

**S. 467, CADETS Act**

As ordered reported by the Senate Committee on Commerce, Science, and Transportation on March 22, 2023

By Fiscal Year, Millions of Dollars	2023	2023-2028	2023-2033
Direct Spending (Outlays)	0	0	0
Revenues	0	0	0
Increase or Decrease (-) in the Deficit	0	0	0
Spending Subject to Appropriation (Outlays)	*	1	not estimated
Increases <i>net direct spending</i> in any of the four consecutive 10-year periods beginning in 2034?	No	Statutory pay-as-you-go procedures apply?	No
		<b>Mandate Effects</b>	
Increases <i>on-budget deficits</i> in any of the four consecutive 10-year periods beginning in 2034?	No	Contains intergovernmental mandate?	No
		Contains private-sector mandate?	No
* = between zero and \$500,000.			

S. 467 would modify the age requirement for the Maritime Administration’s (MARAD’s) Student Incentive Payment (SIP) program, which provides financial support of \$8,000 each year to cadets enrolled in the Strategic Sealift Midshipmen Program at state maritime academies. Under current law, a student must be between the ages of 17 and 25 at the time of enrollment to be eligible for SIP assistance. S. 467 would extend eligibility to students that meet the age requirement for enlistment or commission in the Navy Reserve, which is generally between the ages of 17 and 41, at graduation.

Using information from MARAD, CBO estimates that only a small number of people would qualify and apply for SIP assistance under the expanded eligibility rules and that the costs to fund those applicants would total about \$1 million over the 2023-2028 period. In addition, CBO estimates that it would cost the agency less than \$500,000 to amend the SIP program’s guidelines, forms, and regulations. In total, CBO estimates that implementing S. 467 would cost \$1 million over the 2023-2028 period; such spending would be subject to the availability of appropriated funds.



The CBO staff contact for this estimate is Aaron Krupkin. The estimate was reviewed by H. Samuel Papenfuss, Deputy Director of Budget Analysis.

A handwritten signature in black ink, appearing to read "Phillip L. Swagel". The signature is fluid and cursive, with a long, sweeping tail that curves to the right.

Phillip L. Swagel  
Director, Congressional Budget Office