



July 30, 2010

Honorable Harry Reid
Majority Leader
United States Senate
Washington, DC 20510

Dear Mr. Majority Leader:

As you requested, the Congressional Budget Office (CBO) has reviewed S. 3663, the Clean Energy Jobs and Oil Company Accountability Act of 2010, as introduced on July 28, 2010. CBO and staff of the Joint Committee on Taxation (JCT) estimate that enacting this legislation would increase direct spending by \$15.2 billion over the 2011-2020 period and would increase revenues by \$16.8 billion over the same period.

On balance, CBO and JCT estimate that enacting S. 3663 would increase future deficits by \$3.8 billion over the 2011-2015 period and reduce them by \$1.6 billion over the 2011-2020 period (see enclosed table).¹ Because enacting the legislation would affect direct spending and revenues, pay-as-you-go procedures apply. CBO has not completed an estimate of the legislation's impact on discretionary spending.

Pursuant to section 311 of the Concurrent Resolution on the Budget for Fiscal Year 2009 (S. Con. Res. 70), CBO estimates that the bill would not increase projected deficits by more than \$5 billion in any of the four consecutive 10-year periods starting in 2020.

1. Different time periods apply in the Senate for its pay-as-you-go rule. CBO estimates that enacting S. 3663 would increase future deficits by \$3.6 billion over the 2011-2014 period and reduce them by \$54 million over the 2011-2019 period.

Honorable Harry Reid
Page 2

If you wish further details on this estimate, we would be pleased to provide them. The CBO staff contacts are Megan Carroll and Sarah Puro.

Sincerely,

A handwritten signature in black ink that reads "Douglas W. Elmendorf". The signature is written in a cursive style with a large, looped 'D' and 'E'.

Douglas W. Elmendorf
Director

Enclosure

cc: Honorable Kent Conrad
Chairman
Committee on the Budget

Honorable Judd Gregg
Ranking Member

July 30, 2010

Estimated Changes in Direct Spending and Revenues from Enacting S. 3663, the Clean Energy Jobs and Oil Company Accountability Act of 2010, as Introduced on July 28, 2010

	By Fiscal Year, in Millions of Dollars											2011-	2011-	
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2015	2020		
CHANGES IN DIRECT SPENDING														
Division A – Oil Spill Response and Accountability														
Title I – Removal of Limits on Liability and Accountability														
Estimated Budget Authority	25	30	25	20	20	20	15	15	15	15	120	200		
Estimated Outlays	15	25	25	20	20	20	15	15	15	15	105	185		
Title II – Federal Research and Technologies for Oil Spill Prevention and Response														
Budget Authority	25	25	25	25	25	25	25	25	25	25	125	250		
Estimated Outlays	15	20	25	25	25	25	25	25	25	25	110	235		
Title III – Outer Continental Shelf Reform														
Estimated Budget Authority	-41	-42	-44	-45	-47	-50	-51	-53	-55	-57	-219	-485		
Estimated Outlays	-41	-42	-44	-45	-47	-50	-51	-53	-55	-57	-219	-485		
Title IV – Securing Health for Ocean Resources and Environment														
Estimated Budget Authority	-4	-3	-3	-3	-3	-3	-3	-3	-2	-2	-16	-29		
Estimated Outlays	-4	-3	-3	-3	-3	-3	-3	-3	-2	-2	-16	-29		
Division B – Reducing Oil Consumption and Improving Energy Security														
Title XX – Natural Gas Vehicle and Infrastructure Development														
Budget Authority	4,500	0	0	0	0	0	0	0	0	0	4,500	4,500		
Estimated Outlays	225	1,350	1,575	810	450	90	0	0	0	0	4,410	4,500		
Title XXI – Promoting Electric Vehicles														
Budget Authority	500	0	0	0	0	0	0	0	0	0	500	500		
Estimated Outlays	25	150	175	90	50	10	0	0	0	0	490	500		
Division C – Clean Energy Jobs and Consumer Savings														
Title XXX – Home Star Retrofit Rebate Program														
Budget Authority	5,000	0	0	0	0	0	0	0	0	0	5,000	5,000		
Estimated Outlays	250	1,500	1,750	900	500	100	0	0	0	0	4,900	5,000		
Title XVII – Expand Eligibility for Loan Guarantees Under ARRA														
Estimated Budget Authority	0	0	0	0	0	0	0	0	0	0	0	0		
Estimated Outlays	75	75	50	25	25	0	0	0	0	0	250	250		

Continued

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Estimated Changes in Direct Spending and Revenues from Enacting S. 3663, the Clean Energy Jobs and Oil Company Accountability Act of 2010, as Introduced on July 28, 2010

	By Fiscal Year, in Millions of Dollars											2011-	2011-
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2015	2020	
CHANGES IN DIRECT SPENDING Continued													
Division D – Protecting the Environment													
Title XL – Land and Water													
Conservation Authorization and													
Funding													
Budget Authority	975	900	900	900	900	425	0	0	0	0	4,575	5,000	
Estimated Outlays	79	158	416	682	855	876	808	623	353	130	2,190	4,980	
Division E – Fiscal Responsibility													
Increase in Per Incident Expenditures													
from Oil Spill Liability Trust Fund													
Estimated Budget Authority	10	10	10	10	10	10	10	10	10	10	50	100	
Estimated Outlays	10	10	10	10	10	10	10	10	10	10	50	100	
Total Changes													
Estimated Budget Authority	10,990	920	913	907	905	427	-4	-6	-7	-9	14,635	15,036	
Estimated Outlays	649	3,243	3,979	2,514	1,885	1,078	804	617	346	121	12,270	15,236	
CHANGES IN REVENUES													
Increase Tax Rate for Oil Spill Liability													
Trust Fund	1,685	1,703	1,707	1,705	1,700	1,700	1,666	1,654	1,656	1,660	8,500	16,836	
Other Revenues	-2	-4	-1	0	0	0	0	0	0	0	-7	-7	
Total Changes ^a	1,683	1,699	1,706	1,705	1,700	1,700	1,666	1,654	1,656	1,660	8,493	16,829	
NET CHANGE IN THE BUDGET DEFICIT FROM CHANGES IN DIRECT SPENDING AND RECEIPTS													
Net Increase or Decrease (-) in the													
Deficit	-1,034	1,544	2,273	809	185	-622	-862	-1,037	-1,310	-1,539	3,777	-1,593	

Notes: ARRA = American Recovery and Reinvestment Act.

a. Positive numbers indicate an increase in revenues, negative numbers indicate a decrease.

Sources: Congressional Budget Office and the Joint Committee on Taxation.