



CONGRESSIONAL BUDGET OFFICE COST ESTIMATE

June 1, 2007

H.R. 1982

Rural Housing and Economic Development Improvement Act of 2007

*As ordered reported by the House Committee on Financial Services
on May 23, 2007*

SUMMARY

H.R. 1982 would authorize the appropriation of \$30 million in 2008 and \$40 million for each of fiscal years 2009 through 2013 to establish a program to support housing and economic development activities in rural areas. Assuming appropriation of the authorized amounts, CBO estimates that implementing the bill would cost about \$100 million over the 2008-2012 period, with additional amounts spent in later years. Enacting H.R. 1982 would not affect direct spending or revenues.

H.R. 1982 contains no intergovernmental or private-sector mandates as defined in the Unfunded Mandates Reform Act (UMRA); any costs to state, local, or tribal governments would be incurred voluntarily.

ESTIMATED COST TO THE FEDERAL GOVERNMENT

The estimated budgetary impact of H.R. 1982 is shown in the following table. For this estimate, CBO assumes that the amounts authorized by the bill will be appropriated by the beginning of each fiscal year and that outlays will follow the historical rate of spending for similar programs. The costs of this legislation fall within budget function 600 (income security).

	By Fiscal Year, in Millions of Dollars					
	2008	2009	2010	2011	2012	2013
CHANGES IN SPENDING SUBJECT TO APPROPRIATION						
Authorization Level	30	40	40	40	40	40
Estimated Outlays	1	8	21	32	39	40

INTERGOVERNMENTAL AND PRIVATE-SECTOR IMPACT

H.R. 1982 contains no intergovernmental or private-sector mandates as defined in UMRA. State, local, and tribal governments that participate in economic development activities in rural areas would benefit from funds authorized in the bill. Any costs those governments incur would be incurred voluntarily.

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