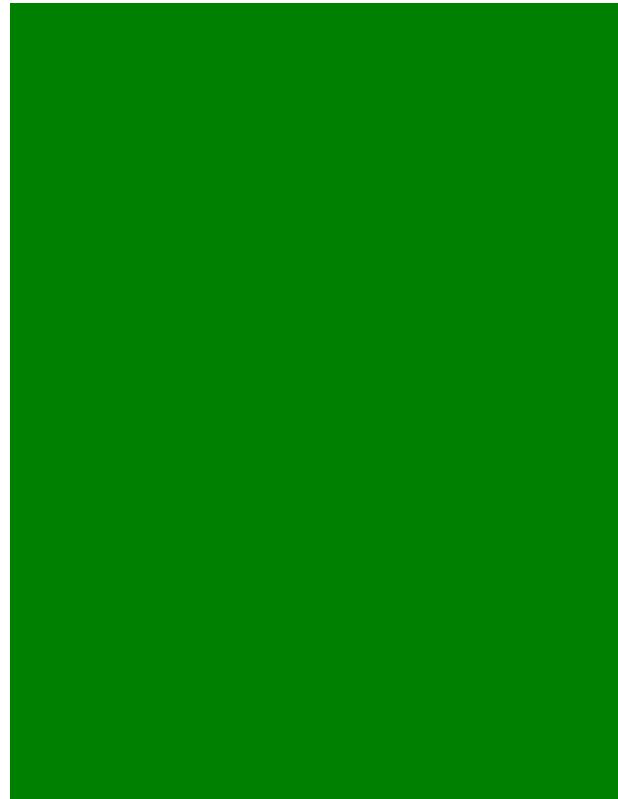




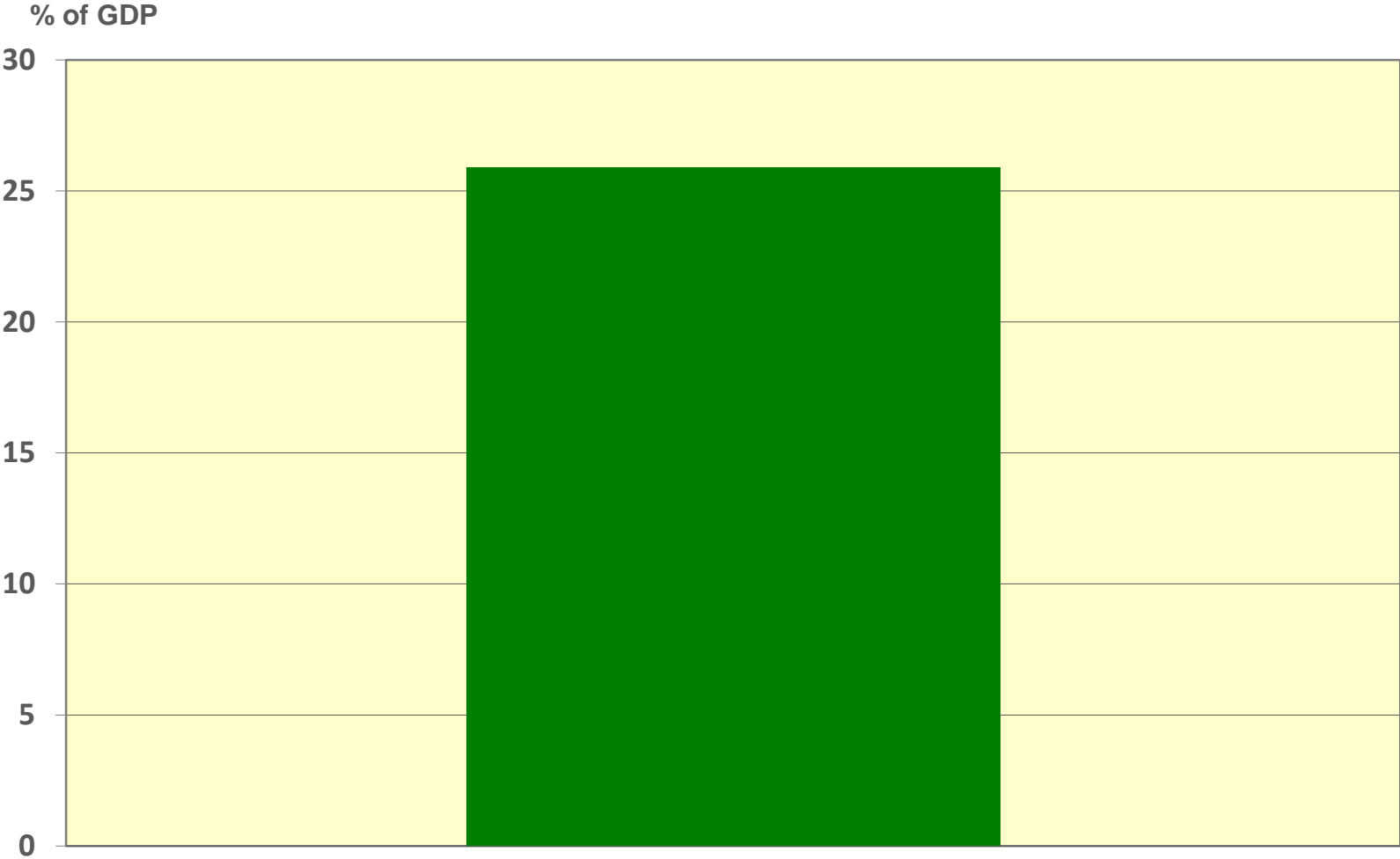
# 'The Government in 2020'

# The Problem:



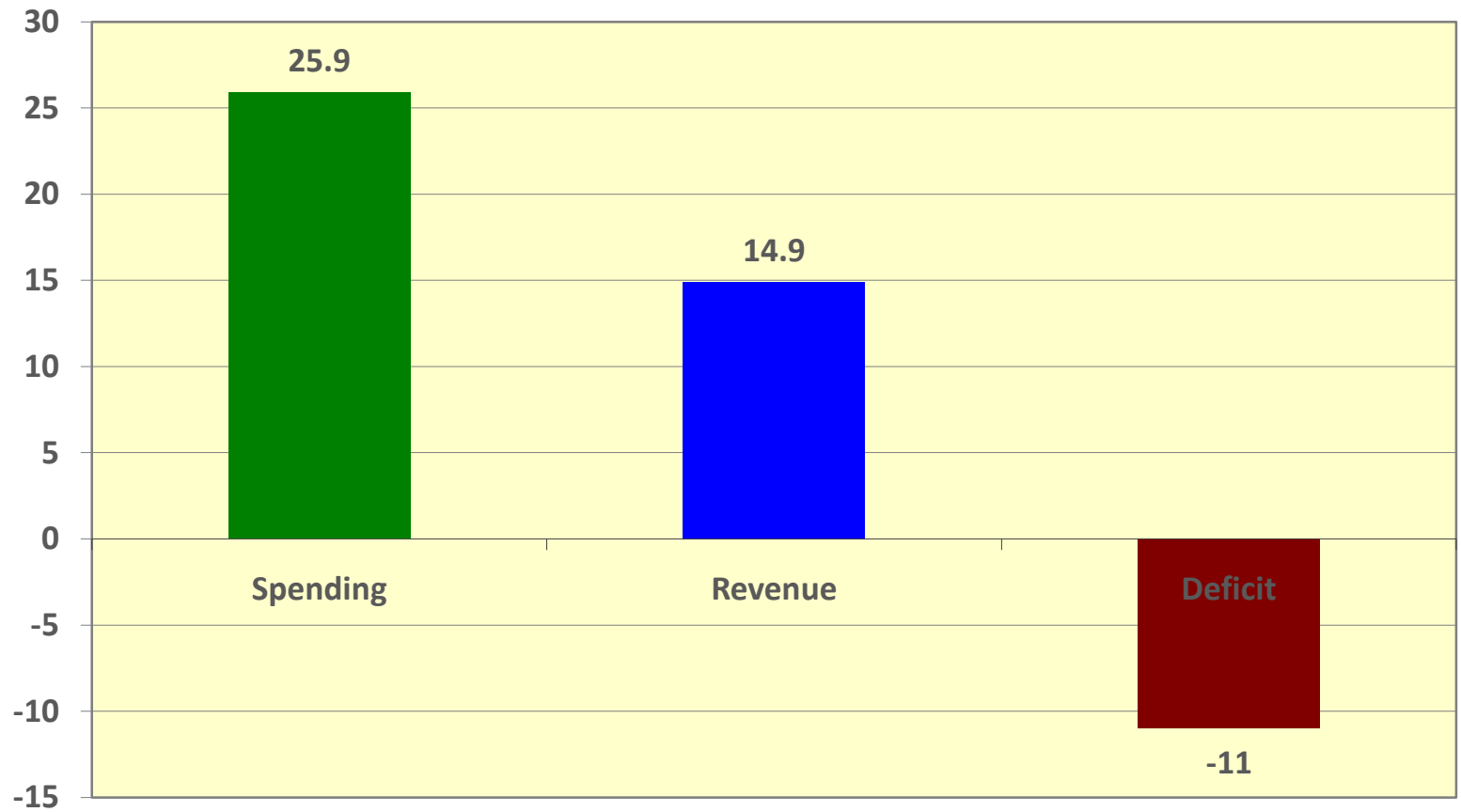
More specifically . . .

