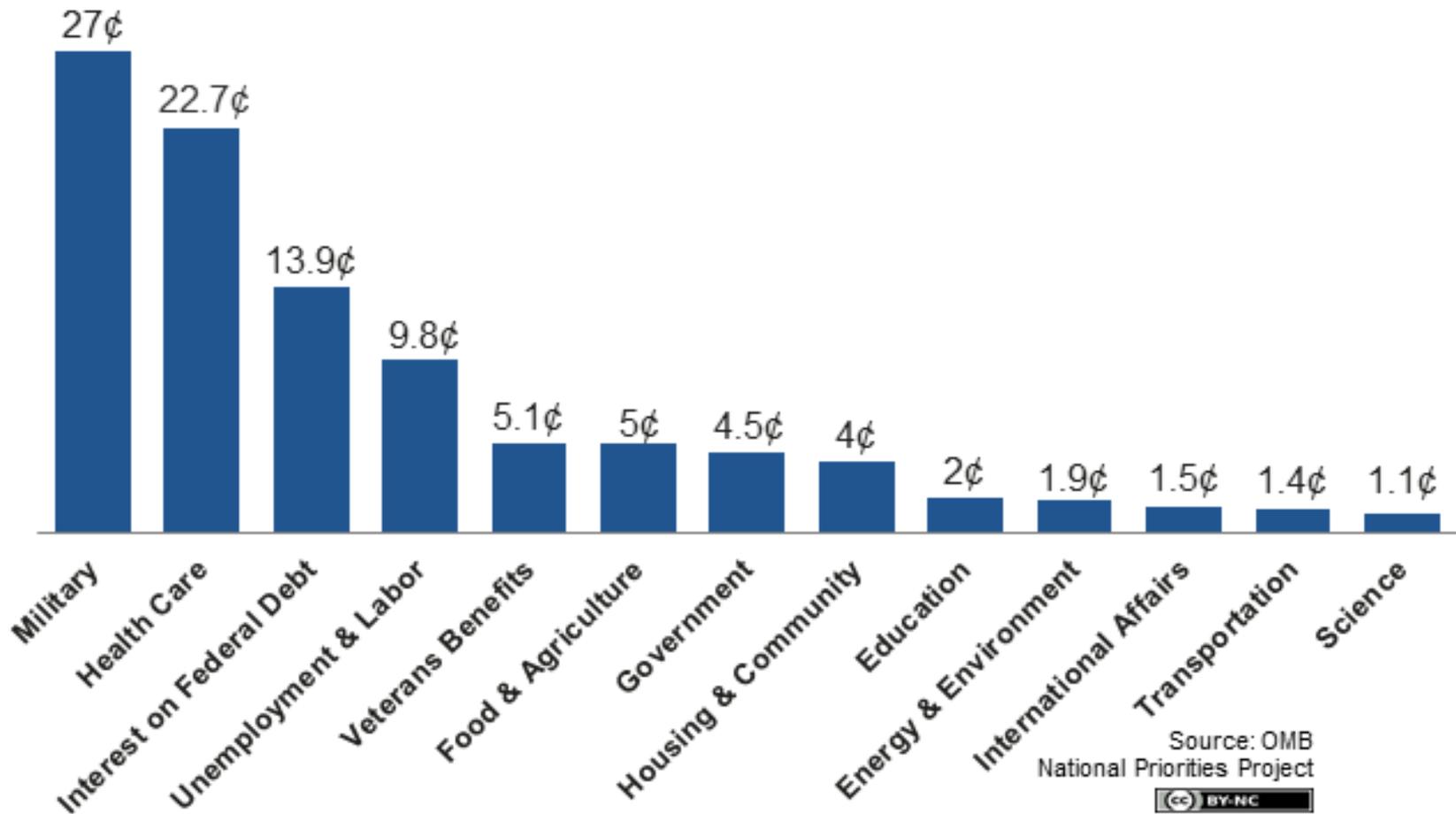


Pentagon 101



Peace Action  National Priorities Project

Where did your 2013 federal income tax dollars go?



Get your own tax receipt: bit.ly/TaxReceipt How'd we get these numbers? bit.ly/taxdaysources2014

The Budget Process

As It's Supposed to Go: Five Steps

1. Every February the president submits a budget request to Congress for the upcoming fiscal year



2. Congress carries out a series of evaluations to pass a *budget resolution*

February



Early Spring



The Budget Process: Five Steps

3. Congressional subcommittees
“markup” appropriation bills



4. The House and Senate vote
on appropriation bills and
reconcile differences



5. The president signs the bills
passed by Congress, and the
budget is enacted

Late Spring



Early Fall



September 30th



2015 Federal Budget

What's happening?

What's at stake?

How do we make the \$?

How do we spend the \$?

Who's winning?

Who's losing?

What can we do?

