House's spending plan loses in Senate

Senate rejects GOP budget that called for big changes in Medicare

By DAVID LIGHTMAN and WILLIAM DOUGLAS McClatchy Published 12:01 a.m., Thursday, May 26, 2011 – Albany Times Union

WASHINGTON -- The Senate on Wednesday rejected the House of Representatives' controversial Republican budget plan by 57-40, one that would dramatically revamp Medicare while cutting spending by \$4.4 trillion over 10 years to reduce future federal budget deficits.

Five Republicans joined every Democrat in the 57-40 vote killing the measure, which calls for transforming Medicare into a program in which future beneficiaries -- people now 54 years old and younger -- would be given a subsidy to purchase health insurance rather than have the government directly pay hospital and doctor bills.

The primary purpose of Tuesday's vote, engineered by the Democrats who run the Senate, was to score political points. Democrats were giddy all day after they won an upset victory Tuesday in a special election for an upstate New York U.S. House seat in a historically Republican district. Winner Kathy Hochul had campaigned vigorously against the House GOP budget, charging that it would devastate Medicare. Democrats seized on her victory as evidence that their intense campaign against the House Medicare plan was working.

Republicans protested vigorously, saying the New York result had been badly misread, and derided the Senate vote to reject the House GOP budget as a cynical waste of time.

The House plan, authored by Budget Committee Chairman Paul Ryan, R-Wis., won House approval last month, 235-193. All yes voters were Republicans, while four GOP lawmakers joined 189 Democrats in opposition.