

CONGRESSIONAL BUDGET OFFICE COST ESTIMATE

July 16, 2004

S. 2460

New Mexico Water Planning Assistance Act

As ordered reported by the Senate Committee on Energy and Natural Resources on July 14, 2004

SUMMARY

S. 2460 would authorize the Secretary of the Interior acting through the Bureau of Reclamation and the U.S. Geological Survey to provide technical assistance and grants to the state of New Mexico for developing comprehensive water plans, conducting water resources mapping, and implementing a study of groundwater resources (including potable, brackish, and saline water resources). The bill would authorize the appropriation of \$3 million annually over the 2005-2009 period for technical assistance and grants. S. 2460 would require nonfederal grantees to pay 50 percent of total project costs.

Assuming appropriation of the authorized amounts, CBO estimates that implementing the bill would cost about \$14 million over the 2005-2009 period, and an additional \$1 million after that period. Enacting S. 2460 would not affect direct spending or revenues.

S. 2460 contains no intergovernmental or private-sector mandates as defined in the Unfunded Mandates Reform Act (UMRA) and would impose no costs on state, local, or tribal governments. Federal spending authorized by this bill would benefit the state of New Mexico, and any expenditures made by the state to satisfy the bill's matching requirement would be made voluntarily.

ESTIMATED COST TO THE FEDERAL GOVERNMENT

The estimated budgetary impact of S. 2460 is shown in the following table. The costs of this legislation fall within budget function 300 (natural resources and environment). For this estimate, CBO assumes that S. 2460 will be enacted near the end of 2004. Based on historical spending patterns of similar projects, CBO estimates that implementing this bill would cost \$14 million over the 2005-2009 period, and an additional \$1 million after that period.

		By Fiscal Year, In Millions of Dollars				
	2005	2006	2007	2008	2009	
CHANGES I	IN SPENDING SUBJECT	TO APPRO	PRIATION			
Authorization Level	3	3	3	3	3	
Estimated Outlays	2	3	3	3	3	

INTERGOVERNMENTAL AND PRIVATE-SECTOR IMPACT

S. 2460 contains no intergovernmental or private-sector mandates as defined in UMRA and would impose no costs on state, local, or tribal governments. Federal spending authorized by this bill would benefit the state of New Mexico, and any expenditures made by the state to satisfy the bill's matching requirement would be made voluntarily.

ESTIMATE PREPARED BY:

Federal Costs: Julie Middleton Impact on State, Local, and Tribal Governments: Marjorie Miller Impact on the Private Sector: Karen Raupp

ESTIMATE APPROVED BY:

Peter H. Fontaine Deputy Assistant Director for Budget Analysis