
ANALYSIS BY CONGRESSIONAL BUDGET OFFICE

§ 403(a) **SEC. 403.**⁶⁹⁶ (a) The Director of the Congressional Budget Office shall, to the extent practicable, prepare for each bill or resolution of a public character reported by any committee of the House of Representatives or the Senate (except the Committee on Appropriations of each House), and submit to such committee —

§ 403(a)(1) (1) an estimate of the costs which would be incurred in carrying out such bill or resolution in the fiscal year in

⁶⁹⁷(...continued)

subsection it is in order in the House of Representatives to consider a bill or resolution of the House, then it shall be in order to consider a companion or similar bill or resolution of the Senate; and if under that subsection it is in order in the Senate to consider a bill or resolution of the Senate, then it shall be in order to consider a companion or similar bill of the House of Representatives.

(e) EXCEPTIONS. —

(1) Subsection (a) shall not apply with respect to new spending authority described in section 401(c)(2)(C).

(2) Subsection (a) shall not apply with respect to new budget authority authorized in a bill or resolution for any provision of the Social Security Act if such bill or resolution also provides new spending authority described in section 401(c)(2)(C) which, under section 401(d)(1)(A), is excluded from the application of section 401(b).

(f) STUDY OF EXISTING SPENDING AUTHORITY AND PERMANENT APPROPRIATIONS. — The Committees on Appropriations of the House of Representatives and the Senate shall study on a continuing basis those provisions of law, in effect on the effective date of this section, which provide spending authority or permanent budget authority. Each committee shall, from time to time, report to its House its recommendations for terminating or modifying such provisions.

⁶⁹⁸ Section 403 is codified as amended at 2 U.S.C. § 653 (1988).

which it is to become effective and in each of the 4 fiscal years following such fiscal year, together with the basis for each such estimate;

§ 403(a)(2) (2)⁶⁹⁹ an estimate of the cost which would be incurred by State and local governments in carrying out or complying with any significant bill or resolution in the fiscal year in which it is to become effective and in each of the four fiscal years following such fiscal year, together with the basis for each such estimate;

§ 403(a)(3) (3) a comparison of the estimates of costs described in paragraphs (1)⁷⁰⁰ and (2),⁷⁰¹ with any available estimates of costs made by such committee or by any Federal agency; and

§ 403(a)(4) (4)⁷⁰² a description of each method for establishing a Federal financial commitment contained in such bill or resolution.

The estimates, comparison, and description⁷⁰³ so submitted shall be included in the report accompanying such bill or resolution if timely submitted to such committee before such report is filed.

⁶⁹⁹ The State and Local Cost Estimate Act of 1981 added paragraph (2). Pub. L. No. 97-108, § 2(a)(3), 95 Stat. 1510 (1981).

⁷⁰⁰ See *supra* p. 263.

⁷⁰¹ See *supra* p. 264.

⁷⁰² Section 213(a) of Gramm-Rudman-Hollings added paragraph (4). See *infra* p. 417.

⁷⁰³ Section 213(b) of Gramm-Rudman-Hollings added "description" to this list. See *infra* p. 417.

§ 403(b) (b)⁷⁰⁴ For purposes of subsection (a)(2),⁷⁰⁵ the term "local government" has the same meaning as in section 103⁷⁰⁶ of the Intergovernmental Cooperation Act of 1968.

§ 403(c) (c)⁷⁰⁷ For purposes of subsection (a)(2),⁷⁰⁸ the term "significant bill or resolution" is defined as any bill or resolution which in the judgment of the Director of the Congressional Budget Office is likely to result in an annual cost to State and local governments of \$200,000,000 or more, or is likely to have exceptional fiscal consequences for a geographic region or a particular level of government.

⁷⁰⁴ The State and Local Cost Estimate Act of 1981 added subsections (b) and (c). Pub. L. No. 97-108, § 2(a)(7), 95 Stat. 1510 (1981).

⁷⁰⁵ See *supra* p. 264.

⁷⁰⁶ Section 103 of the Intergovernmental Cooperation Act of 1968 is codified, as amended, at 31 U.S.C. § 6501 (1988 & Supp. III 1991), which states (in relevant part):

(6) "local government" means a unit of general local government, a school district, or other special district established under State law.

31 U.S.C. § 6501(6) (1988).

⁷⁰⁷ The State and Local Cost Estimate Act of 1981 added subsections (b) and (c). Pub. L. No. 97-108, § 2(a)(7), 95 Stat. 1510 (1981).

⁷⁰⁸ See *supra* p. 264.