

MAG Human Services Coordinating Committee

May 24, 2012

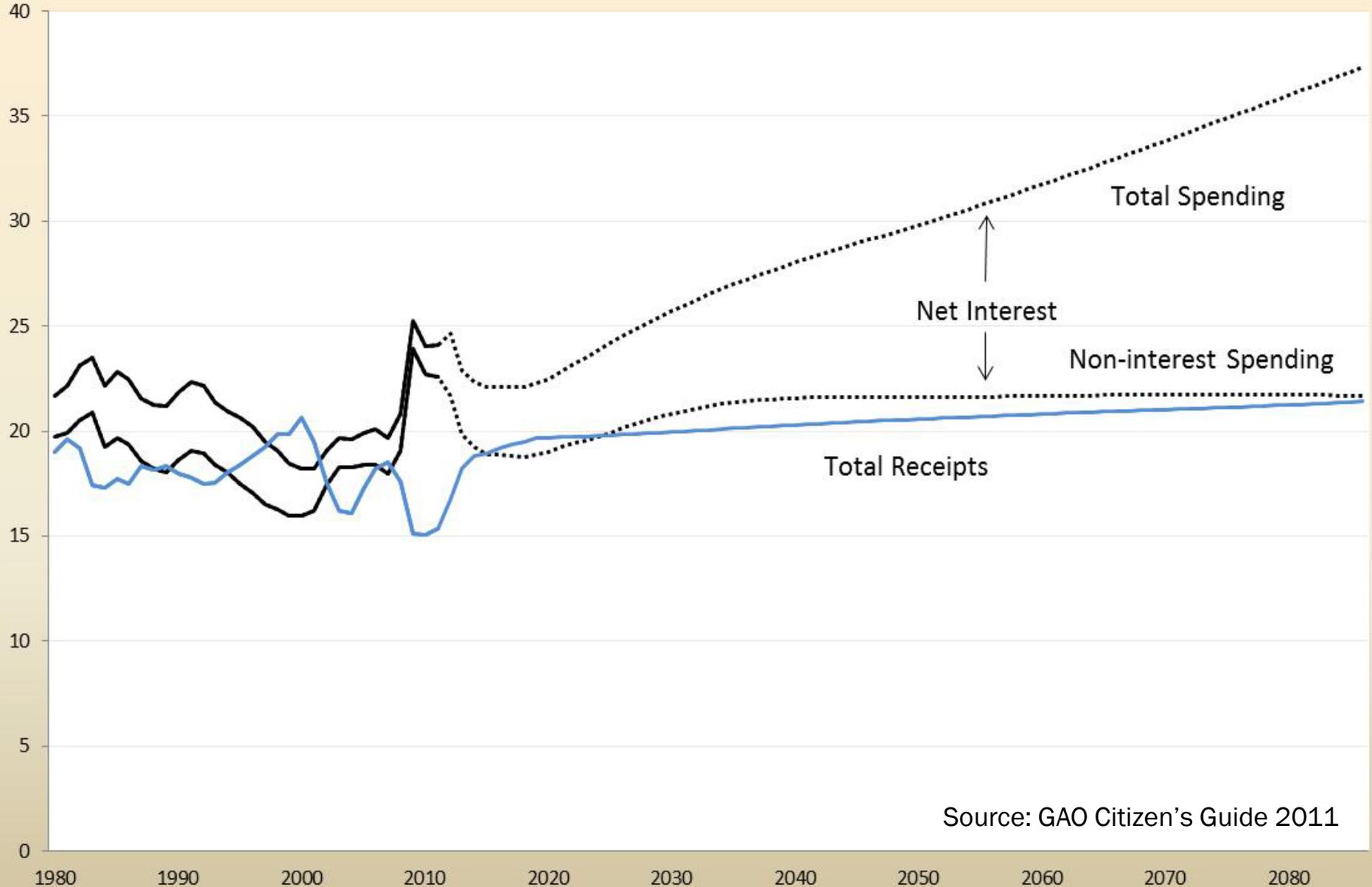
LEGISLATIVE UPDATE

FEDERAL BUDGET

- ✘ Congress currently working on FY 2013
- ✘ **Announced Priority: Deficit reduction**
 - + House: Rep. Ryan Plan
 - + Senate: Bowles-Simpson plan

