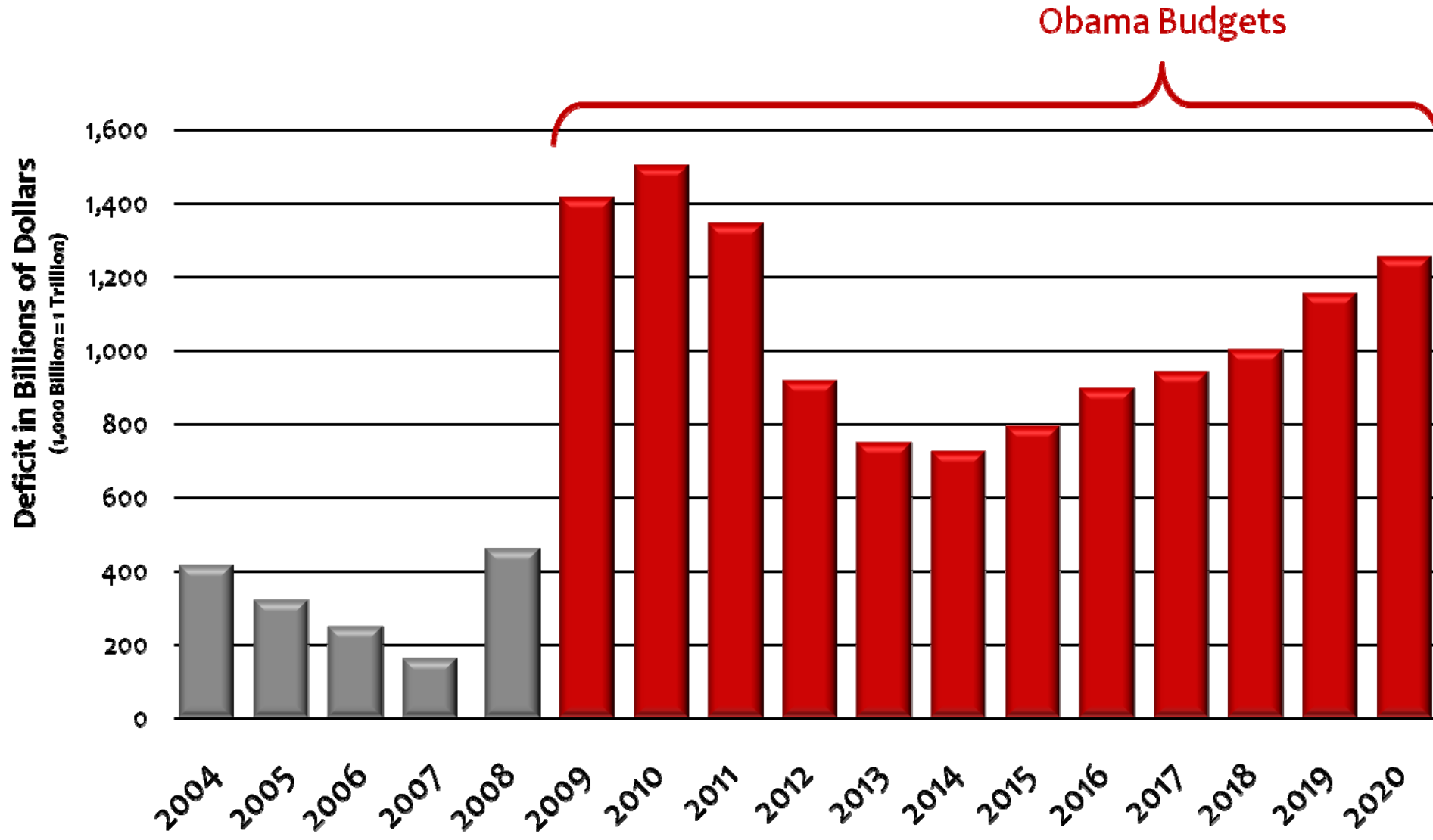


# WHERE WE ARE NOW

# DEFICITS

(DEFICIT LEVELS IN BILLIONS OF DOLLARS)