# Spending in 2009, as a percentage of GDP

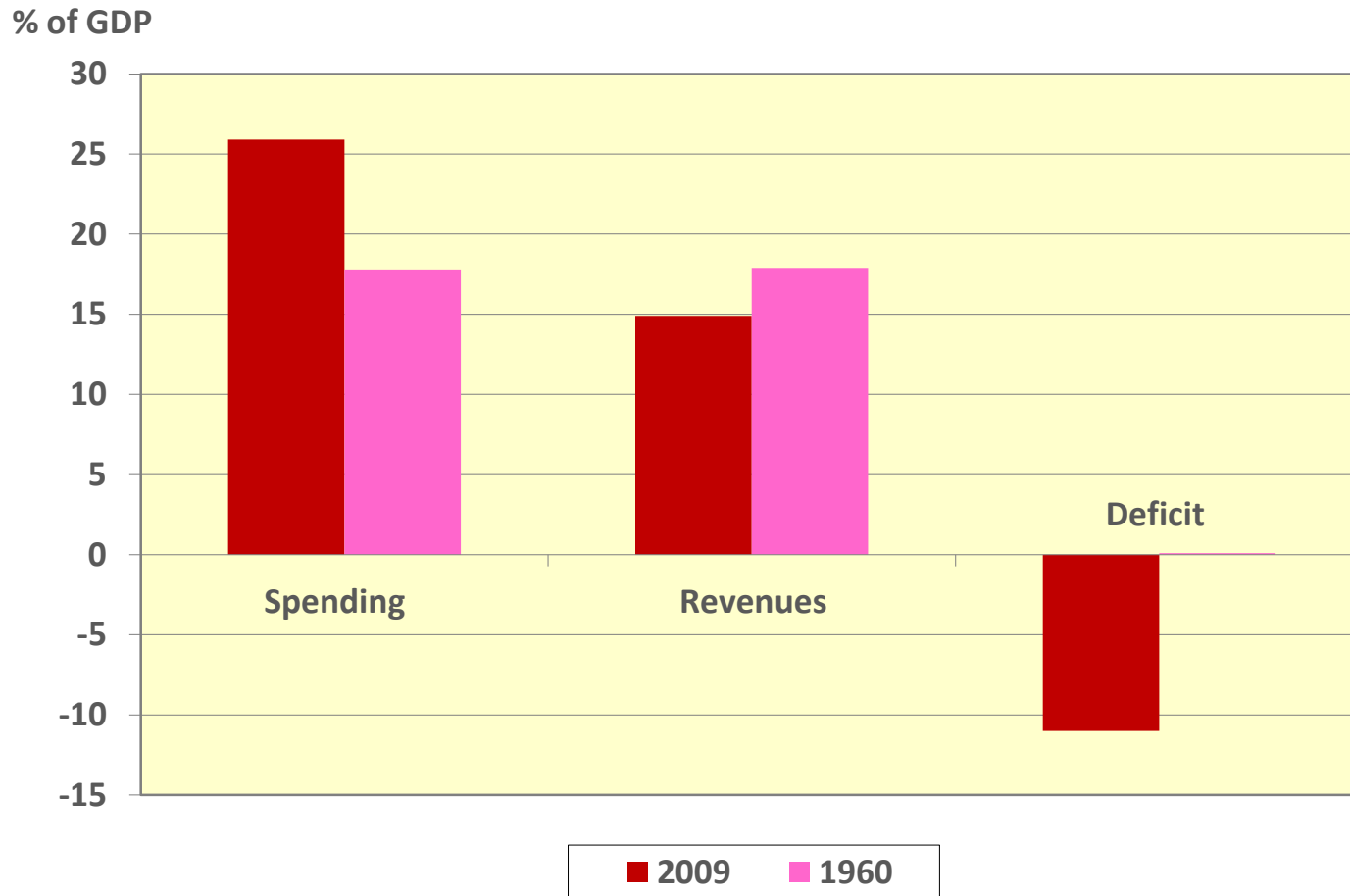


# Budget Totals, 2009

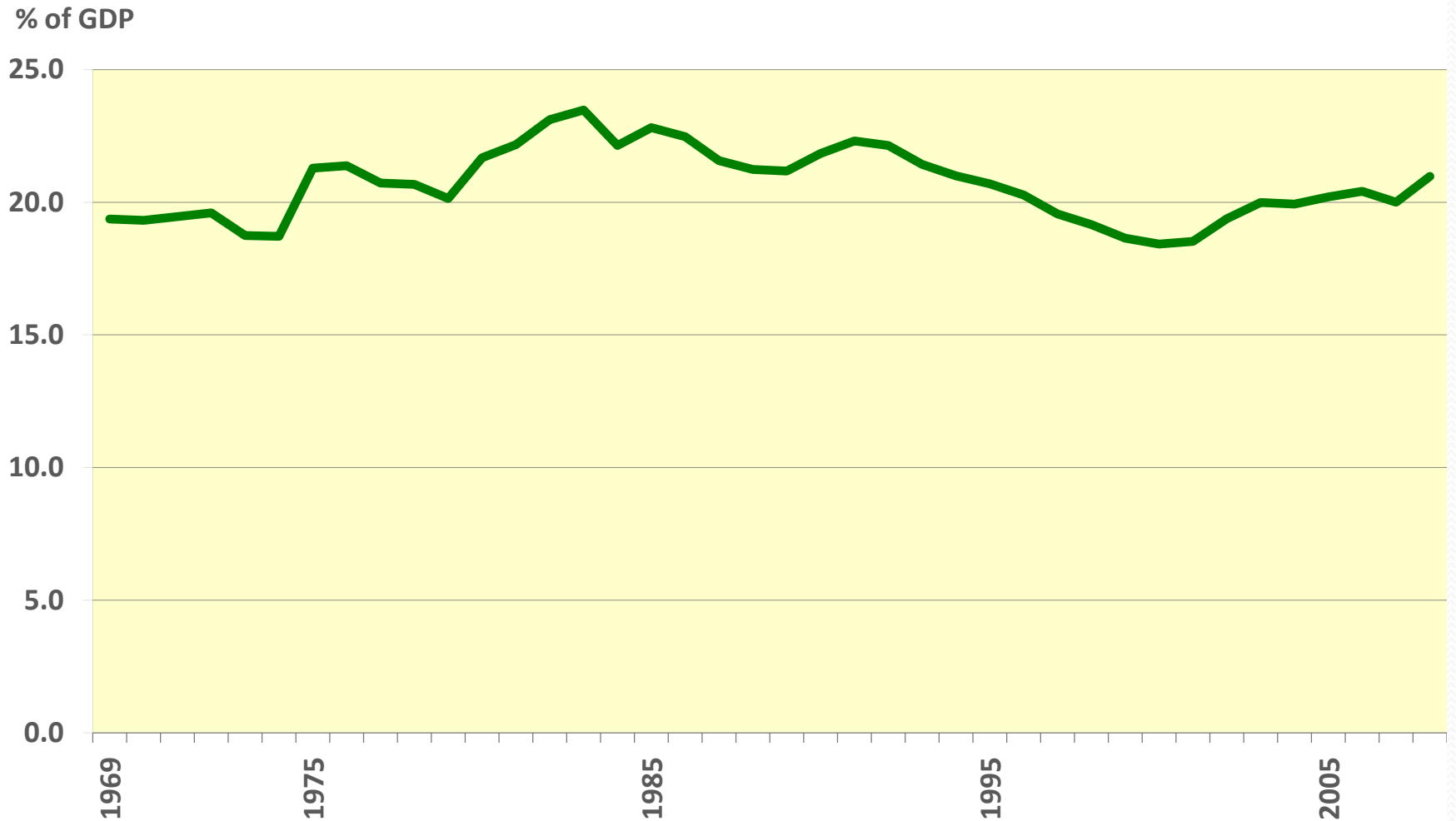
% of GDP



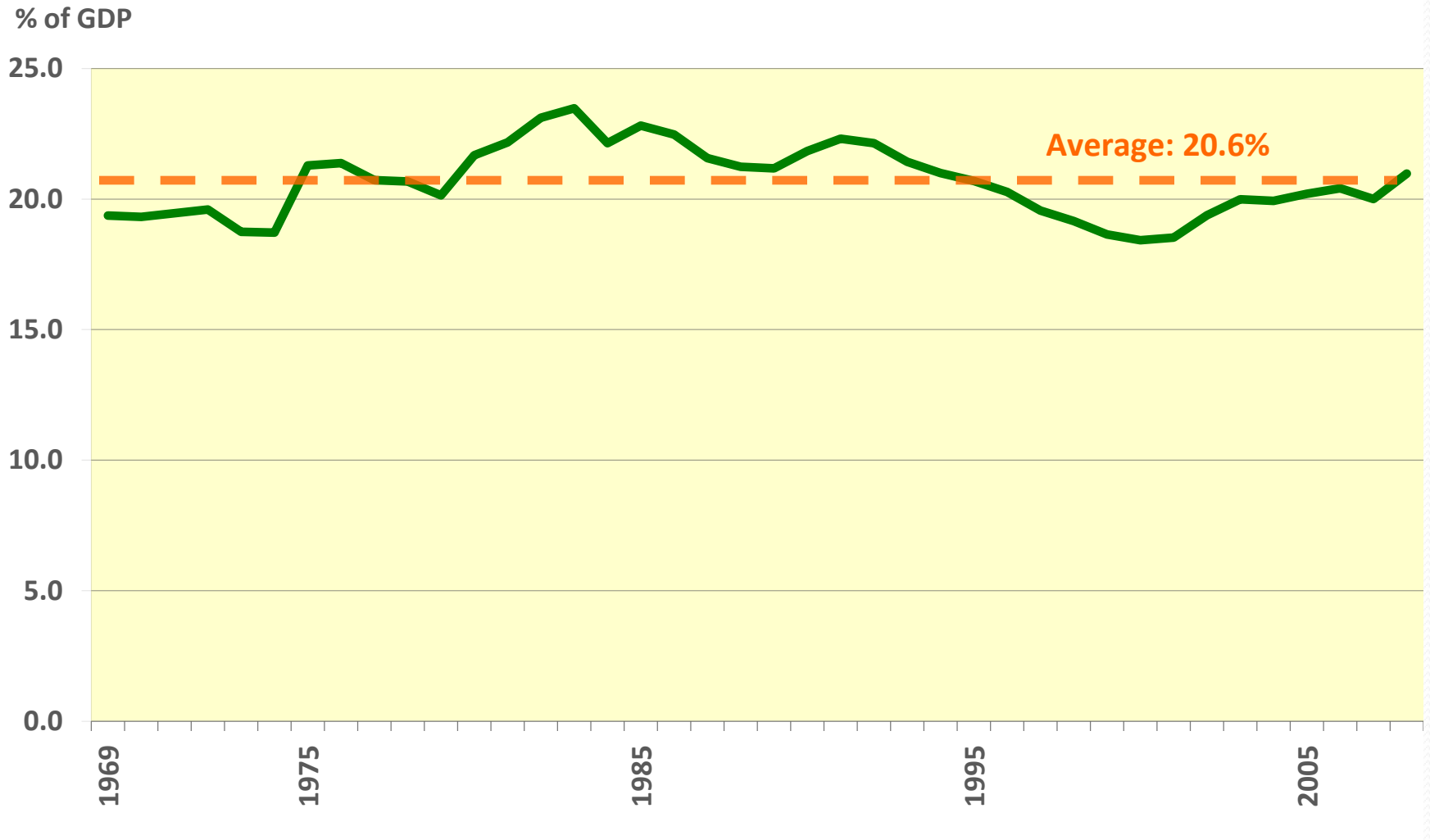
# Federal Budget Totals, 2009 vs. 1960



# 40 Years of Spending, 1969-2008

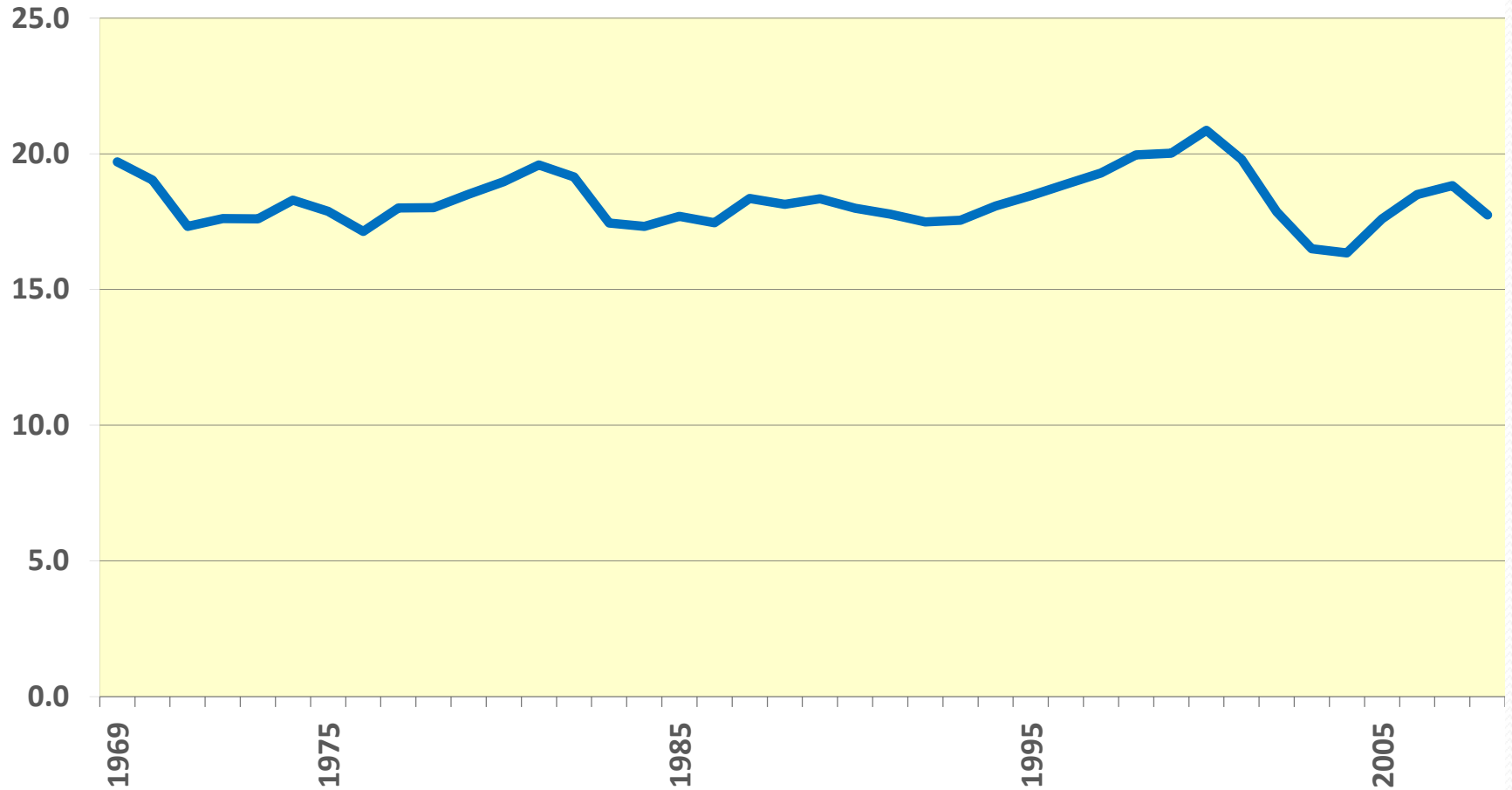