Chart 2: History and Current Policy Projections for Total Spending, Net Interest, Non-interest Spending, and Total Receipts, 1980-2086

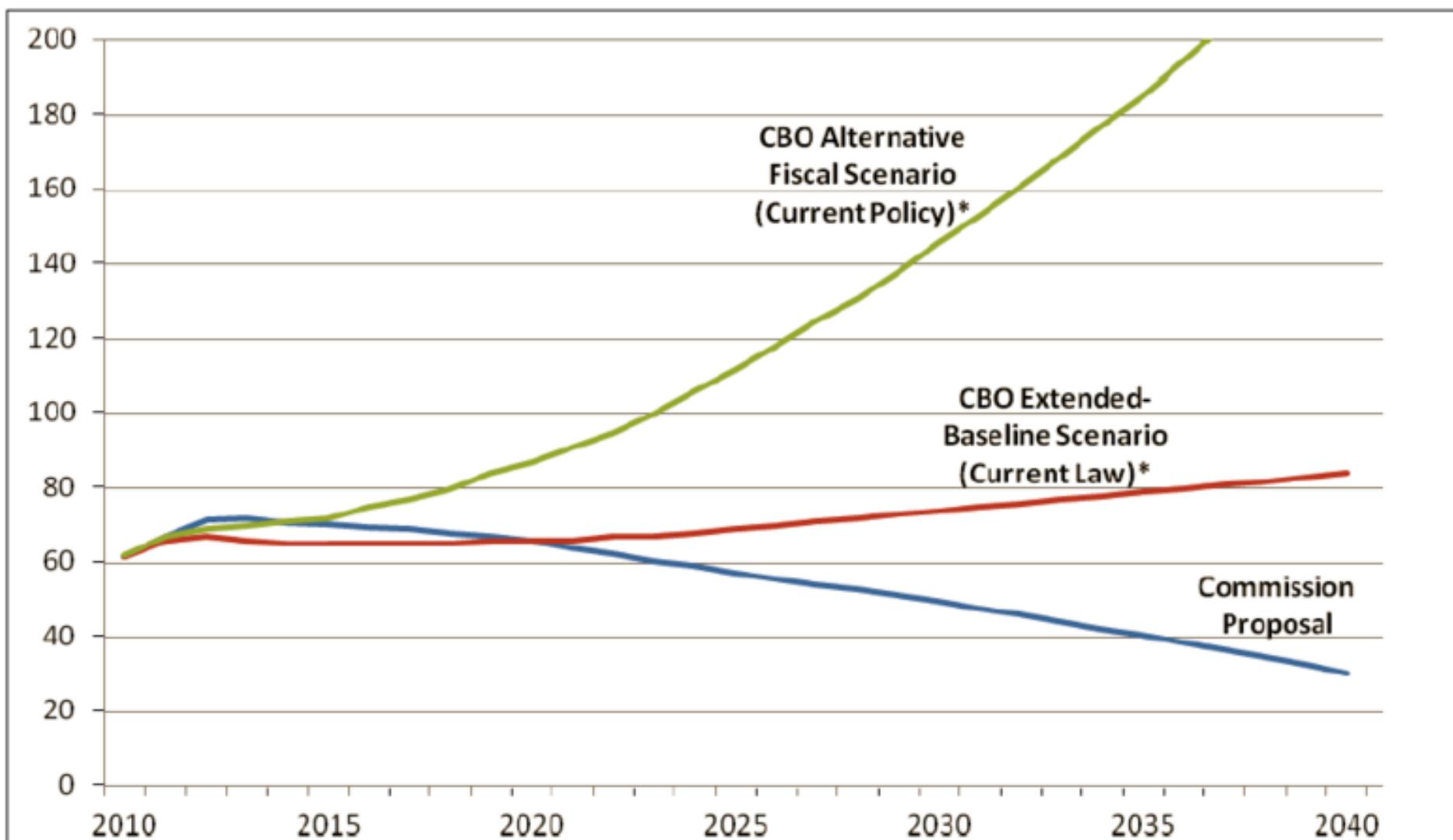
Percent of GDP



