

# Agriculture and Related Agencies: FY2020 Appropriations

October 18, 2019

Congressional Research Service

<https://crsreports.congress.gov>

R45974



## **Agriculture and Related Agencies: FY2020 Appropriations**

The Agriculture appropriations bill funds the U.S. Department of Agriculture (USDA) except for the U.S. Forest Service. It also funds the Food and Drug Administration (FDA) and—in even-numbered fiscal years—the Commodity Futures Trading Commission (CFTC).

**R45974**

October 18, 2019

**Jim Monke**

Specialist in Agricultural  
Policy

Agriculture appropriations include both mandatory and discretionary spending. Discretionary amounts, though, are the primary focus during the bill's development. The largest discretionary spending items are the Special Supplemental Nutrition Program for Women, Infants, and Children (WIC); agricultural research; rural development; FDA; foreign food assistance and trade; farm assistance loans and salaries; food safety inspection; animal and plant health programs; and technical assistance for conservation programs.

In the absence of an enacted full-year appropriation, FY2020 began on October 1, 2019, under a continuing resolution (P.L. 116-59, Division A).

For the regular annual appropriation, the Trump Administration requested in March 2019 \$19.2 billion for discretionary-funded accounts within the jurisdiction of Agriculture appropriations subcommittees. The request would be a reduction of \$4.1 billion from FY2019 (-18%).

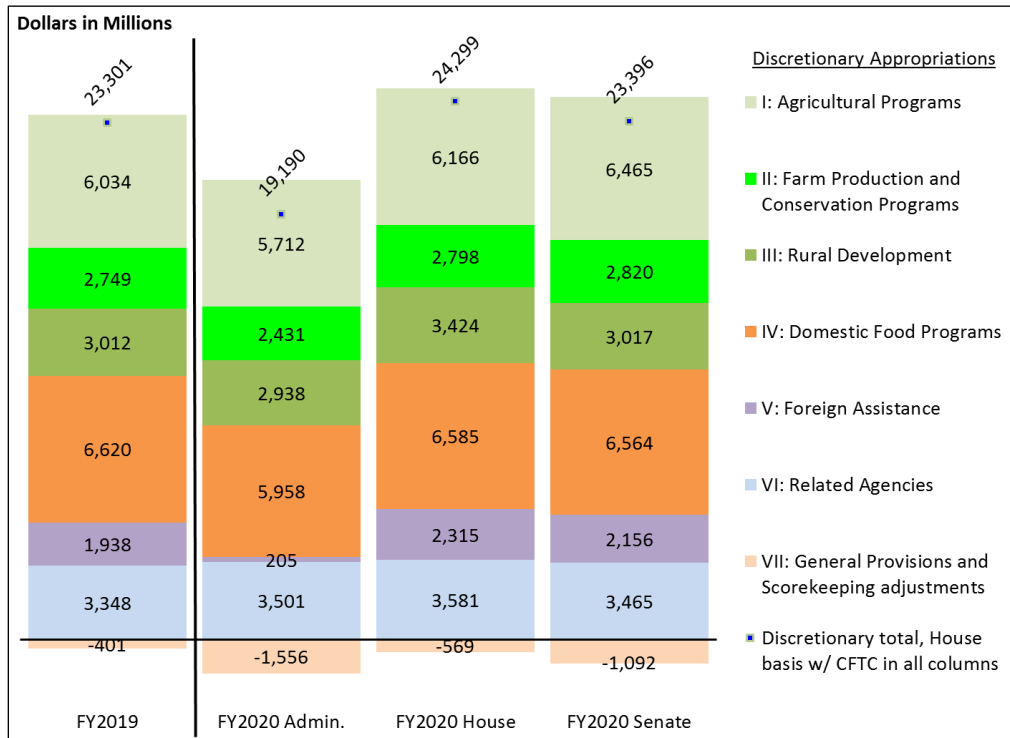
On June 4, 2019, the House Appropriations Committee reported a stand-alone Agriculture appropriations bill (H.R. 3164, H.Rept. 116-107) by a vote of 29-21. On June 25, 2019, the House passed a five-bill minibuss appropriation with Agriculture as Division B (H.R. 3055). The discretionary total of the House-passed Agriculture appropriations bill is \$24.3 billion. This is \$1 billion more (+4%) than the comparable amount that was enacted for FY2019 and \$5.1 more (+27%) than the Administration's request.

On September 19, the Senate Appropriations Committee reported its Agriculture appropriations bill (S. 2522, S.Rept. 116-110) by a vote of 31-0. The discretionary total of the Senate-reported bill is \$23.1 billion. This is \$58 million more than the FY2019 appropriation (+0.3%), \$4.2 billion more than the Administration's request, and \$893 million less than the House-passed bill on a comparable amount without CFTC (-3.7%).

The primary components of the \$1 billion increase in the House-passed bill from FY2019 include increases to rural development accounts by \$412 million (+14%, primarily for rural water, broadband, and housing), a rural broadband pilot program by \$393 million (+314%), foreign agricultural assistance by \$377 million (+19%), departmental administration by \$205 million (+53%, primarily for construction to renovate USDA headquarters), agricultural research programming by \$197 million (+6%), and FDA appropriations by \$185 million (+6%). Reductions in budget authority include decreases to agricultural research buildings and facilities funding by -\$331 million, rescinding WIC carryover balances an additional -\$300 million, and eliminating temporary funding for international food assistance by -\$216 million (with a larger increase to the base appropriation, as noted above in foreign agricultural assistance).

The primary differences that comprise the -\$893 million difference in the Senate-reported bill from the House-passed bill include providing agricultural research \$193 million more than in the House bill and department administration accounts \$123 million more than in the House bill. These greater allowances are more than offset by providing rural development \$407 million less than in the House bill (largely from rural water and waste disposal grants), rural broadband in the General Provisions title \$518 million less than in the House bill, foreign agricultural assistance \$159 million less than in the House bill, and FDA \$105 million less than the House bill.

Discretionary Agriculture Appropriations, by Title, FY2019-FY2020



**Source:** CRS, using P.L. 116-6 (Division B), House-passed H.R. 3055 (Division B), and Senate-reported S. 2522.

**Note:** FDA = Food and Drug Administration, CFTC = Commodity Futures Trading Commission. For comparability, includes CFTC in Related Agencies in all columns regardless of jurisdiction.

The appropriation also carries mandatory spending that is largely determined in separate authorizing laws. These mandatory spending amounts total nearly \$131 billion in the House-passed bill and \$129 billion in the Senate-reported bill. Thus, the overall total of the FY2020 Agriculture appropriation would be about \$155 billion in the House-passed bill and \$152 billion in the Senate-reported bill.

Policy provisions may also be included that affect how the appropriation is delivered. This year, these provisions include issues such as the relocation of USDA agencies, disaster programs, rural definitions, livestock regulations, nutrition programs, and dietary guidelines.

Budget sequestration continues to affect mandatory agricultural spending accounts. Sequestration refers to automatic across-the-board reductions in spending authority. In FY2020, sequestration on mandatory spending accounts is 5.9% and totals about \$1.4 billion for agriculture accounts. Recent budget acts have extended sequestration through FY2029.

## Contents

Status of FY2020 Agriculture Appropriations.....	1
Scope of Agriculture Appropriations.....	4
Recent Trends in Agriculture Appropriations.....	6
Action on FY2020 Appropriations .....	7
Administration’s Budget Request .....	7
Discretionary Budget Caps and Subcommittee Allocations.....	7
Budget Resolution.....	7
Budget Caps.....	7
Discretionary Spending Allocations .....	8
Budget Sequestration .....	8
House Action.....	9
Comparison of Discretionary Authority to FY2019 .....	9
Comparison of Mandatory Spending to FY2019.....	10
Senate Action .....	10
Comparison of Discretionary Authority to FY2019 .....	11
Comparison of Discretionary Authority to the House-Passed Bill .....	11
Comparison of Mandatory Spending to the House-Passed Bill.....	12
Continuing Resolutions.....	12
Policy-Related Provisions .....	20

## Figures

Figure 1. Timeline of Action on Agriculture Appropriations, FY2010-FY2020 .....	3
Figure 2. Scope of Agriculture and Related Agencies Appropriations .....	5
Figure 3. Discretionary Agriculture Appropriations, by Title, FY2010-FY2020 .....	6
Figure 4. BCA Discretionary Limits, FY2014-FY2021 .....	8

## Tables

Table 1. Status of FY2020 Agriculture Appropriations.....	1
Table 2. Agriculture and Related Agencies Appropriations, by Title, FY2019-FY2020.....	2
Table 3. Agriculture and Related Agencies Appropriations, by Agency, FY2017-FY2020 .....	14
Table 4. Selected Policy Provisions Considered in FY2020 Agriculture Appropriations .....	20
Table A-1. USDA Departmental Administration Appropriations .....	24
Table B-1. General Provisions: Changes in Mandatory Program Spending (CHIMPS).....	26
Table B-2. General Provisions: Rescissions from Discretionary Accounts.....	27
Table B-3. General Provisions: Other Appropriations.....	28
Table B-4. General Provisions: Scorekeeping Adjustments .....	31
Table C-1. Summary of Sequestration on Agriculture Accounts.....	32
Table C-2. Sequestration of Mandatory Accounts.....	35

Table D-1. Congressional Action on Agriculture Appropriations Since FY1996.....	38
---	----

## **Appendixes**

Appendix A. Appropriations in Administrative Accounts .....	24
Appendix B. Appropriations in General Provisions .....	26
Appendix C. Budget Sequestration .....	32
Appendix D. Action on Agriculture Appropriations, FY1996-FY2020 .....	38

## **Contacts**

Author Information.....	39
-------------------------	----

## Status of FY2020 Agriculture Appropriations

In the absence of an enacted full-year appropriation, FY2020 began on October 1, 2019, under a continuing resolution (P.L. 116-59, Division A) that lasts until November 21, 2019.

For the regular annual appropriation, the Senate Appropriations Committee reported its Agriculture appropriations bill on September 19, 2019 (S. 2522, S.Rept. 116-110). The House passed a five-bill minibuss appropriation on June 25, 2019, with Agriculture appropriations in Division B (H.R. 3055). Senate floor action and final agreement between the chambers is pending. The Administration released its budget request in two parts: an overview on March 11, 2019, and more detailed documents on March 18, 2019 (**Table 1**). See **Figure 1** for a decade-long comparison of timelines and **Appendix D** for more details.

To set overall spending levels, the House Appropriations Committee established its Agriculture subcommittee allocation on May 14, 2019 (H.Rept. 116-59). The Senate waited for an overall budget agreement before marking up bills. On August 2, 2019, the Bipartisan Budget Act of 2019 (P.L. 116-37) raised the statutory caps on discretionary spending. The Senate Appropriations Committee subsequently set subcommittee allocations on September 12, 2019 (S.Rept. 116-104).

**Table 1. Status of FY2020 Agriculture Appropriations**

Administration Request	House Action			Senate Action			Continuing Resolution	Final Appropriation
	Subcmte.	Cmte.	Floor	Subcmte.	Cmte.	Floor		
3/11/2019 OMB Budget	5/23/2019	6/4/2019	6/25/2019	9/17/2019	9/19/2019	—	9/27/2019	—
3/18/2019 OMB Appendix	Draft	H.R. 3164	H.R. 3055, Division B	Draft	S. 2522		P.L. 116-59, Division A, until 11/21/2019	
USDA	Voice vote	H.Rept. 116-107	Vote 227-194	Voice vote	S.Rept. 116-110			
FDA		Vote 29-21			Vote 31-0			
CFTC								
FCA								

**Source:** CRS, compiled from Congress.gov, OMB, and agency web sites.

**Note:** OMB = Office of Management and Budget, USDA = U.S. Department of Agriculture, FDA = Food and Drug Administration, CFTC = Commodity Futures Trading Commission, and FCA = Farm Credit Administration.

The discretionary total of the House-passed Agriculture appropriations bill is \$24.3 billion. This is \$1 billion more (+4%) than the comparable amount for FY2019 that includes the Commodity Futures Trading Commission (CFTC)<sup>1</sup> and \$5.1 billion more (+27%) than the request.

The \$23.1 billion discretionary total in the Senate-reported bill would be \$58 million more than (+0.3%) the amount enacted for FY2019. This is \$893 million less than (-3.7%) the House-passed bill on a comparable basis without CFTC.

The appropriation also carries mandatory spending—though that is largely determined in separate authorizing laws—that totals nearly \$131 billion in the House-passed bill and \$129 billion in the Senate-reported bill. Thus, the overall total of the FY2020 Agriculture appropriation would be about \$155 billion in the House bill and \$152 billion in the Senate bill (**Table 2**).

<sup>1</sup> Jurisdiction for CFTC appropriations differs between the chambers. Since FY2008, CFTC is marked up in the Agriculture Subcommittee of the House Appropriations Committee and in the Financial Services and General Government Subcommittee of the Senate Appropriations Committee. The enacted CFTC appropriation is carried in the Agriculture bill in even-numbered fiscal years and in the Financial Services bill in odd-numbered fiscal years.

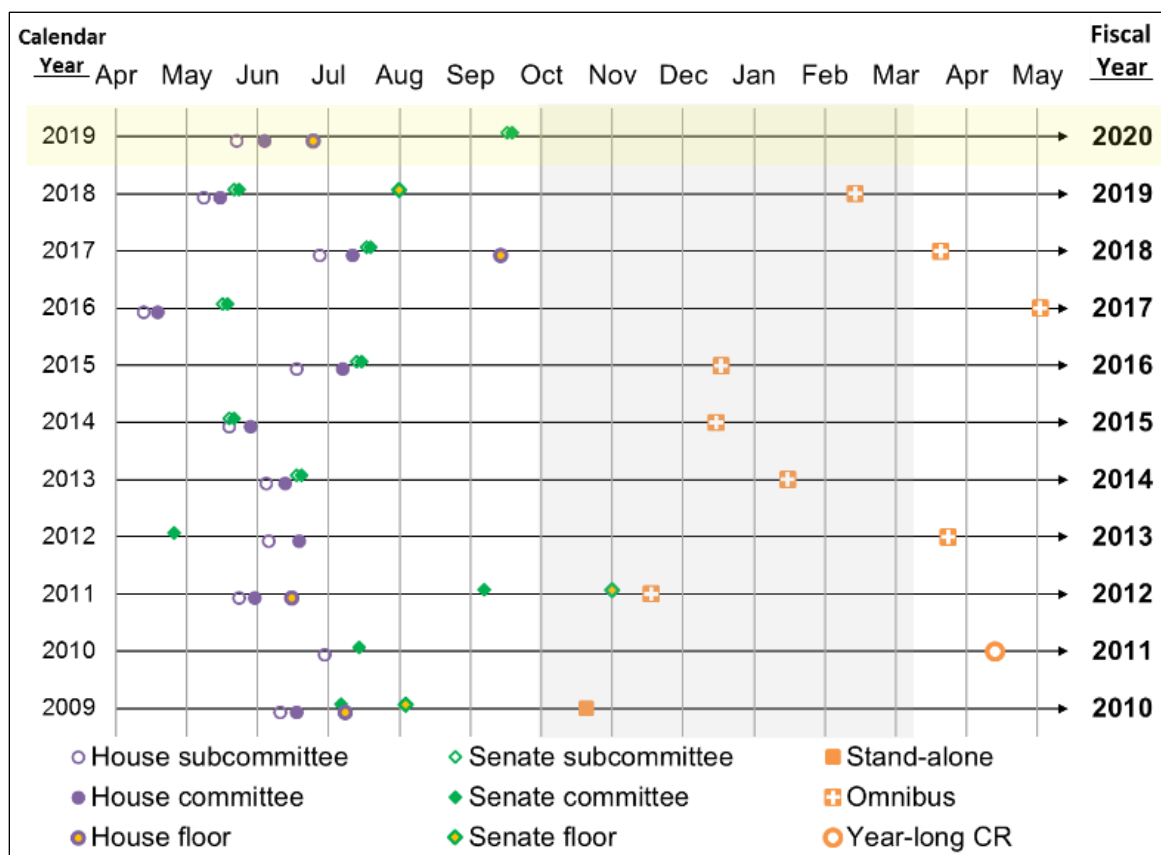
**Table 2. Agriculture and Related Agencies Appropriations, by Title, FY2019-FY2020**