# Spending Set-Point: About 21 Percent

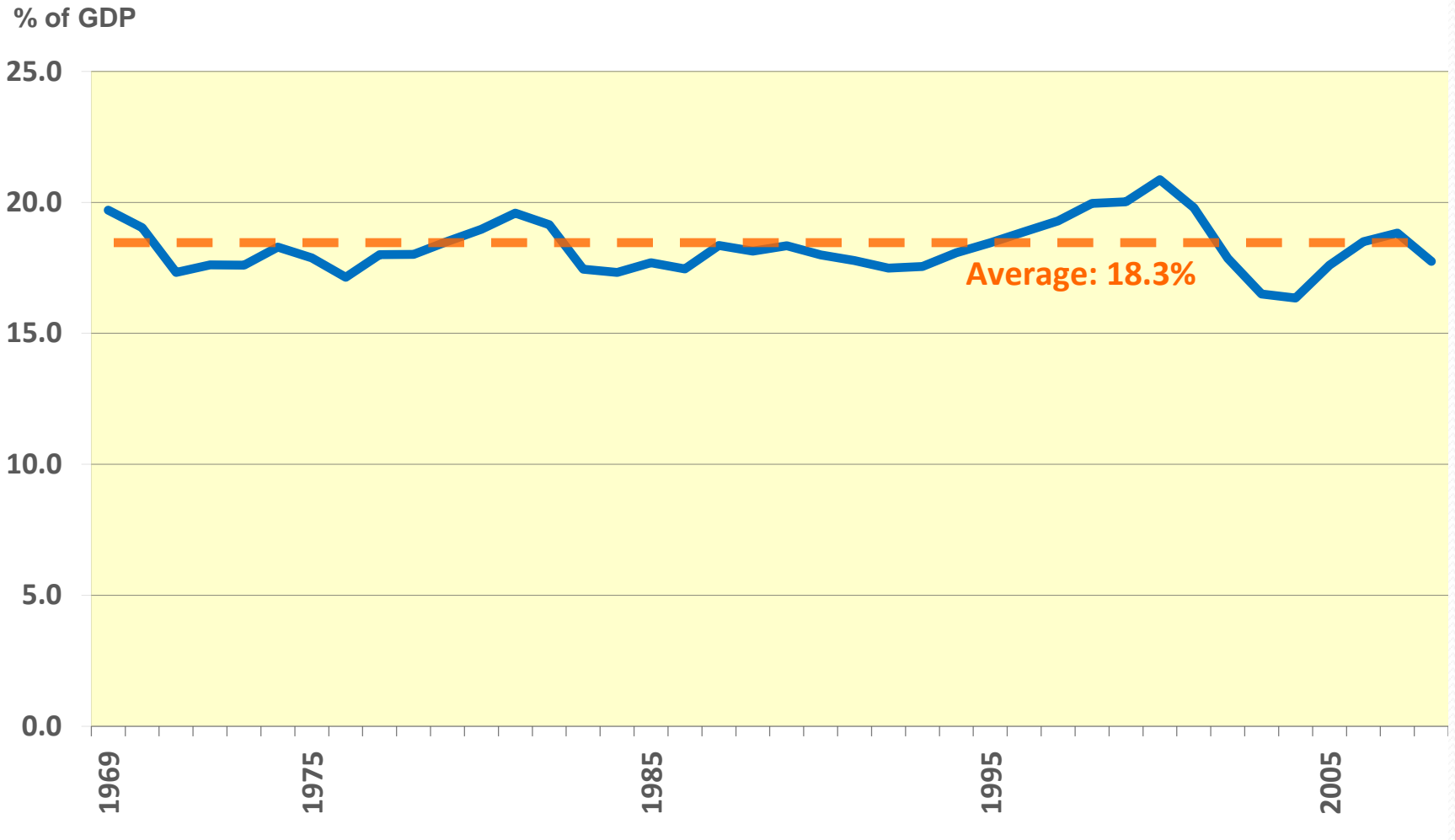


# 40 Years of Federal Taxes, 1969-2008

% of GDP

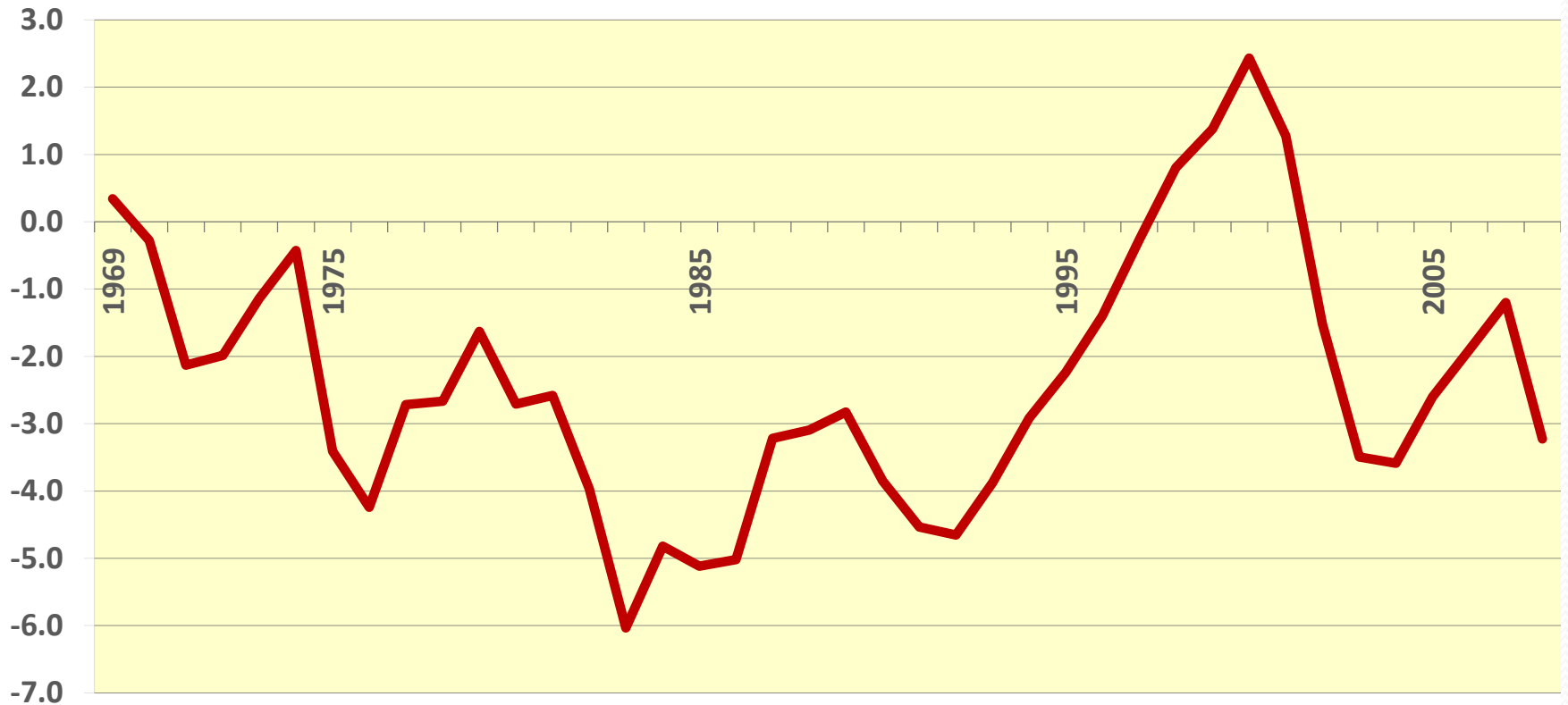


# Revenue Set Point: About 18 Percent



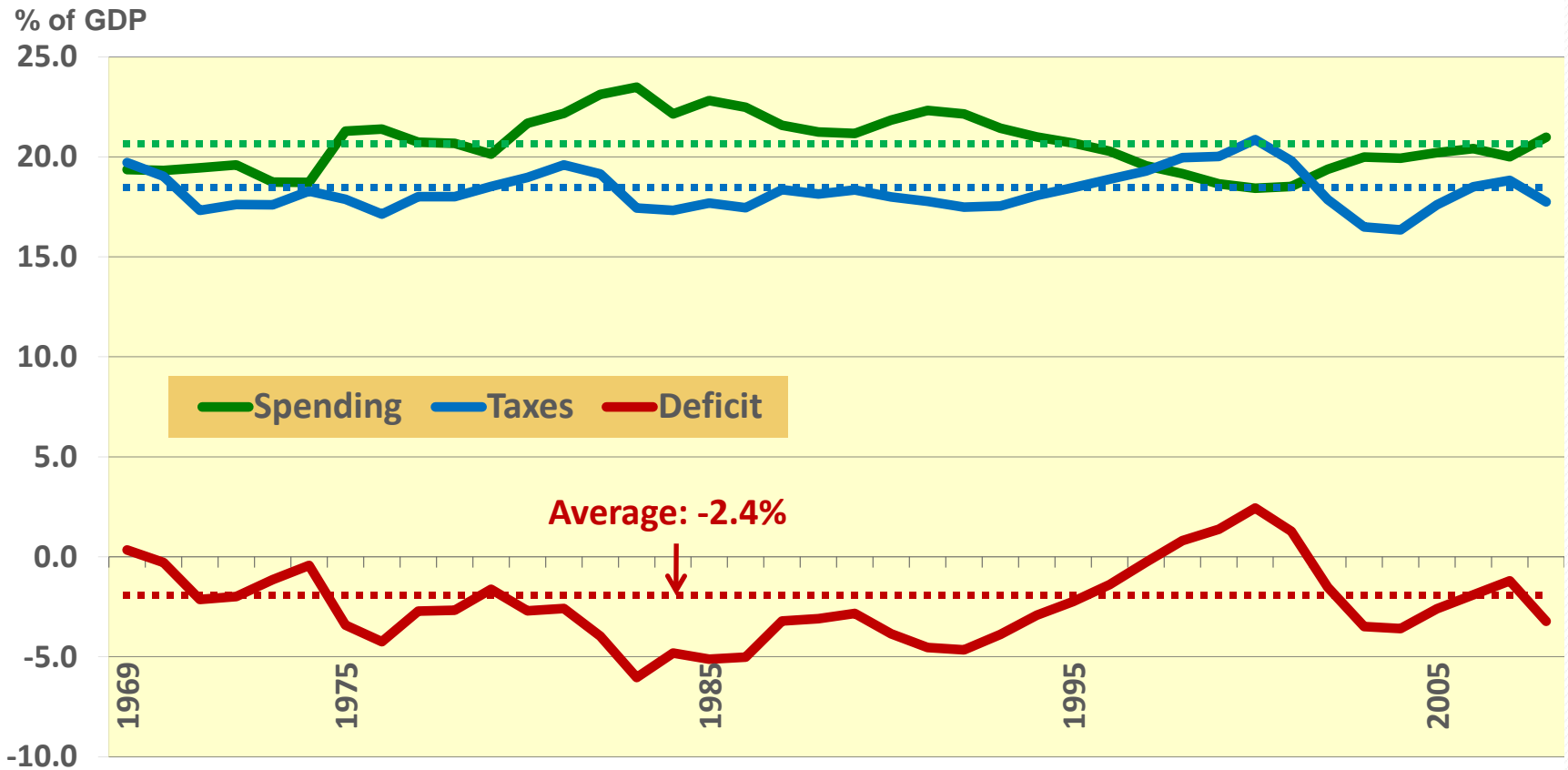
# 40 Years of Federal Deficits, 1969-2008