Source: GAO Citizen's Guide 2011

U.S. Public Debt as a % GDP Under Various Scenarios

% GDP

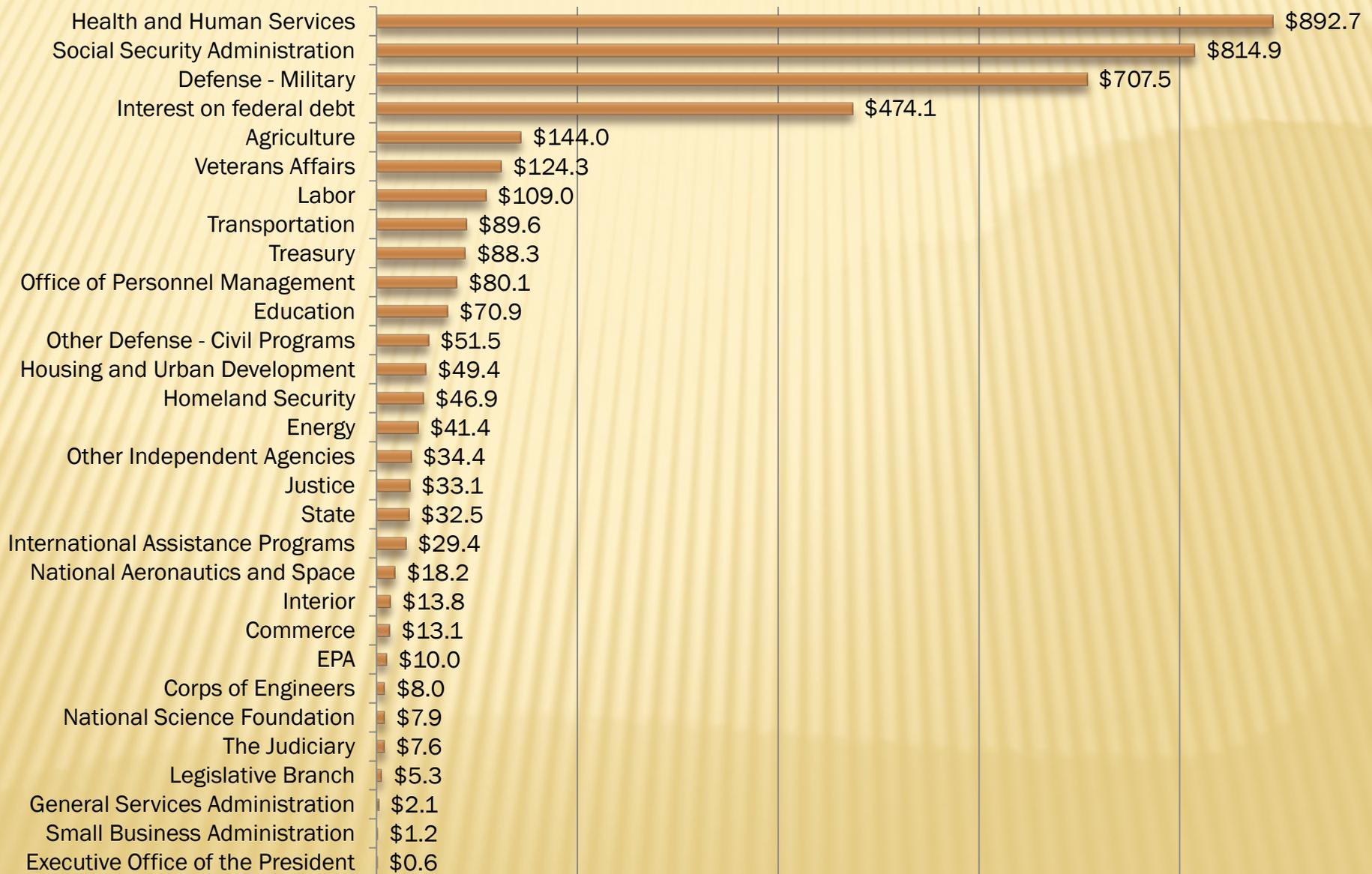


Source: *Report of the National Commission on