Budget authority in millions of dollars

Title of Agriculture Appropriations Act	FY2019	FY2020				Change from FY2019	
	P.L. 116-6	Admin. request	House-passed H.R. 3055	Senate-reported S. 2522	Enacted	to House	to Senate
I. Agricultural Programs: Discretionary	6,033.9	5,712.3	6,165.6	6,465.2	—	+131.6	+431.3
Mandatory	1,374.0	1,404.0	1,404.0	1,404.0	—	+30.0	+30.0
Subtotal	7,407.9	7,116.3	7,569.6	7,869.2	—	+161.6	+461.3
II. Farm Production and Conservation Programs	2,748.8	2,430.6	2,798.0	2,819.9	—	+49.3	+71.1
Mandatory	30,821.1	34,489.6	34,489.6	34,489.6	—	+3,668.5	+3,668.5
Subtotal	33,569.9	36,920.2	37,287.6	37,309.5	—	+3,717.7	+3,739.6
III. Rural Development	3,011.7 <sup>a</sup>	2,938.1	3,423.8 <sup>a</sup>	3,016.7	—	+412.1	+5.0
IV. Domestic Food Programs: Discretionary	6,620.3	5,958.3	6,584.8	6,563.5	—	-35.5	-56.8
Mandatory	96,560.0	93,013.1	95,049.8	92,708.3	—	-1,510.2	-3,851.7
Subtotal	103,180.3	98,971.4	101,634.6	99,271.8	—	-1,545.7	-3,908.5
V. Foreign Assistance	1,938.0 <sup>a</sup>	205.0	2,315.2	2,156.3	—	+377.2	+218.4
VI. Related Agencies:							
Food and Drug Administration	3,080.5	3,251.3	3,265.7	3,160.5	—	+185.3	+80.0
Commodity Futures Trading Commission	[268.0] <sup>b</sup>	250.0	315.0	[305.0] <sup>b</sup>	—	+47.0	+37.0
VII. General Provisions:							
CHIMPS and rescissions <sup>c</sup>	-490.0	-1,153.0	-799.8	-810.1	—	-309.8	-320.1
Other appropriations	493.5	0.0	628.8	116.5	—	+135.3	-377.0
Scorekeeping adjustments <sup>d</sup>	-404.0	-403.0	-398.0	-398.0	—	+6.0	+6.0
Discretionary: Senate basis w/o CFTC	23,032.7	18,939.6	[23,984.0]	23,090.6	—	+951.3	+57.9
Discretionary: House basis w/ CFTC	[23,300.7]	19,189.6	24,299.0	[23,395.6]	—	+998.3	+94.9
Mandatory	128,755.1	128,906.7	130,943.4	128,601.9	—	+2,188.3	-153.2
Total: Senate basis w/o CFTC	151,787.8	147,846.4	154,927.4	151,692.5	—	+3,139.6	-95.4
Total: House basis w/ CFTC	152,055.8	148,096.4	155,242.4	151,997.5	—	+3,186.6	-58.4

**Source:** CRS, using appropriations text and reports, and unpublished CBO tables.**Notes:** Amounts are nominal discretionary budget authority unless labeled otherwise. Excludes amounts in supplemental appropriations acts. Bracketed amounts are not in the Agriculture appropriations totals due to differing House-Senate jurisdiction for the Commodity Futures Trading Commission (CFTC).

- Excludes amounts for other appropriations that are provided separately in General Provisions.
- The amount for CFTC is from the Financial Services and General Government (FSGG) division of the FY2019 Consolidated Appropriation and for FY2020 from the Senate bill for FSGG (S. 2524).
- Changes in Mandatory Program Spending (CHIMPS) are reductions made to mandatory programs via appropriations. Rescissions are permanent cancellations of previously provided budget authority.
- "Scorekeeping adjustments" are not necessarily appropriated but are part of the official CBO accounting.

**Figure I. Timeline of Action on Agriculture Appropriations, FY2010-FY2020**

**Source:** CRS. For specific dates, see Appendix D.

### Other CRS Resources for Agricultural Appropriations

In addition to the agency-level amounts presented in **Table 3**, the following CRS reports provide more detail and analysis about various agencies and programs within the Agriculture appropriations act:

- CRS Insight INI1168, *The CCC Anomaly in an FY2020 Continuing Resolution*
- CRS Insight INI1132, *FY2020 Agriculture Appropriations: H.R. 3164*
- CRS In Focus IFI1245, *FY2019 Supplemental Appropriations for Agriculture*
- CRS Report R44576, *The Food and Drug Administration (FDA) Budget: Fact Sheet*
- CRS Report R45743, *USDA Domestic Food Assistance Programs: FY2019 Appropriations*
- CRS Report R45406, *FY2018 and FY2019 Appropriations for Agricultural Conservation*
- CRS Report R45413, *FY2018 and FY2019 Agriculture Appropriations: Federal Food Safety Activities*
- CRS Report R45712, *FY2018 and FY2019 Agriculture Appropriations: International Food Aid*
- CRS In Focus IFI0953, *Agriculture Appropriations: Animal and Plant Health*



## Scope of Agriculture Appropriations

The Agriculture appropriations bill—formally known as the Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act—funds all of the U.S. Department of Agriculture (USDA), excluding the U.S. Forest Service.<sup>2</sup> It also funds the Food and Drug Administration (FDA) in the Department of Health and Human Services and, in even-numbered fiscal years, CFTC.

Jurisdiction is with the House and Senate Committees on Appropriations and their Subcommittees on Agriculture, Rural Development, Food and Drug Administration, and Related Agencies. The bill includes mandatory and discretionary spending, but the discretionary amounts are the primary focus (**Figure 2**). Some programs are not in the authorizing jurisdiction of the House or Senate Agriculture Committees, such as FDA, WIC, and child nutrition (checkered regions in **Figure 2**).

The federal budget process treats discretionary and mandatory spending differently:<sup>3</sup>

- **Discretionary spending** is controlled by annual appropriations acts and receives most of the attention during the appropriations process. The annual budget resolution<sup>4</sup> process sets spending limits for discretionary appropriations. Agency operations (salaries and expenses) and many grant programs are discretionary.
- **Mandatory spending**<sup>5</sup> is carried in the appropriation and usually advanced unchanged, since it is controlled by budget rules during the authorization process.<sup>6</sup> Spending for so-called entitlement programs is determined in laws such as the 2018 farm bill<sup>7</sup> and 2010 child nutrition reauthorizations.<sup>8</sup>

In the FY2019 appropriation (P.L. 116-6), the discretionary amount was 15% (\$23 billion) of the \$152 billion total. Mandatory spending carried in the act comprised \$129 billion, about 85% of the total, of which about \$106 billion is attributable to programs in the 2018 farm bill.

Within the discretionary total, the largest spending items are the Special Supplemental Nutrition Program for Women, Infants, and Children (WIC); agricultural research; rural development; FDA; foreign food aid and trade; farm assistance loans and salaries; food safety inspection; animal and plant health programs; and technical assistance for conservation program.

The main mandatory spending items are the Supplemental Nutrition Assistance Program (SNAP) and other food and nutrition act programs, child nutrition (school lunch and related programs), crop insurance, and farm commodity and conservation programs that are funded through USDA's Commodity Credit Corporation (CCC). SNAP is referred to as an "appropriated entitlement" and requires an annual appropriation.<sup>9</sup> Amounts for the nutrition program are based on projected spending needs. In contrast, the CCC appropriations reimburse spending from a line of credit.<sup>10</sup>

<sup>2</sup> Although the Forest Service is part of USDA, jurisdiction for its appropriations are in the Interior and Related Agencies Appropriations Act.

<sup>3</sup> See CRS In Focus IF11032, *Budgetary Decisionmaking in Congress*; and CRS Report R44582, *Overview of Funding Mechanisms in the Federal Budget Process, and Selected Examples*.

<sup>4</sup> See CRS Report R42388, *The Congressional Appropriations Process: An Introduction*.

<sup>5</sup> Mandatory spending creates funding stability and consistency compared to annual discretionary appropriations. In agriculture, it originated with farm commodity programs that had uncertain outlays due to weather and markets.

<sup>6</sup> See CRS Report 98-560, *Baselines and Scorekeeping in the Federal Budget Process*.

<sup>7</sup> P.L. 115-334 (Agricultural Act of 2018). See CRS Report R45425, *Budget Issues That Shaped the 2018 Farm Bill*.

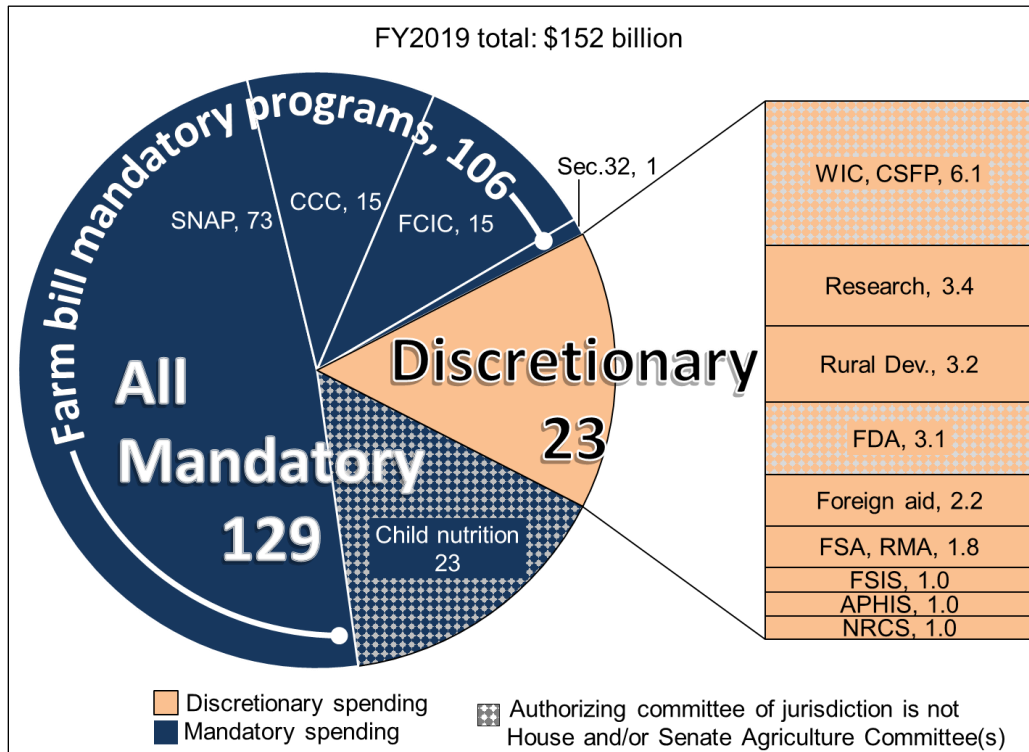
<sup>8</sup> P.L. 111-296 (Healthy, Hunger-Free Kids Act of 2010). See CRS In Focus IF10266, *An Introduction to Child Nutrition Reauthorization*.

<sup>9</sup> See CRS Report RS20129, *Entitlements and Appropriated Entitlements in the Federal Budget Process*.

<sup>10</sup> See CRS Report R44606, *The Commodity Credit Corporation: In Brief*.

**Figure 2. Scope of Agriculture and Related Agencies Appropriations**

FY2019 budget authority in billions of dollars



Source: CRS.

**Notes:** SNAP = Supplemental Nutrition Assistance Program; CCC = Commodity Credit Corporation; FCIC = Federal Crop Insurance Corporation; Section 32 = Funds for Strengthening Markets, Income and Supply; WIC = Special Supplemental Nutrition Program for Women, Infants, and Children; CSFP = Commodity Supplemental Food Program; FDA = Food and Drug Administration; FSA = Farm Service Agency, incl. Farm Production and Conservation Business Center; RMA = Risk Management Agency; FSIS = Food Safety and Inspection Service; APHIS = Animal and Plant Health Inspection Service; NRCS = Natural Resources Conservation Service. Does not show agencies under \$0.5 billion. Spending in the General Provisions are presented with the agencies.

### Key Budget Terms

**Budget authority** is the main purpose of an appropriations act or a law authorizing mandatory spending. It provides the legal basis from which to obligate funds. It expires at the end of a period, usually after one year unless specified otherwise (e.g., two years or indefinite). Most funding amounts in this report are budget authority.

**Obligations** are contractual agreements between a government agency and its clients or employees. These occur when an agency agrees to spend money from its budget authority. The Antideficiency Act prohibits agencies from obligating more budget authority than is provided in law, such as during a government shutdown.

**Outlays** are the payments (cash disbursements) that satisfy a valid obligation. Timing of outlays may differ from budget authority or obligations because payments from an agency may not occur until services are fulfilled, goods are delivered, or construction is completed, even though an obligation occurred.

**Program level** represents the sum of the activities undertaken by an agency. A program level may be higher than a budget authority if the program (1) receives **user fees**, (2) includes **loans** that are leveraged by an expectation of repayment (loan authority may exceed budget authority), or (3) receives **transfers** from other agencies.

**Rescissions** are actions that reduce budget authority after enactment. They generally score budgetary savings.

**CHIMPS** (Changes in Mandatory Program Spending) are adjustments via an appropriations act that can change available funding for mandatory programs. CHIMPS usually change spending for one year and may score either as an increase or decrease to outlays. They do not change the underlying authority of the program in law.

For more background, see CRS Report 98-721, *Introduction to the Federal Budget Process*.

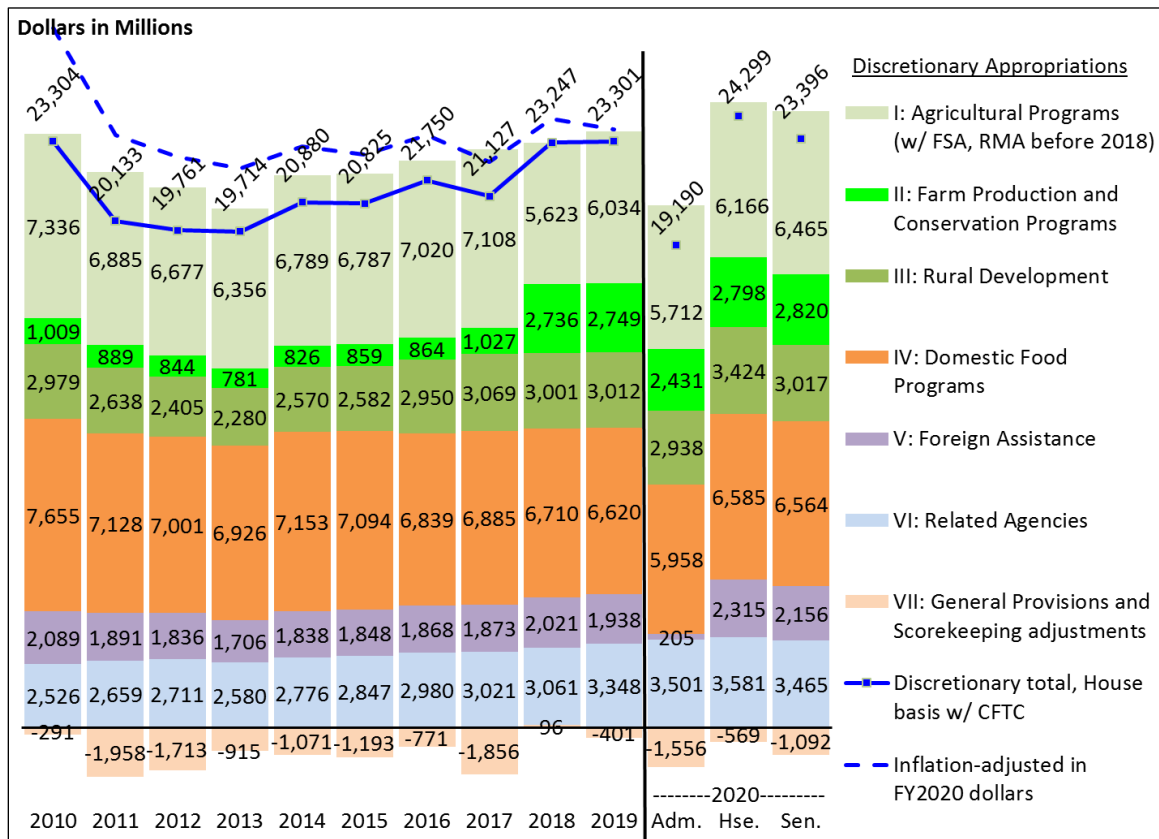
## Recent Trends in Agriculture Appropriations

Discretionary Agriculture appropriations were at an all-time high in FY2010, declined through FY2013, and have gradually increased since then. Changes within titles have generally been proportionate to changes in the overall bill, though some areas have sustained relative increases, such as FDA and rural development.