% of GDP



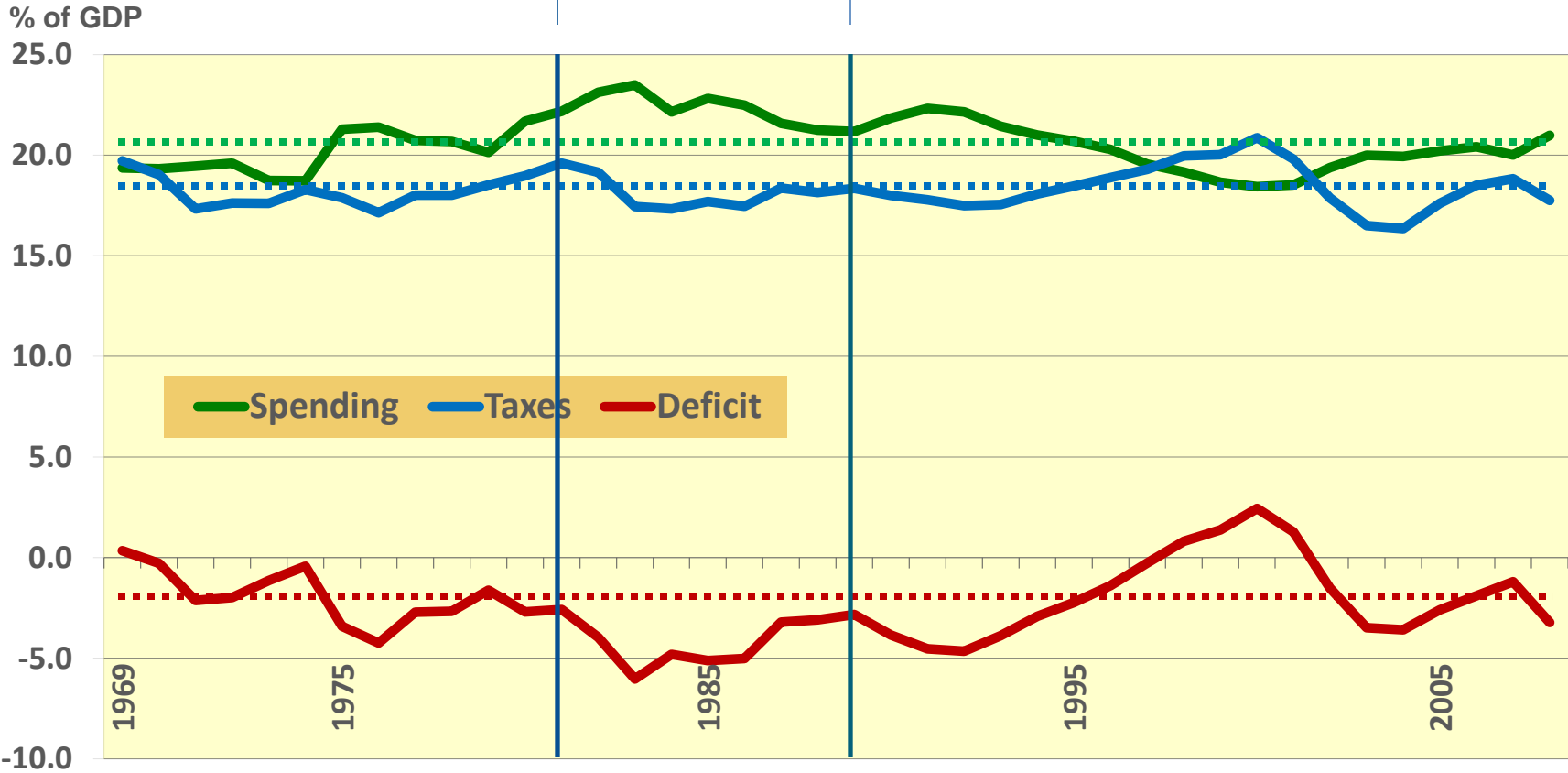
# The 40-Year Story: Stability

Spending, Taxes, and Deficits, 1969-2008

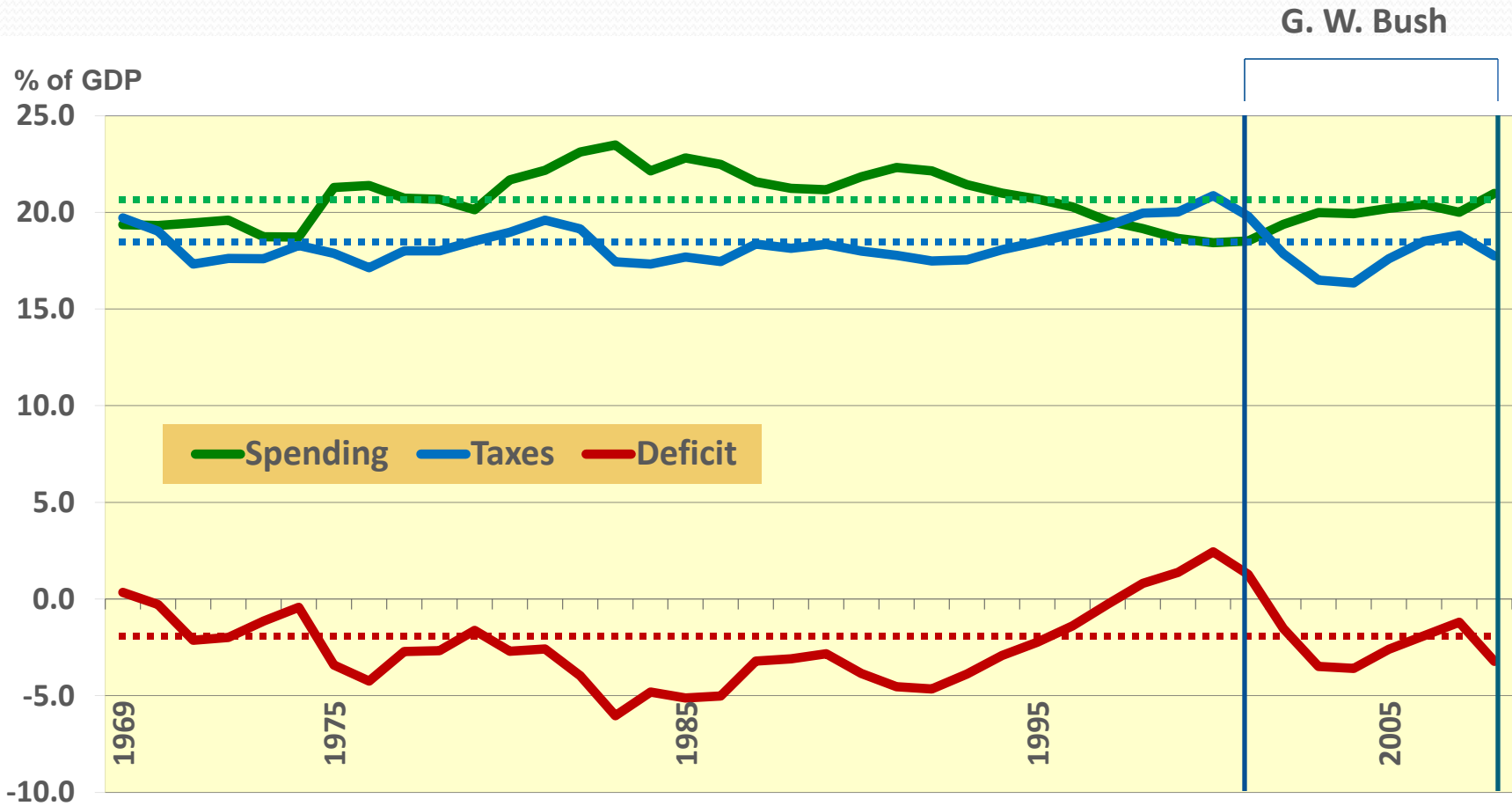


# Reagan Revolution?

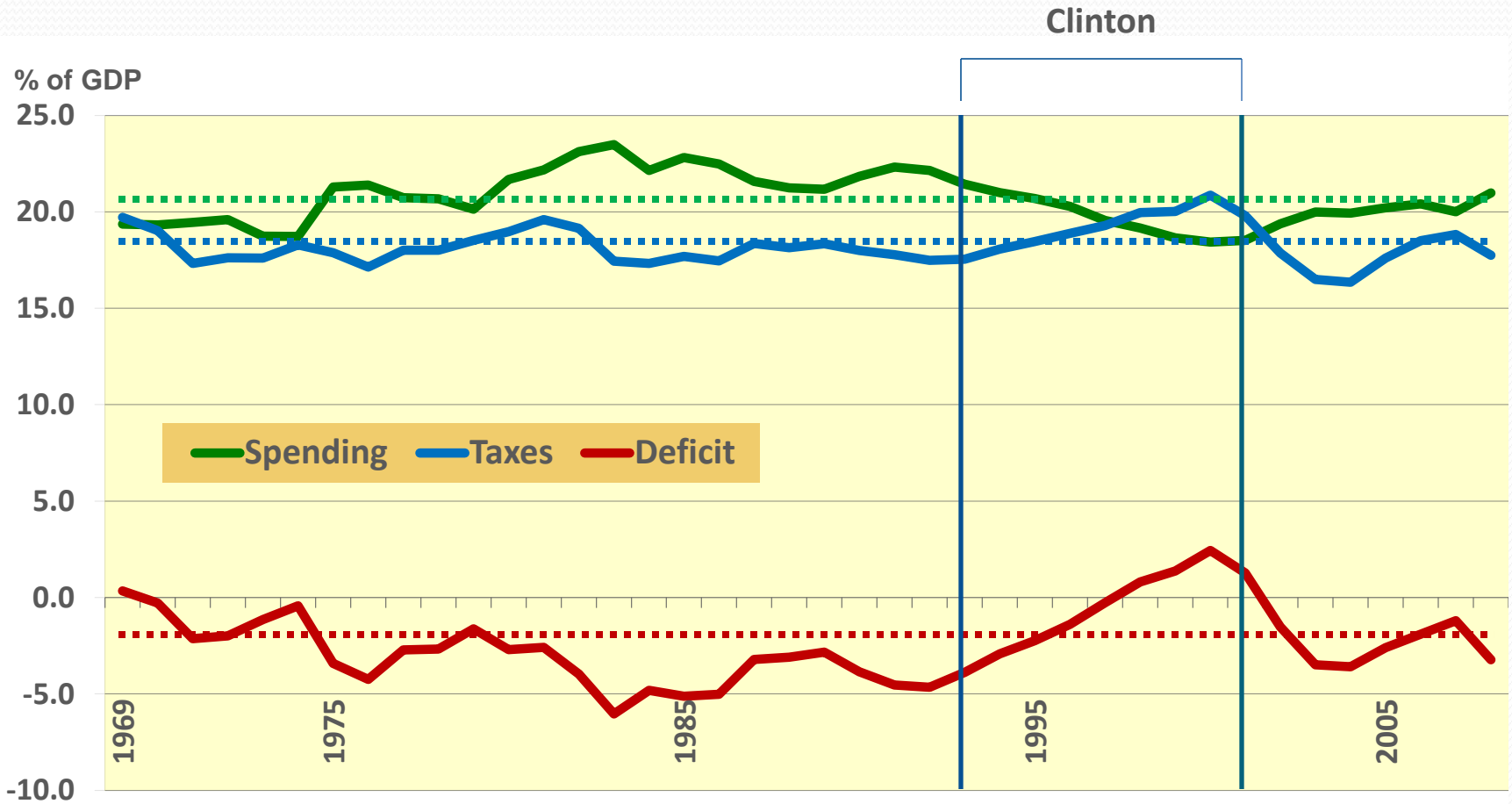
Reagan



# Radical Bush? Or “All too Ordinary”?

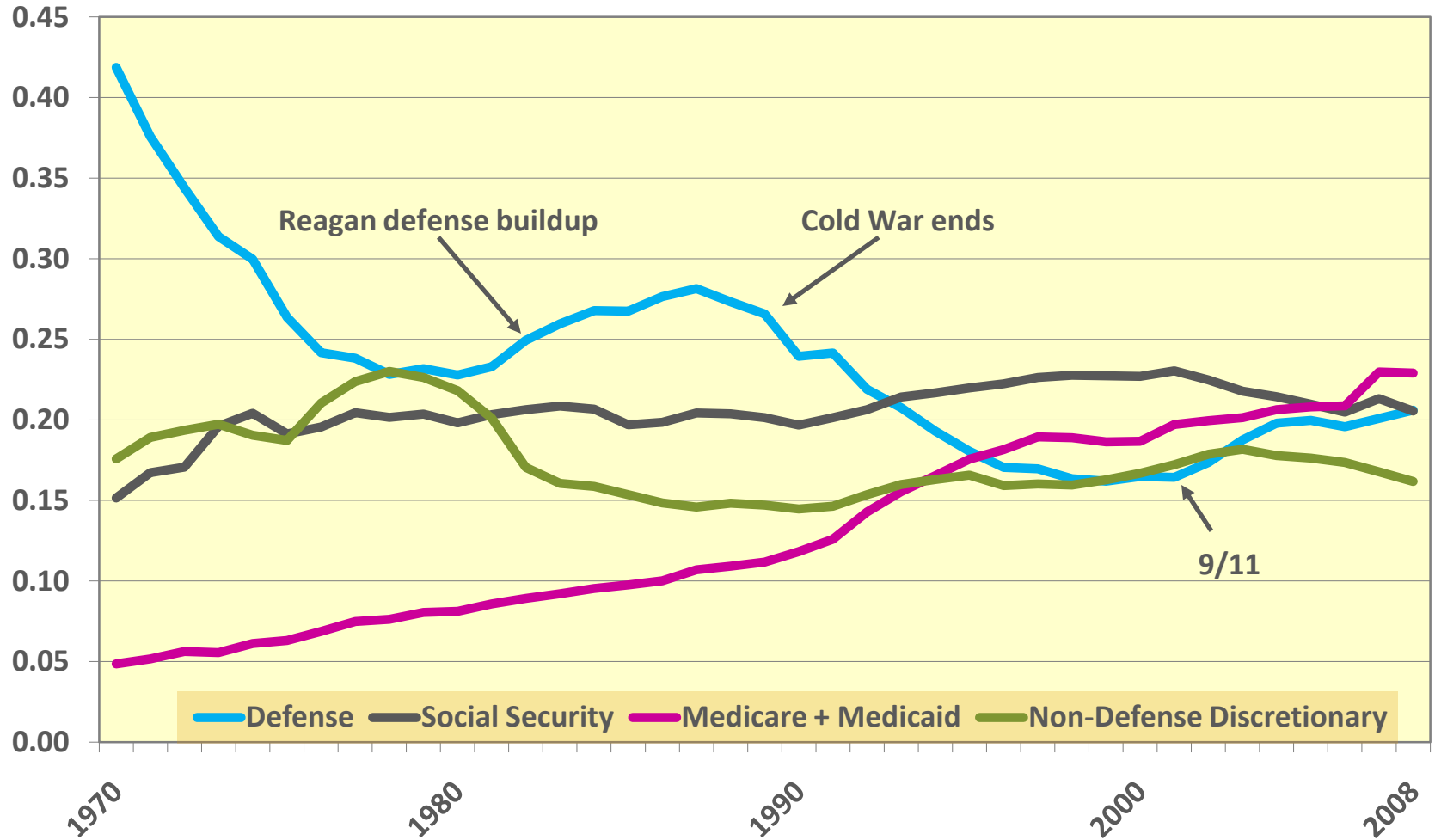


