

H.R. 1049, National Heritage Area Act of 2020

As ordered reported by the House Committee on Natural Resources on January 29, 2020

By Fiscal Year, Millions of Dollars	2020	2020-2025	2020-2030			
Direct Spending (Outlays)	0	0	0			
Revenues	0	0	0			
Increase or Decrease (-) in the Deficit	0	0	0			
Spending Subject to Appropriation (Outlays)	*	167	not estimated			
Statutory pay-as-you-go procedures apply?	No	Mandate Effects				
Increases on-budget deficits in any	N	Contains intergovernmental ma	indate? No			
of the four consecutive 10-year periods beginning in 2031?	No	Contains private-sector mandat	e? Yes, Under Threshold			

H.R. 1049 would authorize appropriations from 2020 through 2034 for the National Park Service (NPS) to provide financial and technical assistance to National Heritage Areas (NHAs), which are nonfederal entities designed to commemorate and conserve natural, historic, and cultural resources. In 2020, the NPS allocated \$21 million to support NHAs.

According to the NPS, 54 NHAs are eligible to receive federal funds and the bill would authorize up to \$750,000 for each area, or about \$41 million each year. Because it would take future legislation to change the number of NHAs, CBO's estimate is based on the current number of 54. Assuming appropriation of those amounts, CBO estimates that implementing H.R. 1049 would cost \$167 million over the 2020-2025 period. The costs of the legislation, detailed in Table 1, fall within budget function 300 (natural resources and the environment).

H.R. 1049 would impose private-sector mandates as defined in the Unfunded Mandates Reform Act (UMRA) on the local coordinating entity of each NHA. Such entities are designated by law to oversee their respective area.

Table 1. Estimated Increases in Spending Subject to Appropriation Under H.R. 1049										
	By Fiscal Year, Millions of Dollars									
	2020	2021	2022	2023	2024	2025	2020-2025			
Authorization ^a Estimated Outlays	20 *	41 20	41 32	41 36	41 38	41 40	222 167			

Components may not sum to totals because of rounding; * = between zero and \$500,000.

a. H.R. 1049 would authorize the appropriation of \$41 million in 2020 for National Heritage Areas. In 2020, the National Park Service (NPS) allocated \$21 million for those purposes. Therefore, CBO estimates that the bill would authorize the appropriation of \$20 million in 2020—the difference between what the bill would authorize (\$41 million) and what the NPS has allocated (\$21 million).

The bill would require those local coordinating entities to submit a management plan for their heritage area to the Secretary of the Interior, submit annual financial reports, and make information available for auditing. The bill also would authorize annual payments of \$750,000 to each NHA through 2034. Because the mandate would affect a small number of entities and many already meet some or all of these duties, CBO estimates the cost of the mandate would not exceed the private-sector threshold established in UMRA (\$168 million in 2020, adjusted annually for inflation).

H.R. 1049 contains no intergovernmental mandates as defined in UMRA.

The CBO staff contacts for this estimate are David Hughes (for federal costs) and Andrew Laughlin (for mandates). The estimate was reviewed by H. Samuel Papenfuss, Deputy Director of Budget Analysis.