

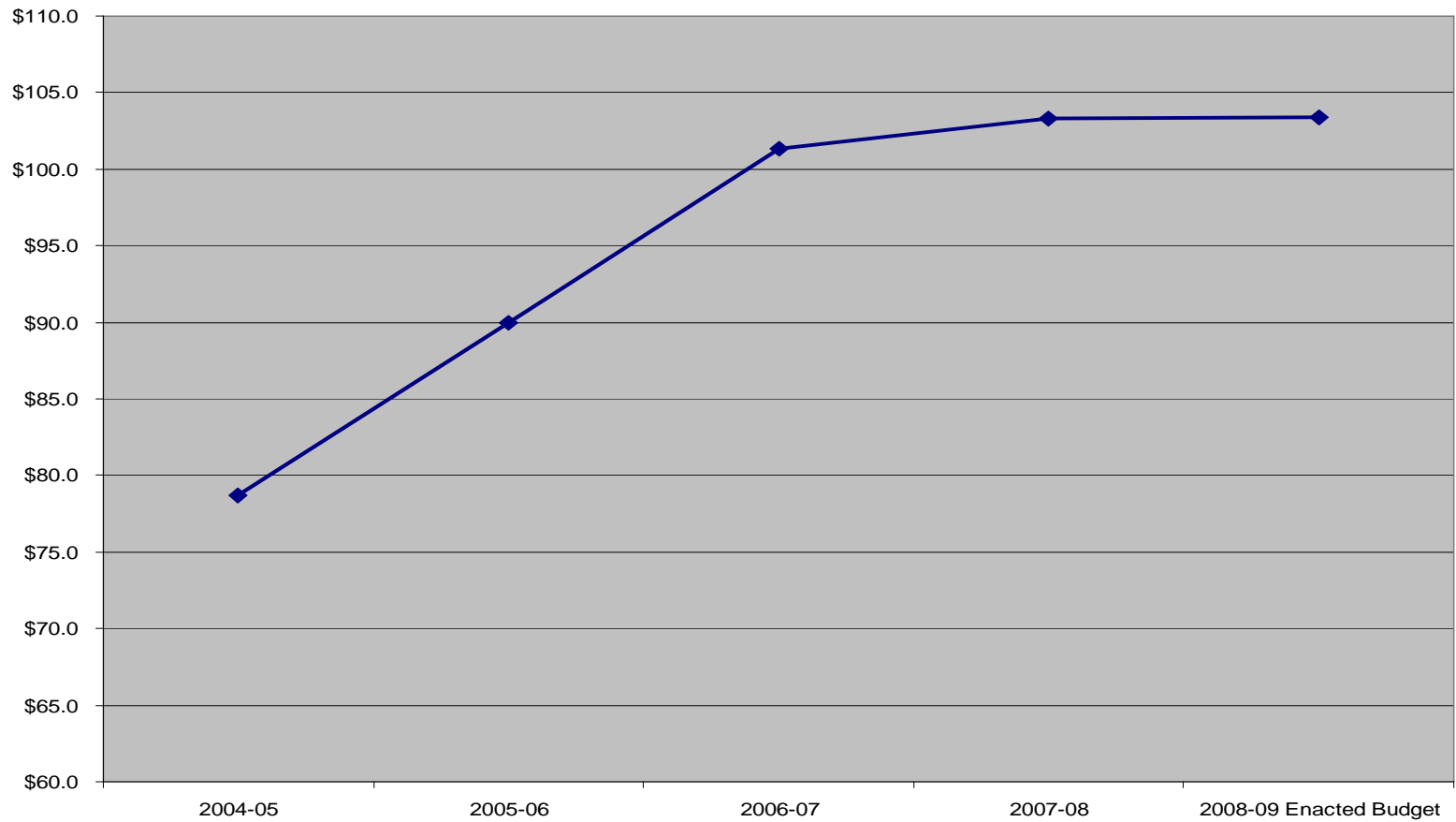
Republican Special Session Budget Proposal

December 15, 2008



Growth in the Budget

General Fund Expenditures (in Billions)