# One of These Things Is Not Like the Others . . .

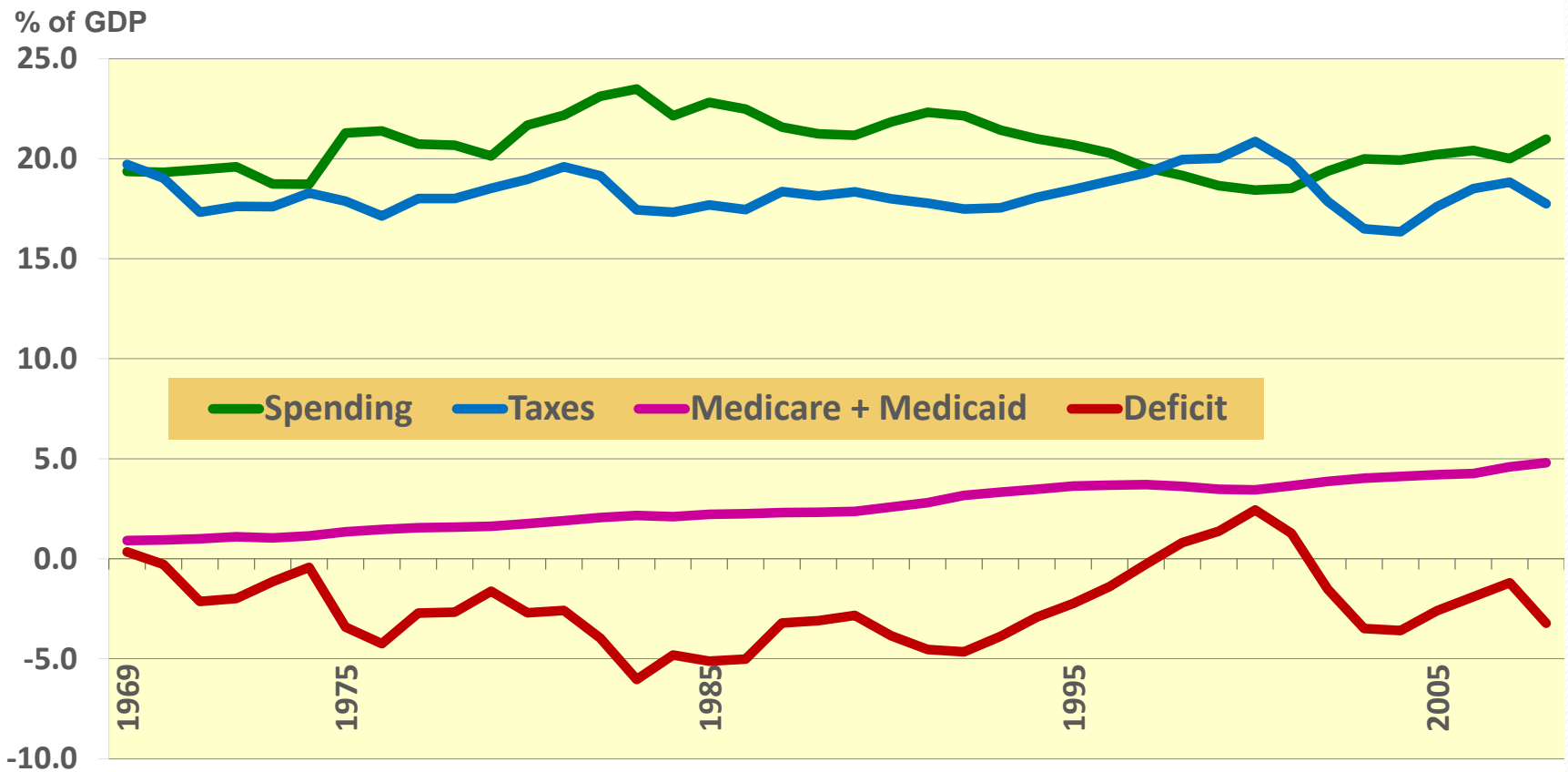


# Where the Money Went, 1969-2008

Share of budget



# The Whole Picture: 40 Years of Spending, Taxes, Deficits...and Medicare and Medicaid!





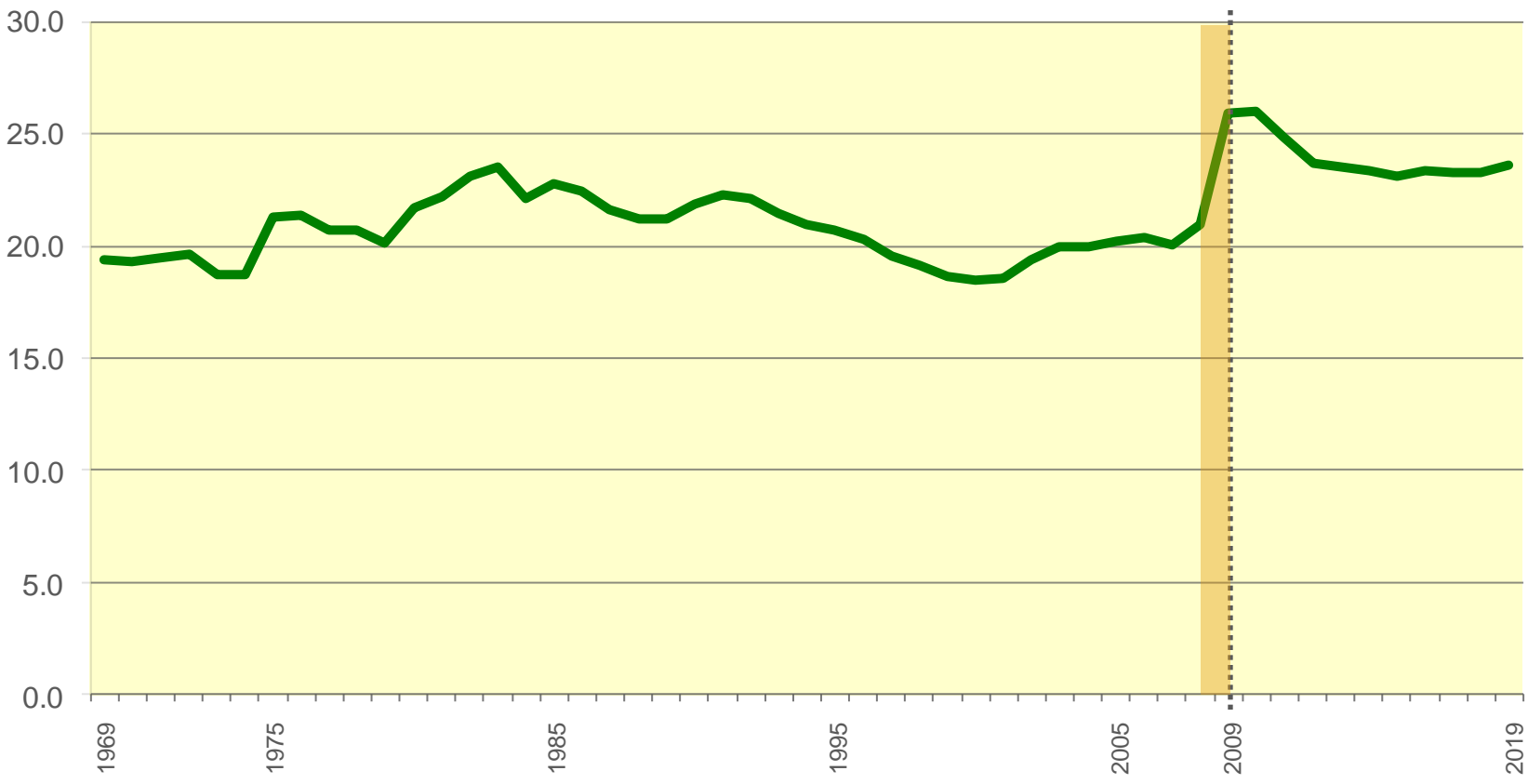
And Now . . .



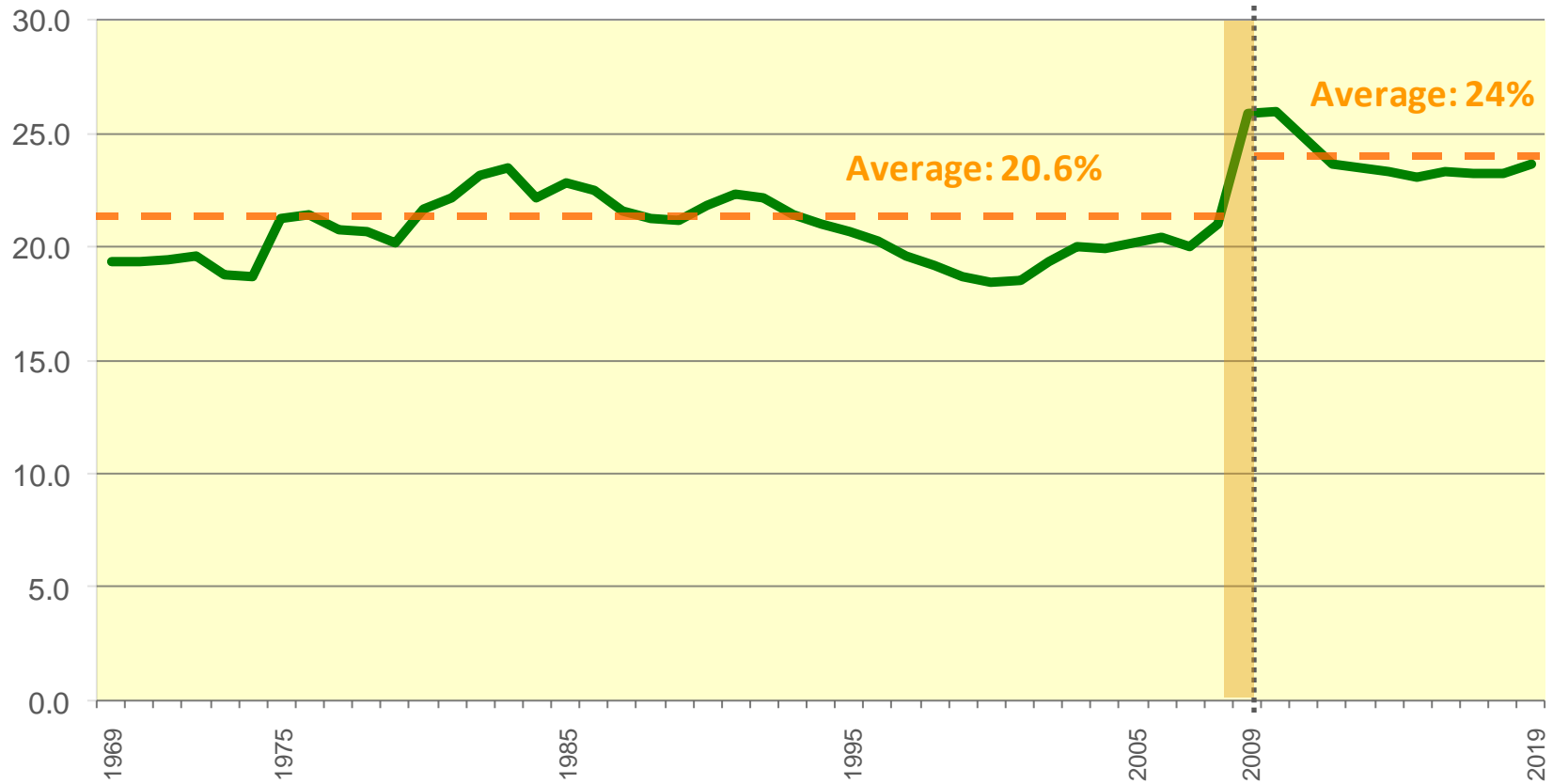
And Now . . .

