



CONGRESSIONAL BUDGET OFFICE
U.S. Congress
Washington, DC 20515

February 13, 2009

Honorable Nancy Pelosi
Speaker
U.S. House of Representatives
Washington, DC 20515

Dear Madam Speaker:

The Congressional Budget Office has reviewed the conference agreement for H.R. 1, the American Recovery and Reinvestment Act of 2009, as posted on the Web site of the House Committee on Rules. We have enclosed two tables with this letter: one that summarizes the estimated budgetary impacts of the legislation and another, more detailed table that shows the budgetary effects by title. Combining both spending and revenue effects, CBO estimates that enacting the conference agreement for H.R. 1 would increase federal budget deficits by \$185 billion over the remaining months of fiscal year 2009, by \$399 billion in 2010, by \$134 billion in 2011, and by \$787 billion over the 2009-2019 period.

I hope this information is helpful to you. If you would like further details about this estimate, the CBO staff contact is Janet Airis.

Sincerely,

Douglas W. Elmendorf
Director

Enclosures

cc: Honorable John Boehner
Republican Leader

Honorable Steny Hoyer
Majority Leader

Honorable Nancy Pelosi
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Honorable John M. Spratt Jr.
Chairman
Committee on the Budget

Honorable Paul Ryan
Ranking Member

Honorable David R. Obey
Chairman
Committee on Appropriations

Honorable Jerry Lewis
Ranking Member

Honorable Charles B. Rangel
Chairman
Committee on Ways and Means

Honorable Dave Camp
Ranking Member

Honorable Henry A. Waxman
Chairman
Committee on Energy and Commerce

Honorable Joe Barton
Ranking Member

Identical letter sent to the Honorable Harry Reid.

TABLE 1. SUMMARY OF ESTIMATED COST OF THE CONFERENCE AGREEMENT FOR H.R. 1, THE AMERICAN RECOVERY AND REINVESTMENT ACT OF 2009, AS POSTED ON THE WEB SITE OF THE HOUSE COMMITTEE ON RULES

	By Fiscal Year, in Billions of Dollars											2009- 2019
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	
DIVISION A—APPROPRIATIONS ^a												
Estimated Budget Authority	288.7	7.1	4.6	3.6	2.5	1.1	1.1	1.1	1.1	0.5	0	311.2
Estimated Outlays	34.8	110.7	76.3	38.1	22.9	12.8	7.0	3.1	1.6	0.8	0.1	308.3
DIVISION A—REVENUES												
Estimated Revenues	*	*	*	*	*	*	*	*	*	*	*	-0.1
DIVISION B—DIRECT SPENDING												
Estimated Budget Authority	90.3	107.6	49.0	7.6	7.3	15.1	4.7	-4.7	-4.1	-1.9	-1.4	269.5
Estimated Outlays	85.3	108.6	49.9	8.1	7.4	15.1	4.7	-4.7	-4.1	-1.9	-1.4	267.0
DIVISION B—REVENUES												
Estimated Revenues	-64.8	-180.1	-8.2	10.0	2.7	5.5	7.1	5.8	5.1	5.0	0.1	-211.8
NET IMPACT ON THE DEFICIT												
Net Increase or Decrease (-) in the Deficit	184.9	399.4	134.4	36.1	27.6	22.4	4.7	-7.3	-7.5	-6.1	-1.4	787.2

a. Most of the spending for Division A would stem from discretionary appropriations. The totals include about \$29 billion in 2009-2019 changes to mandatory programs that are contained in Division A.

Notes: Components may not sum to totals because of rounding. * = revenue reductions of less than \$50 million.

Sources: Congressional Budget Office and the Joint Committee on Taxation.