



CONGRESSIONAL BUDGET OFFICE COST ESTIMATE

May 18, 2007

H.R. 1676

Native American Home Ownership Opportunity Act of 2007

*As ordered reported by the Senate Committee on Banking, Housing, and Urban Affairs
on May 16, 2007*

SUMMARY

H.R. 1676 would authorize the appropriation of such sums as necessary through 2012 for Indian Housing Loan Guarantees, as provided under section 184 of the Housing and Community Development Act of 1992. Under current law, this program is authorized through 2007.

In 2007, about \$6 million was appropriated for the loan guarantee program. Assuming continued appropriations with adjustments for anticipated inflation, CBO estimates that implementing H.R. 1676 would cost about \$30 million over the 2008-2012 period. Enacting this bill would not affect direct spending or revenues.

H.R. 1676 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. Enacting this legislation would benefit Indian tribes.

ESTIMATED COST TO THE FEDERAL GOVERNMENT

The estimated budgetary impact of H.R. 1676 is shown in the following table. Estimated outlays are based on historical patterns for the loan guarantee program. The costs of this legislation fall within budget function 370 (commerce and housing credit).

	By Fiscal Year, in Millions of Dollars					
	2007	2008	2009	2010	2011	2012
SPENDING SUBJECT TO APPROPRIATION						
Spending Under Current Law for Indian Housing Loan Guarantees						
Budget Authority ^a	6	0	0	0	0	0
Estimated Outlays	5	1	0	0	0	0
Proposed Changes						
Estimated Authorization Level	0	6	6	6	6	7
Estimated Outlays	0	5	6	6	6	7
Total Spending Under H.R. 1676						
Estimated Authorization Level ^a	6	6	6	6	6	6
Estimated Outlays	5	6	6	6	6	7

a. The 2007 level is the amount appropriated for that year for Indian Housing Loan Guarantees.

INTERGOVERNMENTAL AND PRIVATE-SECTOR IMPACT

H.R. 1676 contains no intergovernmental or private-sector mandates as defined in UMRA and would impose no costs on state, local, or tribal governments. Enacting this legislation would benefit Indian tribes.

PREVIOUS CBO ESTIMATE

On April 10, 2007, CBO transmitted a cost estimate for H.R. 1676 as ordered reported by the House Committee on Financial Services on March 29, 2007. The legislation was agreed to by the House of Representatives on April 24, 2007. That version of H.R. 1676 is identical to the version ordered reported by the Senate Committee on Banking, Housing, and Urban Affairs on May 16, 2007, and the CBO cost estimates are the same.

ESTIMATE PREPARED BY:

Federal Costs: Susanne Mehlman

Impact on State, Local, and Tribal Governments: Marjorie Miller

Impact on the Private Sector: Paige Piper/Bach

ESTIMATE APPROVED BY:

Peter H. Fontaine

Deputy Assistant Director for Budget Analysis