Proposed 2015 revenue & spending

Total Tax Revenue \$3.34 trillion
84% of total revenue

Federal Funds \$2.2 trillion
66% of tax revenue

Individual Income Taxes \$1.53 trillion
Corporate Income Taxes \$448 billion
Other \$146 billion
Customs Duties \$35 billion
Excise Taxes \$50 billion

Trust Funds \$1.12 trillion
34% of tax revenue

Social Security & Medicare Taxes \$1.05 trillion
Excise Taxes \$60 billion
Customs Duties \$1.7 billion
Other \$3.3 billion

Total Borrowing \$561 billion
16% of total revenue

Total Spending \$3.97 trillion

Discretionary Spending \$1.16 trillion
29% of spending

Military \$640 billion
Other \$284 billion
Education \$72 billion
Housing & Community \$61 billion
International Affairs \$38 billion
Energy & Environment \$38 billion
Transportation \$26 billion

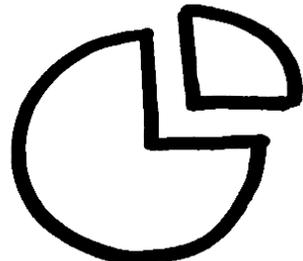
Mandatory Spending \$2.56 trillion
64% of spending

Medicare & Health \$999 billion
Social Security \$900 billion
Other \$506 billion
Food Assistance \$106 billion
Unemployment \$47 billion

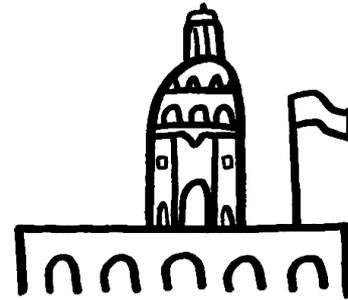
Interest on Debt \$252 billion
6% of spending



