

### EXECUTIVE OFFICE OF THE PRESIDENT

## OFFICE OF MANAGEMENT AND BUDGET WASHINGTON, D.C. 20503

April 10, 2020

The Honorable Nancy Pelosi Speaker of the House of Representatives U.S. House of Representatives Washington, DC 20515

Dear Madam Speaker:

Section 251(a)(7) of the Balanced Budget and Emergency Deficit Control Act of 1985 requires that the Office of Management and Budget (OMB) submit a report to the Congress on discretionary appropriations legislation within seven calendar days of enactment (excluding Saturdays, Sundays, and legal holidays). The "Seven-Day-After" report must contain the OMB and Congressional Budget Office (CBO) estimates of discretionary new budget authority provided by the legislation and an explanation of any differences between the two estimates.

Enclosed is the Seven-Day-After report for the Second Coronavirus Preparedness and Response Supplemental Appropriations Act, 2020 (Division A of Public Law 116-127). The President signed this Act into law on March 18, 2020. This report does not include any estimates of the budgetary effects for the remaining divisions of the Act since they are not counted toward the discretionary spending limits. The due date for this report was March 27, 2020 but OMB delayed its release to provide CBO with sufficient time to complete its full estimate of the Act.

Sincerely,

Russell T. Vought Acting Director

Enclosure

Table 1.

# CBO Estimates Compared to OMB Estimates for Division A of Public Law 116-127, Second Coronavirus Preparedness and Response Supplemental Appropriations Act, 2020

(in millions of dollars)

|   |               | <b>Enacted Budget Authority</b> |  |
|---|---------------|---------------------------------|--|
|   | 2020          | 2021                            |  |
| DEFENSE CATEGORY DISCRETIONARY APPROPRIATIONS   |               |                                 |  |
| Defense Category - Emergency Requirement Supplemental Approprie   | ntions .      |                                 |  |
| CBO ESTIMATE, DEFENSE DISCRETIONARY EMERGENCY APPROPRIATIONS 1  | 82            | ·                               |  |
| NO BUDGET AUTHORITY DIFFERENCES   |               |                                 |  |
| OMB ESTIMATE, DEFENSE DISCRETIONARY EMERGENCY APPROPRIATIONS  | 82            |                                 |  |
| NON-DEFENSE CATEGORY DISCRETIONARY APPROPRIATIONS   |               |                                 |  |
| Non-Defense Category - Emergency Requirement Changes in Mandatory Prog  | rams (CHIMPs) |                                 |  |
| CBO ESTIMATE, NON-DEFENSE DISCRETIONARY EMERGENCY CHIMPs 1  | 100           |                                 |  |
| Scorekeeping Differences:   |               |                                 |  |
| Title I - Department of Agriculture: Food and Nutrition Programs: Supplemental Nutrition Assistance Program (SNAP) OMB scores \$8,858 million for section 1101 of the Act, which creates an option for  | +8,858        |                                 |  |
| States to provide the value of free school meals to children eligible for free or reduced price meals when schools are closed due to the COVID-19 outbreak. Conceptually, both OMB and CBO concur the provision is scoreable since it expands authorities and directives to respond to COVID-19 and provides such sums language to carry them out. However, CBO is scoring no effect for the provision because it estimates the provision as having little or no incremental impact relative to its March baseline that was released as part of its Reestimate of the President's Budget. OMB, however, views the provision as having an effect relative to its baseline, which was finalized in January. |               |                                 |  |
| OMB ESTIMATE, NON-DEFENSE DISCRETIONARY EMERGENCY CHIMPS  | 8,958         |                                 |  |
| Non-Defense Category - Emergency Requirement Supplemental Approp  | riations      |                                 |  |
| CBO ESTIMATE, NON-DEFENSE DISCRETIONARY EMERGENCY APPROPRIATIONS 1  | 2,289         |                                 |  |
| NO BUDGET AUTHORITY DIFFERENCES   |               |                                 |  |
| OMB ESTIMATE, NON-DEFENSE DISCRETIONARY EMERGENCY APPROPRIATIONS  | 2,289         |                                 |  |
| SUMMARY   |               |                                 |  |
| CBO ESTIMATE, EMERGENCY SUPPLEMENTAL APPROPRIATIONS 1   | 2,471         |                                 |  |
| CBO Defense Category Subtotal   | 82            |                                 |  |
| CBO Non-Defense Category Subtotal (including CHIMPs)  | 2,389         | ,                               |  |
| TOTAL DIFFERENCES   | +8,858        |                                 |  |
| Defense Category Differences  |               |                                 |  |
|   | +8,858        |                                 |  |
| INVERNITATE ENTERGENICY STUDDLEMENTAL ADDDADDIATIONS  | 11,329        |                                 |  |
| OMB ESTIMATE, EMERGENCY SUPPLEMENTAL APPROPRIATIONS  OMB Defense Category Subtotal  | 82            |                                 |  |

<sup>&</sup>lt;sup>1</sup> CBO data received by OMB on April 2, 2020.

