

CONGRESSIONAL BUDGET OFFICE COST ESTIMATE

July 28, 2017

S. 1359

John F. Kennedy Center Reauthorization Act of 2017

As ordered reported by the Senate Committee on Environment and Public Works on July 12, 2017

SUMMARY

S. 1359 would amend the John F. Kennedy Center Act to authorize additional appropriations for maintenance, repair, and security of the John F. Kennedy Center for the Performing Arts, as well as for capital projects for the center. Assuming appropriation of the authorized amounts, CBO estimates that implementing S. 1359 would cost \$146 million over the 2018-2022 period. The bill also would authorize the center to design and display a commemorative plaque recognizing the year 2018 as the 60th anniversary of the National Cultural Center Act, to be funded by private donors.

Enacting the bill would not affect direct spending or revenues; therefore, pay-as-you-go procedures do not apply. CBO estimates that enacting the bill would not increase net direct spending or on-budget deficits in any of the four consecutive 10-year periods beginning in 2028.

S. 1359 contains no intergovernmental or private-sector mandates as defined in the Unfunded Mandates Reform Act (UMRA) and would impose no costs on state, local, or tribal governments.

ESTIMATED COST TO THE FEDERAL GOVERNMENT

The estimated budgetary effects of S. 1359 are shown in the following table. The costs of this legislation fall within budget function 500 (education, employment, training, and social services).

| | By Fiscal Year, in Millions of Dollars | | | | | |
|-----------------------------------------|----------------------------------------|-----------|-----------|----------|------|---------------|
| | 2018 | 2019 | 2020 | 2021 | 2022 | 2018- 2022 |
| INCREASES IN S | SPENDING | SUBJECT 1 | TO APPROP | PRIATION | | |
| John F. Kennedy Center Maintenance, | | | | | | |
| Repair, and Security | | | | | | |
| Authorization Level | 24 | 25 | 25 | 26 | 0 | 100 |
| Estimated Outlays | 20 | 25 | 25 | 26 | 4 | 100 |
| John F. Kennedy Center Capital Projects | | | | | | |
| Authorization Level | 13 | 13 | 14 | 14 | 0 | 54 |
| Estimated Outlays | 5 | 8 | 11 | 13 | 9 | 46 |
| Total Changes | | | | | | |
| Authorization Level | 37 | 38 | 39 | 40 | 0 | 154 |
| Estimated Outlays | 25 | 33 | 36 | 39 | 13 | 146 |

BASIS OF ESTIMATE

S. 1359 would authorize appropriations totaling \$154 million for the maintenance, repair, and security of the John F. Kennedy Center for the Performing Arts, as well as for capital projects for the Center. Those activities were previously authorized through fiscal year 2014. Appropriations for such activities totaled \$36 million for fiscal year 2017.

For this estimate, CBO assumes that S. 1359 will be enacted late in 2017 and that the specified amounts will be appropriated for each year. The estimated outlays reflect historical spending patterns for the affected programs.

PAY-AS-YOU-GO CONSIDERATIONS: None.

INCREASE IN LONG-TERM NET DIRECT SPENDING AND DEFICITS

CBO estimates that enacting S. 1359 would not affect net direct spending or on-budget deficits in any of the four consecutive 10-year periods beginning in 2028.

INTERGOVERNMENTAL AND PRIVATE-SECTOR IMPACT

S. 1359 contains no intergovernmental or private-sector mandates as defined in UMRA and would impose no costs on state, local, or tribal governments.

ESTIMATE PREPARED BY:

Federal Costs: Christina Hawley Anthony Impact on State, Local, and Tribal Governments: Zach Byrum Impact on the Private Sector: Logan Smith

ESTIMATE APPROVED BY:

Theresa Gullo Assistant Director for Budget Analysis