

Understanding the Budget Crisis



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\$
DEFICIT



\$
GOV
INCOME
(TAXES)

\$
YEARLY
GOV.
BUDGET

Spending on
Social Security
Medicare
Medicaid
Obamacare
Military
INTEREST ON
THE DEBT
Gov Expenses

YEARLY BUDGET IS
GOVERNMENT SPENDING
FOR THE YEAR

GOV. INCOME IS the TAXES
Government collects

DEFICIT is how much the
government must borrow to
balance its budget

We borrow money from
other countries to make up
the deficit

The INTEREST we pay other
countries is added to next
years budget (Grows Daily)

GOVERNMENT SPENDING

NON-
DISCRETIONARY
ENTITLEMENTS

MANDATORY ENTITLEMENTS
MUST BE PAID
SOCIAL SECURITY – MEDICARE –
MEDICAID - OBAMACARE -
UNEMPLOYMENT

INTEREST ON THE
DEBT

INTEREST ON MONEY BORROWED TO
BALANCE THE BUDGET
MUST PAY

MILITARY

ARMY – NAVY – AIRFORCE –
NATIONAL SECURITY

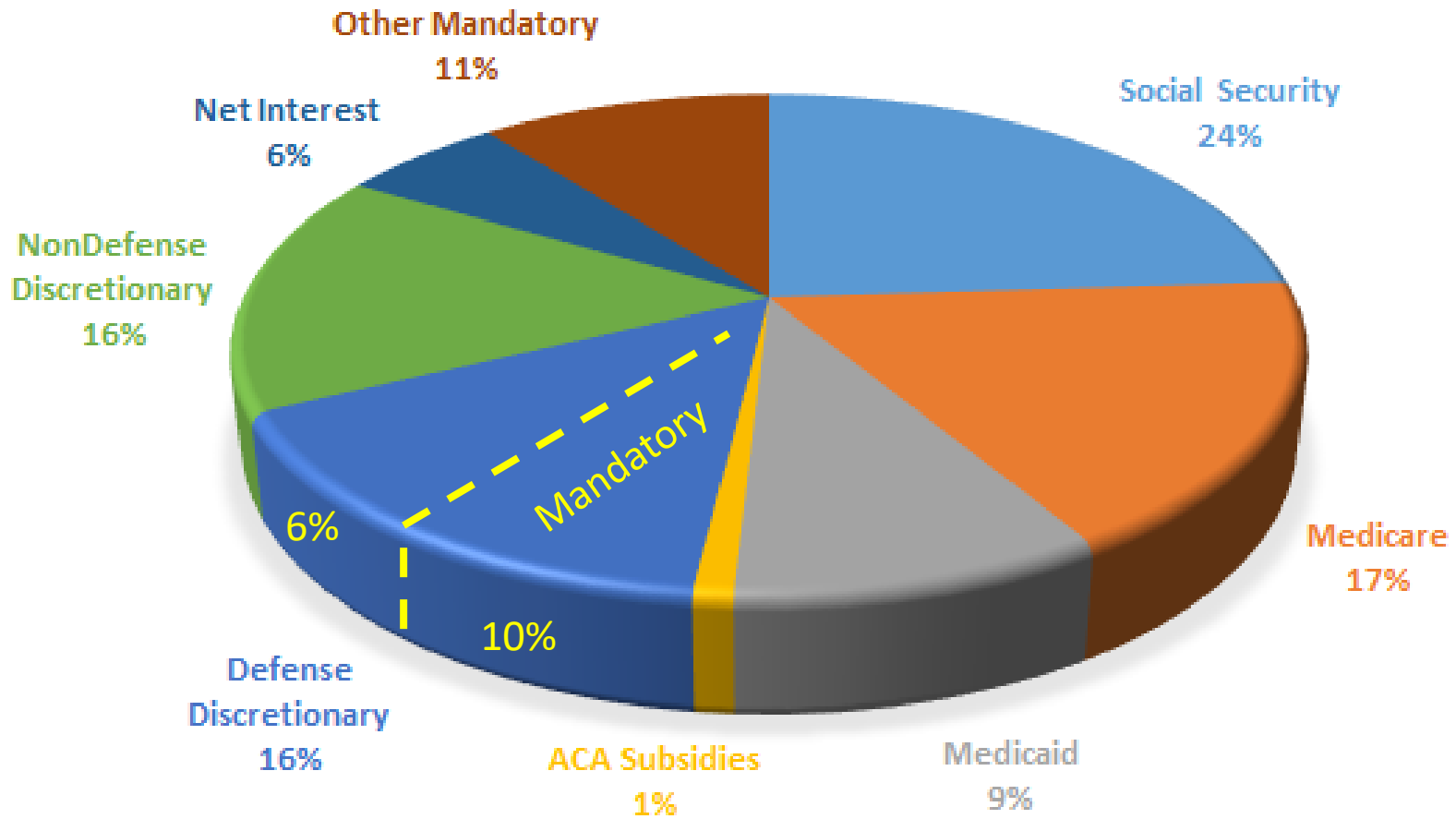