Overview of Republican Plan

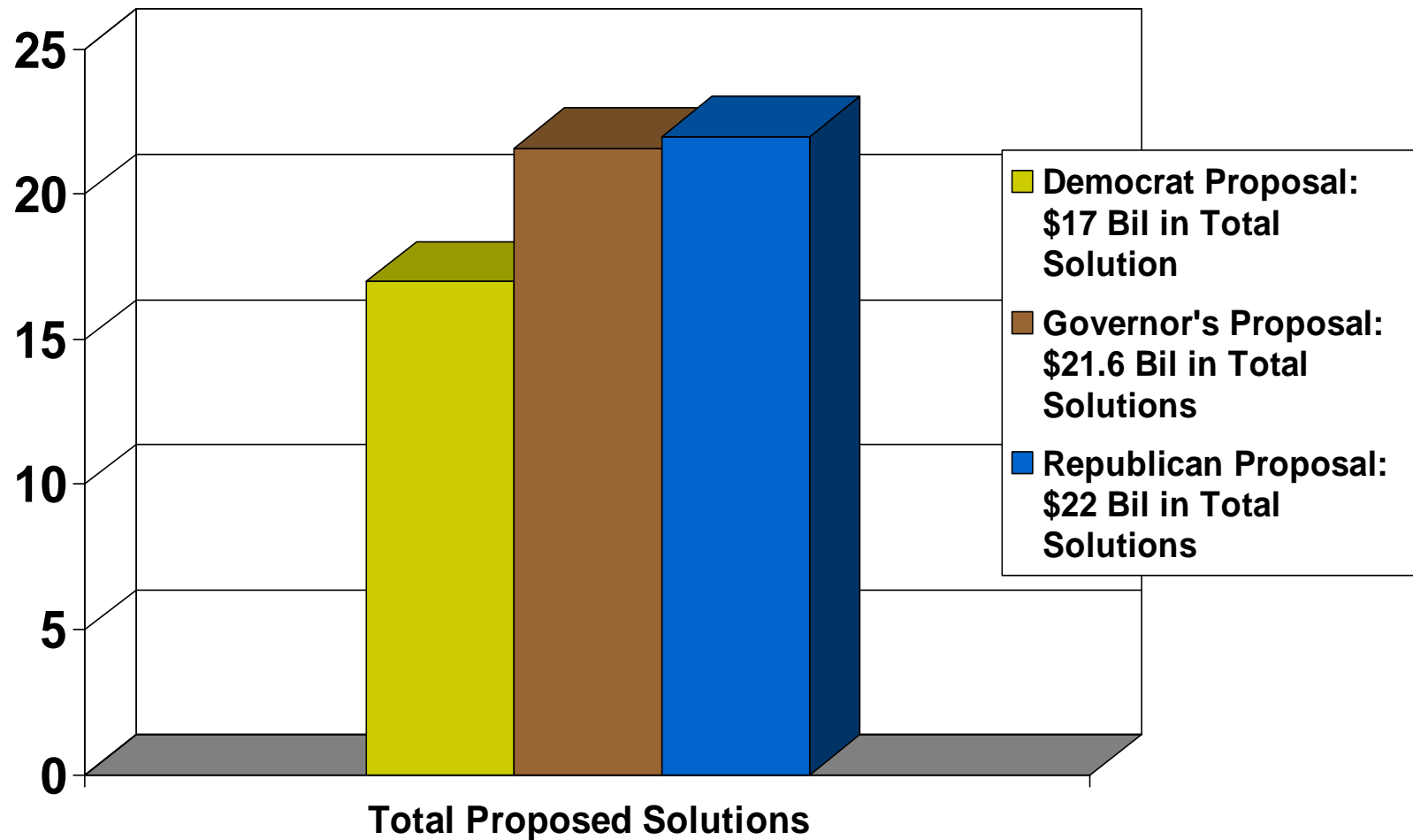
- **Contains \$22 Billion in Solutions**
- **Protects Core Programs Without Raising Taxes**
- **An Honest Plan Based on Real Budget Savings**
- **Adopts Many Cuts Proposed By Democrats, Governor**



