

The U.S. Is Bankrupt under Obama

The Federal Deficit when Obama took over which included a Portion of the Bank Bailout Bill passed under Bush was \$800 billion.

After one year under Obama, the deficit climbed to \$2.2 Trillion. He added \$1.5 Trillion with a failed stimulus bill and a budget for 2009 in the trillions.

Month	Federal Tax Receipts (in Billions)	Federal Spending	Add to Deficit	Obama Total
Feb-09	\$87,312	\$281,171	\$193,859	(\$193,859)
Mar-09	128,926	320,514	191,589	(385,448)
Apr-09	266,206	287,113	20,907	(406,355)
May-09	117,217	306,868	189,651	(596,006)
Jun-09	215,340	309,671	94,332	(690,338)
Jul-09	151,481	332,160	180,680	(871,018)
Aug-09	145,529	249,084	103,555	(974,573)
Sep-09	218,880	264,088	45,207	(1,019,780)
Oct-09	135,294	311,657	176,363	(1,196,143)
Nov-09	133,564	253,851	120,287	(1,316,430)
Dec-09	218,919	310,328	91,410	(1,407,840)
Jan-10	205,240	247,874	42,634	(1,450,840)
Feb-10	107,521	328,429	220,909**	(1,671,383)

**Highest deficit ever recorded in the history of the US for one month.

At this rate the deficit will climb to \$ 7,304,149 Billion or 7.3 Trillion at the end of his first four years as President. In addition the President and the Democrats will pass a healthcare bill that will cost over \$2.3 Trillion dollars from 2014 to 2024. The cost is projected to triple from 2024 to 2034.

If we add the real cost to the Presidents deficit for health care, it will bring the Federal deficit up to \$8 Trillion after four years in office. (Bush ended at 800 billion)

This is debt that will take us well past the present crisis in **Greece**. They are **on the verge of bankruptcy because their deficit is at 12.7% of their GDP**.

In fact, if you add the money the congress and senate have borrowed from Medicare and Medicaid over the past thirty years, it puts the Total **US Federal debt at 60% of GDP at the end of Obama's first term**.

The Federal government has borrowed \$720 billion from the Social Security Fund. The incoming dollars will exceed the outgoing only until 2017. After that the dollars going out will exceed the incoming dollars from payroll taxes.

Let us assume the President and Legislators do not take any more social security dollars.(not likely) This takes the deficit at the end of Obama's first four year term to \$8.780 Trillion.

Now add the annual projected increase over the next ten years for Medicare and Medicaid of 6.1%.

The economy is expected to grow at only a 2% to 3% rate over the ten year period.

The annual cost of Medicare (\$507.1 Billion for 2009) and Medicaid (\$378.3 Billion for 2009) is now at \$885.4 Billion.

885.4 Billion times .061 equals a \$54 Billion increase for 2010, a \$57.3 Billion increase for 2011 and a \$60.8 Billion increase for 2012. This is an additional shortfall of \$172.1 Billion.

This brings the Obama deficit to **\$8.95 Trillion**. The U.S. GDP for 2009 is estimated at \$14.003 Trillion.

With a 2% Growth rate it will be \$14.86 Trillion in 2012. Hence the deficit at the end the Presidents first four year term will be 8.95 Trillion divided by 14.86 Trillion or 60% of GDP.

If you simply take the projected deficit for 2010 of \$1.53 Trillion and add the \$23 Billion in cost for Health care plus the \$54 Billion for Medicare and Medicaid the deficit is \$1.607 Trillion.

1.607 divided by 14.28 Trillion equals 11.25% of GDP.

This morning (09/15/2010) Moody's reported that the cost of servicing the U.S. Debt for 2010 will be 7% of the deficit. By 2013 the cost will be 13%. If we have to add this cost to the 2010 deficit it becomes \$1.607 plus \$.113 trillion or \$1.72 Trillion.

1.72 Trillion divided by 14.28 Trillion equals 12.05% of GDP. Par with Greece.

Using the European criteria, The U.S. Is Bankrupt.

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Sources;

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