*The Future*

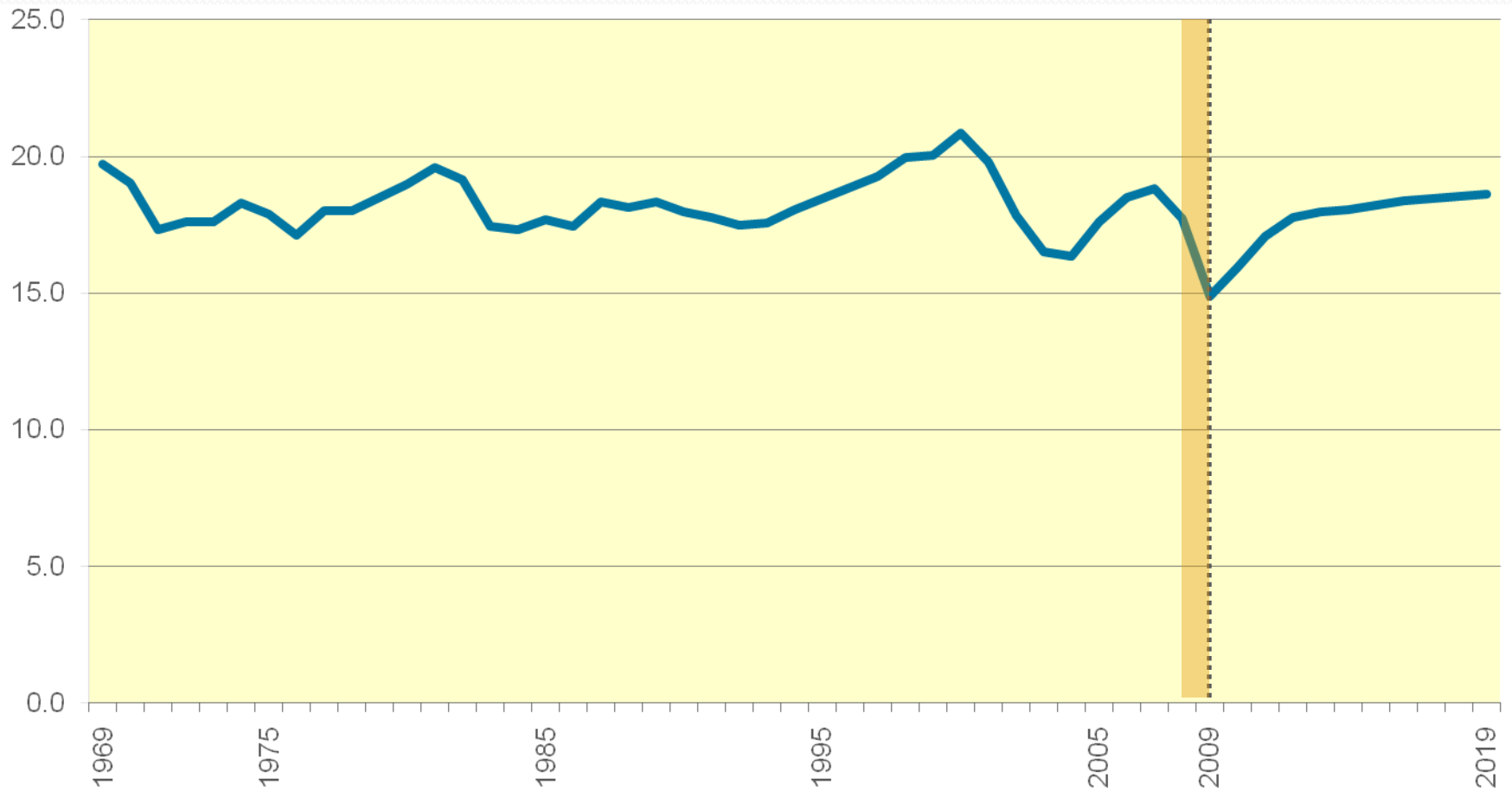
# Obama's Spending Baseline, 2010-19



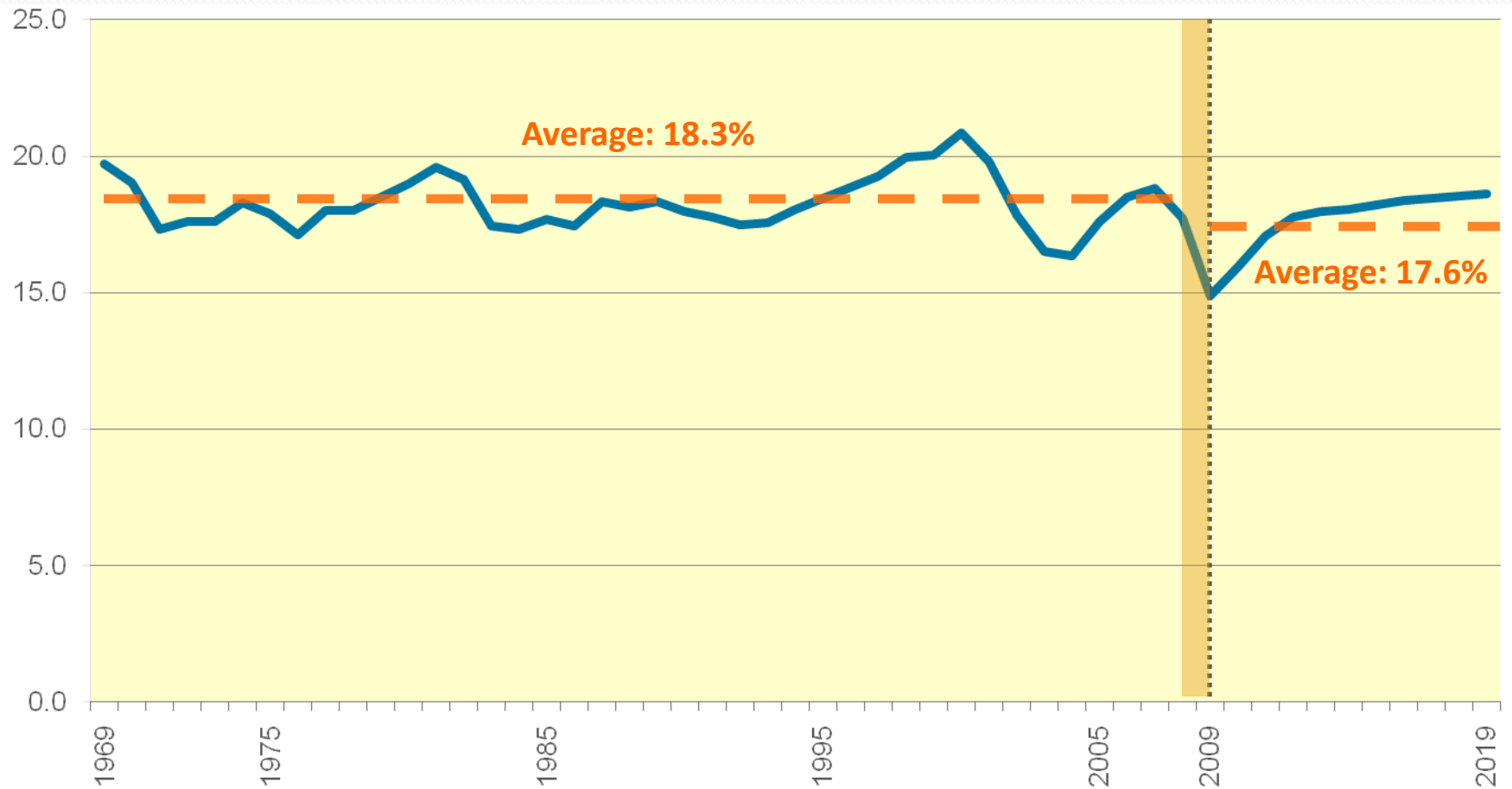
# A New Set-Point for Spending?



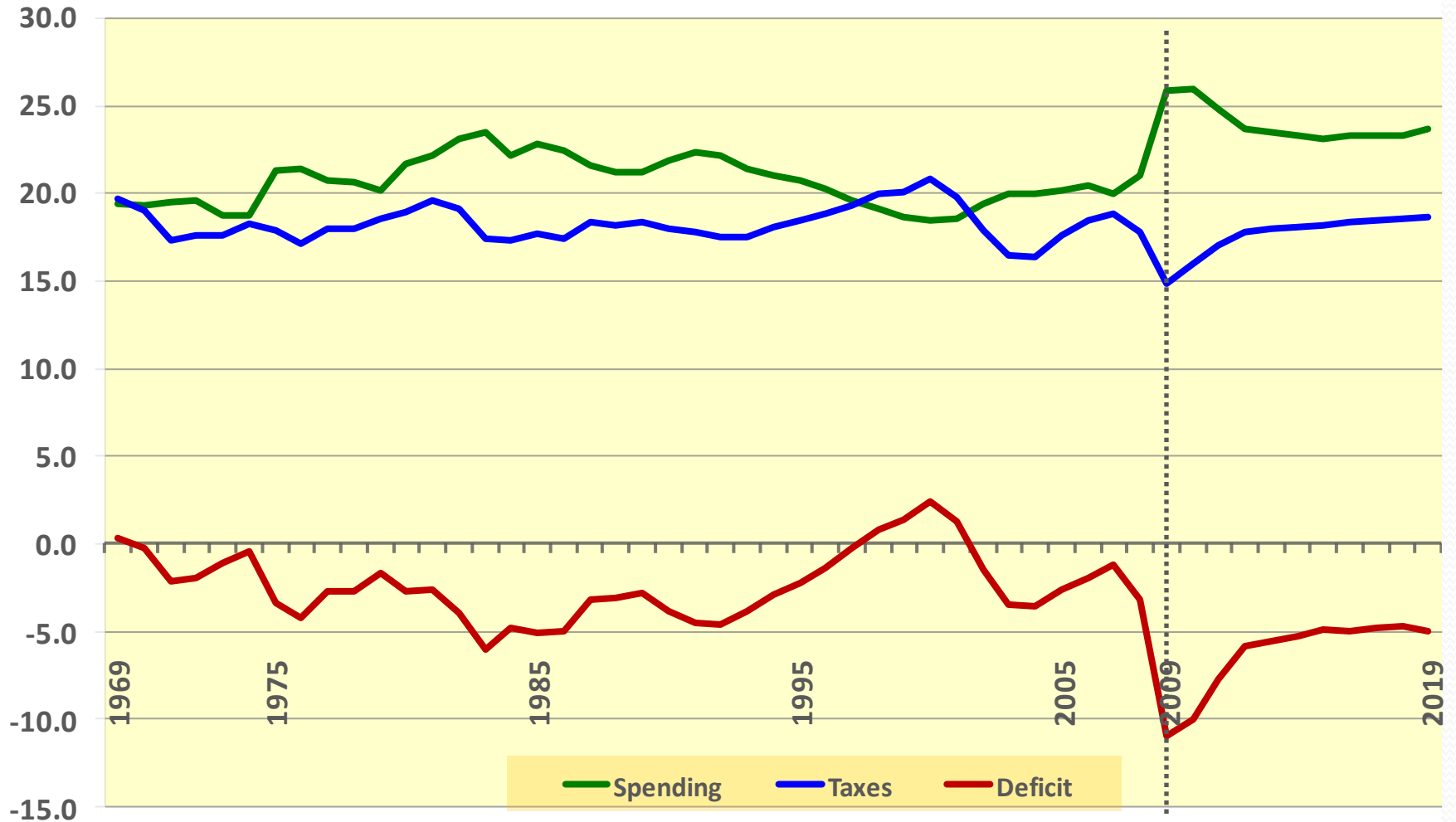
# Taxes, 1969-2019 (% of GDP; Obama baseline)



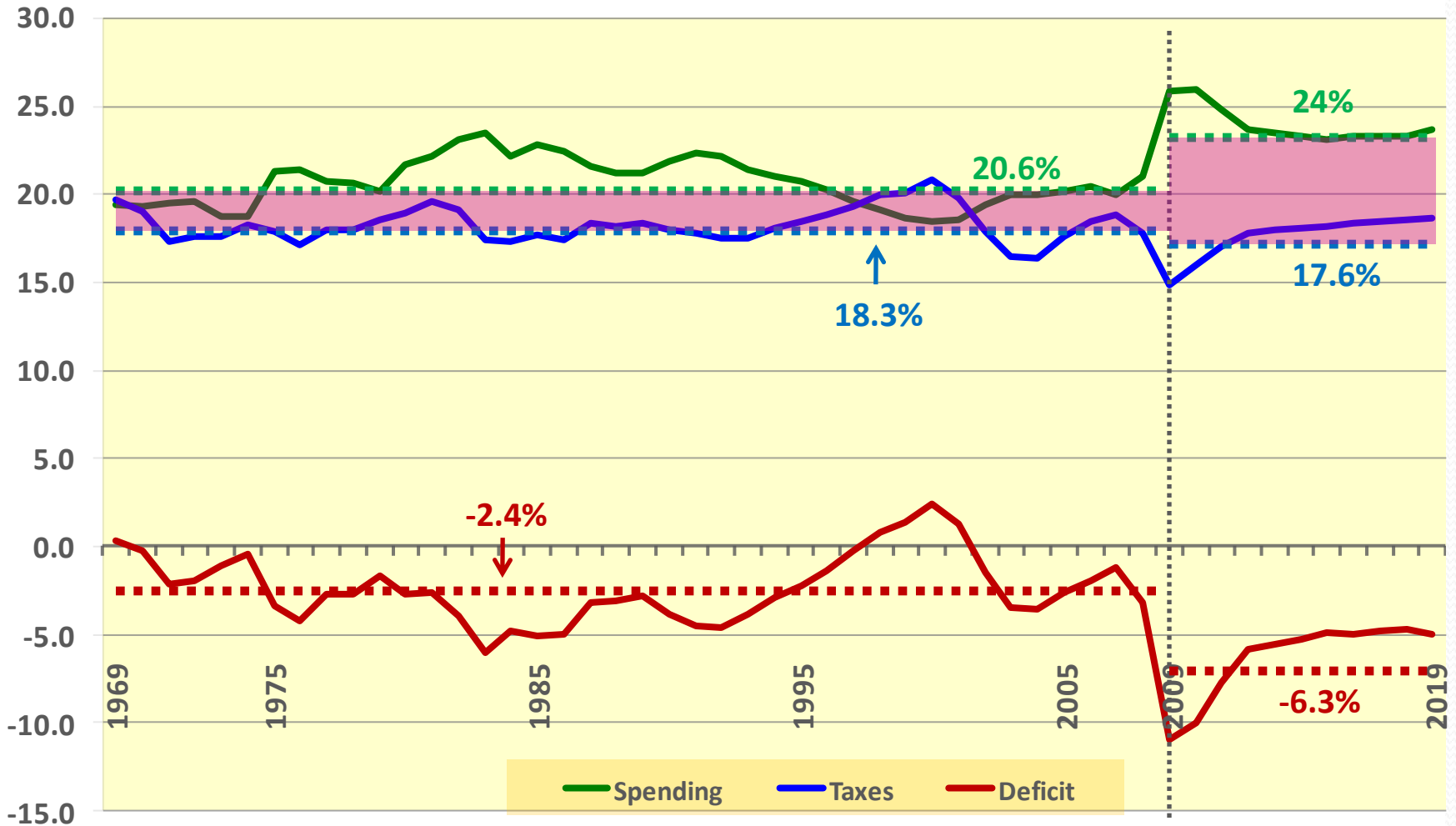
# Same Old Set-Point for Taxes (% of GDP; Obama baseline)



