Presentation Overview

• Updates on:
  – FY2018 appropriations
  – State of the Union re-cap
  – Infrastructure

• What’s ahead
  – FY2019 budget

• NADO-DDAA Washington Conference
  – Hill visits
  – Congressional Partnership Awards
  – Agenda
FY2018 Appropriations Update

- Congress failed to come to a spending agreement resulting in government shutdown January 20 – 23
- Deal struck on January 23 – CR through February 8
- Promise was made by Senate Republican leadership to bring immigration vote to the floor in February
- Without agreement on spending caps, long-term funding in doubt
## FY2018 Budget Caps

<table>
<thead>
<tr>
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<th>FY2018 Budget Cap</th>
<th>FY2018 House Budget</th>
<th>FY2018 Senate Budget</th>
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</thead>
<tbody>
<tr>
<td>Defense</td>
<td>$549b</td>
<td>$621.5b</td>
<td>$551b</td>
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<tr>
<td>Non-Defense</td>
<td>$515.7b</td>
<td>$511b</td>
<td>$518.5b</td>
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FY2018 Appropriations Update

- House plans to vote today on a CR through March 23 (5th CR since FY2018 began)
- CR provides a full year of defense funding totaling $659.2 billion; extends current funding for all other federal agencies just through March 23
- Other provisions in the House CR:
  - Two-year extension of funding for Community Health Centers
  - $51 million to Census Bureau to avoid delays in 2020 Census
  - $225 million to SBA for disaster assistance
FY2018 Appropriations and Immigration

• Deferred Action for Childhood Arrivals (DACA) expires March 5

• Bipartisan legislation in both House and Senate would extend protection for DACA recipients and enact border security measures (though not fund border wall construction) – President Trump says he will not support

• President Trump has released a border security plan calling for $20 billion over 10 years and $6 billion for additional border patrol
FY2018 Appropriations: Defense Spending

• The balance between defense and non-defense discretionary spending remains a sticking point in budget negotiations
• Defense hawks in Congress and President Trump seek an increase in defense spending in FY2018
• Congressional Democrats seek parity for defense and non-defense spending
• Attempt to push defense funding in full before new budget caps are set complicates task
State of the Union Re-cap: Priorities and Costs

• Comprehensive infrastructure package: $200 billion in direct spending to leverage $1.5 trillion
• Increasing defense spending: $716 billion
• Six-week paid family leave plan: $19 billion
• Expanding veteran healthcare choice: $29 billion
• Disaster aid: Latest WH request $44 billion
• Increasing border security: $20 billion for wall, $6 billion for additional border patrol
• Recently-passed tax reform: $1.5 trillion over 10 years
Infrastructure

• Administration’s number one priority for 2018
• Blueprint expected to be released February 12
• President announced new figure during SOTU: $1.5 trillion in new investment
• Broad outline of how $200 billion in direct budget authority will be spent:
  – Infrastructure Incentives Initiative: $100 billion
  – Transformative Projects Program: $20 billion
  – Rural infrastructure Program: $50 billion
  – Federal Credit Programs: $14 billion
• White House attempting intra-agency MOU on two-year environmental permitting process
Looking Ahead

• President’s FY2019 budget expected February 12
  – NADO to provide analysis through special webinar and budget report
  – Last year’s webinar available here

• What to look for: details about spending assumptions for infrastructure plan, long-term goals for defense and domestic spending, larger policy goals, recommendations for programs important to RDOs

• New House Budget Committee Chair Steve Womack (R-AR) interested in reforming budget process

• Debt-ceiling – borrowing limit reached in mid-March
2018 NADO-DDDA Washington Conference: March 18 - 21

- Schedule Hill visits for March 20
  - Transportation to Capitol Hill starts at 10:00 a.m.
  - Coordinate meeting schedules, contact offices
  - Determine people to invite & which issue(s) to discuss; ex. fed investments
  - After: Follow-up with office, reconnect with district staff, invite to next event; ex. site visit
2018 NADO-DDDA Washington Conference: March 18 - 21

- Congressional Partnership Awards
  - Nominations due Feb. 28
  - Senate and House members
  - Demonstrates leadership and support for regional development initiatives
  - Awards available to present at Hill visits
  - Nomination form available here

- Updated agenda available here
Questions?