Federal Budget



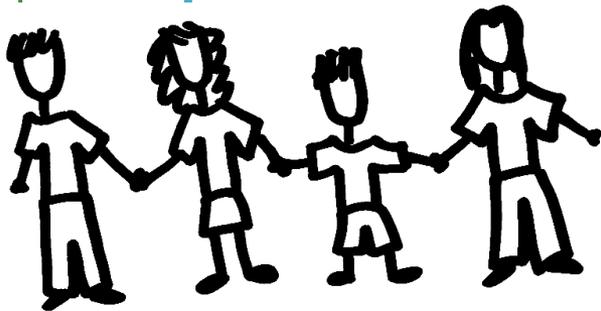
State Budget



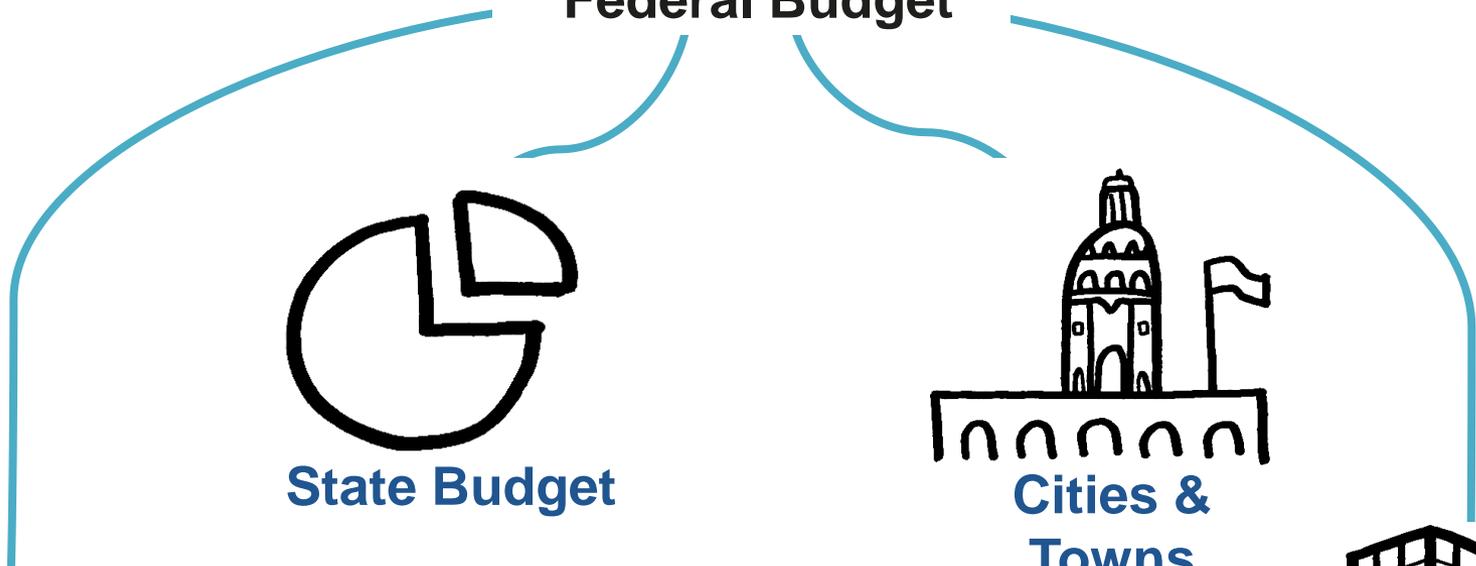
Cities &
Towns



Businesses

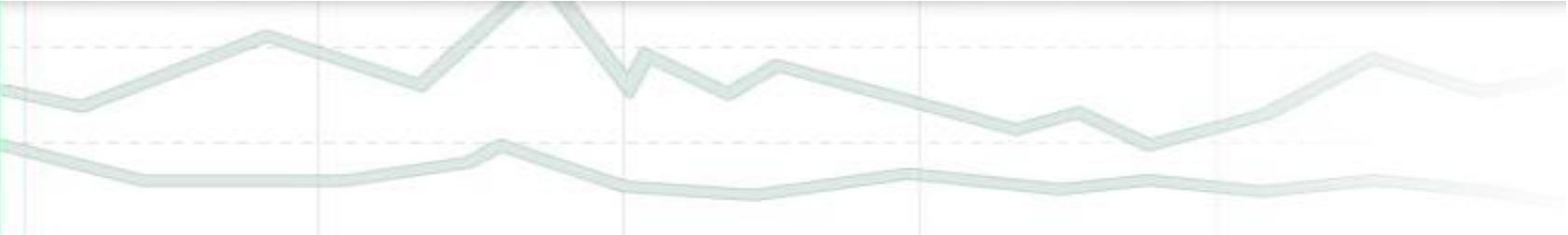


You and me



Budget = off the rails

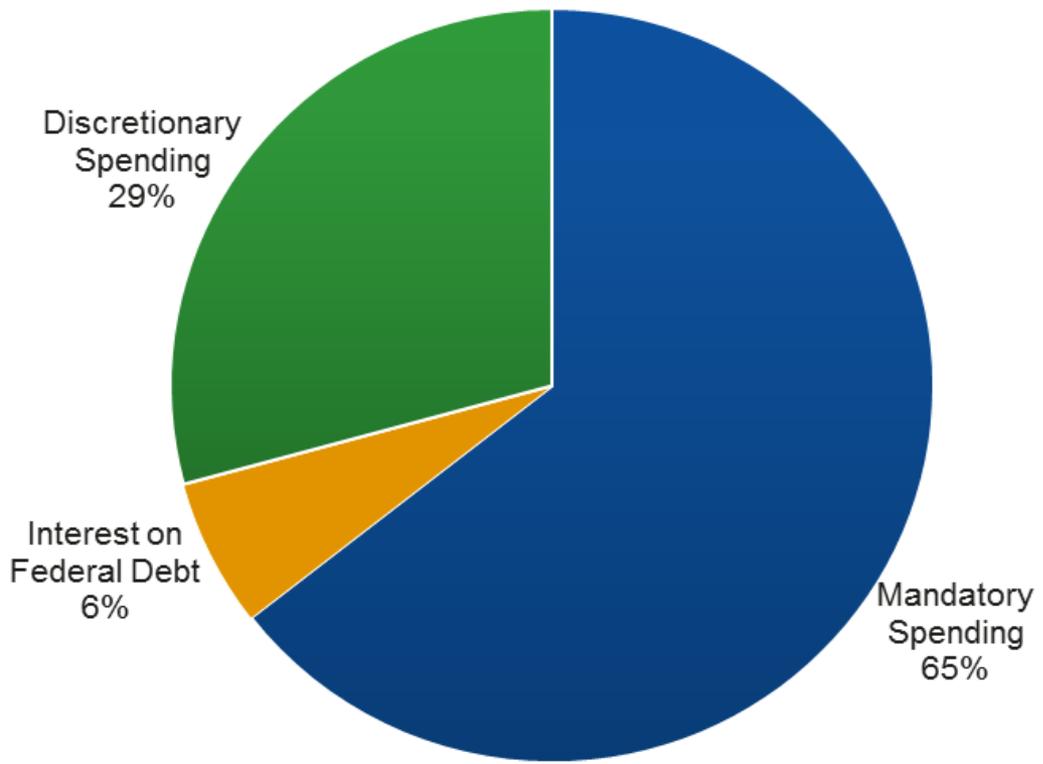
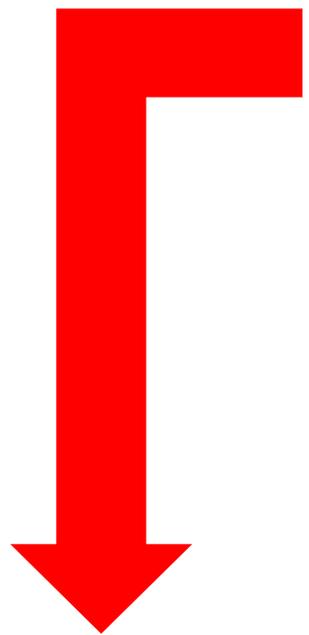
- **For past 10 years, no budget on Oct. 1**
- **For past 10 years, only 1 year with 12 spending bills (2006)**
- **In past 10 years, 3 yrs. funded entirely by CRs (FY 2007, FY 2011, FY2013)**
- **FY2014 Gov't shutdown followed by a closed committee deal “The Bipartisan Budget Act of 2013” and an omnibus**