DISCRETIONARY
SPENDING


SPENDING CONGRESS CAN CHANGE

22% Discretionary

78% Mandatory

FEDERAL BUDGET FY 2015



The background of the image is a dense, overlapping pattern of US dollar bills, including \$100 and \$500 denominations, scattered across the entire frame. The bills are slightly out of focus, creating a textured, financial backdrop.

***How does the
government create
a budget?***

THE PRESIDENT PROPOSES A BUDGET

**SENATE MUST
AGREE**

*Need 60 Votes
(cloture)*

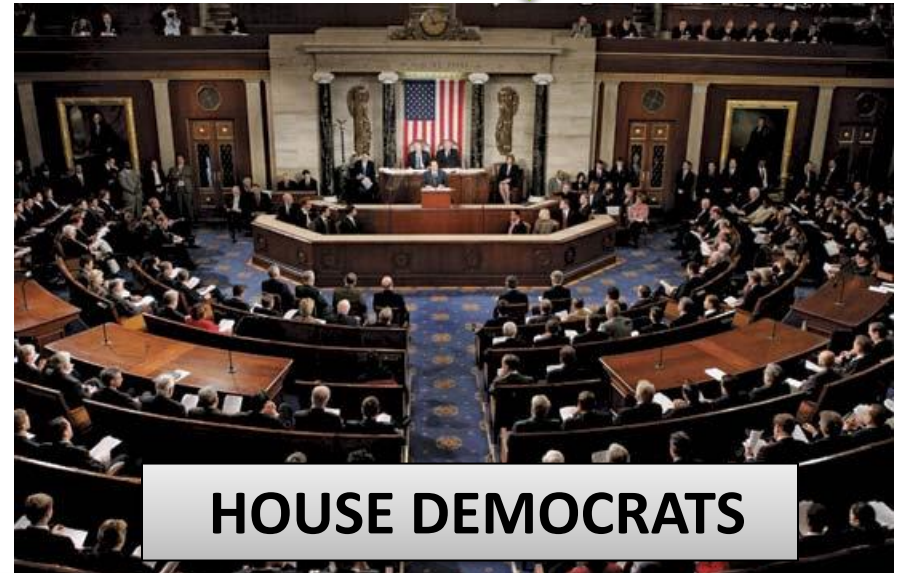


**HOUSE OF REPS
MUST AGREE**

Simple Majority



SENATE DEMOCRATS



HOUSE DEMOCRATS

CONGRESS

<p>\$</p> <p>GOV INCOME TAXES</p>	<p>\$</p> <p>YEARLY GOV. SPENDING</p> <p>Social Security Medicare Medicade Military INTEREST ON THE DEBT Gov Expenses</p>
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**Liberals
want to
RAISE TAXES
to balance the budget**