Fiscal Responsibility and Reform* - December 2010

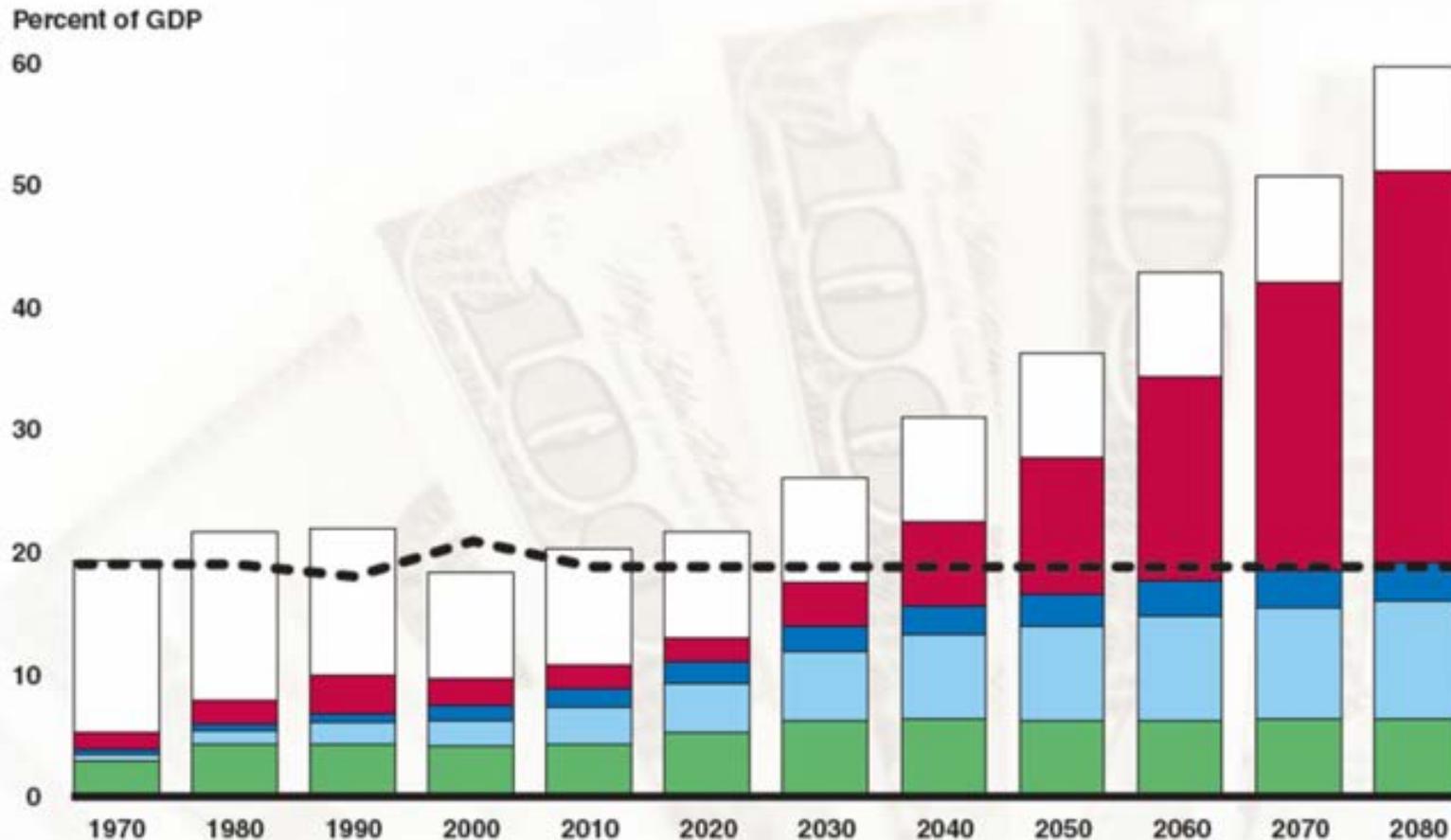
*Note: Explanations of the Alternative and Baseline scenarios are included on graph's article page.

