

## CONGRESSIONAL BUDGET OFFICE COST ESTIMATE

July 20, 2010

## S. 3235 Helping Expedite and Advance Tribal Homeownership Act of 2010

As ordered reported by the Senate Committee on Indian Affairs on June 30, 2010

S. 3235 would allow Indian tribes to enter into certain leases of trust lands without approval from the Bureau of Indian Affairs (BIA). Under current law, most tribes can lease trust lands to certain entities for up to 25 years, subject to the approval of the BIA. Under the bill, tribes could enter into leases without BIA approval if those leases were subject to tribal regulations approved by the agency. Any lease granted under that authority would be limited to 25 years for agriculture and business purposes and 75 years for other purposes. Any lease involving the exploration for or extraction of natural resources would still require approval from the BIA.

Based on information from the Department of the Interior, CBO estimates that implementing the legislation would have a negligible impact on the federal budget. Any additional proceeds from such leases would accrue to the owners of the trust land and would have no effect on the federal budget. CBO also estimates that implementing the bill would have a negligible effect on BIA's workload. Enacting S. 3235 would not affect direct spending or revenues; therefore, pay-as-you-go procedures would not apply.

S. 3235 contains no intergovernmental or private-sector mandates as defined in the Unfunded Mandates Reform Act and would impose no costs on state, local, or tribal governments. Enacting this legislation would benefit tribes by streamlining the process for leasing certain tribal lands.

The CBO staff contact for this estimate is Jeff LaFave. The estimate was approved by Theresa Gullo, Deputy Assistant Director for Budget Analysis.

<sup>1.</sup> Trust lands are tribally owned lands that are legally held by the federal government for the benefit of tribal governments or individual tribal members.