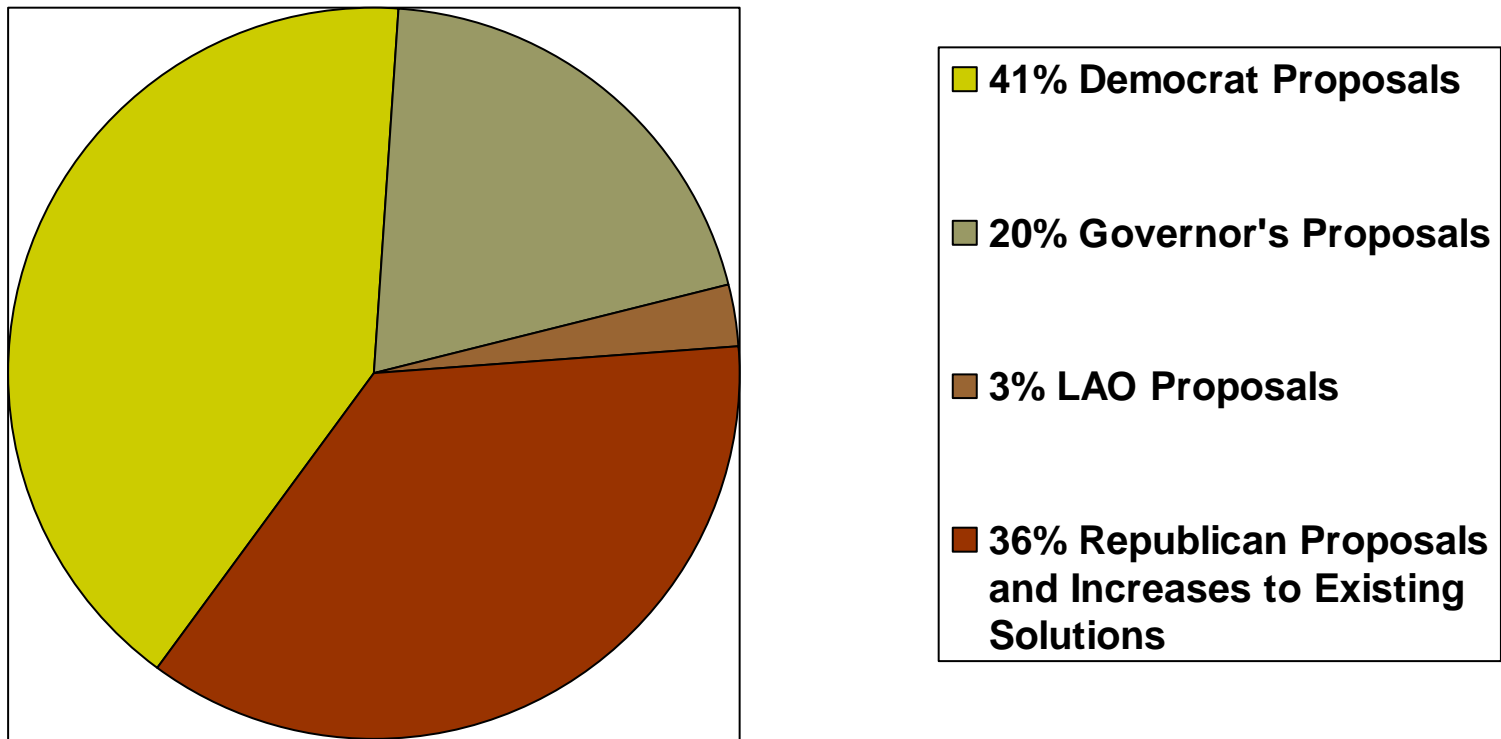
Key Provisions of Republican Plan

- **Legislature Not Spared from Budget Axe**
- **Targets Automatic Increases, New Programs and Unnecessary Spending**
- **Includes Long-term Budget Reform**
- **Makes Job Creation and Economic Growth a Top Priority**
- **Fully Funds Proposition 98 and Protects Classroom Funding**

Total Solutions Compared to Other Proposals



Proposed Savings in Republican Budget Plan



- Two-thirds of Proposed Savings in Republican Budget Plan Come From Democrat, LAO and Governor's Proposals



Reforms in Republican Plan

- Budget and Government Reform
- Education Reform
- Economic Stimulus