# Spending, Taxes, and Deficits, 1969-2019 (Obama baseline, % GDP)

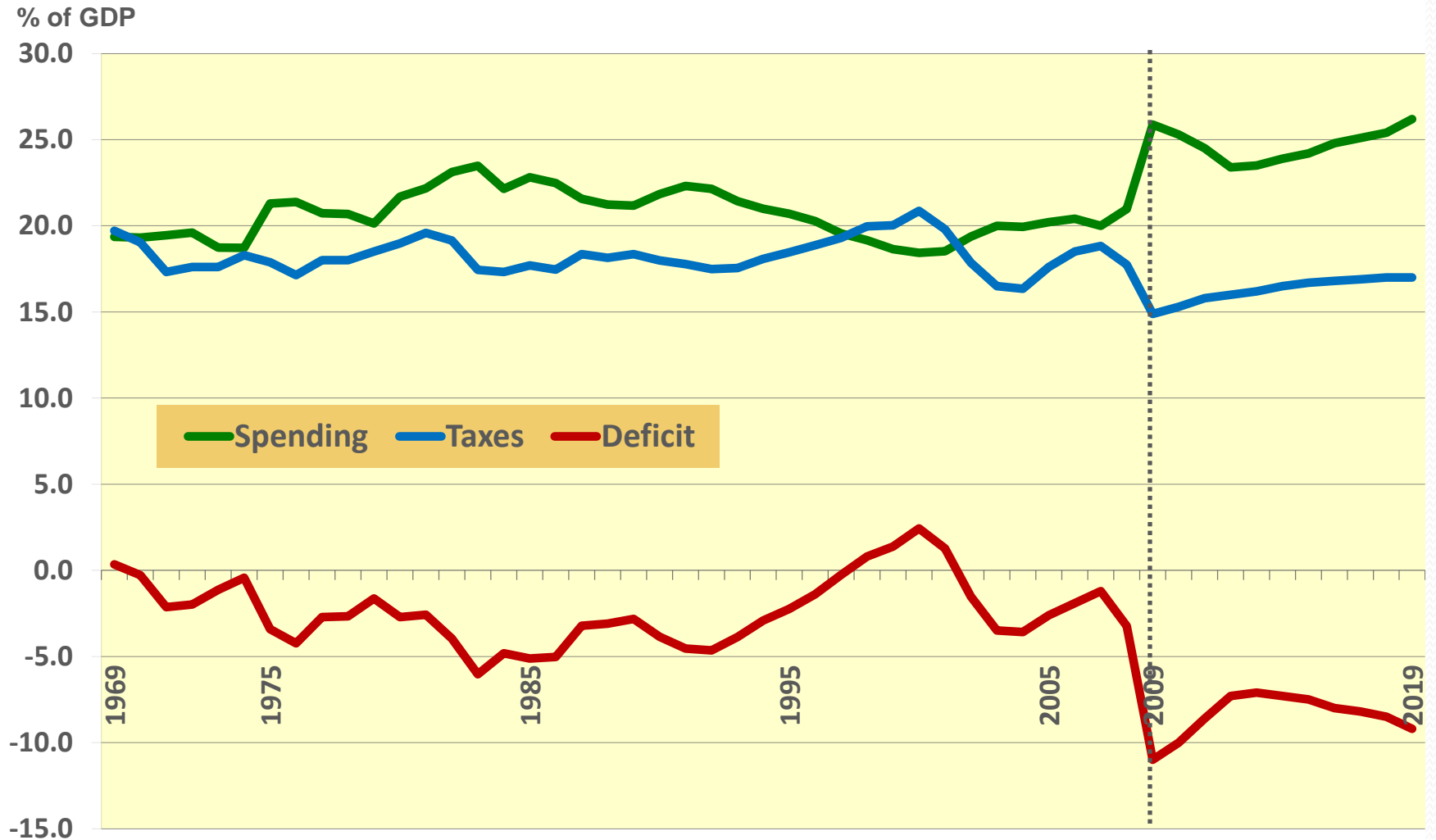


# The Challenge: Large, Persistent Deficits (Obama baseline, % GDP)



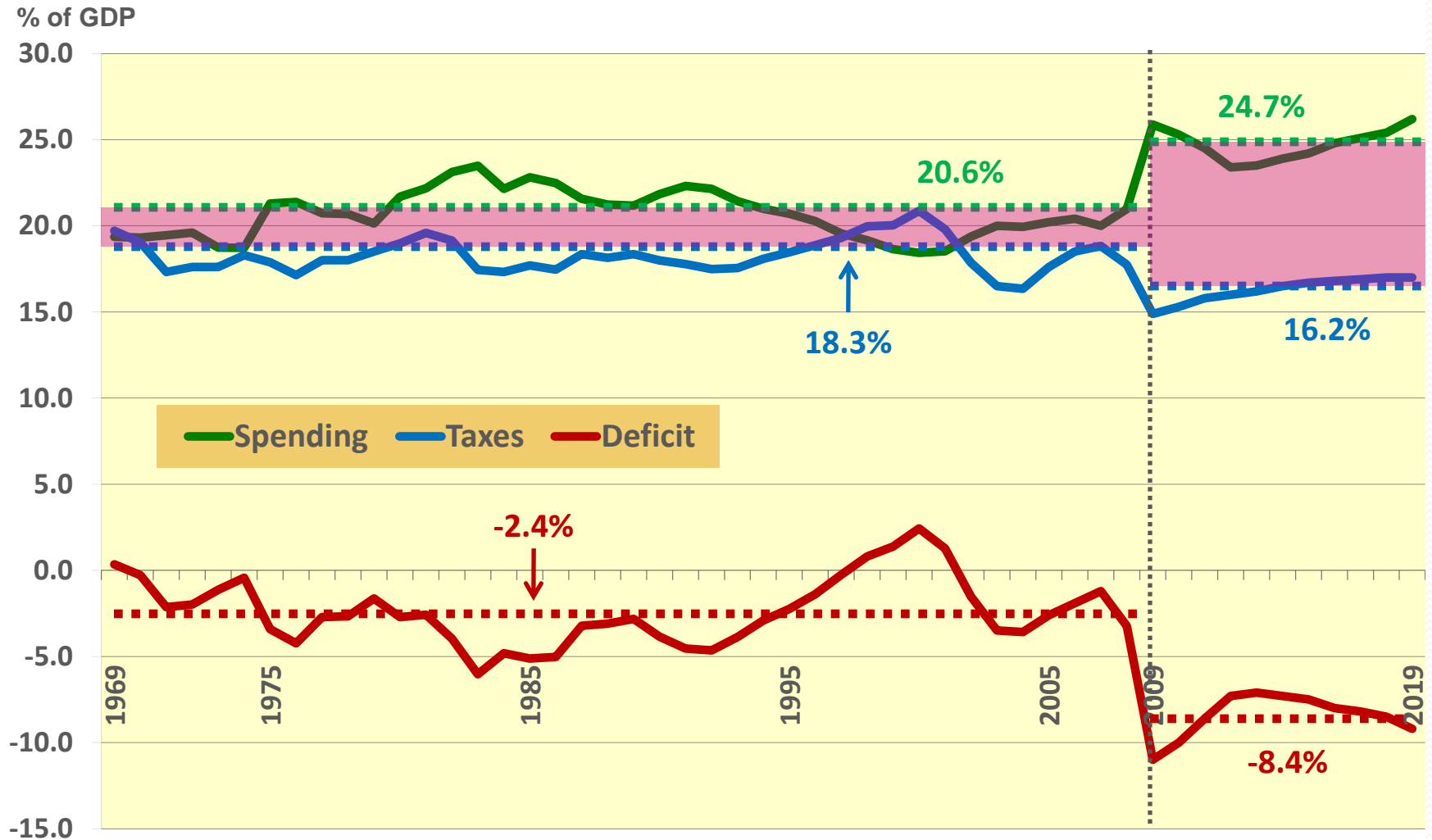
# A More Realistic View?

The Concord Coalition's "Plausible Baseline," 2010-2019



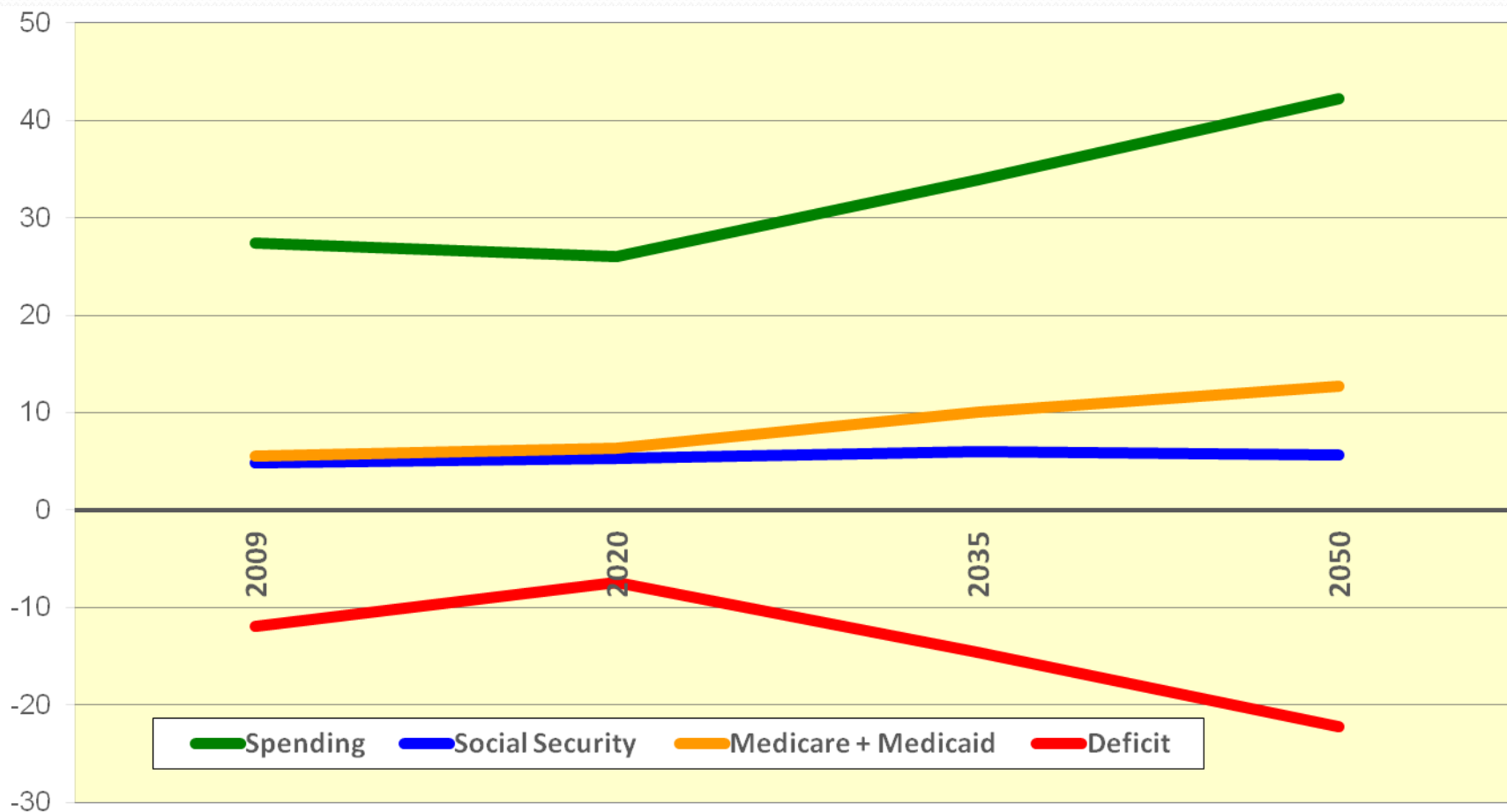
# A More Realistic View?

The Concord Coalition's "Plausible Baseline," 2010-2019



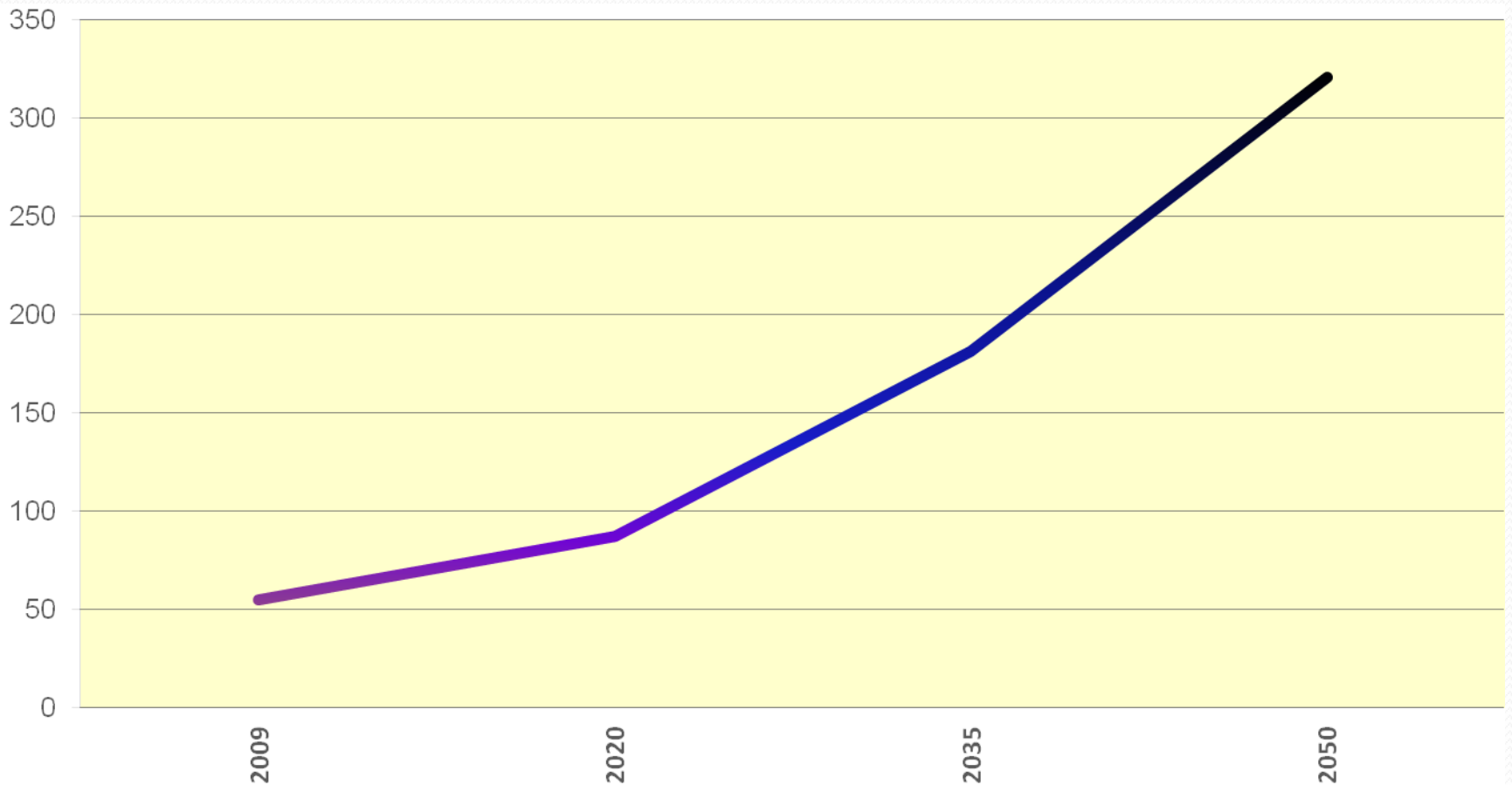
# Unsustainable Spending and Deficits, 2009-2050