Where the Money Goes

fiscal 2012 outlays, in billions



Current Trends Are Not Sustainable



--- Revenue

Other government programs

Net interest

Medicaid

Medicare

Social Security



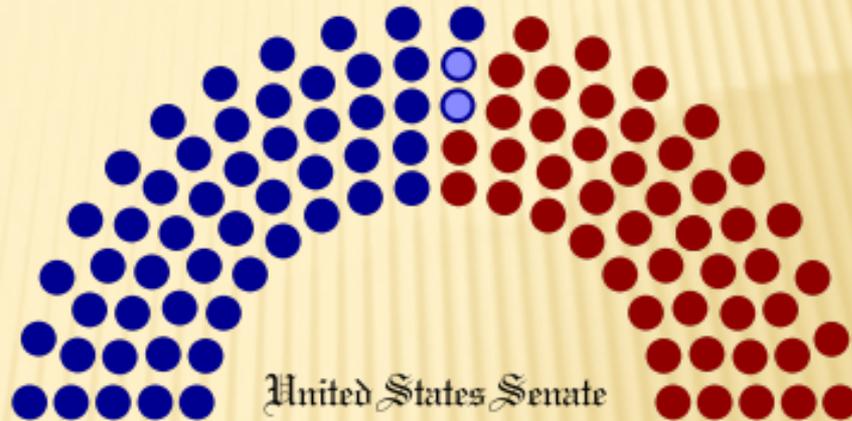
Sometime between 2030 and 2040,
mandatory spending will exceed
government revenues.

Source:
GAO Citizen's
Guide 2007

2012 ELECTIONS

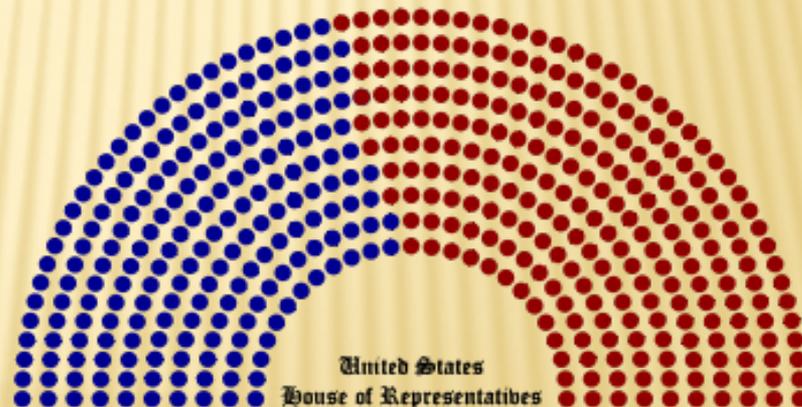
Senate

51 Democrats
2 Independents
47 Republicans



House

179 Democrats
255 Republicans



2012 ELECTIONS



What to Expect:
Spending Reductions

Decision Timing Outlook:
Lame duck session