The stacked bars in **Figure 3** represent the discretionary authorization for each appropriations title. The total of the positive stacked bars is the budget authority in Titles I-VI. In FY2018, USDA reorganization affected the placement of some programs between Titles I and II of the bill (most noticeably, the Farm Service Agency). Prior to FY2018, the cumulative appropriation for the agencies was higher than the official discretionary total in the spending allocation (the blue line) because of the budgetary offset from negative amounts in Title VII (general provisions) and other negative scorekeeping adjustments. These negative offsets were mostly due to limits on mandatory programs and rescissions, which have been used less since FY2018.

Historical trends may be tempered by inflation adjustments, as shown in the dotted line. The inflation-adjusted total since FY2011 has been nearly level until a slightly higher trend line in the FY2018 appropriation.

**Figure 3. Discretionary Agriculture Appropriations, by Title, FY2010-FY2020**



**Source:** CRS.

**Note:** For FY2020, Adm is the Trump Administration's request; Hse is chamber-passed H.R. 3055, Division B; Sen is Senate-reported S. 2522. For comparability, includes CFTC in Related Agencies in all columns regardless of jurisdiction. The inflation-adjusted line was calculated using the gross domestic product price deflator. Amounts printed diagonally correspond to the solid blue line, which is the subcommittee allocation.

# Action on FY2020 Appropriations

## Administration's Budget Request

The Trump Administration released a general overview of its FY2020 budget request on March 11, 2019,<sup>11</sup> and a detailed budget proposal to Congress on March 18, 2019.<sup>12</sup> USDA released its more detailed budget summary and justification,<sup>13</sup> as did the FDA,<sup>14</sup> and the independent agencies of the CFTC<sup>15</sup> and the Farm Credit Administration.<sup>16</sup> The Administration also highlighted separately some of its proposed reductions and eliminations.<sup>17</sup>

For accounts in the jurisdiction of the Agriculture appropriations bill, the Administration's budget requested \$19.2 billion, a \$4.1 billion reduction from FY2019 (-18%; **Table 2, Figure 3**). The Administration released its budget request for FY2020 after Congress had enacted the omnibus FY2019 appropriation in February 2019 (P.L. 116-6). Amounts in the FY2019 column of the Administration's budget documents are based on FY2018 levels, not enacted FY2019 amounts.

## Discretionary Budget Caps and Subcommittee Allocations

Budget enforcement has procedural and statutory elements. The procedural elements relate to a budget resolution and are enforced with points of order. The statutory elements impose discretionary spending limits and are enforced with budget caps and sequestration.<sup>18</sup>

### Budget Resolution

Typically, each chamber's Appropriations Committee receives a top-line limit on discretionary budget authority, referred to as a "302(a)" allocation, from the Budget Committee via an annual budget resolution. The Appropriations Committees then in turn subdivide the allocation among their subcommittees, referred to as the "302(b)" allocations.<sup>19</sup>

For FY2020, the House did not report or pass a budget resolution. The Senate Budget Committee reported S.Con.Res. 12, though it received no further action.

### Budget Caps

The Budget Control Act of 2011 (BCA, P.L. 112-25) set discretionary budget caps through FY2021 as a way of reducing federal spending.<sup>20</sup> Sequestration is an across-the-board backstop to achieve budget reductions if spending exceeds the budget caps (2 U.S.C. §901(c)).<sup>21</sup>

<sup>11</sup> Office of Management and Budget (OMB), *A Budget for a Better America: President's Budget FY 2020*.

<sup>12</sup> OMB, *FY2020 Budget of the U.S. Government*, Appendix.

<sup>13</sup> USDA, *FY2020 USDA Budget Summary*; and USDA, *FY2020 Budget Explanatory Notes*.

<sup>14</sup> FDA, *FY2020 Justification of Estimates for Appropriations*.

<sup>15</sup> CFTC, *FY2020 President's Budget Request*.

<sup>16</sup> Farm Credit Administration, *FY2020 Proposed Budget and Performance Plan*.

<sup>17</sup> OMB, *FY2020 Budget of the U.S. Government*, Major Savings and Reforms.

<sup>18</sup> CRS Report R42388, *The Congressional Appropriations Process: An Introduction*.

<sup>19</sup> References to 302(a) and 302(b) are to sections of the Congressional Budget Act of 1974.

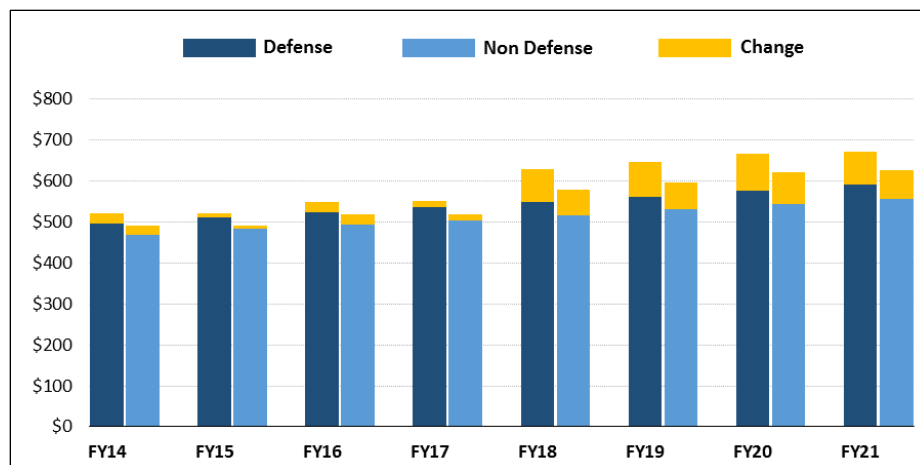
<sup>20</sup> CRS Report R44874, *The Budget Control Act: Frequently Asked Questions*.

<sup>21</sup> CRS Report R42972, *Sequestration as a Budget Enforcement Process: Frequently Asked Questions*.

Bipartisan Budget Acts (BBAs) have avoided sequestration on discretionary spending—with the exception of FY2013—by raising those caps four times in two-year increments in 2013, 2015, 2018, and 2019 (**Figure 4**).<sup>22</sup> Most recently, the BBA of 2019 (P.L. 116-37) raised the cap on nondefense discretionary spending by \$78 billion for FY2020 (to \$621 billion) and by \$72 billion for FY2021 (to \$627 billion). The amount for FY2020 is 4.1% greater than the nondefense cap in FY2019. The BBA also provides language to execute (or “deem”) those higher caps for the appropriations process without a budget resolution.<sup>23</sup>

**Figure 4. BCA Discretionary Limits, FY2014-FY2021**

Budget authority in billions of nominal dollars



**Source:** CRS Insight IN11148, *The Bipartisan Budget Act of 2019: Changes to the BCA and Debt Limit*.

## Discretionary Spending Allocations

In the absence of a budget resolution and before the BBA that occurred in August, the House Appropriations Committee on May 14, 2019, set an overall discretionary target and provided the subcommittees with 302(b) allocations (H.Rept. 116-59). The allocation for the House Agriculture appropriations subcommittee is \$24.3 billion, \$1 billion greater (+4.3%) than the comparable amount for the enacted FY2019 Agriculture appropriation (**Table 2**).

The Senate chose to wait for the overall budget agreement in the BBA of 2019 before setting subcommittee allocations or proceeding to mark up any appropriations bills for FY2020. On September 12, 2019, the Senate Appropriations Committee set its subcommittee allocations (S.Rept. 116-104). The allocation for the Agriculture appropriation subcommittee in the Senate is \$23.1 billion, \$0.1 billion greater (+0.3%) than the enacted FY2019 appropriation.

Without Congress having agreed on a joint budget resolution, subcommittee allocations are different between the chambers and eventually need to be reconciled.

## Budget Sequestration

Despite the BBA agreements that raise discretionary spending caps and avoid sequestration on discretionary accounts, sequestration still applies to mandatory spending. Sequestration on mandatory accounts began in FY2013, continues to the present, and has been extended beyond

<sup>22</sup> CRS Insight IN11090, *Increasing the BCA Spending Limits: Characteristics of Previously Enacted Legislation*.

<sup>23</sup> CRS Insight IN11148, *The Bipartisan Budget Act of 2019: Changes to the BCA and Debt Limit*.

the original FY2021 sunset of the BCA. The various BBAs continue sequestration on mandatory spending through FY2029. See **Appendix A** for more on budget sequestration and its effects on agriculture spending.

## House Action

The House Agriculture Appropriations Subcommittee marked up its FY2020 bill on May 23, 2019, by voice vote.<sup>24</sup> On June 4, 2019, the full Appropriations Committee passed and reported an amended bill (H.R. 3164, H.Rept. 116-107) by a vote of 29-21. The committee adopted four amendments by voice vote.<sup>25</sup>

On June 25, 2019, the House passed a five-bill minibuss appropriation (H.R. 3055) with the Agriculture bill as Division B (**Table 1, Figure 1**). Under a structured rule,<sup>26</sup> the Rules Committee allowed 35 amendments for floor debate (H.Res. 445, H.Rept. 116-119). The House considered 33 of those amendments, of which 31 were adopted and two were rejected. Of the 31 amendments that were adopted, 28 were adopted en bloc by voice vote, two were adopted by recorded votes, and another was adopted separately by voice vote. Of the 31 amendments that were adopted, 16 revised funding amounts with offsets,<sup>27</sup> three added policy statements, and 12 made no substantive changes but were for the purposes of discussion.

The \$24.3 billion discretionary total in the House-passed FY2020 Agriculture appropriation would be \$1 billion more than (+4%) the comparable amount enacted for FY2019 that includes the CFTC (**Table 2, Figure 3**). Generally speaking, the House-passed bill does not include most of the reductions proposed by the Administration.

## Comparison of Discretionary Authority to FY2019

**Table 3** provides details of the House-passed bill at the agency level. The primary changes from FY2019 that comprise the \$1 billion increase, ranked by increases and decreases, include:

- Increase Rural Development accounts by \$412 million (+14%), including a \$144 million increase for the Rural Housing Service (+9%) and a \$238 million increase for the Rural Utilities Service (+38%) to support rural water and waste disposal and rural broadband. In addition, the General Provisions title includes a \$393 million increase for a rural broadband pilot program (+314%).
- Increase foreign agricultural assistance by \$377 million (+19%), including increasing Food for Peace humanitarian assistance by \$350 million and McGovern-Dole Food for Education by \$25 million. In FY2019, Food for Peace had received a temporary increase of \$216 million in the General Provisions title. The larger FY2020 amount would be to the program's base appropriation rather than the FY2019 approach that used the General Provisions.

<sup>24</sup> See the House Agriculture Appropriations Subcommittee website for the bill draft and report draft.

<sup>25</sup> House Appropriations Committee, "FY2020 Full Committee Adopted Amendments," June 4, 2019.

<sup>26</sup> CRS Report R42933, *Regular Appropriations Bills: Terms of Initial Consideration and Amendment in the House, FY1996-FY2015*.

<sup>27</sup> These 16 amendments generally added to the amounts for agencies or activities and remained budget neutral by reducing (offsetting) other accounts. The offsets primarily came from five administrative accounts totaling \$108 million in cumulative reductions, including to the Chief Information Officer (-\$52 million), Office of General Counsel (-\$30 million), Departmental Administration (-\$21 million), Office of Communications (-\$3 million), and Office of the Secretary (-\$1 million). Some of these reductions were more than half of the Administration or committee-proposed amount for some of the accounts. See **Table A-1**.



- Increase related agencies appropriations by \$232 million, including raising FDA appropriations by \$185 million (+6%) and the CFTC by \$47 million (+18%).
- Increase other agricultural program appropriations by \$151 million, including:
  - Increase departmental administration accounts by a net \$205 million (+53%), including funding most of the Administration's request for a \$271 million increase for construction to renovate USDA headquarters.
  - Increase USDA regulatory programs by \$56 million, including increasing the Animal and Plant Health Inspection Service by \$23 million (+2%) and the Agricultural Marketing Service by \$33 million (+20%).
  - Decrease agricultural research by a net \$134 million (-4%), mostly through smaller appropriations for construction. Agricultural Research Service (ARS) construction would be reduced by \$331 million from FY2019 (-87%), while salaries and expenses would increase for ARS (+\$44 million, +3%) and the National Institute of Food and Agriculture (NIFA) (+\$146 million, +10%).
- Some of these increases are offset by a net change of -\$175 million in budget authority that is accomplished through the General Provisions title. This is mostly a combination of greater rescissions of carryover balances in WIC (-\$300 million) and the absence of continuing the FY2019 appropriations in the General Provisions for Food for Peace (-\$216 million, as mentioned above) and rural water and waste disposal (-\$75 million). The General Provisions provide increases in funding for rural broadband (+\$393 million, as mentioned above) and several appropriations for miscellaneous programs (+\$33 million).

## Comparison of Mandatory Spending to FY2019

In addition to discretionary spending, the House-passed bill also carries mandatory spending—largely determined in separate authorizing laws—that totals \$131 billion. This is about \$2 billion more than in FY2019 often because of automatic changes from economic conditions and expectations about enrollment in entitlement programs. Reimbursement for the CCC would increase by \$10 billion, mostly due to the cost of the Trump Administration's trade aid assistance that was announced in 2018.<sup>28</sup> Child nutrition programs would increase by \$0.9 billion. Crop insurance spending would decrease by \$6.4 billion, and SNAP spending decreases by about \$2.4 billion.

CHIMPS from the 2018 farm bill are incorporated in these spending levels and were subject to budgetary enforcement at enactment of the 2018 farm bill.<sup>29</sup>

## Senate Action

The Senate Agriculture Appropriations Subcommittee marked up its FY2020 bill on September 17, 2019. On September 19, 2019, the full Appropriations Committee passed and reported an amended bill (S. 2522, S.Rept. 116-110) by a vote of 31-0. The committee adopted a manager's amendment with three additions to bill text and 19 additions to report language.<sup>30</sup>

<sup>28</sup> See CRS Report R45310, *Farm Policy: USDA's 2018 Trade Aid Package*. Most of the trade aid announced in 2019 (see CRS Report R45865, *Farm Policy: USDA's 2019 Trade Aid Package*) is likely to be paid out (outlays) in FY2020 and reimbursed in the FY2021 appropriation after those payments are incorporated into CCC's net realized losses.

<sup>29</sup> See CRS Report R45425, *Budget Issues That Shaped the 2018 Farm Bill*.

<sup>30</sup> Senate Appropriations Committee, "FY2020 Agriculture Manager's Package," September 19, 2019.