CBO "alternative" baseline scenario; percentage of GDP



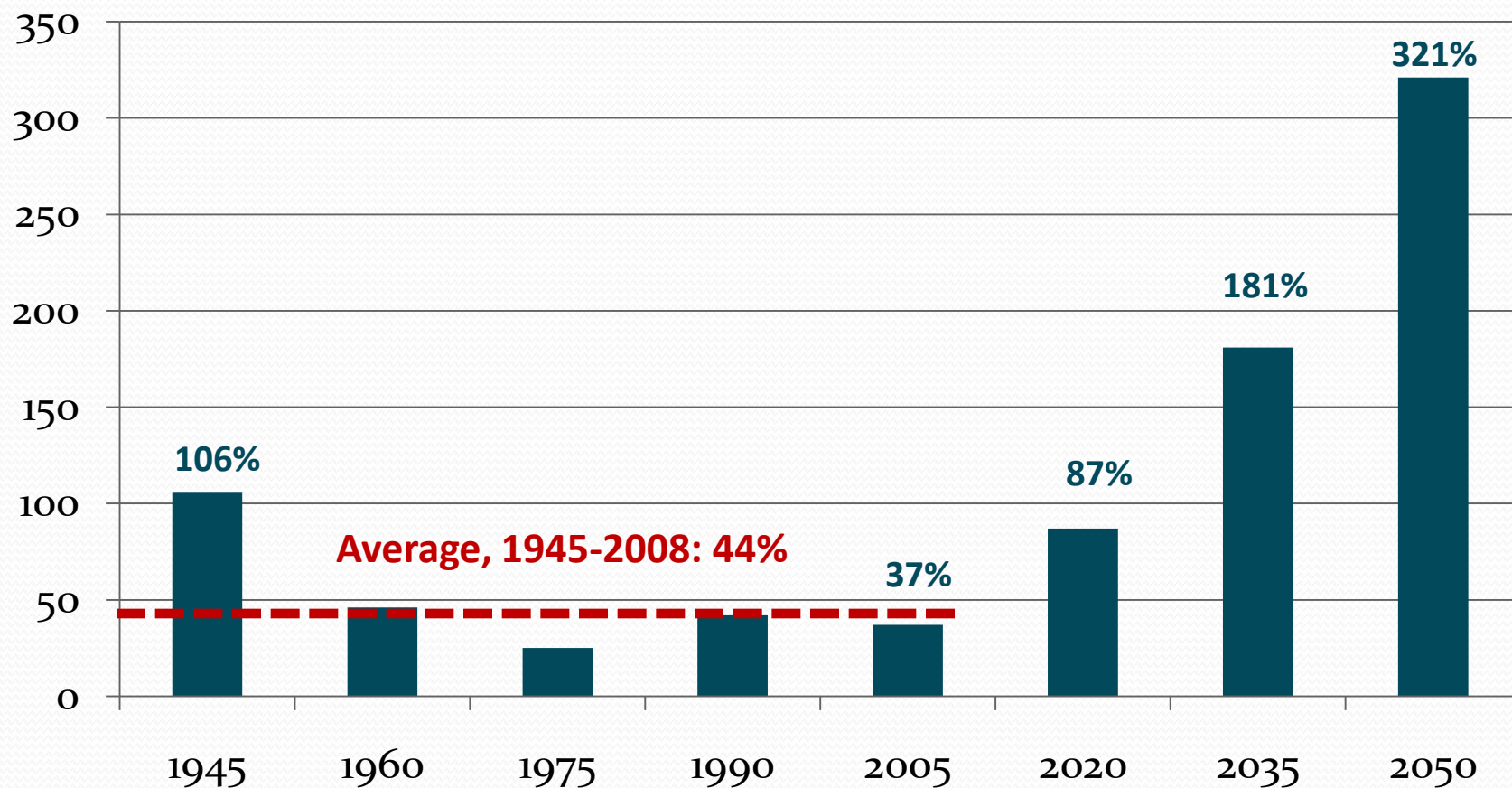
# 'Third-World' National Debt, 2009-2050

CBO "alternative" scenario; percentage of GDP

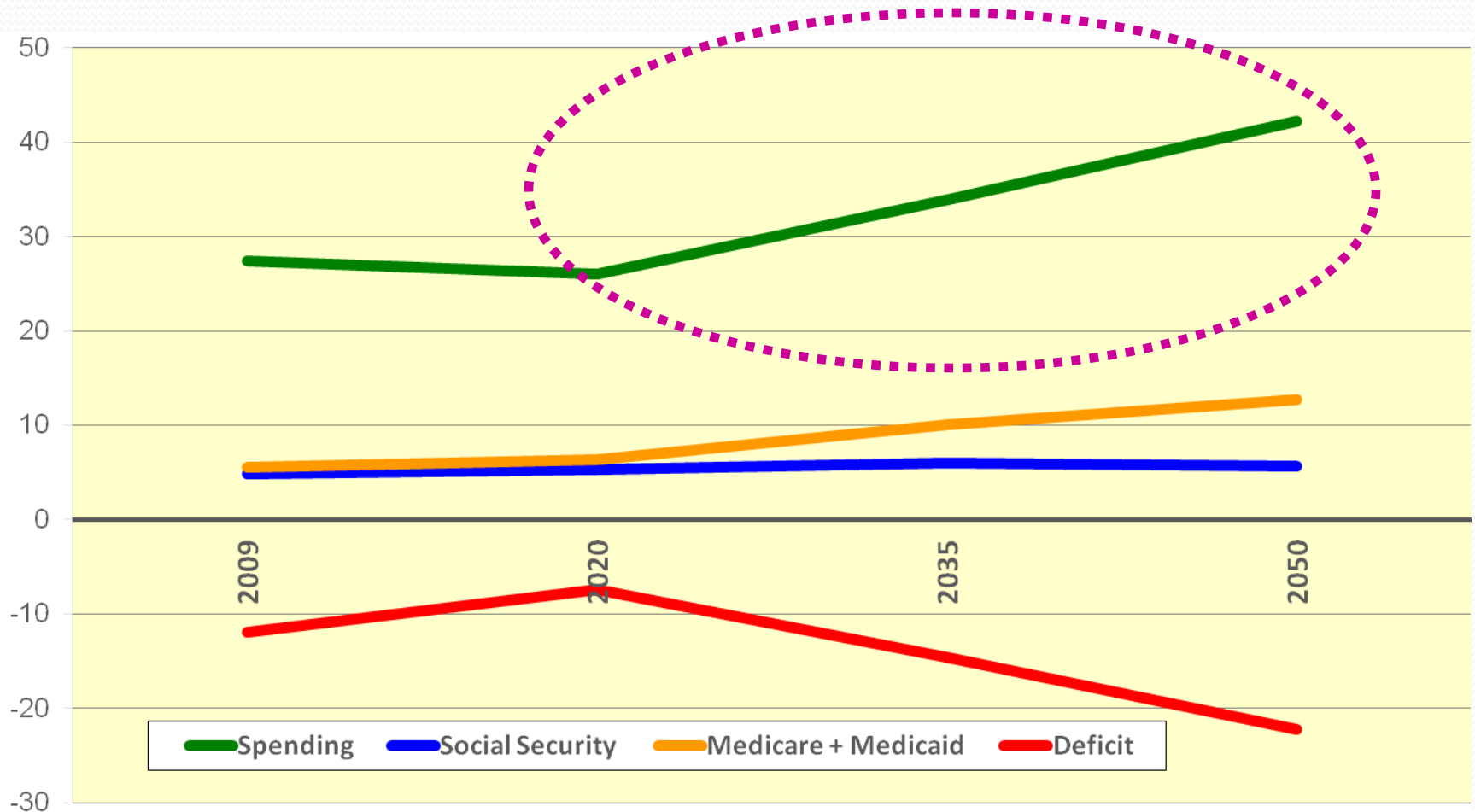


# Public Debt as a Share of GDP, 1945-2050

% of GDP

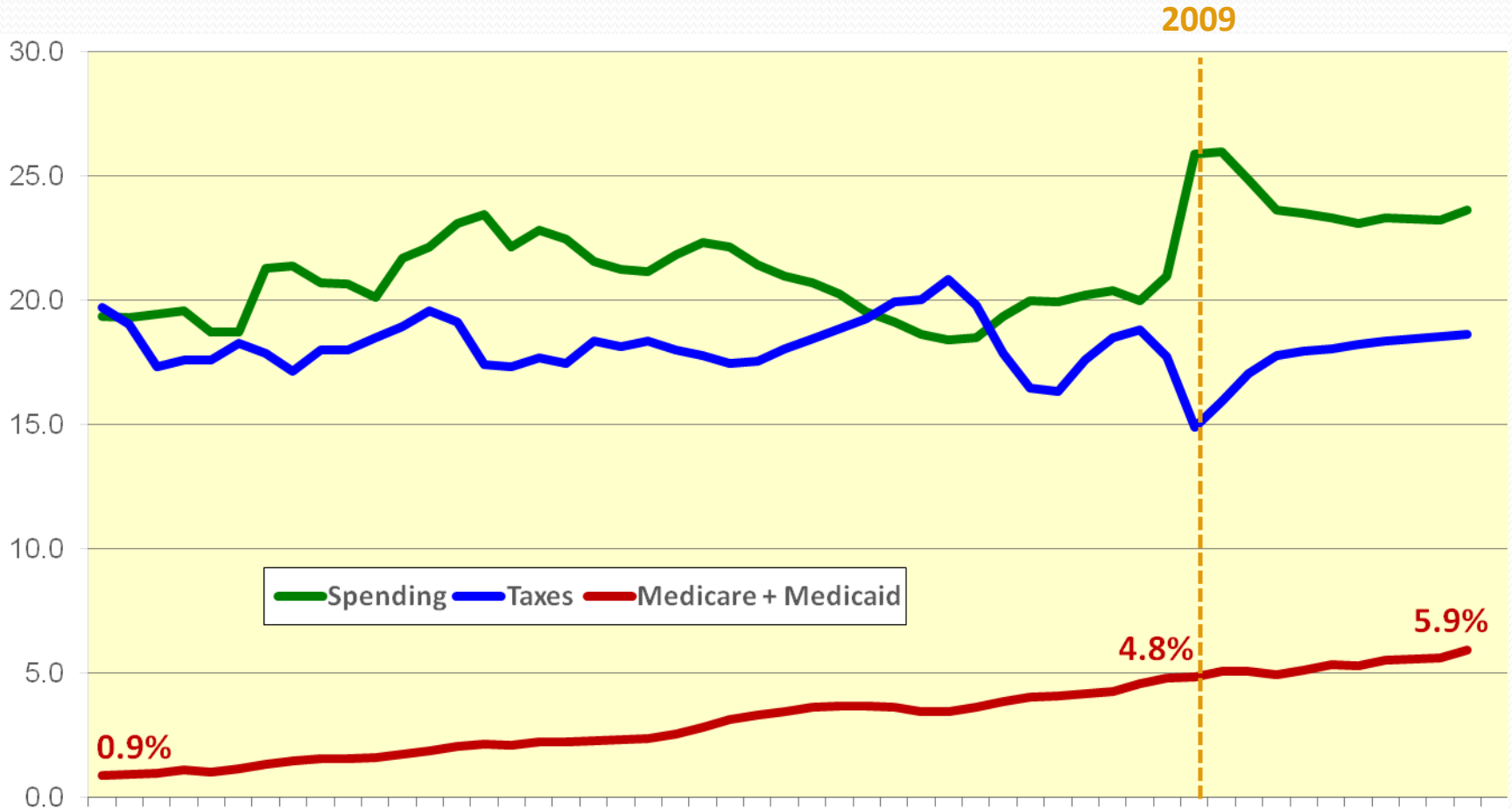


# The Challenge for Liberals: Seriousness on Spending



# Controlling Health Costs is Essential, but Not Sufficient: Spending, Taxes, and Medicare Plus Medicaid, 1969-2019

(% of GDP, Obama baseline)



# The Challenge for Conservatives: Seriousness on Taxes

