SIMPSON-BOWLES BUDGET SUBSTITUTE

The Simpson-Bowles Budget Substitute, introduced by Reps. Jim Cooper (D-TN), Steven LaTourette (R-OH), Kurt Schrader (D-OR), Charles Bass (R-NH), Mike Quigley (D-IL), and Tom Reed (R-PA), takes the Simpson-Bowles Commission benchmarks and puts them into a budget resolution framework. Like all budgets, the Simpson-Bowles Substitute provides a blueprint for committees of jurisdiction to determine how spending cuts should be made, based on the general principles outlined in the Simpson-Bowles report.

<table>
<thead>
<tr>
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<th>2022 Deficit as % GDP</th>
<th>2022 Debt as % GDP</th>
</tr>
</thead>
<tbody>
<tr>
<td>Ryan</td>
<td>-1.2%</td>
<td>62.3%</td>
</tr>
<tr>
<td><strong>Ryan w/ Doc Fix and Repealing Sequester</strong></td>
<td>-2.0%</td>
<td>68.0%</td>
</tr>
<tr>
<td>Simpson-Bowles</td>
<td>-1.4%</td>
<td>67.9%</td>
</tr>
</tbody>
</table>

Details of the Simpson-Bowles Budget Substitute are as follows:

- **The only BIPARTISAN proposal**
- Embodies the **Simpson-Bowles Commission** approach
- **Shared sacrifice**: Everything is on the table
- **Big enough to matter**: Cuts deficit by over $4 trillion over 10 years and puts debt-to-GDP on downward trajectory starting in 2015
- **Balanced approach**: Reduces deficit with 2/3 spending cuts, 1/3 tax reform
- **Repeals the sequester**: Replaces across-the-board cuts with a balanced plan
- Bipartisan cooperation to ensure **75-year solvency of Social Security**
- **Tax reform**:
  - Reduces tax rates for individuals, small businesses, and corporations
  - **Comprehensive**: Broadens base, lowers rates, and reduces deficit
  - Reduces the **$1.3 trillion in annual tax expenditures** and tax give-aways
  - Moves to **territorial system** of taxation
- **Health care**:
  - Immediate reforms to pay for permanent SGR fix and reduce deficit
  - Limits long-term growth for federal health care spending to GDP+1%

Vote for this **AND** your favorite budget