



EXECUTIVE OFFICE OF THE PRESIDENT
OFFICE OF MANAGEMENT AND BUDGET
WASHINGTON, D.C. 20503

THE DIRECTOR

December 20, 2016

The Honorable Paul D. Ryan
Speaker of the House of Representatives
U.S. House of Representatives
Washington, D.C. 20515

Dear Mr. Speaker:

Section 251(a)(7) of the Balanced Budget and Emergency Deficit Control Act of 1985 requires that the Office of Management and Budget (OMB) submit a report to the Congress on discretionary appropriations legislation within seven calendar days of enactment (excluding Saturdays, Sundays, and legal holidays). The report must contain the OMB and Congressional Budget Office (CBO) estimates of discretionary new budget authority provided by the legislation and an explanation of any differences between the two estimates.

Enclosed is the report for the Further Continuing and Security Assistance Appropriations Act, 2017 (Public Law 114-254). The President signed this Act into law on December 10, 2016. The enclosed appropriations report is for the Security Assistance Appropriations Act, 2017 that is contained in Division B of the Act.

OMB does not report on the budgetary effects of continuing appropriations or incomplete appropriations Acts; therefore, this report does not include estimates of amounts provided in Division A of the Act.

Sincerely,

A handwritten signature in blue ink, appearing to read "Shaun Donovan". The signature is fluid and cursive, with a long horizontal stroke at the end.

Shaun Donovan
Director

Enclosure

Identical Letter Sent to The Honorable Joseph R. Biden, Jr.

Table 1.
CBO Estimates Compared to OMB Estimates for Division B of Public Law 114-254
Security Assistance Appropriations Act, 2017
(in millions of dollars)

	2017 Enacted
	Budget Authority
<u>DEFENSE CATEGORY DISCRETIONARY APPROPRIATIONS</u>	
<i>Defense Category-Overseas Contingency Operations Discretionary Appropriations</i>	
CBO ESTIMATE, DEFENSE CATEGORY - OCO DISCRETIONARY APPROPRIATIONS ¹.....	5,775
Scorekeeping Differences:	
CBO Rounding Adjustment.....	+2
CBO uses this account to reconcile the CBO total (tracked in millions) for the bill with the Appropriations Subcommittee's Comparative Statement of Budget Authority (CSBA) total (tracked in thousands). OMB scoring does not include a reconciliation with the CSBA.	
OMB ESTIMATE, DEFENSE CATEGORY - OCO DISCRETIONARY APPROPRIATIONS	5,777
<u>NON-DEFENSE CATEGORY DISCRETIONARY APPROPRIATIONS</u>	
<i>Non-Defense Category-Overseas Contingency Operations Discretionary Appropriations</i>	
CBO ESTIMATE, NON-DEFENSE CATEGORY - OCO DISCRETIONARY APPROPRIATIONS ¹.....	4,300
NO DIFFERENCES	
OMB ESTIMATE, NON-DEFENSE CATEGORY - OCO DISCRETIONARY APPROPRIATIONS	4,300
<u>SUMMARY</u>	
CBO TOTAL, SECURITY ASSISTANCE APPROPRIATIONS ACT ¹.....	10,075
<i>CBO Defense Category OCO Subtotal.....</i>	<i>5,775</i>
<i>CBO Non-Defense Category OCO Subtotal.....</i>	<i>4,300</i>
TOTAL DIFFERENCES	+2
<i>Defense Category OCO Differences.....</i>	<i>+2</i>
<i>Non-Defense Category OCO Differences.....</i>	<i>---</i>
OMB TOTAL, SECURITY ASSISTANCE APPROPRIATIONS ACT	10,077
<i>OMB Defense Category OCO Subtotal.....</i>	<i>5,777</i>
<i>OMB Non-Defense Category OCO Subtotal.....</i>	<i>4,300</i>

¹ CBO data was received by OMB on December 7, 2016.

Table 2.
Enacted Appropriations as of December 19, 2016
(in millions of dollars)

	2017 Enacted Budget Authority
DEFENSE CATEGORY	
Discretionary Spending Limit ¹	551,068
Base appropriations previously enacted ²	7,725
Newly Enacted Base Defense Appropriations:	
None	-----
Total, All Previously Enacted and New Base Defense Appropriations.....	7,725
Defense Appropriations Over (+)/Under (-) spending limit.....	-543,343
NON-DEFENSE CATEGORY	
Discretionary Spending Limit ¹	518,531
Base appropriations previously enacted ²	74,598
Newly Enacted Base Non-Defense Appropriations:	
None	-----
Total, All Previously Enacted and New Base Non-Defense Appropriations.....	74,598
Non-Defense Appropriations Over (+)/Under (-) spending limit	-443,933
TOTAL DISCRETIONARY APPROPRIATIONS	
Discretionary Spending Limit ¹	1,069,599
Base appropriations previously enacted ²	82,323
Newly Enacted Base Appropriations:	
None	-----
Total, All Previously Enacted and New Base Discretionary Appropriations.....	82,323
Discretionary Appropriations Over (+)/Under (-) spending limits.....	-987,276

Table 2.
Enacted Appropriations as of December 19, 2016
(in millions of dollars)

	2017 Enacted Budget Authority
Defense Appropriations designated by the Congress and the President for Overseas Contingency Operations/Global War on Terrorism (OCO/GWOT) ³	
<i>Defense OCO/GWOT amounts previously enacted ²</i>	172
<i>Amounts provided in Division B of Public Law 114-254, the Security Assistance Appropriations Act, 2017.....</i>	5,777
Non-Defense Appropriations designated by the Congress and the President for Overseas Contingency Operations/Global War on Terrorism (OCO/GWOT) ³	
<i>Amounts provided in Division B of Public Law 114-254, the Security Assistance Appropriations Act, 2017.....</i>	4,300

Notes:

1 The FY 2017 spending limits for the defense (or "revised security") and non-defense (or "revised nonsecurity") categories are equal to the amounts published in the *OMB Sequestration Update Report to the President and Congress for Fiscal Year 2017* (see OMB's website: https://www.whitehouse.gov/omb/legislative_reports/sequestration).

2 Previously enacted appropriations reflect OMB scoring of amounts in Division A of Public Law 114-223, the Military Construction and Veterans Affairs, and Related Agencies Appropriations Act, 2017 (see OMB's website: https://www.whitehouse.gov/omb/legislative_reports/BEA_reports).

3 Section 251(b)(2)(A) of the Balanced Budget and Emergency Deficit Control Act of 1985 (BBEDCA) authorizes an adjustment to the caps for appropriations that are designated by the Congress, and subsequently designated by the President, as emergency requirements or for Overseas Contingency Operations/Global War on Terrorism (OCO). Division B of Public Law 114-254 included funding for OCO activities with the appropriate designations and the President transmitted to the Congress on December 10, 2016 his subsequent designations of all of these amounts. These amounts are summarized here and are not included in the totals displayed above that are counted against the caps. The adjustments to the discretionary limits to reflect this spending are not included in this report but will be included in OMB's Final Sequestration Report for 2017.