

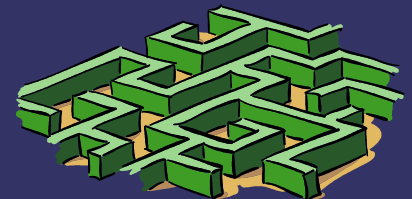
"US Debt Crisis and The Economy"

Minnesota Futurists

By

Dick Saunders & Roger Rydberg

July 9, 2011



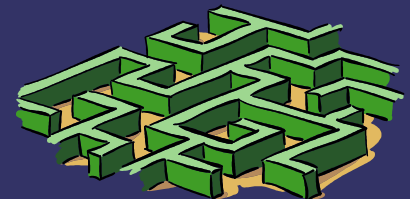
Issues

- ⇒ Debt ceiling deadline: Catastrophe?
- ⇒ Or just disruptive?
- ⇒
- ⇒ Debt ceiling debate raises default worries
- ⇒ Where are we?
- ⇒
- The Economy July 2011
- What's Next



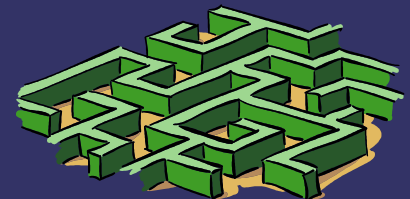
10 Things You Need To Know About The Debt Ceiling

- What is the federal debt?
- What is the debt limit?
- Have we reached the debt limit?
- What is a default?
- What happens if the government can meet some, but not all of its payments?
- Has the government ever defaulted on its debt?
- Has the government ever been this close to a default?
- What would be the impact of a default?
- How does the government increase the debt limit?
- What have been the riders on previous legislation to raise the debt limit?



Debt ceiling debate raises default worries

- ⇒ The markets could lose confidence
- ⇒ Interest rates on U.S. Treasury securities would soar
- ⇒ Uncharted financial territory with a default.
- ⇒ Unthinkable ?



US Debt Clock

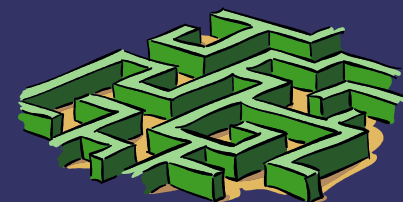
US PUBLIC DEBT SUBJECT TO LIMIT

\$ 14,290,078,264,287



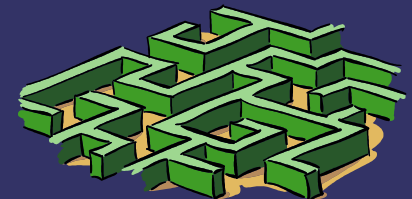
US NATIONAL DEBT

\$ 14,482,839,625,908



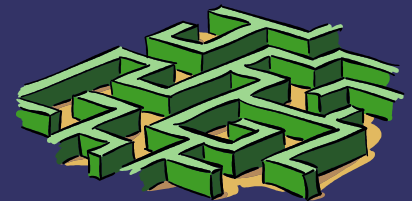
US FEDERAL BUDGET DEFICIT

\$1,390,620,955,212



Discussion

- ⇒ Future -
- Possible
- Probable
- Preferred



What's Next

➔ Liz Ann Sonders – Schwab Outlook