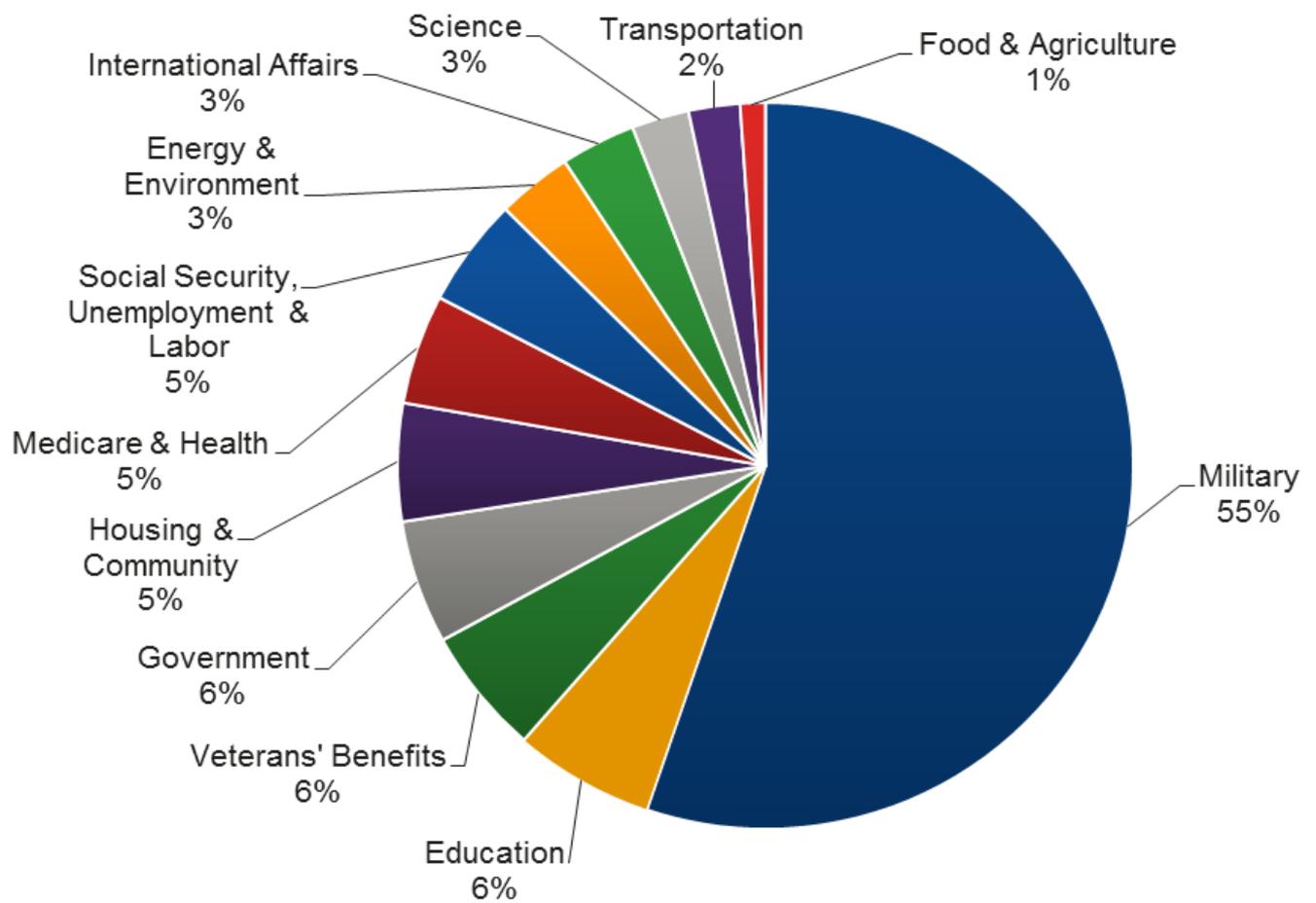
What's at stake?

**How do we spend
the \$ in 2015?**

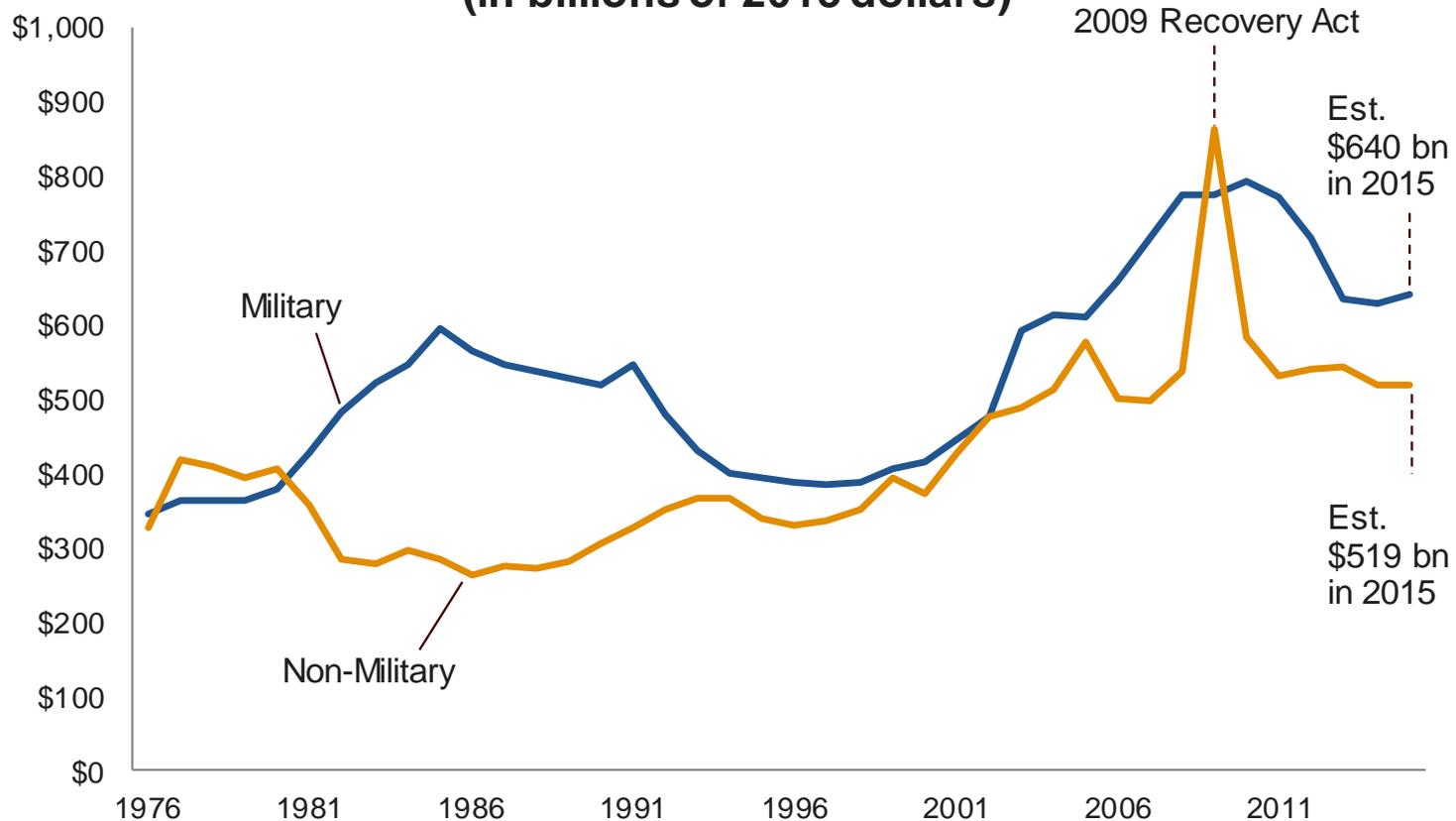
Projected Mandatory and Discretionary Spending and Interest on Federal Debt (Fiscal Year 2015)



