



CONGRESSIONAL BUDGET OFFICE COST ESTIMATE

September 13, 2016

S. 2201 **Global Gateways Trade Capacity Act of 2016**

*As reported by the Senate Committee on Foreign Relations
on June 23, 2016*

S. 2201 would authorize the appropriation of \$50 million a year for a pilot program to assist developing countries to engage in international trade. The bill also would require the Administration to establish an interagency committee to coordinate the federal government's efforts to build institutional capacity in developing countries to expand trade, develop and implement government-wide strategic plans to build that capacity, and report to the Congress on the progress of those efforts.

Based on an analysis of information from the Department of State (which would lead the interagency committee) and the U.S. Agency for International Development (USAID; which would have secondary responsibility for the committee and would implement the pilot program), CBO expects that the department, USAID, and the U.S. Trade Representative would require a total of seven additional employees, at an average cost of \$250,000 each, to implement the interagency process required by the bill. In total and assuming appropriation of the specified and necessary amounts, CBO estimates that implementing the bill would cost \$183 million over the 2017-2021 period (see table below).

Enacting S. 2201 would not affect direct spending or revenues; therefore, pay-as-you-go procedures do not apply.

CBO estimates that enacting S. 2201 would not increase net direct spending or on-budget deficits in any of the four consecutive 10-year periods beginning in 2027.

ESTIMATED EFFECTS OF S. 2201 ON SPENDING SUBJECT TO APPROPRIATION

	By Fiscal Year, in Millions of Dollars					2017- 2021
	2017	2018	2019	2020	2021	
INCREASES IN SPENDING SUBJECT TO APPROPRIATION						
Pilot Program						
Estimated Authorization Level	50	50	50	50	50	250
Estimated Outlays	10	25	40	50	50	175
Administrative Expenses						
Estimated Authorization Level	2	2	2	2	2	9
Estimated Outlays	1	2	2	2	2	8
Total Changes						
Estimated Authorization Level	52	52	52	52	52	259
Estimated Outlays	11	27	42	52	52	183

Note: Components may not sum to totals because of rounding.

S. 2201 contains no intergovernmental or private-sector mandates as defined in the Unfunded Mandates Reform Act and would not affect the budgets of state, local, or tribal governments.

The CBO staff contact for this estimate is Sunita D'Monte. The estimate was approved by H. Samuel Papenfuss, Deputy Assistant Director for Budget Analysis.