The \$23.1 billion discretionary total in the Senate-reported FY2020 Agriculture appropriation would be \$58 million more than (+0.3%) the amount enacted for FY2019 (**Table 2, Figure 3**). The Senate bill is \$893 million less than (-3.7%) the House-passed bill on a comparable basis without CFTC. Generally speaking, the Senate-reported bill does not include most of the reductions proposed by the Administration. **Table 3** provides details of the Senate-reported bill at the agency level.

### **Comparison of Discretionary Authority to FY2019**

Compared to FY2019 and ranked by increases and decreases, the primary changes that comprise the \$58 million overall increase are the following:

- Increase USDA departmental administration accounts by a net \$328 million (+84%), including a requested \$271 million increase to renovate USDA headquarters and a \$46 million increase for the Chief Information Officer.
- Increase foreign agricultural assistance by \$218 million (+11%), mostly by incorporating \$216 million into the base appropriation of Food for Peace that had been a temporary increase in the FY2019 General Provisions title.
- Increase other appropriations by \$184 million, including:
  - Increase FDA appropriations by \$80 million (+3%).
  - Increase agricultural research by a net \$60 million (+1.7%). ARS salaries and expenses would increase by \$121 million from FY2019 (+9%) and NIFA by \$13 million (+1%). The amount for ARS buildings and facilities would decline by \$76 million (-20%).
  - Increase USDA regulatory programs by \$39 million, including increasing the Animal and Plant Health Inspection Service by \$17 million (+2%) and the Agricultural Marketing Service by \$22 million (+14%).
  - Maintain Rural Development funding (+\$5 million, +0.2%) by offsetting a \$73 million increase for the Rural Housing Service (+5%) with reductions to the Rural Utilities Service (-\$62 million, -10%) and the Rural Business Cooperative Service (\$12 million, -12%). The General Provisions title does not continue any funding for a rural broadband pilot program.
- Most of these increases are offset by a net change of -\$697 million in budget authority that is accomplished through the General Provisions title. This is mostly a combination of greater rescissions of carryover balances in WIC (-\$300 million) and the absence of continuing the FY2019 appropriations in the General Provisions for Food for Peace (-\$216 million, as mentioned above), rural broadband (-\$125 million, as mentioned above), and rural water and waste disposal (-\$75 million). The General Provisions title increases appropriations for several miscellaneous programs (+\$39 million).

### **Comparison of Discretionary Authority to the House-Passed Bill**

Compared to the House-passed bill and ranked by increases and decreases, the primary changes in the Senate-reported bill that comprise the -\$893 million difference from the House bill include:

- Agricultural research would be \$193 million greater in the Senate-reported bill than in the House-passed bill. ARS buildings and facilities would be \$255 million



greater than in the House-passed bill, ARS salaries and expenses \$77 million greater, and NIFA \$132 million less.

- Departmental administration accounts would be \$123 million greater in the Senate bill than in the House bill, mostly by maintaining appropriations for the Chief Information Officer, General Counsel, and Assistant Secretary for Administration that were reduced as offsets to pay for floor amendments that were adopted in the House bill.
- Rural Development would be \$407 million less in the Senate-reported bill than in the House-passed bill, mostly by a \$300 million less for the Rural Utilities Service (\$233 million less for rural water and waste disposal grants, \$41 million less for distance learning and telemedicine, and \$25 million less for existing non-pilot rural broadband programs), \$70 million less for Rural Housing Service, and \$22 million less for the Rural Business-Cooperative Service.
- In addition, for a separate rural broadband pilot account, the General Provisions title in the Senate-reported bill does not provide for any of the \$518 million that the House bill would provide.
- Foreign agricultural assistance would be \$159 million less in the Senate bill than in the House bill, mostly by not increasing Food for Peace as much as in the House bill, and maintaining the McGovern-Dole program at a constant level.
- FDA appropriations would be \$105 million less in the Senate-reported bill than in the House-passed bill.

## Comparison of Mandatory Spending to the House-Passed Bill

In addition to discretionary spending, the Senate-reported bill also carries mandatory spending—largely determined in separate authorizing laws—that totals \$129 billion. This is \$153 million less than in FY2019 and \$2.3 billion less than in the House-passed bill. Compared to the House-passed bill, amounts for CCC and crop insurance are the same. Mandatory amounts for the child nutrition programs are about \$400 million less than the House bill, and the amount for SNAP is about \$1.9 billion less than in the House bill.

## Continuing Resolutions

In the absence of a final Agriculture appropriation at the beginning of FY2020 on October 1, 2019, Congress passed a continuing resolution (CR) to continue operations and prevent a government shutdown (P.L. 116-59, Division A).<sup>31</sup> The CR lasts nearly eight weeks until November 21, 2019.

In general, a CR continues the funding rates and conditions that were in the previous year's appropriation.<sup>32</sup> The Office of Management and Budget (OMB) may prorate funding to the agencies on an annualized basis for the duration of the CR through a process known as apportionment.<sup>33</sup> For the first 52 days (14%) of FY2020 through November 21, 2019, the CR:

<sup>31</sup> CRS Report R42647, *Continuing Resolutions: Overview of Components and Practices*.

<sup>32</sup> CRS Report RL34700, *Interim Continuing Resolutions (CRs): Potential Impacts on Agency Operations*.

<sup>33</sup> For example, if a CR lasts for three months, then three-twelfths of the previous fiscal year amount may be apportioned to limit agency spending. See OMB, "Apportionment of the Continuing Resolution(s) for Fiscal Year 2019," September 28, 2018, [https://www.whitehouse.gov/wp-content/uploads/2017/11/bulletin\\_no\\_18\\_05.pdf](https://www.whitehouse.gov/wp-content/uploads/2017/11/bulletin_no_18_05.pdf).

- Continues the terms of the FY2019 Agriculture appropriations act (§101) with a proviso for rural development in the anomalies below.
- Provides sufficient funding to maintain mandatory program levels, including for nutrition programs (§111). This is similar to the approach taken in recent years.

CRs may adjust prior-year amounts through anomalies or make specific administrative changes. Five anomalies apply specifically to the Agriculture appropriation during this CR:

- **Rural Water and Waste Disposal Program (§101(1)).** Allows the CR to cover the cost of *direct* loans in addition to loan guarantees and grants. In FY2019, direct loans did not require appropriation because they had a negative subsidy rate (i.e., fees and repayments more than covered the cost of loan making). In FY2020, OMB estimates a need for a positive subsidy rate.
- **Disaster Assistance for Sugar Beet Processors (§116).** Amends the list of eligible losses that may be covered under the Additional Supplemental Appropriations for Disaster Relief Act of FY2019 (P.L. 116-20, Title I) to include payments to cooperative processors for reduced sugar beet quantity and quality. The FY2019 supplemental provided \$3 billion to cover agricultural production losses in 2018 and 2019 from natural disasters.<sup>34</sup>
- **Agricultural Research (§117).** Allows USDA to waive the non-federal matching funds requirement for grants made under the Specialty Crop Research Initiative (7 U.S.C. §7632(g)(3)). The requirement was added in the 2018 farm bill.
- **Summer Food for Children Demonstration Projects (§118).** Allocates funding for the Food and Nutrition Service summer food for children demonstration projects at a rate so that projects can fully operate by May 2020 (prior to summer service, which typically starts in June). Similar provisions have been part of previous CRs. These projects, which include the Summer Electronic Benefit Transfer (EBT) demonstration, have operated in selected states since FY2010.<sup>35</sup>
- **CCC (§119).** Allows CCC to receive its appropriation about a month earlier than usual to reimburse the Treasury for a line of credit, prior to a customary final report and audit.<sup>36</sup> Many payments to farmers are due in October 2019, including USDA's plan to make supplemental payments under its trade assistance program.<sup>37</sup> Without the anomaly, CCC might have exhausted its \$30 billion line of credit in October or November before the audit is completed, which could suspend payments. This provision was part of a CR in FY2019. In addition, the FY2020 CR requires USDA to submit a report to Congress by October 31, 2019, with various disaggregated details about Market Facilitation Program payments, trade damages, and whether commodities were purchased from foreign-owned companies under the program.
- **Hemp (§120).** Provides \$16.5 million on an annualized basis to the USDA Agricultural Marketing Service to implement the Hemp Production Program (P.L. 115-334, §10113), which was created in the 2018 farm bill.<sup>38</sup>

<sup>34</sup> For more information, see CRS In Focus IF11245, *FY2019 Supplemental Appropriations for Agriculture*.

<sup>35</sup> For more information, see CRS Report R45486, *Child Nutrition Programs: Current Issues*.

<sup>36</sup> For more information, see CRS Insight IN11168, *The CCC Anomaly in an FY2020 Continuing Resolution*.

<sup>37</sup> For more information, see CRS Report R45865, *Farm Policy: USDA's 2019 Trade Aid Package*.

<sup>38</sup> For more information, see CRS In Focus IF11088, *2018 Farm Bill Primer: Hemp Cultivation and Processing*.

**Table 3. Agriculture and Related Agencies Appropriations, by Agency, FY2017-FY2020**

Budget authority in millions of dollars

Agency or major program	FY2017	FY2018	FY2019	FY2020				Change from FY2019	
	P.L. 115-31	P.L. 115-141	P.L. 116-6	Admin. request	House H.R. 3055	Senate S. 2522	Enacted	to House	to Senate
<b>Title I. Agricultural Programs</b>									
Departmental Administration ( <b>Table A-1</b> )	403.9	396.0	390.4	695.1	595.3	717.9	—	+205.0	+327.6
<b>Research, Education and Economics</b>									
Agricultural Research Service	1,269.8	1,343.4	1,684.5	1,253.5	1,397.5	1,729.8	—	-287.0	+45.3
National Institute of Food and Agriculture	1,362.9	1,407.8	1,471.3	1,391.7	1,617.1	1,484.7	—	+145.8	+13.4
National Agricultural Statistics Service	171.2	191.7	174.5	163.0	180.8	175.3	—	+6.3	+0.8
Economic Research Service	86.8	86.8	86.8	60.5	87.8	86.8	—	+1.0	+0.0
Under Secretary	0.9	0.8	0.8	0.8	0.8	0.8	—	+0.0	+0.0
<b>Marketing and Regulatory Programs</b>									
Animal and Plant Health Inspection Service	949.4	985.1	1,014.3	984.6	1,037.2	1,031.1	—	+22.9	+16.8
Agricultural Marketing Service <sup>a</sup>	86.2	152.8	160.3	116.3	193.1	182.8	—	+32.8	+22.5
Section 32 (M)	1,322.0	1,344.0	1,374.0	1,404.0	1,404.0	1,404.0	—	+30.0	+30.0
Grain Inspection, Packers, Stockyards Admin. <sup>a</sup>	43.5	moved into Agricultural Marketing Service <sup>a</sup>							
Under Secretary	0.9	0.9	0.9	0.8	0.8	0.9	—	-0.1	+0.0
<b>Food Safety</b>									
Food Safety and Inspection Service	1,032.1	1,056.8	1,049.3	1,045.3	1,054.3	1,054.3	—	+5.0	+5.0
Under Secretary	0.8	0.8	0.8	0.8	0.8	0.8	—	+0.0	+0.0
<b>Farm and Commodity Programs<sup>a</sup></b>									
Farm Service Agency <sup>b</sup>	1,624.0	moved to Title II: Farm Production and Conservation <sup>a</sup>							
FSA Farm Loans: Loan Authority <sup>c</sup>	8,002.6	moved to Title II: Farm Production and Conservation <sup>a</sup>							

Agency or major program	FY2017	FY2018	FY2019	FY2020				Change from FY2019	
	P.L. 115-31	P.L. 115-141	P.L. 116-6	Admin. request	House H.R. 3055	Senate S. 2522	Enacted	to House	to Senate
Risk Management Agency	74.8	moved to Title II: Farm Production and Conservation <sup>a</sup>							
Federal Crop Insurance Corporation (M)	8,667.0	moved to Title II: Farm Production and Conservation <sup>a</sup>							
Commodity Credit Corporation (M)	21,290.7	moved to Title II: Farm Production and Conservation <sup>a</sup>							
Under Secretary	0.9	moved to Title II: Farm Production and Conservation <sup>a</sup>							
<b>Subtotal, Title I</b>									
<b>Discretionary</b>	<b>7,107.7</b>	<b>5,622.8</b>	<b>6,033.9</b>	<b>5,712.3</b>	<b>6,165.6</b>	<b>6,465.2</b>	—	<b>+131.6</b>	<b>+431.3</b>
<i>Mandatory (M)</i>	<i>31,280.2</i>	<i>1,344.0</i>	<i>1,374.0</i>	<i>1,404.0</i>	<i>1,404.0</i>	<i>1,404.0</i>	—	<i>+30.0</i>	<i>+30.0</i>
<i>Subtotal</i>	<i>38,387.9</i>	<i>6,966.8</i>	<i>7,407.9</i>	<i>7,116.3</i>	<i>7,569.6</i>	<i>7,869.2</i>	—	<i>+161.6</i>	<i>+461.3</i>
<b>Title II. Farm Production and Conservation<sup>a</sup></b>									
Business Center	—	1.0	216.4	206.5	206.5	206.5	—	-9.8	-9.8
Farm Service Agency <sup>b</sup>	— <sup>a</sup>	1,625.2	1,494.2	1,412.7	1,536.1	1,544.4	—	+41.9	+50.2
<i>FSA Farm Loans: Loan Authority<sup>c</sup></i>	— <sup>a</sup>	8,005.6	7,987.7	7,674.3	7,997.8	8,037.8	—	+10.1	+50.1
Risk Management Agency	— <sup>a</sup>	74.8	58.4	56.0	58.4	58.4	—	+0.0	+0.0
Federal Crop Insurance Corporation (M)	— <sup>a</sup>	8,913.0	15,410.6	8,936.0	8,936.0	8,936.0	—	-6,474.6	-6,474.6
Commodity Credit Corporation (M)	— <sup>a</sup>	14,284.8	15,410.0	25,553.1	25,553.1	25,553.1	—	+10,143.1	+10,143.1
Conservation Operations	864.5	874.1	819.5	755.0	829.6	835.2	—	+10.1	+15.7
Watershed and Flood Prevention	150.0	150.0	150.0	—	155.0	175.0	—	+5.0	+25.0
Watershed Rehabilitation Program	12.0	10.0	10.0	—	12.0	—	—	+2.0	-10.0
Under Secretary	0.9	0.9	0.9	0.9	0.9	0.9	—	+0.0	+0.0
<b>Subtotal, Title II</b>									
<b>Discretionary</b>	<b>1,027.4</b>	<b>2,735.6</b>	<b>2,748.8</b>	<b>2,430.6</b>	<b>2,798.0</b>	<b>2,819.9</b>	—	<b>+49.3</b>	<b>+71.1</b>
<i>Mandatory (M)</i>	— <sup>a</sup>	23,198.3	30,821.1	34,489.6	34,489.6	34,489.6	—	+3,668.5	+3,668.5
<i>Subtotal</i>	— <sup>a</sup>	25,933.9	33,569.9	36,920.2	37,287.6	37,309.5	—	+3,717.7	+3,739.6