President's Proposed Discretionary Spending (Fiscal Year 2015)



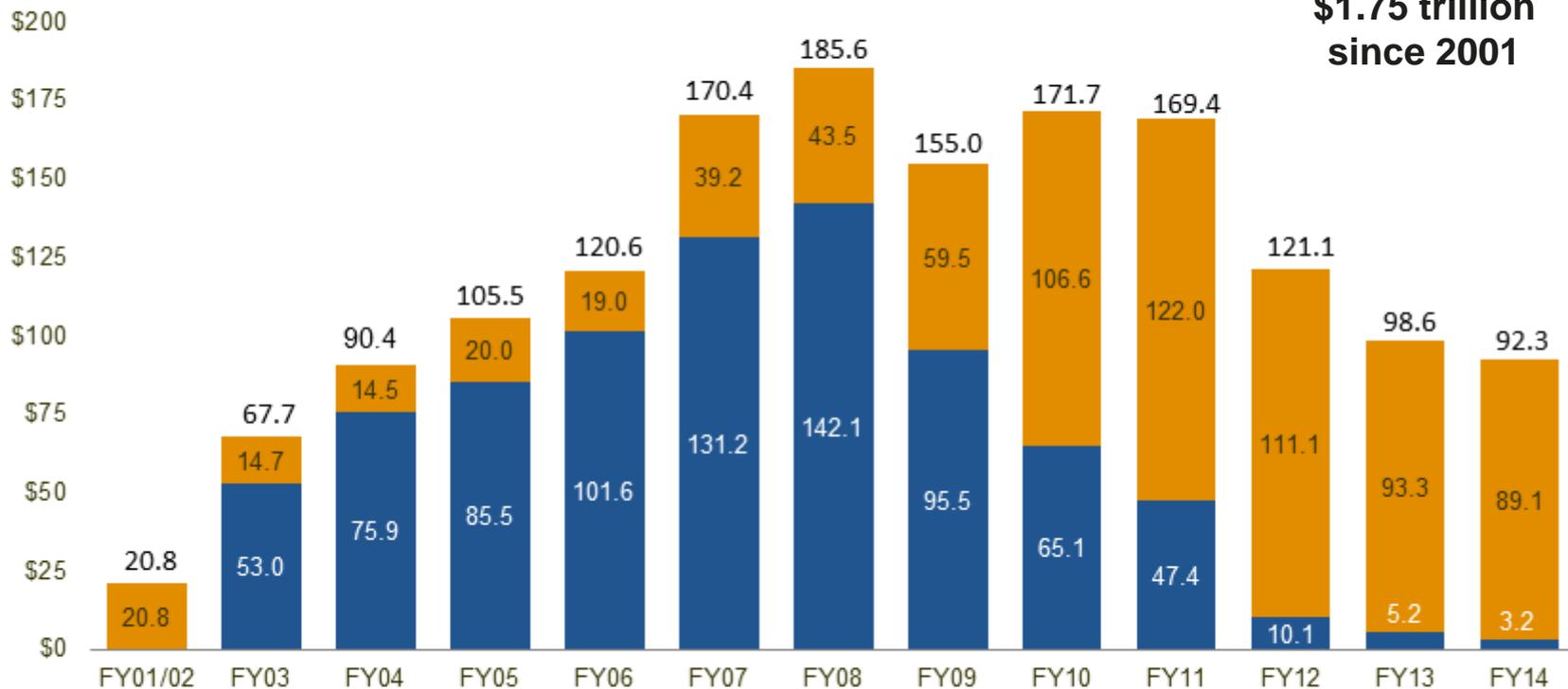
Military and Non-Military Discretionary Spending (in billions of 2015 dollars)