**NANCY PELOSI LIBERAL DEMOCRAT
AND SPEAKER OF THE HOUSE**

\$
**YEARLY
GOV.
SPENDING**

**Social Security
Medicare
Medicade
Military
INTEREST ON
THE DEBT
Gov Expenses**

\$
**GOV
INCOME
TAXES**

**Conservatives
want to
CUT SPENDING
to balance the budget**

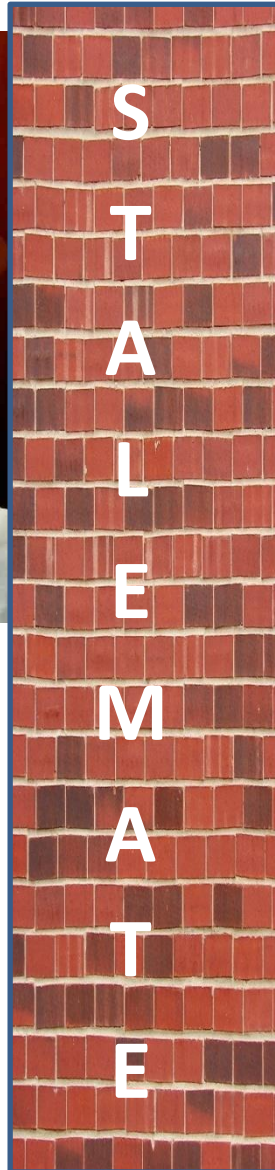


**RAND PAUL CONSERVATIVE REPUBLICAN
AND LIBERTARIAN**

BUDGET STALEMATE



**LIBERAL
DEMOCRATS
REFUSE TO CUT
SPENDING**



**CONSERVATIVE
REPUBLICANS
REFUSE TO RAISE
TAXES**


**NO BUDGET=
GOVERNMENT
SHUTDOWN**

National Park Service
U.S. Department of the Interior



Because of the
Federal Government SHUTDOWN,
All National Parks
Are CLOSED.

***Liberals and Conservatives are not evil.
Both want to do what is best for America but they have different
philosophies about government.***



**Hey! What's
the problem.
We can get
all the milk
and cookies
we want for
FREE!**

**Yeah, sure!
As long as we
give up our
freedom....
...and what
happens after
we eat all the
cookies and
drink all the
milk?**

***Liberals say
Government should be
used to re-distribute
wealth and provide goods
and services to citizens***





- **INADEQUATE INCOMES**
- **LOW WAGES**
- **HIGH PRICES**
- **SHODDY PRODUCTS**
- **PRODUCT UNAVAILABILITY AND DISCONTINUATION**
- **LOST JOBS**
- **FORECLOSURES, EVICTIONS, AND HOMELESSNESS**
- **POVERTY AND HIGH CRIME**
- **CHRONIC RECESSION**
- **LOW REAL TAX REVENUE**



\$20.00



\$20.00



Conservatives say that unrestrained government spending will destroy the economy. Poor and middle class citizens will suffer most





***Liberals say
Government should be
used to re-distribute
wealth and provide goods
and services to citizens***

***Conservatives
say Government
should be used
to protect your
freedom.***

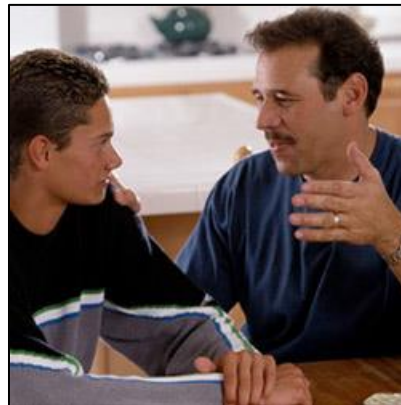


***A government big
enough to give
you everything
you want, is
strong enough to
take everything
you have.***

Thomas Jefferson

Who should you trust?

***Talk these issues over
with your parents, then
make up your own
mind.***



***Thanks for your
attention!***

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