Obama Budgets

# WHO OWNS OUR DEBT?

Foreign Holdings: 5%

Foreign Holdings: 19%

Foreign Holdings: 47%



1970

Total Debt: \$283 billion

1990

Total Debt: \$2.4 trillion

2010

Total Debt: \$8.4 trillion

# CHINA: OUR LARGEST CREDITOR

BEATIE  
Copyright © 2009  
© 2009 David Beach News Journal

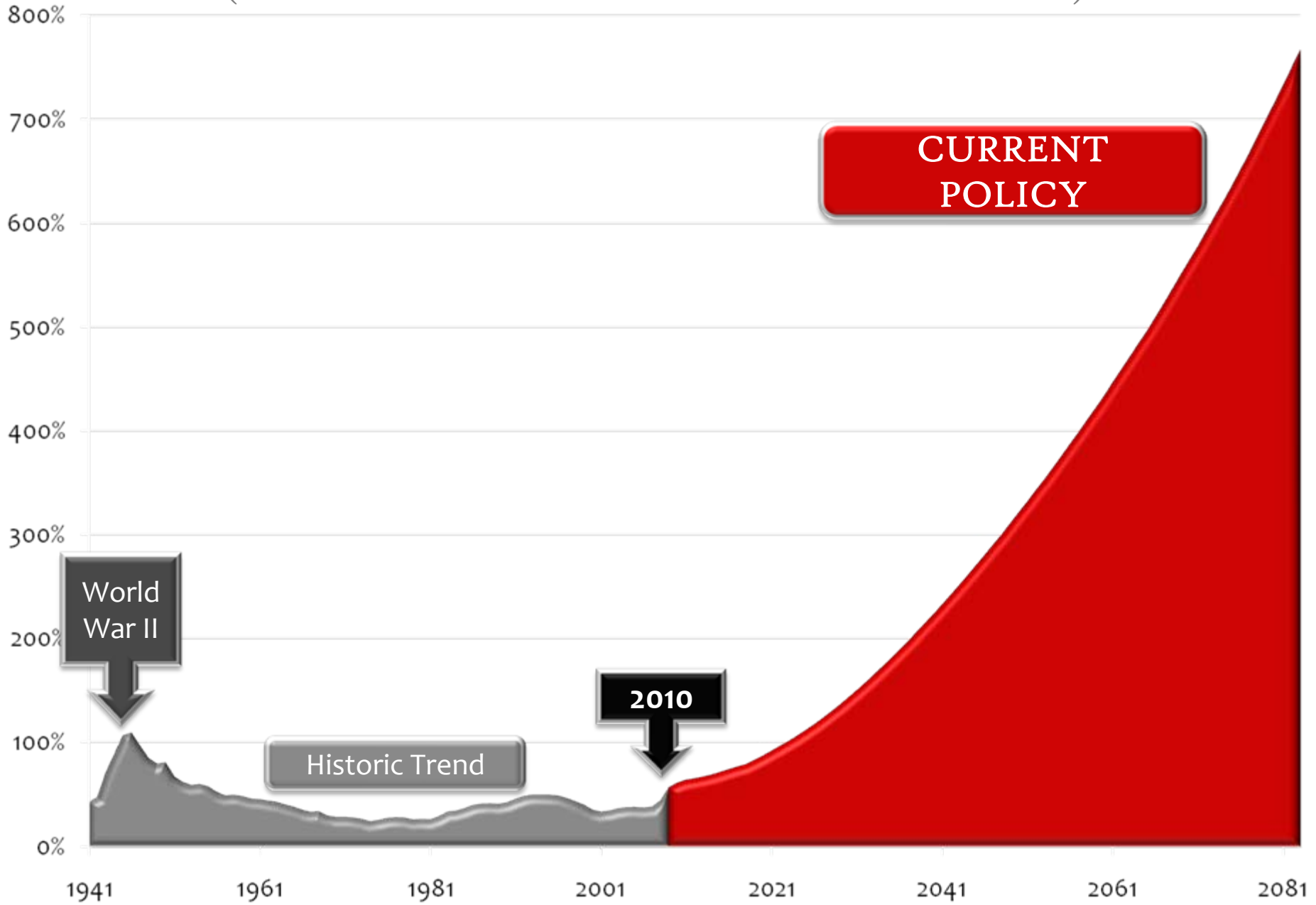


Chinese Sub Threatens the U.S. Navy

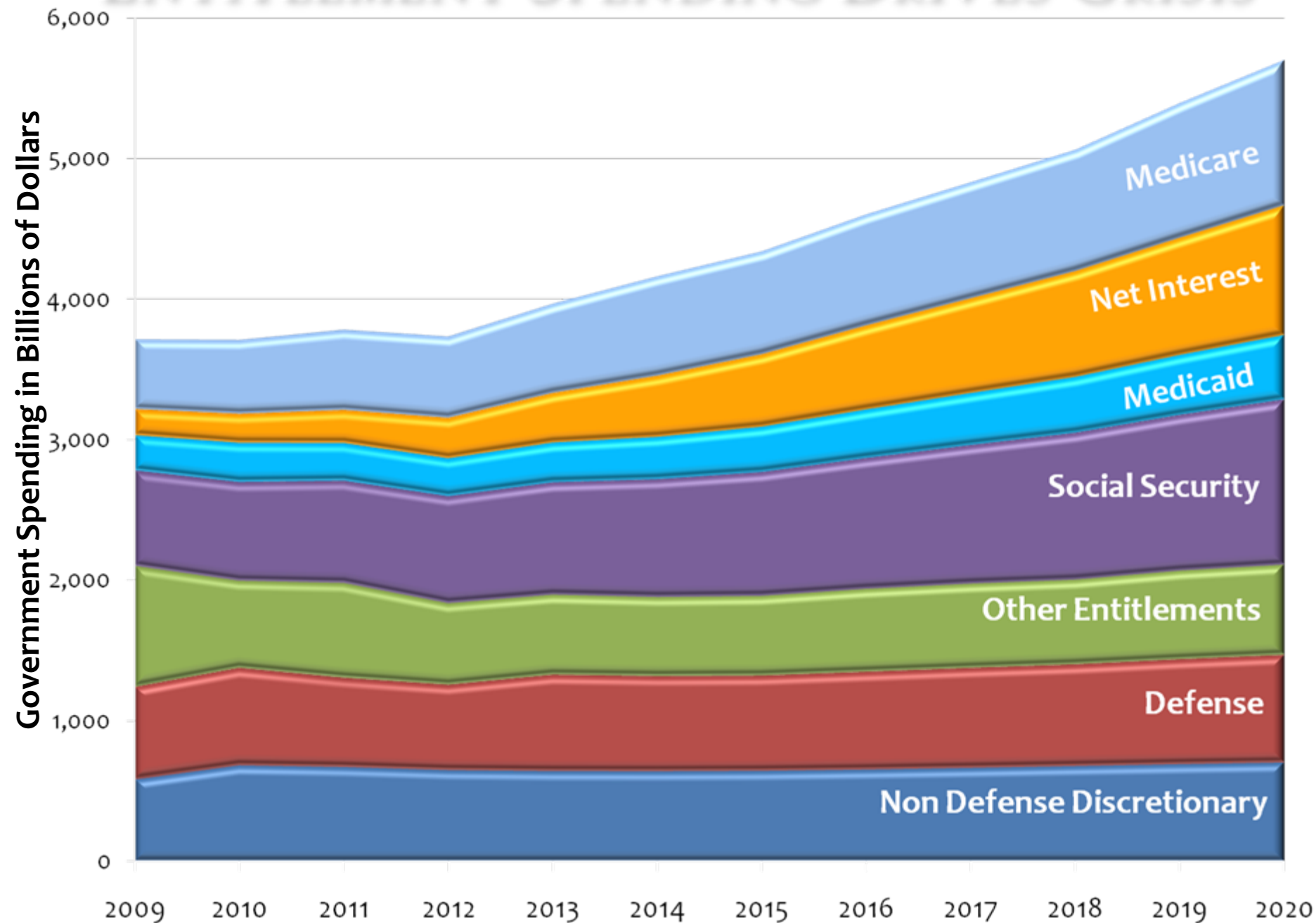
WHERE ARE WE HEADED?