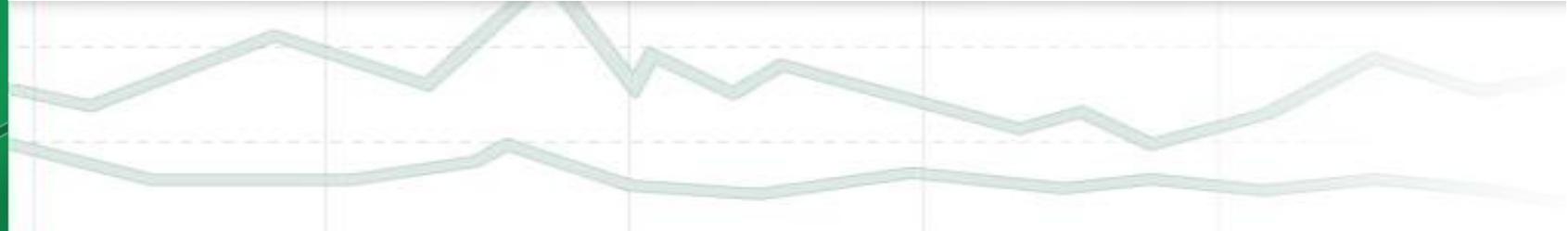
Annualized Costs of the Wars in Iraq and Afghanistan

(In Billions of Current Dollars)