Agency or major program	FY2017	FY2018	FY2019	FY2020				Change from FY2019	
	P.L. 115-31	P.L. 115-141	P.L. 116-6	Admin. request	House H.R. 3055	Senate S. 2522	Enacted	to House	to Senate
<b>Title III. Rural Development</b>									
Salaries and Expenses (including transfers) <sup>d</sup>	675.8	680.8	686.8	622.2	705.8	692.0	—	+19.0	+5.2
Rural Housing Service	1,654.9	1,582.4	1,606.0	1,467.0	1,749.7	1,678.8	—	+143.7	+72.8
<i>RHS Loan Authority<sup>c</sup></i>	28,083.4	28,390.1	28,293.8	27,260.0	28,423.0	28,645.5	—	+129.2	+351.7
Rural Business-Cooperative Service <sup>e</sup>	97.7	109.5	98.6	27.5	109.3	87.0	—	+10.7	-11.6
<i>RBCS Loan Authority<sup>c</sup></i>	988.4	991.2	1,026.4	1,000.0	1,288.9	1,038.9	—	+262.5	+12.5
Rural Utilities Service	639.9	628.1 <sup>f</sup>	620.2 <sup>f</sup>	821.3	858.1 <sup>f</sup>	558.1	—	+237.9	-62.1
<i>RUS Loan Authority<sup>c</sup></i>	8,217.0	8,219.9	8,419.9	7,390.0	8,419.9	8,419.9	—	+0.0	+0.0
Under Secretary <sup>g</sup>	0.9	temporarily moved to Dept. Admin. <sup>g</sup>			0.8	0.8	—	+0.0	+0.0
<b>Subtotal, Title III</b>	<b>3,069.2</b>	<b>3,000.9<sup>f</sup></b>	<b>3,011.7<sup>f</sup></b>	<b>3,016.7</b>	<b>3,423.8<sup>f</sup></b>	<b>3,016.7</b>	—	<b>+412.1</b>	<b>+5.0</b>
<i>Subtotal, RD Loan Authority<sup>c</sup></i>	37,288.9	37,601.2	37,740.0	38,104.2	38,131.7	38,104.2	—	+391.7	+364.2
<b>Title IV. Domestic Food Programs</b>									
Child Nutrition Programs (M)	22,794.0	24,254.1	23,140.8	23,943.2	24,041.6	23,602.6	—	+900.8	+461.8
WIC Program	6,350.0	6,175.0	6,075.0	5,750.0	6,000.0	6,000.0	—	-75.0	-75.0
SNAP, Food and Nutrition Act Programs (M)	78,480.7	74,013.5	73,476.9	69,069.9	71,093.9	69,163.3	—	-2,383.0	-4,313.6
Commodity Assistance Programs	315.1	322.1	322.1	55.5	344.2	344.2	—	+22.1	+22.1
Nutrition Programs Administration	170.7	153.8	164.7	152.0	154.0	160.9	—	-10.6	-3.8
Under Secretary	0.8	0.8	0.8	0.8	0.8	0.8	—	+0.0	+0.0
<b>Subtotal, Title IV</b>									
<b>Discretionary</b>	<b>6,884.7</b>	<b>6,709.8</b>	<b>6,620.3</b>	<b>5,958.3</b>	<b>6,584.8</b>	<b>6,563.5</b>	—	<b>-35.5</b>	<b>-56.8</b>
<i>Mandatory (M)</i>	<i>101,226.7</i>	<i>98,209.6</i>	<i>96,560.0</i>	<i>93,013.1</i>	<i>95,049.8</i>	<i>92,708.3</i>	—	<i>-1,510.2</i>	<i>-3,851.7</i>
<i>Subtotal</i>	<i>108,111.3</i>	<i>104,919.4</i>	<i>103,180.3</i>	<i>98,971.4</i>	<i>101,634.6</i>	<i>99,271.8</i>	—	<i>-1,545.7</i>	<i>-3,908.5</i>

Agency or major program	FY2017	FY2018	FY2019	FY2020				Change from FY2019	
	P.L. 115-31	P.L. 115-141	P.L. 116-6	Admin. request	House H.R. 3055	Senate S. 2522	Enacted	to House	to Senate
<b>Title V. Foreign Assistance</b>									
Foreign Agricultural Service	196.6	199.7	213.9	192.8	215.5	217.9	—	+1.6	+4.0
Food for Peace Title II, and admin. expenses	1,466.1 <sup>f</sup>	1,600.1 <sup>f</sup>	1,500.1 <sup>f</sup>	0.1	1,850.1	1,716.1	—	+350.0	+216.0
McGovern-Dole Food for Education	201.6	207.6	210.3	0.0	235.0	210.3	—	+24.7	+0.0
CCC Export Loan Salaries	8.5	8.8	8.8	6.4	8.8	6.4	—	+0.0	-2.5
Office of Codex Alimentarius	—	3.8	4.0	4.8	4.8	4.8	—	+0.8	+0.8
Under Secretary	—	0.9	0.9	0.9	0.9	0.9	—	+0.0	+0.0
<b>Subtotal, Title V</b>	<b>1,872.9</b>	<b>2,021.0</b>	<b>1,938.0</b>	<b>205.0</b>	<b>2,315.2</b>	<b>2,156.3</b>	<b>—</b>	<b>+377.2</b>	<b>+218.4</b>
<b>Title VI. Related Agencies</b>									
Food and Drug Administration	2,771.2	2,811.9	3,080.5	3,251.3	3,265.7	3,160.5	—	+185.3	+80.0
Commodity Futures Trading Commission <sup>h</sup>	[250.0] <sup>i</sup>	249.0	[268.0] <sup>i</sup>	250.0	315.0	[305.0] <sup>i</sup>	—	+47.0	+37.0
<b>Subtotal, Title VI</b>	<b>[3,021.2]</b>	<b>3,060.9</b>	<b>[3,348.5]</b>	<b>3,501.3</b>	<b>3,580.7</b>	<b>[3,465.5]</b>	<b>—</b>	<b>+232.3</b>	<b>+117.0</b>
<b>Title VII. General Provisions</b>									
<b>Changes in Mandatory Programs (CHIMPS)<sup>i</sup></b>									
a. Conservation programs	-235.0	[-0.1] <sup>k</sup>	[-60.2] <sup>k</sup>	-60.2	-60.2	-60.2	—	+0.0	+0.0
b. Nutrition programs	-106.0	+5.0	+5.0	—	+6.0	+5.0	—	+1.0	+0.0
c. Energy programs	-40.0	-21.0	—	—	—	—	—	—	—
d. Rural Development (Cushion of Credit)	-132.0	—	—	—	—	—	—	—	—
e. Section 32	-231.0	—	—	—	—	—	—	—	—
f. Farm Production & Conservation Bus. Ctr.	—	[+0.1] <sup>k</sup>	[+60.2] <sup>k</sup>	+60.2	+60.2	+60.2	—	+0.0	+0.0
g. Other CHIMPS and mandatory rescissions	—	+15.0	+10.0	—	—	—	—	-10.0	-10.0
<b>Subtotal, CHIMPS (Table B-1)</b>	<b>-744.0</b>	<b>-1.0</b>	<b>+15.0</b>	<b>+0.0</b>	<b>+6.0</b>	<b>+5.0</b>	<b>—</b>	<b>-9.0</b>	<b>-10.0</b>
<b>Rescissions (discretionary)<sup>l</sup> (Table B-2)</b>	<b>-854.0</b>	<b>-800.0</b>	<b>-505.0</b>	<b>-1,153.0</b>	<b>-805.8</b>	<b>-815.1</b>	<b>—</b>	<b>-300.8</b>	<b>-310.1</b>

Agency or major program	FY2017	FY2018	FY2019	FY2020				Change from FY2019	
	P.L. 115-31	P.L. 115-141	P.L. 116-6	Admin. request	House H.R. 3055	Senate S. 2522	Enacted	to House	to Senate
<b>Other appropriations (Table B-3)</b>									
a. Disaster/emergency programs	234.8	—	—	—	—	—	—	—	—
b. Water and Waste Water	—	500.0	75.0	—	—	—	—	-75.0	-75.0
c. Broadband pilot	—	600.0	125.0	—	518.0	—	—	+393.0	-125.0
d. Opioid Enforcement and Surveillance	—	94.0	—	—	—	—	—	—	—
e. Food for Peace	134.0	116.0	216.0	—	—	—	—	-216.0	-216.0
f. Other appropriations	103.4	68.1	77.5	—	110.8	116.5	—	+33.3	+39.0
<b>Subtotal, Other appropriations</b>	<b>472.2</b>	<b>1,378.1</b>	<b>493.5</b>	<b>—</b>	<b>628.8</b>	<b>116.5</b>	<b>—</b>	<b>+135.3</b>	<b>-377.0</b>
<b>Subtotal, Title VII</b>	<b>-1,125.8</b>	<b>577.1</b>	<b>3.5</b>	<b>-1,153.0</b>	<b>-171.0</b>	<b>-693.6</b>	<b>—</b>	<b>-174.5</b>	<b>-697.1</b>
<b>Scorekeeping Adjustments<sup>m</sup> (Table B-4)</b>									
Disaster declaration in this bill	-206.1	—	—	—	—	—	—	—	—
Other scorekeeping adjustments	-524.0	-481.0	-404.0	-403.0	-398.0	-398.0	—	+6.0	+6.0
<b>Subtotal, Scorekeeping adjustments</b>	<b>-730.1</b>	<b>-481.0</b>	<b>-404.0</b>	<b>-403.0</b>	<b>-398.0</b>	<b>-398.0</b>	<b>—</b>	<b>+6.0</b>	<b>+6.0</b>
<b>Totals</b>									
<b>Discretionary: Senate basis w/o CFTC<sup>h</sup></b>	<b>20,877.0</b>	<b>[22,998.0]</b>	<b>23,032.7</b>	<b>18,939.6</b>	<b>[23,984.0]</b>	<b>23,090.6</b>	<b>—</b>	<b>+951.3</b>	<b>+57.9</b>
<b>Discretionary: House basis w/ CFTC<sup>h</sup></b>	<b>[21,127.0]</b>	<b>23,247.0</b>	<b>[23,300.7]</b>	<b>19,189.6</b>	<b>24,299.0</b>	<b>[23,395.6]</b>	<b>—</b>	<b>+998.3</b>	<b>+94.9</b>
<i>Mandatory (M)</i>	<i>132,506.9</i>	<i>122,752.0</i>	<i>128,755.1</i>	<i>128,906.7</i>	<i>130,943.4</i>	<i>128,601.9</i>	<i>—</i>	<i>+2,188.3</i>	<i>-153.2</i>
<i>Total: Senate basis w/o CFTC</i>	<i>153,383.9</i>	<i>[145,750.0]</i>	<i>151,787.8</i>	<i>147,846.4</i>	<i>[154,927.4]</i>	<i>151,692.5</i>	<i>—</i>	<i>+3,139.6</i>	<i>-95.4</i>
<i>Total: House basis w/ CFTC</i>	<i>[153,633.9]</i>	<i>145,999.0</i>	<i>[152,055.8]</i>	<i>148,096.4</i>	<i>155,242.4</i>	<i>151,997.5</i>	<i>—</i>	<i>+3,186.6</i>	<i>-58.4</i>

**Source:** CRS, using appropriations text, report tables, and unpublished CBO tables. For FY2020: House-passed H.R. 3055 (Division B), and Senate-reported S. 2522.

**Notes:** Amounts are nominal discretionary budget authority in millions of dollars unless labeled otherwise. “(M)” indicates that the account is mandatory authority (or primarily mandatory authority). Excludes amounts in supplemental appropriations acts. Bracketed amounts are not in the Agriculture appropriations totals due to differing House-Senate jurisdiction for CFTC but are shown for comparison.

- a. Row headings reflect recent USDA reorganization. The Farm Service Agency and Risk Management Agency were moved from Title I to Title II, as was the Commodity Credit Corporation and Federal Crop Insurance Corporation in mandatory spending. Grain Inspection, Packers, and Stockyards Administration was moved into the Agricultural Marketing Service.
- b. Includes regular FSA salaries and expenses, plus transfers for farm loan program salaries and administrative expenses. Also includes farm loan program loan subsidy, State Mediation Grants, Dairy Indemnity Program (mandatory funding), and Grassroots Source Water Protection Program. Does not include appropriations to the Foreign Agricultural Service for export loans and P.L. 480 administration that are transferred to FSA.
- c. Loan authority is the amount of loans that can be made or guaranteed with a loan subsidy. This amount is not added in the budget authority subtotals or totals.
- d. Rural Development salaries and expenses include a base amount plus transfers from the three rural development agencies. Amounts presented for the agencies therefore include program funds for loans and grants.
- e. Amounts for the Rural Business-Cooperative Service (RBCS) are before the rescission in the Cushion of Credit account, which is different than the Appropriations Committee tables. The rescission is included with the CHIMPS as classified by CBO, which allows the RBCS subtotal to remain positive (**Table B-1**).
- f. Excludes a portion of the other appropriations that are provided separately in General Provisions (see **Table B-3**).
- g. The USDA-initiated reorganization in 2017 created an “Assistant to the Secretary for Rural Development” as part of the Office of the Secretary rather than the previously Senate-confirmed undersecretary position. The 2018 farm bill reinstated the undersecretary position.
- h. Jurisdiction for the Commodity Futures Trading Commission (CFTC) is in the House Agriculture Appropriations Subcommittee and the Senate Financial Services Appropriations Subcommittee. After FY2008, CFTC is carried in the enacted Agriculture appropriations in even-numbered fiscal years. It is always carried in House Agriculture subcommittee markup but never in Senate Agriculture subcommittee markup. Bracketed amounts are not in the Agriculture appropriations totals due to differing House-Senate jurisdiction for CFTC but are shown for comparison.
- i. The amount for CFTC in FY2017 and FY2019 is from the Financial Services and General Government (FSGG) division of the Consolidated Appropriation and for FY2020 from the Senate bill for FSGG (S. 2524).
- j. Includes reductions (limitations and rescissions) and increases to mandatory programs that are known as CHIMPS.
- k. These bracketed amounts were not in the official CBO scoring of CHIMPS. Appropriations acts in FY2018 and FY2019 transferred mandatory conservation funding into the Farm Production and Conservation Business Center, but the official CBO scoring of appropriations at that time did not record it as a CHIMP the way that the FY2020 scoring reflects. For more background, see CRS Report R45406, *FY2018 and FY2019 Appropriations for Agricultural Conservation*.
- l. Rescissions are actions that reduce a budget authority subsequent to an enacted appropriation. They score budgetary savings. Any rescissions from mandatory programs are included with the CHIMPS.
- m. “Scorekeeping adjustments” are not necessarily appropriated items and may not be shown in Appropriations Committee tables but are part of the official CBO score (accounting) of the bill. They predominantly include “negative subsidies” in loan program accounts (mostly from receipt of fees) and adjustments for disaster designations in the bill.



## Policy-Related Provisions

Agriculture appropriations bills have also been a vehicle for policy-related provisions that direct how the executive branch should carry out the appropriation. These provisions may have the force of law if they are included in the text of the appropriation, but their effect is generally limited to the current fiscal year. In some instances, the provisions may amend the *U.S. Code* and have long-standing effects.

In addition to the text of an act, report language may also provide policy instructions. Although report language does not carry the force of text in an act, it often explains congressional intent, which the agencies may be expected to follow. Indeed, Congress has said that committee and conference reports may need to be read together to capture all of the congressional intent for a fiscal year. For example, the FY2019 explanatory statement for the consolidated appropriations act instructs that the House and Senate reports should be read together with the conference agreement:

**Congressional Directives.** The explanatory statement is silent on provisions that were in both the House Report (H.Rept. 115-706) and Senate Report (S.Rept. 115-259) that remain unchanged by this conference agreement, except as noted in this explanatory statement. The conference agreement restates that executive branch wishes cannot substitute for Congress's own statements as to the best evidence of congressional intentions, which are the official reports of the Congress.... The House and Senate report language that is not changed by the explanatory statement is approved and indicates congressional intentions. The explanatory statement, while repeating some report language for emphasis, does not intend to negate the language referred to above unless expressly provided herein.<sup>39</sup>

**Table 4** compares some of the primary policy provisions that are included in the text of the FY2020 Agriculture appropriations bills. Statements in the committee reports that accompany the bills may also express congressional intent but are not included in this table.