# TIDAL WAVE OF DEBT

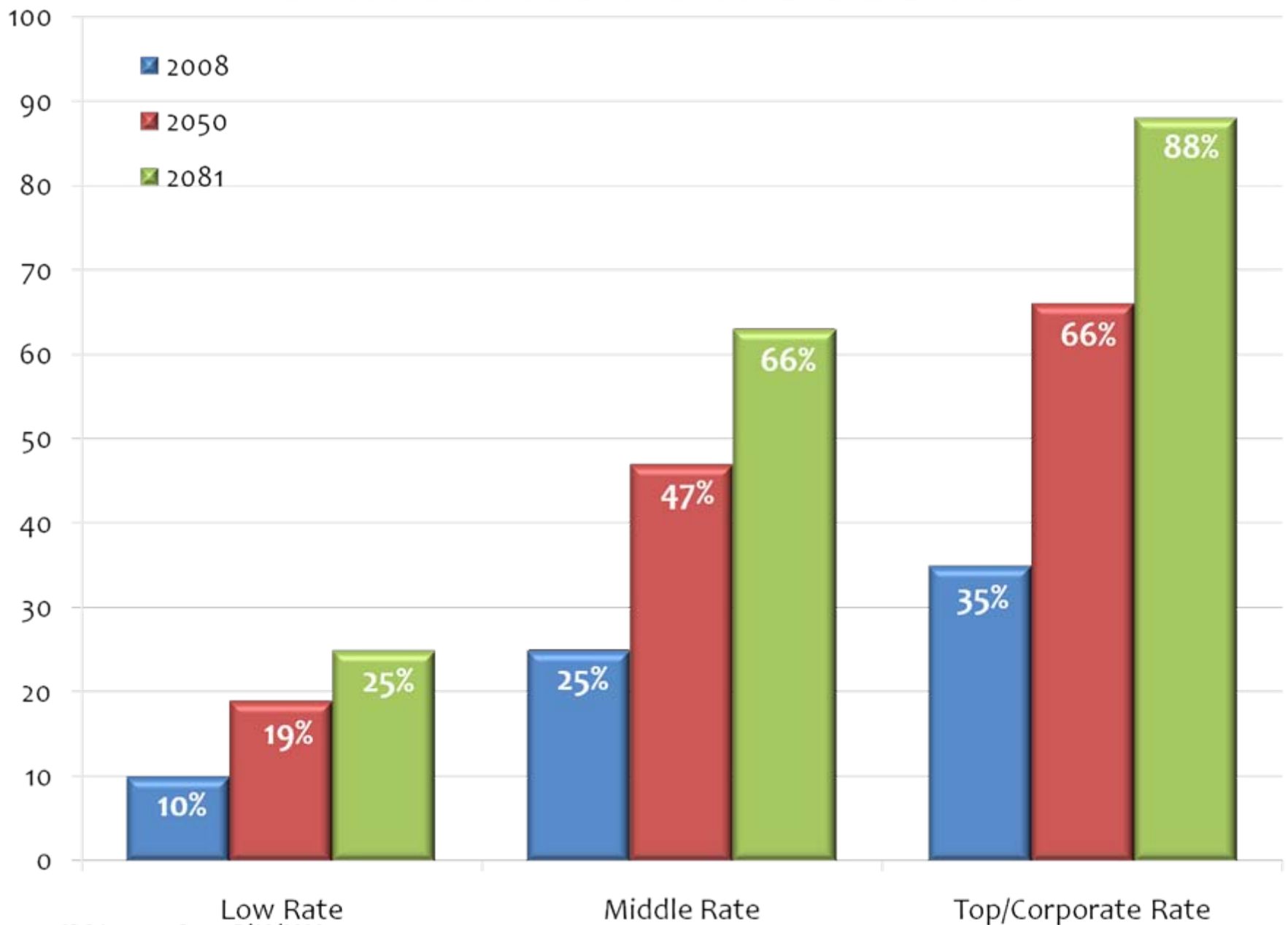
(DEBT HELD BY PUBLIC AS PERCENTAGE OF GDP)