■ Iraq ■ Afghanistan

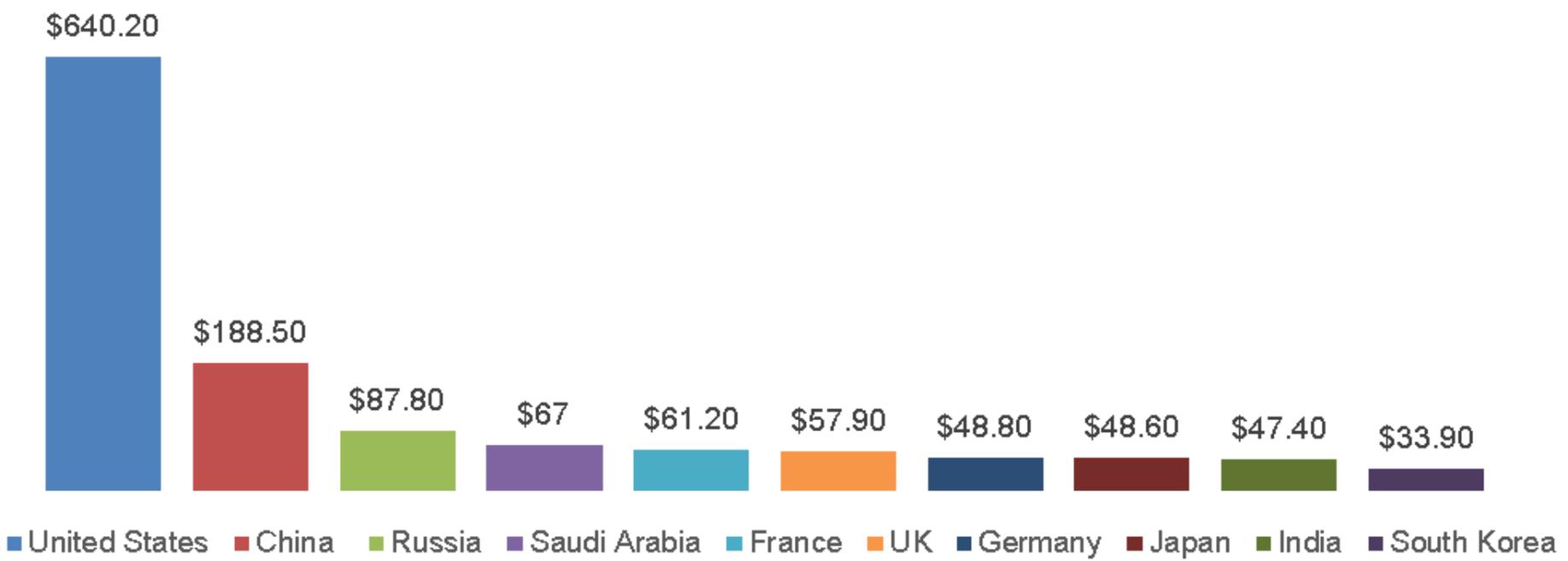


\$1.75 trillion since 2001

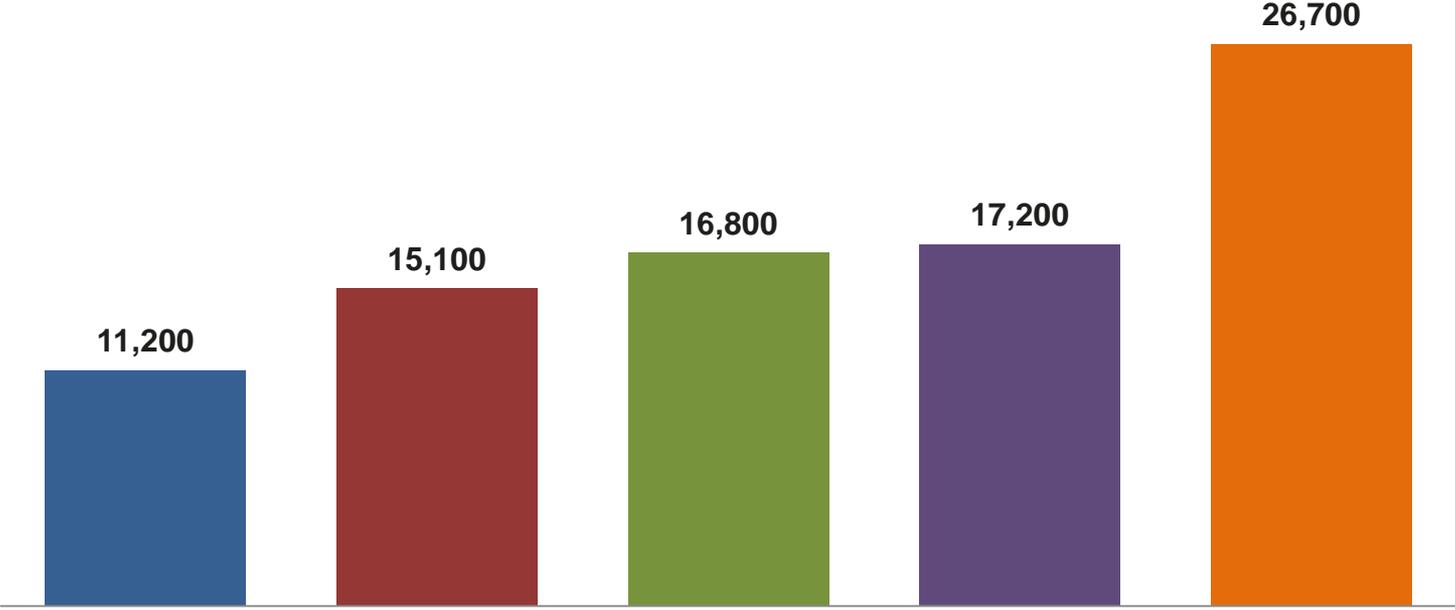


Top 10 Countries Ranked by Military Spending, 2013

(dollars in billions)



Jobs Created Per \$1 Billion in Federal Investment



Military

Tax Cuts for
Personal
Consumption

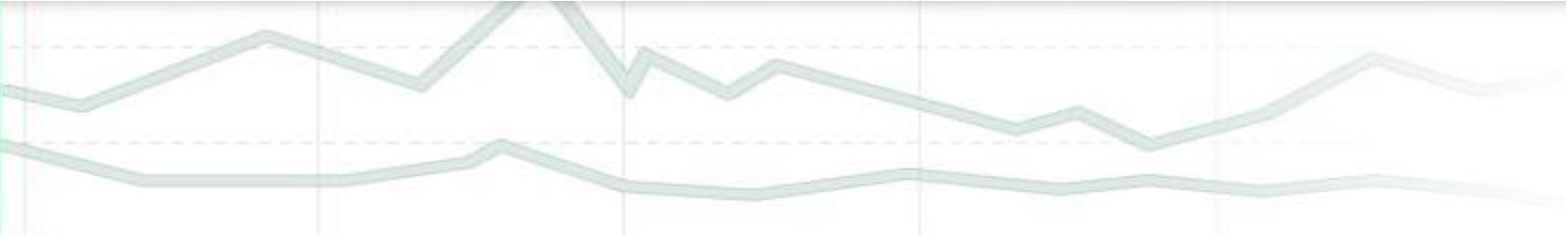
Clean Energy
Technology

Health Care

Education

Source: PERI, 2011
National Priorities Project





What's at stake?

What can we do?

3 tracks: local, state, federal

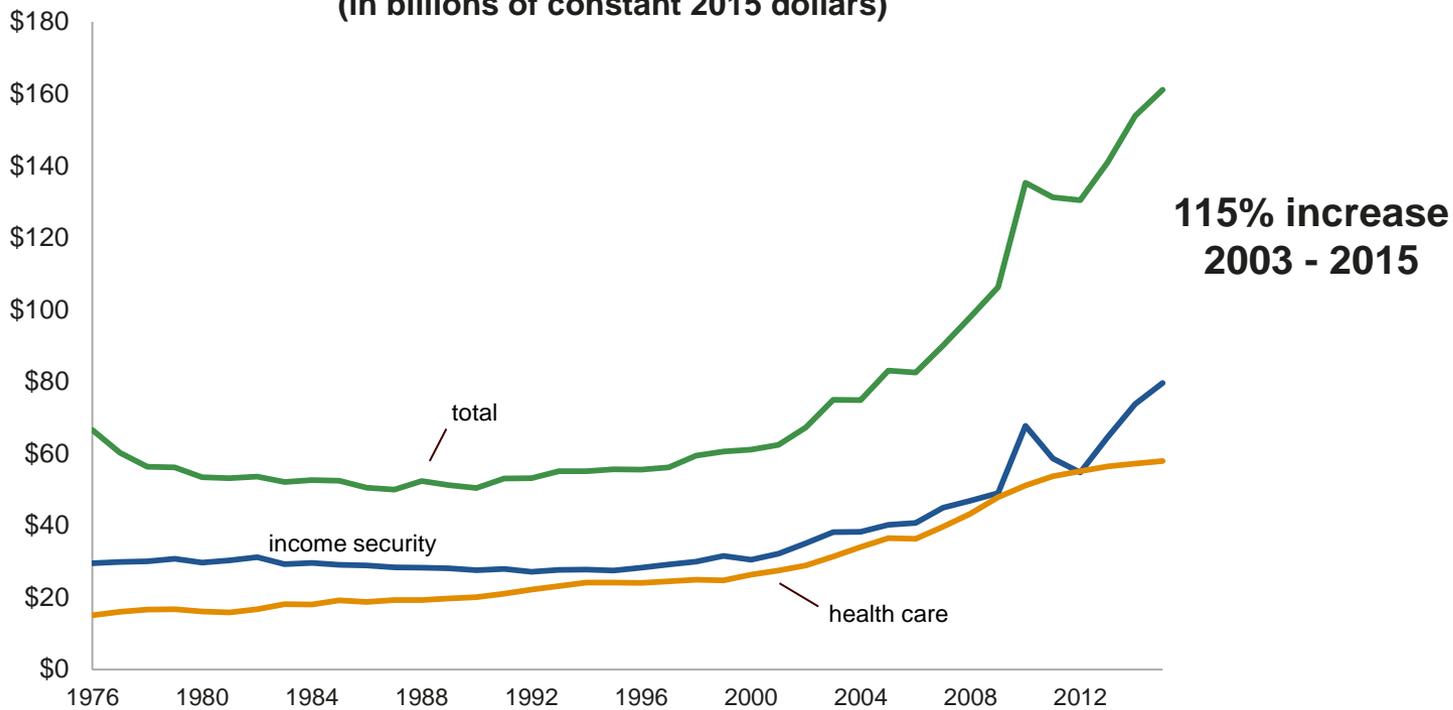
- ◆ Organize grassroots coalitions to pass *local* resolutions to press your Congressional delegations to change national spending priorities and *Move the Money!*
- ◆ Work with state legislators to pass *state* legislation to create defense industry transition commissions
- ◆ Congressional pressure surrounding legislation