## Table 2. Enacted Appropriations as of March 25, 2020 <sup>1</sup>

(in millions of dollars)

|  | Enacted Budget Authority |                                       |
|--|--------------------------|---------------------------------------|
|  | 2020                     | 2021                                  |
| DEFENSE CATEGORY   |                          |                                       |
| Discretionary spending limit <sup>2</sup>  | 745,999                  | 671,50                                |
| Appropriations previously enacted <sup>3</sup>   | 745,992                  | · · · · · · · · · · · · · · · · · · · |
| Newly enacted base Defense appropriations:  None   |                          |                                       |
| Defense appropriations over (+)/under (-) spending limit   |                          | -671,50                               |
| NON-DEFENSE CATEGORY   |                          |                                       |
| Discretionary spending limit <sup>2</sup>  | 654,603                  | 626,500                               |
| Appropriations previously enacted <sup>3</sup>   | 654,603                  |                                       |
| Newly enacted base Non-Defense appropriations:  None   |                          |                                       |
| Non-Defense appropriations over (+)/under (-) spending limit   |                          | -626,500                              |
| Newly enacted Defense appropriations designated by the Congress and the President as   | Emergency Req            | uirements <sup>4</sup>                |
| Emergency defense appropriations previously enacted <sup>3</sup>   | ·                        |                                       |
| Emergency amounts provided in division A of Public Law 116-127, the Second Coronavirus Preparedness and Response Supplemental Appropriations Act, 2020 | 82                       |                                       |
| Newly enacted Non-Defense appropriations designated by the Congress and the President  | as Emergency Ro          | equirements'                          |
| Emergency non-defense appropriations previously enacted <sup>3</sup>   | 8,610                    | · · · · · · · · · · · · · · · · · · · |
| Emergency amounts provided in division A of Public Law 116-127, the Second Coronavirus Preparedness and Response Supplemental Appropriations Act, 2020 | 11,247                   | ,                                     |

#### Notes:

- 1 Enacted appropriations reflect OMB scoring of emergency supplemental amounts in division A of Public Law 116-127, the Second Coronavirus Preparedness and Response Supplemental Appropriations Act, 2020.
- 2 The FY 2020 and FY 2021 spending limits for the defense (or "revised security") and non-defense (or "revised nonsecurity") categories are equal to the amounts published in the OMB Sequestration Preview Report to the President and Congress for Fiscal Year 2021 (see OMB's website: https://www.whitehouse.gov/omb/legislative/sequestration-reports-orders/).

#### Table 2.

## Enacted Appropriations as of March 25, 2020 1

(in millions of dollars)

| and the second s | <b>Enacted Budget Authority</b> |      |
|--|---------------------------------|------|
|  | 2020                            | 2021 |

3 Appropriations previously enacted for 2020 reflect OMB scoring of the Consolidated Appropriations Act, 2020 (Public Law 116-93), the Further Consolidated Appropriations Act, 2020 (Public Law 116-94), the USMCA Supplemental Appropriations Act, 2019 (title IX of Public Law 116-113), and the Coronavirus Preparedness and Response Supplemental Appropriations Act, 2020 (division A of Public Law 116-123). The seven-day-after reports for these Acts are on the OMB website: <a href="https://www.whitehouse.gov/omb/legislative/budget-enforcement-act-7-day-reports/">https://www.whitehouse.gov/omb/legislative/budget-enforcement-act-7-day-reports/</a>.

4 Section 251(b)(2)(A) of the Balanced Budget and Emergency Deficit Control Act of 1985 (BBEDCA) authorizes an adjustment to the caps for appropriations that are designated by the Congress, and subsequently designated by the President, as emergency requirements or for Overseas Contingency Operations/Global War on Terrorism. Division A of Public Law 116-127 includes supplemental funding for these activities with the appropriate designations as emergency requirements and the President transmitted to the Congress on March 18, 2020 his subsequent designations of all of these amounts. These amounts are summarized here and are not included in the totals displayed above that are counted against the caps. The adjustments to the discretionary limits to reflect this spending are not included in this report but will be included in OMB's Sequestration Update Report for 2021.