



CONGRESSIONAL BUDGET OFFICE  
U.S. Congress  
Washington, DC 20515

*Phillip L. Swagel, Director*

June 28, 2023

Honorable Mike Rogers  
Chairman  
Committee on Armed Services  
U.S. House of Representatives  
Washington, DC 20515

*Re: Direct Spending and Revenue Effects of H.R. 2670, the National  
Defense Authorization Act for Fiscal Year 2024*

Dear Mr. Chairman:

The Congressional Budget Office has completed an estimate of the direct spending and revenue effects of H.R. 2670, the National Defense Authorization Act for Fiscal Year 2024, as ordered reported by the House Committee on Armed Services on June 21, 2023. This estimate is based on the Committee Print 118-10 that was posted to the website of the House Committee on Rules on June 23, 2023.

Enacting the bill would have an insignificant effect on direct spending and revenues each year and in total over the 2024-2033 period, CBO estimates. Our complete cost estimate of H.R. 2670, including a discussion of discretionary authorizations and mandates under the Unfunded Mandates Reform Act, will be provided shortly.

Some provisions in H.R. 2670 would affect direct spending by between -\$500,000 and \$500,000, generally because very few people would be affected. Those provisions primarily involve personnel benefits, such as health care and compensation. Several provisions would allow the Department of Defense to collect receipts (which are recorded as reductions in direct spending) and spend them without further appropriation so that the net effect on direct spending would be negligible.

Two sections could increase the collections of civil or criminal fines—which are classified as revenues—by less than \$500,000, CBO estimates.

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(Criminal penalties are deposited in the Crime Victims Fund and may be spent without further appropriation.)

Because the bill would affect direct spending and revenues, statutory pay-as-you-go procedures apply.

CBO estimates that enacting H.R. 2670 would not increase net direct spending by more than \$2.5 billion in any of the four consecutive 10-year periods beginning in 2034.

CBO estimates that enacting H.R. 2670 would not increase on-budget deficits by more than \$5 billion in any of the four consecutive 10-year periods beginning in 2034.

If you wish further details on this estimate, we will be pleased to provide them. The CBO staff contact is Matt Schmit.

Sincerely,



Phillip L. Swagel  
Director

cc: Honorable Adam Smith  
Ranking Member