3 tracks: local, state, federal

- ◆ Office of Economic Adjustment
 - 2%-3% of city economy dependent on defense contracts
 - Plan “B” \$ available to support advanced planning
- ◆ National Emergency Grants (Dept. of Labor)
 - Assist in retraining and placement of laid-off defense workers

Veterans Affairs Funding, 1976-2015

(in billions of constant 2015 dollars)



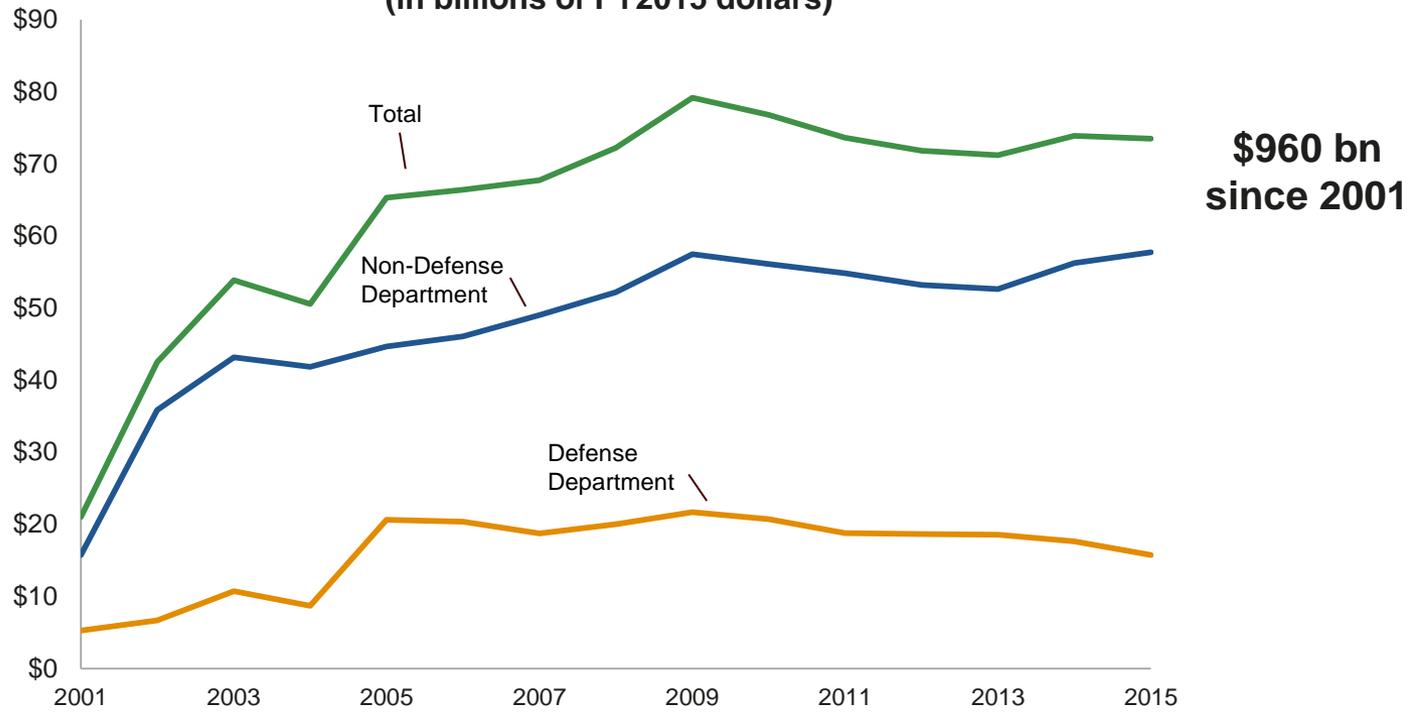
**115% increase
2003 - 2015**

Source: OMB
 National Priorities Project



Homeland Security Funding Since 9/11

(in billions of FY2015 dollars)



Source: Budget of the United States Government, Homeland Security Appendix, assorted years
National Priorities Project