# ENTITLEMENT SPENDING DRIVES CRISIS



# TAX HIKES AS A SOLUTION?





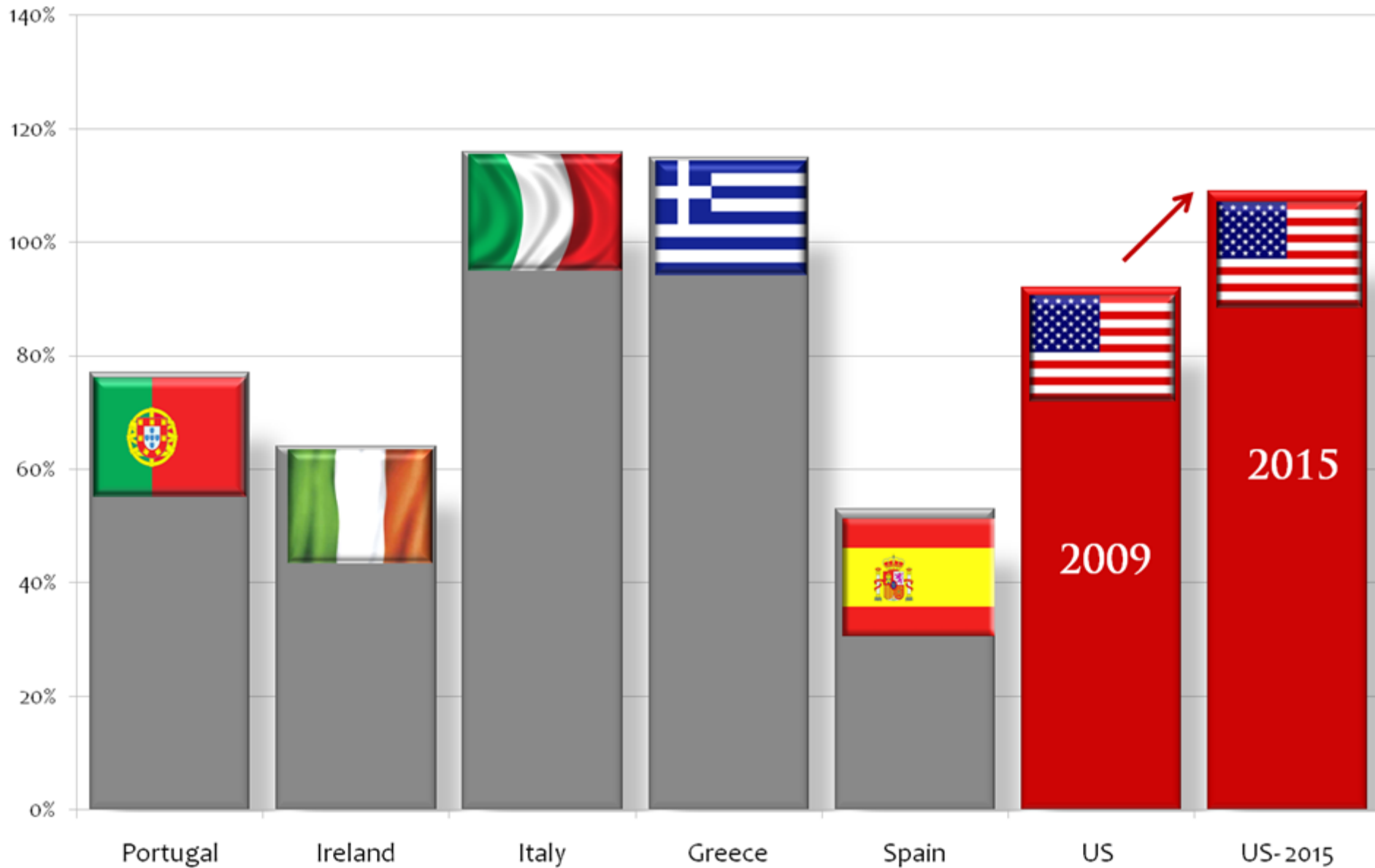
HOW DOES THIS END?

# EUROPE & GREECE: A CAUTIONARY TALE

- Reckless government spending hit Europe with debt crisis
- Greek Tragedy: “Death spiral of the welfare state”
- Bailouts and “austerity” plans have resulted in chaos. Riots and violence have brought Greek economy to a halt
- Crushing burden of debt is a problem we cannot ignore



# COULD THIS HAPPEN IN THE U.S.?



Source: Eurostat/International Monetary Fund (IMF)  
Footnote: Shows Gross central government debt

HOW DO WE AVOID THIS FATE?

