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)	*	*	not estimated
Increases <i>net direct spending</i> in any of the four consecutive 10-year	No	Statutory pay-as-you-go proceed	dures apply? No
periods beginning in 2034?		Mandate Effects	
Increases <i>on-budget deficits</i> in any of the four consecutive 10-year periods beginning in 2034?	No	Contains intergovernmental ma	andate? No
		Contains private-sector manda	te? No

H.R. 4039 would prohibit the Department of State and the U.S. Agency for International Development (USAID) from spending federal funds on activities that they know use goods produced with forced labor in the Xinjiang Uyghur Autonomous Region of China. It would allow the Secretary of State to authorize some exceptions after notifying the Congress. H.R. 4039 also would require the department to report to the Congress on its implementation of the bill.

The federal government has taken steps to restrict imports of such goods and has imposed sanctions to prevent violations of human rights in Xinjiang; as a result, CBO expects that the department and USAID have a heightened awareness and are scrutinizing the use of such goods under current law. Using information about the costs of similar reports, CBO estimates that implementing the bill would cost less than \$500,000 over the 2023-2028 period. Any spending would be subject to the availability of appropriated funds.

The CBO staff contact for this estimate is Sunita D'Monte. The estimate was reviewed by Christina Hawley Anthony, Deputy Director of Budget Analysis.

Phillip L. Swagel

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