**Table 4. Selected Policy Provisions Considered in FY2020 Agriculture Appropriations**

House-passed H.R. 3055, Division B	Senate-reported S. 2522	Enacted
<b>Relocation and restructuring</b>		
<b>Economic Research Service (ERS).</b> Appropriation states that "necessary expenses" do not provide funds to relocate the ERS outside the National Capital Region. <b>(Title I)</b>	No comparable provision in Title I. Provides \$15.5 million for relocation. <b>(\$762)</b>	—
<b>National Institute of Food and Agriculture (NIFA).</b> Appropriation states that "necessary expenses" do not provide funds to relocate the NIFA outside the National Capital Region. <b>(Title I)</b>	No comparable provision in Title I. Provides \$9.5 million for relocation. <b>(\$762)</b>	—
<b>Farm Service Agency.</b> None of the funds may be used to close a county office or to permanently relocate county-based employees that results in an office with two or fewer employees without congressional notification. <b>(Title I)<sup>a</sup></b>	Same as House provision. <b>(Title I)<sup>a</sup></b>	—
<b>Program reorganization—USDA.</b> No funds may be used to create or eliminate programs, relocate offices	No comparable provision. See §716.	—

<sup>39</sup> H.Rept. 116-9, Conference Report for the FY2019 Consolidated Appropriations Act, Explanatory Statement for Division B.

House-passed H.R. 3055, Division B	Senate-reported S. 2522	Enacted
or employees, reorganize offices, or privatize functions. (§716) <sup>b</sup>		
<b>Program reorganization—CFTC and FDA.</b> No funds may be used to create or eliminate programs, relocate offices or employees, reorganize offices, or privatize functions unless notice is provided and approval is received from the Appropriations Committees. (§717) <sup>b</sup>	<b>Program reorganization—USDA and FDA.</b> Similar approach to §717 of the House bill. Specifies USDA and FDA, but not CFTC. (§716) <sup>b</sup>	—
<b>Relocation.</b> None of the funds may be used to relocate an agency to outside the National Capital Region without enactment of appropriation that is specific for that relocation. (§758)	No comparable provision.	—
<b>Restructuring.</b> None of the funds may be used to restructure an agency into another mission area or office without specific appropriation for that restructuring. (§759)	No comparable provision.	—
<b>Disaster Programs</b>		
<b>Disaster payments.</b> In general, prohibits the use of Clause (3) of Section 32 (Funds for Strengthening Markets, Income and Supply, 7 U.S.C. §612c) to reestablish farmers' purchasing power by making payments to farmers. However, allows an exception to use up to \$350 million of carryover for this purpose with congressional notification. (§714) <sup>c</sup>	Same as House provision. (§714) <sup>c</sup>	—
No comparable provision.	<b>Disaster assistance for sugar beet processors.</b> Amends the list of eligible losses that may be covered under the Disaster Relief Act of FY2019 (P.L. 116-20, Title I) to include payments to cooperative processors for reduced sugar beet quantity and quality. (§764)	
<b>Agricultural Research</b>		
<b>Climate change.</b> Prohibits USDA from removing the term "climate change" from any publication by any entity that receives USDA funding. (§784)	No comparable provision.	—
<b>Matching requirement.</b> Allows USDA to waive the matching funds requirement for the Specialty Crops Research Initiative. (§762)	No comparable provision.	—
<b>National Bio and Agro-Defense Facility (NBAF).</b> Directs that NBAF shall be transferred from the Department of Homeland Security to USDA. (§766)	Same as House provision. (§735)	—
<b>Nutrition Assistance Programs</b>		
<b>SNAP retailer standards.</b> Prohibits funding to administer the "variety requirements" in the final rule "Enhancing Retailer Standards in SNAP" until the Secretary amends the definition of <i>variety</i> to increase the number of items that qualify as acceptable varieties in each staple food category. (§728)	Same as House provision. (§726)	—
<b>School meal prices.</b> Exempts certain school food authorities (those without a negative balance in their school food service accounts as of December 31, 2019) from paid meal equity requirements in school year 2020-2021. (§747)	No comparable provision.	—

House-passed H.R. 3055, Division B	Senate-reported S. 2522	Enacted
<b>Vegetables in school breakfast.</b> Prohibits funding to implement or enforce the portion of a School Breakfast Program regulation that limits substituting fruits with certain vegetables. (§750)	Same as House provision. (§751)	—
<b>Livestock, Animals, Regulatory Agencies</b>		
<b>Horse slaughter.</b> Prohibits USDA from conducting horse slaughter inspection. (§740)	Same as House provision. (§765)	—
<b>Animal Welfare Act.</b> Prohibits funding to issue or renew licenses to class B dealers who sell dogs and cats for use in research, experiments, teaching, or testing. (§736)	Same as House provision. (§739)	—
Directs the Animal and Plant Health Inspection Service to restore to its website and provide updated contents in an animal welfare database that was removed from the web in 2017. (§760)	No comparable provision.	—
<b>Organic livestock.</b> Directs USDA to finalize the proposed rule “National Organic Program; Origin of Livestock,” published in the <i>Federal Register</i> on April 28, 2015. (§756)	Same as House provision. (§752)	—
<b>Poultry from China.</b> Prohibits funds to buy raw or processed poultry products from China for the National School Lunch Program, School Breakfast Program, Child and Adult Care Food Program, and Summer Food Service Program. (§739)	No comparable provision.	—
Prohibits funding to finalize the proposed rule, “Eligibility of the People’s Republic of China to Export to the United States Poultry Products,” until USDA verifies certain conditions. (§742)	No comparable provision.	—
<b>Swine Slaughter Inspection.</b> Prohibits USDA from implementing the proposed rule “Modernization of Swine Slaughter Inspection” (February 1, 2018) until the USDA inspector general issues a report and the Food Safety and Inspection Service responds. (§779)	No comparable provision.	—
No comparable provision.	<b>Genetically engineered salmon.</b> Prohibits genetically engineered salmon from entering into interstate commerce until completion of a study commissioned jointly by USDA and FDA. (§763)	
<b>Rural Development</b>		
<b>American steel.</b> Prohibits funding for rural water, wastewater, waste disposal, and solid waste management projects unless all of the iron and steel products are produced in the United States. (§737)	Same as House provision. (§740)	—
<b>Persistent poverty counties.</b> Requires that at least 10% of the funds in certain rural development programs shall be allocated to persistent poverty counties, defined as any county that has had 20% or more of its population living in poverty over the past 30 years. (§741)	Same as House provision. (§745)	—
No comparable provision.	<b>REAP Zones.</b> Sets aside funding for Rural Economic Area Partnership (REAP) Zones for several programs	

House-passed H.R. 3055, Division B	Senate-reported S. 2522	Enacted
	in amounts that were most recently obligated in REAP Zones from such programs. <b>(§741)</b>	
<b>Food and Drug Administration</b>		
<b>Produce for human consumption.</b> Prohibits FDA funds to enforce the final rule “Standards for the Growing, Harvesting, Packing, and Holding of Produce for Human Consumption” with respect to wine grapes, hops, pulse crops, or almonds. <b>(§746)</b>	<b>Grapes for wine.</b> Similar to House provision except applies only to grapes used for wine. <b>(§749)</b>	—
<b>Seafood.</b> Directs the FDA to revise the advice in a notice about eating fish to be consistent with nutrition science recognized by FDA about seafood consumption. <b>(§751)</b>	No comparable provision.	—
<b>Human embryos.</b> Prohibits FDA from using funds to accept any investigational new drug application for “research in which a human embryo is intentionally created or modified to include a heritable genetic modification.” <b>(§778)</b>	Same as House provision. <b>(§730)</b>	—
No comparable provision.	<b>E-cigarettes and vaping.</b> Directs FDA to address recent illnesses from e-cigarettes and vaping products. <b>(§767)</b>	
<b>USDA Forest Service<sup>d</sup></b>		
<b>Forest Service.</b> Prohibits USDA from eliminating the Forest Service Job Corps Civilian Conservation Center or altering the jurisdiction as it existed in the department on January 1, 2019. <b>(§780)</b>	No comparable provision.	—
<b>Other</b>		
<b>Hemp.</b> No comparable provision in Division B. Division A (for Commerce, Justice, Science appropriations) carries a similar provision for the Drug Enforcement Agency and Department of Justice. <b>(Division A, §530)</b>	Prohibits using appropriations to contravene §7606 of the 2014 farm bill or §10114 of the 2018 farm bill regarding hemp. <b>(§727)</b>	

**Source:** CRS.

- a. The issue of closing an FSA county office is also addressed in a permanent law that requires certain conditions and notifications (7 U.S.C. §6932a). This appropriations provision, continued from previous years, would augment the standing law for one year.
- b. For USDA, Section 716 of the House bill omits a conditional clause that has been used in prior years’ appropriations that would presumably allow reorganization only if USDA notifies Congress and receives approval from the Appropriations committees. For CFTC and FDA, Section 717 of the House bill (and Section 716 of the Senate bill for USDA and FDA) retains the conditional approval clause. The USDA Office of General Counsel recently noted that these types of approval clauses have been found to be unconstitutional as determined by the Supreme Court in *INS v. Chada* (1983). See the USDA inspector general’s report about relocating ERS and NIFA and the USDA Office of General Counsel’s comments (OIG Report 91801-00001-23, p. 35, August 2019).
- c. Appropriations acts from FY2012 to FY2016 imposed a complete prohibition on disaster payments that relied upon Clause (3) of Section 327 (U.S.C. §612c) or Section (5) of the Commodity Credit Corporation (CCC, 15 U.S.C. §714c). Beginning in FY2017, the restriction provision in appropriations began to allow a limited amount of carryover in Section 32 to fund Clause (3) up to \$75 million, but the complete prohibition continued on Section (5) of CCC. Beginning in FY2018, the restriction on CCC was lifted (by no longer being inserted into the appropriation), and the Section 32 allowance for carryover rose to up to \$350 million.
- d. Although the Forest Service is part of USDA, jurisdiction for its appropriations are in the Interior and Related Agencies Appropriations Act.

# Appendix A. Appropriations in Administrative Accounts

**Table A-1. USDA Departmental Administration Appropriations**

Budget authority in millions of dollars

Office	FY2017	FY2018	FY2019	FY2020				Change from FY2019	
	P.L. 115-31	P.L. 115-141	P.L. 116-6	Admin. request	House H.R. 3055	Senate S. 2522	Enacted	to House	to Senate
Office of the Secretary									
Office of the Secretary	5.1	5.1	5.1	4.9	3.9	6.0	—	-1.2	+1.0
Office of Tribal Relations	0.5	Combined with Public Partnership and Engagement							
Assistant to the Sec. for Rural Development <sup>a</sup>	—	0.8	0.8	0.8	Moved back to Rural Development <sup>a</sup>			-0.8	-0.8
Office of Homeland Security	1.5	1.5	1.5	1.4	1.4	1.5	—	+0.0	+0.0
Public Partnership and Engagement <sup>b</sup>	1.2	4.7	4.7	1.7	6.2	4.7	—	+1.5	+0.0
Assistant Secretary for Admin.	0.8	0.8	0.9	0.9	0.9	0.9	—	+0.0	+0.0
Departmental Administration	24.1	22.3	22.3	21.4	0.4	22.3	—	-21.9	+0.0
Asst. Sec. Congressional Relations	3.9	3.9	3.9	3.1	3.1	3.9	—	-0.8	+0.0
Office of Communications	7.5	7.5	7.5	7.3	3.7	7.5	—	-3.8	+0.0
Subtotal	44.6	46.5	46.6	41.4	19.5	46.8	—	-27.1	+0.2
Executive Operations									
Office of Chief Economist	18.9	19.8	21.3	18.5	21.0	24.3	—	-0.3	+3.0
Office of Hearings and Appeals	13.4	15.2	15.2	13.5	15.2	15.2	—	+0.0	+0.0
Office of Budget, Program Analysis	9.5	9.5	9.5	8.2	9.5	9.5	—	+0.0	+0.0
Subtotal	41.8	44.5	46.0	40.2	45.8	49.0	—	-0.3	+3.0

Office	FY2017	FY2018	FY2019	FY2020				Change from FY2019	
	P.L. 115-31	P.L. 115-141	P.L. 116-6	Admin. request	House H.R. 3055	Senate S. 2522	Enacted	to House	to Senate
<b>Other Administration</b>									
Chief Information Officer	49.5	59.0	55.6	101.4	48.9	101.4	—	-6.7	+45.8
Chief Financial Officer	8.0	6.0	6.0	13.5	6.0	13.5	—	+0.0	+7.5
Assistant Secretary for Civil Rights	0.9	0.9	0.9	0.8	0.9	0.9	—	+0.0	+0.0
Office of Civil Rights	24.2	24.2	24.2	21.2	24.2	24.2	—	+0.0	+0.0
Buildings and facilities	84.2	64.4	60.0	331.1	330.1	331.1	—	+270.1	+271.1
Hazardous materials management	3.6	3.5	3.5	3.3	5.3	3.5	—	+1.8	+0.0
Office of Inspector General	98.2	98.2	98.2	98.2	99.2	98.2	—	+1.0	+0.0
General Counsel	44.7	44.5	45.1	41.2	11.2	45.1	—	-33.9	+0.0
Office of Ethics	4.1	4.1	4.1	2.8	4.1	4.1	—	+0.0	+0.0
<b>Subtotal</b>	<b>317.5</b>	<b>304.9</b>	<b>297.7</b>	<b>613.5</b>	<b>530.1</b>	<b>622.1</b>	<b>—</b>	<b>+232.3</b>	<b>+324.4</b>
<b>Total, Departmental Administration</b>	<b>403.9</b>	<b>396.0</b>	<b>390.4</b>	<b>695.1</b>	<b>595.3</b>	<b>717.9</b>	<b>—</b>	<b>+205.0</b>	<b>+327.6</b>

**Source:** CRS, using appropriations text and report tables. For FY2020: House-passed H.R. 3055 (Division B) and Senate-reported S. 2522.

- a. The USDA-initiated reorganization in 2017 created an “Assistant to the Secretary for Rural Development” as part of the Office of the Secretary rather than the previously Senate-confirmed undersecretary position. The 2018 farm bill reinstated the undersecretary position.
- b. Formerly, this was the Office of Advocacy and Outreach.

## Appendix B. Appropriations in General Provisions

**Table B-1. General Provisions: Changes in Mandatory Program Spending (CHIMPS)**

Budget authority in millions of dollars

CHIMPS and mandatory rescissions	FY2017	FY2018	FY2019	FY2020				Change from FY2019	
	P.L. 115-31	P.L. 115-141	P.L. 116-6	Admin. request	House H.R. 3055	Senate S. 2522	Enacted	to House	to Senate
<b>a. Farm bill conservation programs</b>									
Farm Security Rural Investment Act programs	—	[-0.1] <sup>a</sup>	[-60.2] <sup>a</sup>	-60.2	-60.2	-60.2	—	+0.0	+0.0
Environmental Quality Incentives Program	-179.0	—	—	—	—	—	—	—	—
Watershed Rehabilitation Program	-54.0	—	—	—	—	—	—	—	—
Agricultural Management Assistance	-2.0	—	—	—	—	—	—	—	—
<b>b. Other farm bill programs</b>									
Fresh Fruit and Vegetable Program	-125.0	—	—	—	—	—	—	—	—
The Emergency Food Assistance Program	+19.0	—	—	—	—	—	—	—	—
Farm to School	—	+5.0	+5.0	—	+6.0	+5.0	—	+1.0	+0.0
Biorefinery Assistance Program	-20.0	—	—	—	—	—	—	—	—
Biomass Crop Assistance Program	-20.0	-21.0	—	—	—	—	—	—	—
Tree Assistance Program	—	+15.0	—	—	—	—	—	—	—
<b>Subtotal, farm bill programs</b>	<b>-381.0</b>	<b>-1.0</b>	<b>+5.0</b>	<b>-60.0</b>	<b>-54.0</b>	<b>-55.0</b>	<b>—</b>	<b>+1.0</b>	<b>+0.0</b>
<b>Other CHIMPS</b>									
Farm Production & Conservation Bus. Ctr.	—	[+0.1] <sup>a</sup>	[+60.2] <sup>a</sup>	+60.2	+60.2	+60.2	—	+0.0	+0.0
Cushion of Credit (Rural Development)	-132.0	—	—	—	—	—	—	—	—
Section 32	-231.0	—	—	—	—	—	—	—	—
Food for Progress	—	—	+10.0	—	—	—	—	-10.0	-10.0

	FY2017	FY2018	FY2019	FY2020				Change from FY2019	
CHIMPS and mandatory rescissions	P.L. 115-31	P.L. 115-141	P.L. 116-6	Admin. request	House H.R. 3055	Senate S. 2522	Enacted	to House	to Senate
<b>Total CHIMPS</b>	<b>-744.0</b>	<b>-1.0</b>	<b>+15.0</b>	<b>+0.0</b>	<b>+6.0</b>	<b>+5.0</b>	<b>—</b>	<b>-9.0</b>	<b>-10.0</b>

**Source:** CRS, using appropriations text and report tables, and unpublished CBO tables. For FY2020: House-passed H.R. 3055 (Division B), and Senate-reported S. 2522.

