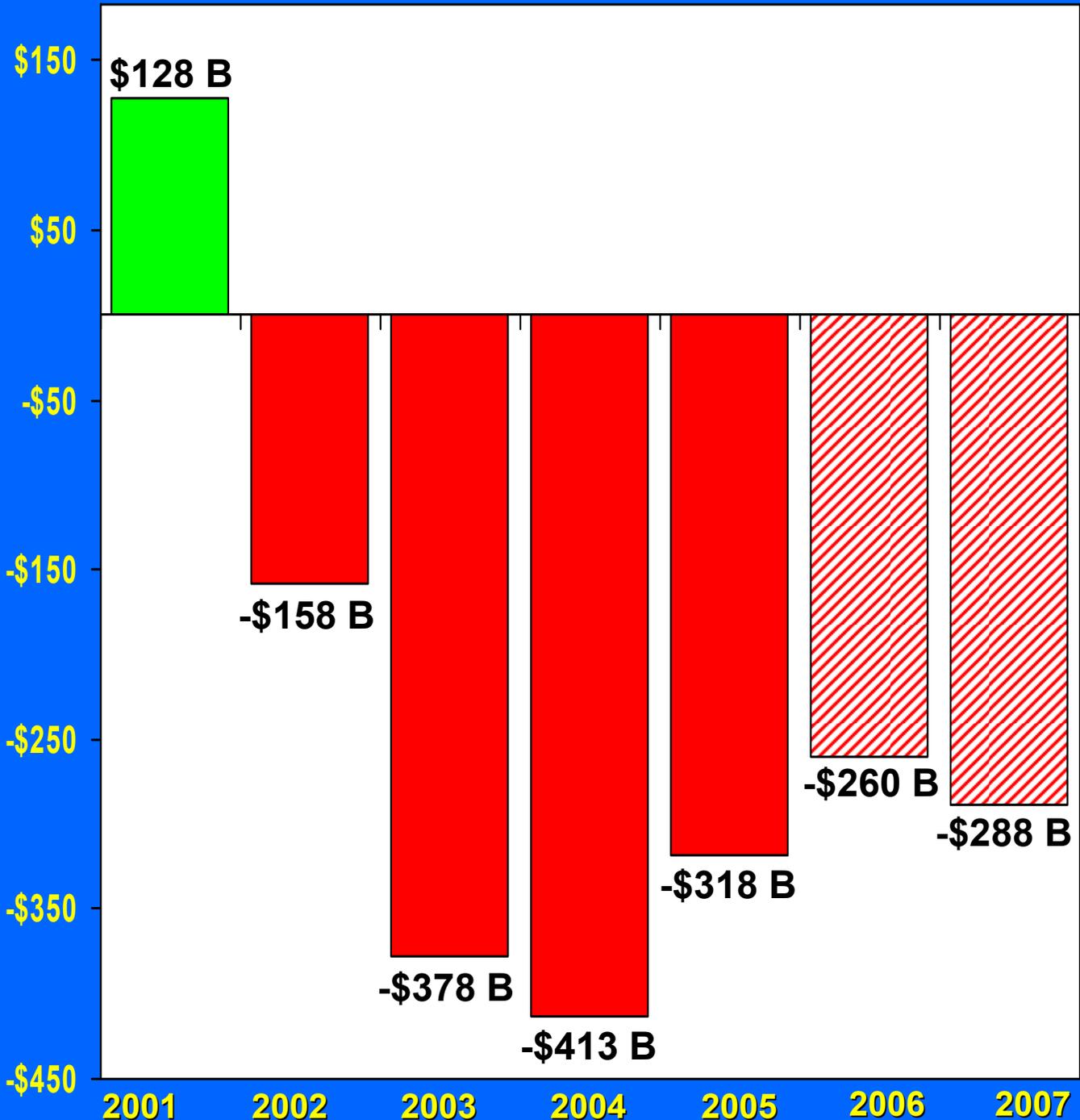


Dramatic Deterioration in Budget Picture

(Deficit in billions of \$)



Source: CBO and SBC Democratic staff

Note: For 2007, reflects CBO August 2006 Budget and Economic Outlook, with President's policies as reestimated by CBO in March and CBO's estimate of ongoing war costs and AMT reform.