too slow to adopt to new ideas and new solutions.

Medicare Must be Transformed.

Fact: When the Baby-Boomers begin to retire, they will put enormous pressure on the Federal Budget.

The Baby-Boomers' retirement threatens the Social Security Trust Fund.

It drains the Social Security Trust Fund, and adds to the already massive deficit.

Faced with combined deficits on this gigantic scale, the politicians of 2013 will only have four choices:

Ruthless Spending Cuts of Unprecendented Depth.  $% \begin{center} \end{center} \begin{center} \$ 

Massive Tax Increases.

Cuts in Social Security

Financial crises leading to inflation.

Recap: The Four Fiscal Facts that make change in the Federal Government unavoidable are:

- 1. Rising cost to taxpayers of interest on the debt;
- 2. Cost to everyone of higher interest rates caused by the deficit;
- 3. Imminent crisis in Medicare funding;
- 4. Shift in Social Security from surplus to deficit as the Baby-Boomers start retiring.
- 5. Strategic Improvements define "Doing the Right Thing":

Restoring Freedom by ending Centralized Bureaucratic Micromanagement.

Promoting Prosperity, Economic Growth, and Take Home Pay by Reducing Taxes, Litigation and Regulation.

Creating Opportunity for every American by Leading the Transformation to a Third Wave, Information Age Society.

Creating a Safe Future for Our Children and Our Retirement Years by Balancing the Budget and Solving the Financial Crises in funding Medicare and Social Security.

The story of two children provide questions about the future:

Danny: A successful suburban 18 year-old whose family is well-off and his otherwise bright future is threatened and he doesn't

even know it. If Danny can't provide for his own future, how can he provide for America's?

Theresa: A poor inner-city 15 year-old whose life is bleak and future uncertain. If Theresa is unable to break the cycle of poverty, violence and drug addiction, how will she be able to contribute to America's?

All of the world's children rely on American leadership for a safe, free and prosperous future.

There is no alternative Leader.

The alternative to a strong America is a dark and bloody planet: Bosnia, Somalia, Rwanda, Haiti, Chechnya.

For our Children's sake, our country's sake, and the world's sake, we must wrest control from those who refuse to take responsibility and insist on a plan to create a Safe and Prosperous Future for our children and our own retirement years.

The Steps to a Do-able, Practical, Common Sense Balanced Budget Plan Follow:

1995 Revenues—\$1.419 Trillion.

2002 Revenues—\$1.788 Trillion.

2002 Spending=2002 Revenues.

\$1.788 trillion=\$1.788 trillion, Budget Balanced.

Total Spending for Last 7 Years 1989-1995: \$9.5 Trillion.

Total Spending for Next 7 Years Under a Balanced Budget 1996–2002: \$11.7 Trillion.

Social Security is off the table.

Social Security Spending:

1989-1995=\$1.997 Trillion.

1996-2002=\$2.892 Trillion.

Non Social Security Spending will still go up every year:

1989–1995=\$7.5 Trillion.

1996-2002=\$8.8 Trillion.

The Key to getting to a Balanced Budget is to be sufficiently Innovative, Creative and Transformational to meet America's Key needs while spending \$11.7 trillion over the next 7 years.

If we Fulfill our Destiny, we'll achieve: Our Vision of a 21st Century America.

Every American safe from violence and drugs.

Every person will be integrated into the world of work, property, and achievement.

A healthy environment will be managed through sound science and a common sense, effective and economical approach.

New technologies and new approaches will extend opportunities in learning, health and jobs to the poorest rural and inner-city neighborhoods.

Government will be lean, customer responsive and effective.

A Renewed American Civilization with a renewed understanding of "Our Creator", our traditions and our institutions and in voluntary and non-profit charities and activities.

The best system of health in the world.

Effective lifetime learning.

New technologies and approaches to create the fullest possible participation of every American with disabilities.

A pro-entrepreneur, pro-science and technology, pro-savings and investment America that is inventing the best products with the highest values in the world.

Job opportunities for every American with the greatest value-added, highest productivity, largest incomes and best job security in the world as the best exporting country that creates American jobs through world sales.

Low taxes so incomes translate into take home pay and the family budget has precedence over the government budget.

A regularly balanced federal budget with declining national debt so money will maintain honest value without inflation, taxes to pay interest will be declining and interest rates will be low.

The Time for Cheating our Children has Ended.

The Time to Balance the Budget has Arrived.

America's Future requires a New Dialogue and a New Partnership with the American People.