- a. Amounts in brackets were not in the official CBO scoring of CHIMPS. Appropriations acts in FY2018 and FY2019 transferred mandatory conservation funding into the Farm Production and Conservation Business Center, but the official CBO scoring of appropriations at that time did not record it as a CHIMP the way that the FY2020 scoring reflects. For more background, see CRS Report R45406, *FY2018 and FY2019 Appropriations for Agricultural Conservation*.

**Table B-2. General Provisions: Rescissions from Discretionary Accounts**

Budget authority in millions of dollars

	FY2017	FY2018	FY2019	FY2020				Change from FY2019	
Rescissions of discretionary accounts	P.L. 115-31	P.L. 115-141	P.L. 116-6	Admin. request	House H.R. 3055	Senate S. 2522	Enacted	to House	to Senate
Special Supplemental Nutrition Program for Women, Infants, and Children	-850.0	-800.0	-500.0	-1,000.0	-800.0	-800.0	—	-300.0	-300.0
NIFA buildings and facilities (relocation)	—	—	—	—	-5.8	—	—	-5.8	—
Rural Development balances	-4.0	—	—	—	—	—	—	—	—
Rural community facilities program	—	—	—	-4.2	—	—	—	—	—
Rural Housing Service	—	—	—	-40.0	—	—	—	—	—
Water and waste disposal cancellation	—	—	—	-100.0	—	—	—	—	—
Electric loan refinancing	—	—	—	—	—	-15.1	—	—	-15.1
FAS salaries and expenses	—	—	—	-8.8	—	—	—	—	—
USDA unobligated balances	—	—	-5.0	—	—	—	—	+5.0	+5.0
<b>Total</b>	<b>-854.0</b>	<b>-800.0</b>	<b>-505.0</b>	<b>-1,153.0</b>	<b>-805.8</b>	<b>-815.1</b>	<b>—</b>	<b>-300.8</b>	<b>-310.1</b>

**Source:** CRS, using appropriations text and report tables, and unpublished CBO tables. For FY2020: House-passed H.R. 3055 (Division B), and Senate-reported S. 2522.



**Table B-3. General Provisions: Other Appropriations**

Budget authority in millions of dollars

Program	FY2017	FY2018	FY2019	FY2020				Change from FY2019	
	P.L. 115-31	P.L. 115-141	P.L. 116-6	Admin. request	House H.R. 3055	Senate S. 2522	Enacted	to House	to Senate
Opioid Enforcement and Surveillance	—	94.0	—	—	—	—	—	—	—
FDA buildings and facilities	—	—	—	—	—	20.0	—	—	+20.0
Zika virus, Ebola funding	10.0	—	—	—	—	—	—	—	—
Agriculture Risk Coverage pilot	5.0	5.0	5.0	—	—	—	—	-5.0	-5.0
Dairy Innovation	—	—	—	—	—	20.0	—	—	+20.0
Mitigation banking	—	—	—	—	—	5.0	—	—	+5.0
Conservation Reserve Program pilot	—	1.0	1.0	—	—	1.0	—	-1.0	+0.0
Farmland Relending Program	—	—	—	—	5.0	—	—	+5.0	—
Farm Ownership Report	—	—	—	—	1.0	—	—	+1.0	—
Citrus greening	5.5	7.5	8.5	—	8.5	8.5	—	+0.0	+0.0
APHIS buildings and facilities	47.0	—	—	—	—	—	—	—	—
Fruit fly quarantine payments	—	—	9.0	—	—	—	—	-9.0	-9.0
Hardwood trees reforestation pilot	0.6	0.6	—	—	—	—	—	—	—
Geographically disadvantaged farmers	2.0	2.0	2.0	—	2.0	2.0	—	+0.0	+0.0
Farming Opportunities Training and Outreach	—	—	—	—	10.0	—	—	+10.0	—
Water Bank	4.0	4.0	4.0	—	—	4.0	—	-4.0	+0.0
Rural Energy Savings Program	8.0	8.0	10.0	—	15.0	10.0	—	+5.0	+0.0
Maturing mortgage pilot	1.0	1.0	1.0	—	—	1.0	—	-1.0	+0.0
Rural microentrepreneur assistance program	—	—	3.0	—	—	—	—	-3.0	-3.0
Water and Waste Water	—	500.0	75.0	—	—	—	—	-75.0	-75.0
Waste water pilot	—	—	—	—	—	5.0	—	—	+5.0

Program	FY2017	FY2018	FY2019	FY2020				Change from FY2019	
	P.L. 115-31	P.L. 115-141	P.L. 116-6	Admin. request	House H.R. 3055	Senate S. 2522	Enacted	to House	to Senate
Broadband pilot	—	600.0	125.0	—	518.0	—	—	+393.0	-125.0
Distance Learning Telemedicine	—	20.0	16.0	—	—	—	—	-16.0	-16.0
Rural Hospital Technical Assistance	—	—	—	—	1.0	—	—	+1.0	—
Protecting Animals with Shelter Grants	—	—	—	—	2.0	—	—	+2.0	—
Tribal Demonstration Projects	—	—	—	—	3.0	—	—	+3.0	—
Electric loan refinancing	13.8	5.0	—	—	—	—	—	—	—
Healthy Food Financing Initiative	1.0	1.0	2.0	—	10.0	2.0	—	+8.0	+0.0
Healthy Fluid Milk	—	—	—	—	1.0	1.0	—	+1.0	+1.0
RISE grants	—	—	—	—	—	5.0	—	—	+5.0
NIFA military veterans grants	5.0	5.0	5.0	—	5.0	5.0	—	+0.0	+0.0
NIFA buildings and facilities (relocation)	—	6.0	—	—	— <sup>a</sup>	—	—	—	—
ERS-NIFA relocation expenses	—	—	—	—	—	25.0	—	—	+25.0
Genome to Phenome	—	—	—	—	1.0	—	—	+1.0	—
Science Technology Engineering Math programs	0.5	—	—	—	—	—	—	—	—
NIFA 1890 land grants, Centers of Excellence	—	—	5.0	—	10.0	—	—	+5.0	-5.0
Tribal Student Scholarships	—	—	—	—	2.5	—	—	+2.5	—
International Agriculture Education	—	—	—	—	1.0	—	—	+1.0	—
Pollinator Research Coordinator	—	—	—	—	0.4	—	—	+0.4	—
Urban Agriculture Office	—	—	—	—	5.0	—	—	+5.0	—
Food Loss Liaison	—	—	—	—	0.4	—	—	+0.4	—
Food for Peace	134.0	116.0	216.0	—	—	—	—	-216.0	-216.0
Food for Progress	—	—	6.0	—	—	—	—	-6.0	-6.0
Child Nutrition training pilot	—	2.0	—	—	—	—	—	—	—

Program	FY2017	FY2018	FY2019	FY2020				Change from FY2019	
	P.L. 115-31	P.L. 115-141	P.L. 116-6	Admin. request	House H.R. 3055	Senate S. 2522	Enacted	to House	to Senate
Nutrition Assistance Program Study	—	—	—	—	7.0	—	—	+7.0	—
Micro-Grants for Food Security	—	—	—	—	10.0	2.0	—	+10.0	+2.0
School breakfast expansion	—	—	—	—	10.0	—	—	+10.0	—
<b>Subtotal, other spending provisions</b>	<b>237.4</b>	<b>1,378.1</b>	<b>493.5</b>	<b>0.0</b>	<b>628.8</b>	<b>116.5</b>	—	<b>+135.3</b>	<b>-377.0</b>
<b>Disaster/Emergency programs</b>									
Emergency Watershed Protection	103.1	—	—	—	—	—	—	—	—
Emergency Conservation Program	131.6	—	—	—	—	—	—	—	—
<b>Subtotal, disaster/emergency programs</b>	<b>234.8<sup>b</sup></b>	—	—	—	—	—	—	—	—
<b>Total</b>	<b>472.2</b>	<b>1,378.1</b>	<b>493.5</b>	<b>0.0</b>	<b>628.8</b>	<b>116.5</b>	—	<b>+135.3</b>	<b>-377.0</b>

**Source:** CRS, using appropriations text and report tables, and unpublished CBO tables. For FY2020: House-passed H.R. 3055 (Division B), and Senate-reported S. 2522.

**Note:** Excludes supplemental appropriations outside the annual appropriations act.

a. See **Table B-2** for a rescission from the FY2018 appropriation.

b. Of this amount, \$206 million was designated as a disaster spending and not counted against the discretionary spending limit (see **Table B-4**).

**Table B-4. General Provisions: Scorekeeping Adjustments**

Budget authority in millions of dollars

Scorekeeping Adjustment	FY2017	FY2018	FY2019	FY2020			Change from FY2019	
	P.L. 115-31	P.L. 115-141	P.L. 116-6	Admin. request	House H.R. 3055	Senate S. 2522	Enacted	to House to Senate
<b>Loan program negative subsidies</b>								
<i>Rural housing negative subsidy</i>	-146.0	-147.0	-135.0	-125.0	-125.0	-125.0	—	+10.0 +10.0
<i>Rural community facilities negative subsidy</i>	-159.0	-99.0	-72.0	-72.0	-72.0	-72.0	—	+0.0 +0.0
<i>Rural elec. &amp; tele. loan negative subsidy</i>	-203.0	-207.0	-173.0	-176.0	-176.0	-176.0	—	-3.0 -3.0
<i>Rural water &amp; waste loan negative subsidy</i>	-2.0	-2.0	-2.0	-3.0	-3.0	-3.0	—	-1.0 -1.0
<i>Ag credit loan negative subsidy</i>	-24.0	-24.0	-23.0	-23.0	-23.0	-23.0	—	+0.0 +0.0
<b>Subtotal, negative subsidies</b>	<b>-534.0</b>	<b>-479.0</b>	<b>-405.0</b>	<b>-399.0</b>	<b>-399.0</b>	<b>-399.0</b>	<b>—</b>	<b>+6.0 +6.0</b>
Denali Commission	4.0	—	—	-4.0	—	—	—	— —
Interest Native American Fund Endowment	5.0	—	—	—	—	—	—	— —
Child nutrition equipment grants	1.0	1.0	1.0	—	1.0	1.0	—	+0.0 +0.0
Emergency designations not counted in allocation	-206.1	—	—	—	—	—	—	— —
<b>Total</b>	<b>-730.1</b>	<b>-481.0</b>	<b>-404.0</b>	<b>-403.0</b>	<b>-398.0</b>	<b>-398.0</b>	<b>—</b>	<b>+6.0 +6.0</b>

**Source:** CRS, using appropriations text and report tables, and unpublished CBO tables. For FY2020: House-passed H.R. 3055 (Division B) and Senate-reported S. 2522.

**Notes:** A negative subsidy for a loan program generally occurs when the interest rate and/or fees charged to the borrowers are more than sufficient to cover the costs of the risk of default (Government Accountability Office, “Credit Reform: Current Method to Estimate Credit Subsidy Costs Is More Appropriate for Budget Estimates Than a Fair Value Approach,” GAO-16-41, January 2016).

## Appendix C. Budget Sequestration

Sequestration is a process to reduce federal spending through automatic, largely across-the-board reductions that permanently cancel mandatory and/or discretionary budget authority.<sup>40</sup>

Sequestration is triggered as a budget enforcement mechanism when federal spending would exceed statutory budget goals.<sup>41</sup> Sequestration is currently authorized by the BCA (P.L. 112-25).

A sequestration rate is the percentage reduction that is subtracted from an appropriated budget authority to achieve an intended budget goal. OMB computes these rates annually. **Table C-1** shows the rates of sequestration that have been announced and the total amounts of budget authority that have been cancelled from accounts in Agriculture appropriations. **Table C-2** provides additional detail at the program level for mandatory accounts.

**Table C-1. Summary of Sequestration on Agriculture Accounts**

Fiscal Year	Discretionary Accounts		Mandatory Accounts	
	Sequestration Rate	Sequestered Budget Authority (\$ millions)	Sequestration Rate	Sequestered Budget Authority (\$ millions)
2013	5.0%	1,153	5.1%	713
2014	—	—	7.2%	1,052
2015	—	—	7.3%	1,153
2016	—	—	6.8%	1,819
2017	—	—	6.9%	1,686
2018	—	—	6.6%	1,316
2019	—	—	6.2%	1,530
2020	—	—	5.9%	1,378

**Source:** CRS, compiled from OMB, *Reports to the Congress on the Joint Committee Reductions*, various fiscal years. Available for FY2018-FY2020 at <https://www.whitehouse.gov/omb/legislative/sequestration-reports-orders> and for FY2013-FY2017 at [https://obamawhitehouse.archives.gov/omb/legislative\\_reports/sequestration](https://obamawhitehouse.archives.gov/omb/legislative_reports/sequestration).

**Notes:** Sequestration rates listed here are for nonexempt, nondefense accounts. CRS computed amount totals from the compilation in **Table C-2**.

### Discretionary Spending

For discretionary spending, sequestration is authorized through FY2021 if discretionary defense and nondefense spending exceed caps that are specified in statute (2 U.S.C. §901(c)).

In FY2013, the timing of the appropriations acts and the first year of sequestration resulted in triggering sequestration on discretionary spending.

In FY2014-FY2019, BBAs in 2013, 2015, and 2018 (P.L. 113-67, P.L. 114-74, and P.L. 115-123, respectively) have avoided sequestration on discretionary spending. These BBAs raised the discretionary budget caps that were placed in statute by the BCA and allowed Congress to enact larger appropriations than would have been allowed. The enacted appropriations in FY2014-

<sup>40</sup> CRS Report R43411, *The Budget Control Act of 2011: Legislative Changes to the Law and Their Budgetary Effects*.

<sup>41</sup> CRS Report R42972, *Sequestration as a Budget Enforcement Process: Frequently Asked Questions*.

FY2019 met the spending limitations of the revised budget caps, and therefore no sequestration on discretionary accounts was necessary.

For FY2020-FY2021, the BBA of 2019 (P.L. 116-37) similarly provides a higher discretionary cap that may avoid sequestration (see “Discretionary Budget Caps and Subcommittee Allocations”).<sup>42</sup>

## Mandatory Spending

### Sequestration Occurs and Continues

For mandatory spending, sequestration is presently authorized and scheduled to continue through FY2029, having been amended and extended by budget acts that were subsequent to the BCA (2 U.S.C. §901a(6)). That is, sequestration of mandatory spending has not been avoided by the BBAs and continues to apply annually to certain accounts (**Table C-2**).