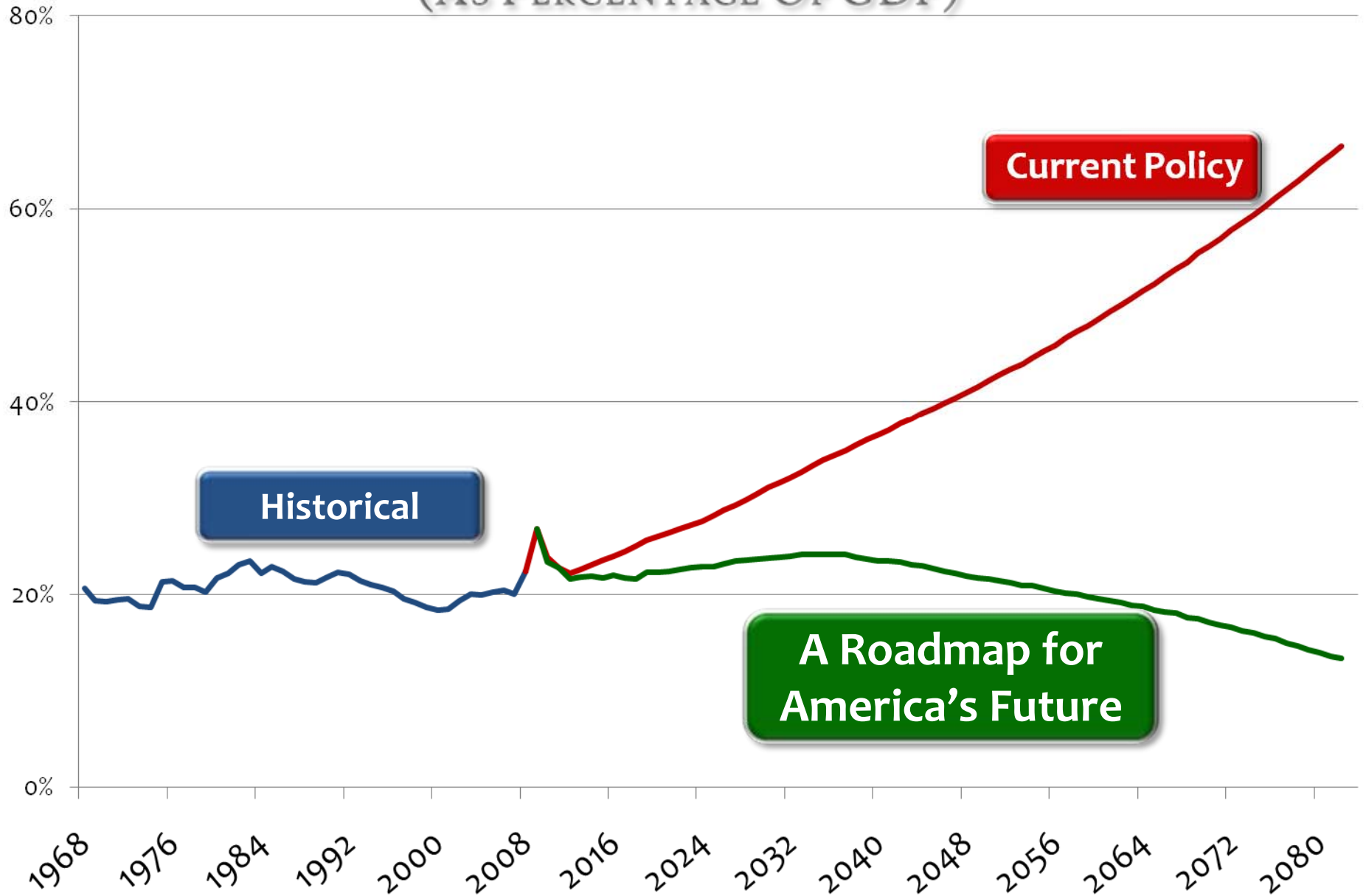
# THE FORK IN THE ROAD

PROSPERITY

Vs.

AUSTERITY

# FEDERAL GOVERNMENT SPENDING (AS PERCENTAGE OF GDP)



# A ROADMAP TO PROSPERITY – NOT AUSTERITY

## (ECONOMIC GROWTH PER CAPITA)