The original FY2021 sunset on the sequestration of *mandatory* accounts has been extended five times as an offset to pay for raising the caps on *discretionary* spending to avoid sequestration in the near term (or as a general budgetary offset for other authorization acts):

1. Congress extended the duration of mandatory sequestration by two years (until FY2023) as an offset in BBA 2013.<sup>43</sup>
2. Congress extended it by another year (until FY2024) to maintain retirement benefits for certain military personnel (P.L. 113-82).
3. Congress extended sequestration on nonexempt mandatory accounts another year (until FY2025) as an offset in BBA 2015.<sup>44</sup>
4. Congress extended sequestration on nonexempt mandatory accounts for two years (until FY2027) as an offset in BBA 2018 (P.L. 115-123, §30101(c)).<sup>45</sup>
5. Congress extended sequestration on nonexempt mandatory accounts by another two years (until FY2029) as an offset in BBA 2019 (P.L. 116-37, §402).<sup>46</sup>

### Exemptions from Sequestration

Some USDA mandatory programs are statutorily exempt from sequestration. Those expressly exempt by statute are the nutrition programs (SNAP, the child nutrition programs, and the Commodity Supplemental Food Program)<sup>47</sup> and the Conservation Reserve Program.<sup>48</sup> Some prior

<sup>42</sup> CRS Insight IN11148, *The Bipartisan Budget Act of 2019: Changes to the BCA and Debt Limit*.

<sup>43</sup> CBO, *Bipartisan Budget Act of 2013*, December 11, 2013, <https://www.cbo.gov/publication/44964>.

<sup>44</sup> CBO, *Bipartisan Budget Act of 2015*, October 28, 2015, <https://www.cbo.gov/publication/50938>. In addition to extending sequestration and related to mandatory spending in agriculture, crop insurance was used as an additional budgetary offset in BBA 2015. The effect was temporary, however, and the crop insurance reduction was restored. For more background, see the section on crop insurance and the Standard Reinsurance Agreement in CRS Report R44240, *Agriculture and Related Agencies: FY2016 Appropriations*.

<sup>45</sup> CBO, *Bipartisan Budget Act of 2018*, February 8, 2018, <https://www.cbo.gov/publication/53556>.

<sup>46</sup> CBO, *Bipartisan Budget Act of 2019*, July 23, 2019, <https://www.cbo.gov/publication/55478>.

<sup>47</sup> 2 U.S.C. §905(h).

<sup>48</sup> 2 U.S.C. §905(g)(1)(A).

legal obligations in the Federal Crop Insurance Corporation<sup>49</sup> and the farm commodity programs may be exempt<sup>50</sup> as determined by OMB.<sup>51</sup>

Generally speaking, the experience since FY2013 is that OMB has ruled that most of crop insurance is exempt from sequestration, while the farm commodity programs, disaster assistance, and most conservation programs have been subject to it.<sup>52</sup>

## **Implementation of Sequestration**

Nonexempt mandatory spending in FY2020 is to be reduced by a 5.9% sequestration rate (**Table C-1**) and thus would be paid at 94.1% of what would otherwise have been provided. This is projected to result in a reduction of about \$1.4 billion from mandatory agriculture accounts in FY2020, including over \$900 million from amounts paid by the CCC (**Table C-2**).

For example, for the farm commodity programs that support farm income such as the Agricultural Risk Coverage and Price Loss Coverage programs,<sup>53</sup> payments to farmers are computed by a regular formula authorized in the farm bill, and the final actual payment to the farmer is reduced by the sequestration rate. For programs that operate on a fixed budget authority, such as the Environmental Quality Incentives Program and the Market Assistance Program, the sequestration rate is applied to the available budget authority for the fiscal year.

---

<sup>49</sup> 2 U.S.C. §905(g)(2).

<sup>50</sup> 2 U.S.C. §906(j).

<sup>51</sup> Some administrative expenses may be subject to sequestration, and therefore programs that are otherwise exempt may have a relatively small sequesterable amount compared to their total budget authority, as shown, for example, in **Table C-2** for the Federal Crop Insurance Corporation, SNAP, child nutrition programs, and WIC.

<sup>52</sup> CRS Report R42050, *Budget “Sequestration” and Selected Program Exemptions and Special Rules*.

<sup>53</sup> CRS In Focus IF11161, *2018 Farm Bill Primer: ARC and PLC Support Programs*.

**Table C-2. Sequestration of Mandatory Accounts**

Sequestered budget authority in millions of dollars

	FY2013	FY2014	FY2015	FY2016	FY2017	FY2018	FY2019	FY2020
<i>Sequestration rate on nonexempt, nondefense mandatory accounts</i>	<b>5.1%</b>	<b>7.2%</b>	<b>7.3%</b>	<b>6.8%</b>	<b>6.9%</b>	<b>6.6%</b>	<b>6.2%</b>	<b>5.9%</b>
<b>U.S. Department of Agriculture</b>								
Office of the Secretary	—	—	0.9	0.9	0.9	0.9	0.8	0.9
Office of Chief Economist	—	—	0.1	0.1	0.1	0.1	0.1	0.1
Agricultural Research Service	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1
National Institute of Food and Agriculture	—	—	—	9.9	10.0	—	—	11.7
Extension	0.3	0.4	1.8	—	—	3.3	0.3	—
Biomass Research and Development	—	—	0.2	0.2	0.2	—	—	—
Integrated Activities	—	—	7.3	—	—	6.6	5.0	—
Animal and Plant Health Inspection Service								
Salaries appropriation	13.6	18.8	21.5	20.1	19.5	18.8	52.1	51.3
Miscellaneous Trust Funds	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Food Safety Inspection Service	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Grain Inspection Packers and Stockyards Administration	2.1	3.0	3.0	3.1	3.1	2.9	—	—
Agricultural Marketing Service								
Section 32	40.4	79.7	81.9	77.3	79.6	78.1	74.4	72.2
Payments to states and possessions	—	—	5.3	5.0	5.0	5.6	5.3	5.0
Milk Market Orders Assessment Fund	2.9	4.2	4.2	4.0	4.1	4.0	3.8	4.8
Fee-Funded Inspection, Weighing, and Examination <sup>a</sup>	—	—	—	—	—	—	—	2.9
Marketing services	—	—	2.2	2.0	2.1	2.0	3.0	2.1
Perishable Agriculture Commodities Act	0.6	0.8	0.8	0.8	0.8	0.7	0.7	0.6



	FY2013	FY2014	FY2015	FY2016	FY2017	FY2018	FY2019	FY2020
Expenses and refunds	0.4	0.9	0.9	1.3	1.3	0.4	0.4	0.6
Risk Management Agency	—	—	—	—	0.6	—	—	—
Federal Crop Insurance Corporation	3.0	4.2	5.9	3.5	3.9	3.7	5.0	3.2
Farm Service Agency								
Commodity Credit Corporation Fund	329.5	573.7	710.8	1,388.6	1,238.6	904.1	1,088.2	938.6
Wool Apparel Manufacturers Trust Fund	—	—	—	2.0	2.1	2.0	1.9	1.8
Pima Cotton Trust Fund	—	—	—	1.1	1.1	1.1	—	0.9
Commodity Credit Corporation Export Loans	—	—	—	0.4	0.4	0.3	0.3	0.2
Agricultural Credit Insurance Corporation	—	—	0.1	0.1	0.1	0.1	0.1	0.1
Agricultural Disaster Relief Fund	70.0	—	—	—	—	—	—	—
Tobacco Trust Fund	49.0	69.1	—	—	—	—	—	—
Farm Production and Conservation Business Center	—	—	—	—	—	—	3.7	—
Natural Resources Conservation Service								
Farm bill conservation programs	171.2	263.1	269.9	265.7	281.5	254.9	262.4	252.2
Watershed Rehabilitation Program	—	11.9	11.2	4.7	4.7	4.4	3.0	3.0
Damage Assessment Restoration Revolving Fund	—	—	—	—	—	—	0.1	0.1
Rural Development, Rural Business Cooperative Service								
Rural Energy for America Program	1.1	3.0	3.7	3.4	3.5	3.3	3.1	3.0
Biorefinery Assistance Program	—	—	3.7	3.4	1.4	1.3	—	1.5
Rural Cooperative Development Grants	—	—	—	—	—	—	—	1.1
Rural Economic Development Grants	—	—	—	1.6	—	—	0.9	0.9
Rural Microenterprise Investment Program	—	0.2	0.2	0.2	0.2	0.2	—	—
Energy Assistance Payments	3.3	3.2	1.1	1.0	1.0	1.0	—	0.4
Foreign Agricultural Service	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1

	FY2013	FY2014	FY2015	FY2016	FY2017	FY2018	FY2019	FY2020
Food and Nutrition Service <sup>b</sup>								
SNAP	4.7	8.0	8.4	9.8	10.6	9.6	9.2	9.4
Child Nutrition Programs	2.5	4.2	4.2	3.9	4.3	4.0	3.9	3.2
Commodity Assistance Program	1.1	1.5	1.5	1.4	1.4	1.4	1.3	1.2
WIC	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1
<b>Related Agencies</b>								
Commodity Futures Trading Commission	0.7	0.9	1.0	2.2	2.2	0.1	0.3	3.5
Food and Drug Administration								
Revolving Fund for Certification	0.4	0.6	0.6	0.6	0.6	0.6	0.6	0.6
User fees	16.3	—	—	—	—	—	—	—
Farm Credit System Insurance Corporation	0.2	0.3	0.3	0.3	0.3	0.3	0.2	0.2
<b>Total</b>	<b>713.3</b>	<b>1,051.9</b>	<b>1,153.0</b>	<b>1,818.9</b>	<b>1,685.6</b>	<b>1,315.9</b>	<b>1,530.3</b>	<b>1,377.8</b>

**Source:** CRS, compiled from amounts published in advance in OMB, *Reports to the Congress on the Joint Committee Reductions*, various fiscal years. Available for FY2018-FY2019 at <https://www.whitehouse.gov>, and for FY2013-FY2017 at <https://obamawhitehouse.archives.gov>.

**Notes:** Column totals were computed by CRS based on the jurisdiction of the House Agriculture Appropriations Subcommittee. Sequestration rates are for nonexempt, nondefense accounts. The sequesterable budget authority for each cell may be computed by dividing the amount of sequestration by the sequestration rate.

- a. USDA reorganization moved the Grain Inspection, Packers, and Stockyards Administration into the Agricultural Marketing Service.
- b. Benefits from the nutrition programs are generally exempt from sequestration by statute, but some administrative expenses in these programs may be subject to sequestration, and therefore a relatively small portion of the total budget authority may be sequesterable.

## Appendix D. Action on Agriculture Appropriations, FY1996-FY2020

**Table D-I. Congressional Action on Agriculture Appropriations Since FY1996**

Fiscal Year	House Action			Senate Action			Final Appropriation			CRS Report
	Subcmte.	Cmte.	Floor	Subcmte.	Cmte.	Floor	Enacted	Public Law		
1996	6/14/1995	6/27/1995	7/21/1995	9/13/1995	9/14/1995	9/20/1995	10/21/1995	E P.L. 104-37	95-624	
1997	5/30/1996	6/6/1996	6/12/1996	7/10/1996	7/11/1996	7/24/1996	8/6/1996	E P.L. 104-180	IB96015	
1998	6/25/1997	7/14/1997	7/24/1997	7/15/1997	7/17/1997	7/24/1997	11/18/1997	E P.L. 105-86	97-201	
1999	6/10/1998	6/16/1998	6/24/1998	6/9/1998	6/11/1998	7/16/1998	10/21/1998	O P.L. 105-277	98-201	
2000	5/13/1999	5/24/1999	6/8/1999	6/15/1999	6/17/1999	8/4/1999	10/22/1999	E P.L. 106-78	RL30201	
2001	5/4/2000	5/16/2000	7/11/2000	5/4/2000	5/10/2000	7/20/2000	10/28/2000	E P.L. 106-387	RL30501	
2002	6/6/2001	6/27/2001	7/11/2001	Polled out	7/18/2001	10/25/2001	11/28/2001	E P.L. 107-76	RL31001	
2003	6/26/2002	7/26/2002	—	7/23/2002	7/25/2002	—	2/20/2003	O P.L. 108-7	RL31301	
2004	6/17/2003	7/9/2003	7/14/2003	7/17/2003	11/6/2003	11/6/2003	1/23/2004	O P.L. 108-199	RL31801	
2005	6/14/2004	7/7/2004	7/13/2004	9/8/2004	9/14/2004	—	12/8/2004	O P.L. 108-447	RL32301	
2006	5/16/2005	6/2/2005	6/8/2005	6/21/2005	6/27/2005	9/22/2005	11/10/2005	E P.L. 109-97	RL32904	
2007	5/3/2006	5/9/2006	5/23/2006	6/20/2006	6/22/2006	—	2/15/2007	Y P.L. 110-5	RL33412	
2008	7/12/2007	7/19/2007	8/2/2007	7/17/2007	7/19/2007	—	12/26/2007	O P.L. 110-161	RL34132	
2009	6/19/2008	—	—	Polled out	7/17/2008	—	3/11/2009	O P.L. 111-8	R40000	
2010	6/11/2009	6/18/2009	7/9/2009	Polled out	7/7/2009	8/4/2009	10/21/2009	E P.L. 111-80	R40721	
2011	6/30/2010	—	—	Polled out	7/15/2010	—	4/15/2011	Y P.L. 112-10	R41475	
2012	5/24/2011	5/31/2011	6/16/2011	Polled out	9/7/2011	11/1/2011	11/18/2011	O P.L. 112-55	R41964	
2013	6/6/2012	6/19/2012	—	Polled out	4/26/2012	—	3/26/2013	O P.L. 113-6	R43110	
2014	6/5/2013	6/13/2013	—	6/18/2013	6/20/2013	—	1/17/2014	O P.L. 113-76	R43110	
2015	5/20/2014	5/29/2014	—	5/20/2014	5/22/2014	—	12/16/2014	O P.L. 113-235	R43669	
2016	6/18/2015	7/8/2015	—	7/14/2015	7/16/2015	—	12/18/2015	O P.L. 114-113	R44240	
2017	4/13/2016	4/19/2016	—	5/17/2016	5/19/2016	—	5/5/2017	O P.L. 115-31	R44588	
2018	6/28/2017	7/12/2017	9/14/2017	7/18/2017	7/20/2017	—	3/23/2018	O P.L. 115-141	R45128	
2019	5/9/2018	5/16/2018	—	5/22/2018	5/24/2018	8/1/2018	2/15/2019	O P.L. 116-6	R45230	
2020	5/23/2019	6/4/2019	6/25/2019	9/17/2019	9/19/2019	—	—	—	—	

**Source:** CRS.

**Notes:** E = Enacted as standalone appropriation (eight times over 24 years); O = Omnibus appropriation (14 times); Y = Year-long CR (two times). “Polled out” refers to a procedure that permits a Senate subcommittee to transmit a bill to its full committee without a formal markup session. See CRS Report RS22952, *Proxy Voting and Polling in Senate Committee*.

## Author Information

Jim Monke  
Specialist in Agricultural Policy

## Key Policy Staff

Area of Expertise	Name
Agricultural appropriations, USDA budget	Jim Monke
Agricultural Marketing Service	Joel Greene
Animal and Plant Health Inspection Service	Tadlock Cowan
Commodity Futures Trading Commission	Rena Miller
Conservation	Megan Stubbs
Crop insurance	Randy Schnepf
Disaster assistance	Megan Stubbs
Farm Service Agency	Jim Monke
Food and Drug Administration	Agata Dabrowska
Food safety, generally	Renée Johnson
Food safety, meat and poultry inspection	Joel Greene
International food assistance	Alyssa Casey
Nutrition and domestic food assistance	Randy Alison Aussenberg Kara Clifford Billings
Research and extension	Genevieve Croft
Rural development	Alyssa Casey
Trade	Anita Regmi

---

## Disclaimer

This document was prepared by the Congressional Research Service (CRS). CRS serves as nonpartisan shared staff to congressional committees and Members of Congress. It operates solely at the behest of and under the direction of Congress. Information in a CRS Report should not be relied upon for purposes other than public understanding of information that has been provided by CRS to Members of Congress in connection with CRS's institutional role. CRS Reports, as a work of the United States Government, are not subject to copyright protection in the United States. Any CRS Report may be reproduced and distributed in its entirety without permission from CRS. However, as a CRS Report may include copyrighted images or material from a third party, you may need to obtain the permission of the copyright holder if you wish to copy or otherwise use copyrighted material.