Anlage 1

Die großen Budgetbereiche1:

BUDGET FUNCTIONS

050: National Defense
150: International Affairs
250: General Science, Space, and Technology
270: Energy
300: Natural Resources and Environment
350: Agriculture
370: Commerce and Housing Credit
400: Transportation
450: Community and Regional Development
500: Education, Training, Employment, and Social Services
550: Health
570: Medicare
600: Income Security
650: Social Security 1
700: Veterans Benefits and Services
750: Administration of Justice
800: General Government
850: General Purpose Fiscal Assistance
900: Net Interest
920: Allowances
950: Undistributed Offsetting Receipts

1 Quelle: Committee on the Budget, United States Senate: Gramm-Rudman-Hollings and the Budget Process, S.Prt. 99-119, Washington 1986, S. 17
Anlage 2

Besondere Regelungen bei einzelnen Programmen¹:

Special Rules by Program

Social Security and Railroad Retirement Tier I

—Social security and railroad retirement tier I benefits and cost-of-living adjustments are exempt from reduction under Gramm-Rudman-Hollings.

—Social security revenues and outlays are excluded from the President's and Congress' budget totals. However, social security revenues and outlays are figured into the total budget figures for fiscal years 1986 through 1991 for purposes of calculating the deficits under Gramm-Rudman-Hollings.

Medicare

—Reductions in the medicare program are achieved through reductions in payments for covered services. No changes in co-insurance or deductibles are made, and covered services are unaffected under a presidential reduction order.

—Under a presidential reduction order, each payment made under the medicare program would be reduced by a specified percentage, which would be 1 percent for fiscal year 1986 and 2 percent for each subsequent year. The reduction percentages would be proportionately reduced in any year in which the excess deficit is small enough to permit a smaller reduction.

Community Health Centers; Migrant Health Centers; Indian Health Facilities; Indian Health Services; Veterans Medical Care

Reductions in these health programs are limited to 1 percent in fiscal year 1986 and 2 percent below the levels they would otherwise receive in any subsequent fiscal year.

Commodity Credit Corporation

—Payments and loan eligibility under any contract entered into after a presidential reduction order has been issued for a fiscal year are subject to a percentage reduction.

—Outlay reductions in the following year that are the result of contract adjustments in the reduction year are counted toward overall outlay reduction required in the reduction year.

—Appropriations for CCC net realized losses are not subject to reduction.

Guaranteed Student Loans

Two changes to the guaranteed student loan program are to occur automatically under a presidential reduction order. First, the special statutory allowance factor

¹ Quelle: Committee on the Budget, U.S.Senate, a.a.O., S. 22-24
for lenders is to be reduced by 0.40 percentage point, but not below 3.00 percent, in the first year of the loan. Second, a student’s origination fee is to increase by 0.50 percentage point. In both cases, the reduction is to affect only loans made during the applicable fiscal year after the order is issued.

**Child Support Enforcement**

Outlays for the child support enforcement program are available for reduction only by reducing the Federal matching rate for State administrative expenses.

**Foster Care and Adoption Assistance Programs**

The amounts available for reduction in the foster care and adoption assistance programs are limited to increases in foster care maintenance payment rates or adoption assistance payment rates and only to the extent that the reduction can be made by reducing Federal matching payments by a uniform percentage.

**Unemployment Programs**

Regular State unemployment benefits, the State share of extended unemployment benefits, benefits paid for former Federal employees and former members of the armed services, and loans and advances to the State and Federal unemployment accounts are not available for reduction. However, the Federal share of extended benefits and federally paid benefits and administrative expenses are fully available for reduction.

**Mine Worker Disability**

Increases in black lung benefits and special benefits for disabled coal miners are treated in the same manner as automatic spending increases.

**Federal Pay**

Rates of pay for civilian employees (and rates of basic pay, basic subsistence allowances and basic quarters allowances for members of the uniformed services) may not be reduced by a presidential reduction order.

A scheduled pay increase may not be reduced by a presidential reduction order.

**Defense: Presidential Discretion With Respect to Defense Contracts**

Within a defense program, project or activity, the President may achieve some or all of the required outlay savings through termination or modification of existing contracts.

To invoke this flexibility, the President must identify the contracts proposed to be modified or terminated by September 5 (January 15 in FY 1986) and obtain certification from GAO by September 30 (February 15 in FY 1986) that the proposed savings can, in fact, be achieved.

This procedure could not be invoked in the case of defense contracts whose modification or cancellation would cause a net loss or whose modification or cancellation would violate the legal obligations of the Government.

**Federal Administrative Expenses**

Administrative or operating expenses of all the departments and agencies, including self-financed programs, are subject to reduction, unless specifically exempted.

Payments made to reimburse administrative costs incurred by State or local governments (such as for AFDC and Medicaid) are not considered Federal administrative expenses; however, State administrative costs for a program may be reduced to the extent the program is reduced.
Deferrals

Deferrals proposed between October 1 of a fiscal year and October 15 of such fiscal year are not to be taken into account in determining the budget base.

Automatic Spending Increases Subject to Reduction

Any automatic spending increases that would be first paid between October 1 and October 15 of an applicable fiscal year are suspended until October 15 of such fiscal year. If the October 15 presidential order provides for elimination of the increases, the suspended increases will be canceled. If the increases are only partially reduced, the suspended increases will be restored to the allowed amount and lump-sum reimbursements will be made, to the extent necessary.

For the following programs, Gramm-Rudman-Hollings provides that only outlays due to changes in indexes and outlays due to administrative expenses are subject to reduction (programs are identified by the designated budget account identification code numbers set forth in the Budget of the United States, 1986—Appendix):

- Black lung benefits (20-8144-0-7-601).
- Central Intelligence Agency retirement and disability system fund (56-3400-0-1-054).
- Civil service retirement and disability fund (24-8135-0-7-602).
- Comptrollers general retirement system (05-0107-0-1-801).
- Foreign service retirement and disability fund (19-8186-0-7-602).
- Judicial survivors’ annuities fund (10-8110-0-7-602).
- Longshoremen’s and harborworkers’ compensation benefits (16-9971-0-7-601).
- Military retirement fund (97-8097-0-7-602).
- National Wool Act (12-4336-0-3-351).
- Pensions for former Presidents (47-0105-0-1-802).
- Railroad retirement tier II (60-8011-0-7-601).
- Retired pay, Coast Guard (69-0241-0-1-403).
- Retirement pay and medical benefits for commissioned officers, Public Health Service (75-0379-0-1-551).
- Special benefits, Federal Employees’ Compensation Act (16-1521-0-1-600).
- Special benefits for disabled coal miners (75-0409-0-1-601).
- Special milk program (12-3502-0-1-605).
- Tax Court judges survivors annuity fund (23-8115-0-7-602).
- Vocational rehabilitation (91-0301-0-1-506).

Prior Legal Obligations Exempt From Sequestration

Gramm-Rudman-Hollings provides that except for the special rules for termination or modification of defense contracts (see above), obligated balances are not subject to reduction under a presidential reduction order.
Von Kürzungen ausgeschlossene Programme\(^1\):

Exempt Programs

(Except for administrative or operating expenses, the following programs are exempt from reduction under Gramm-Rudman-Hollings. Programs are identified by the designated budget account identification code numbers set forth in the Budget of the United States, 1986—Appendix):

- Social security benefits and tier I railroad retirement benefits.
- Veterans' compensation (36-0153-0-1-701).
- Veterans' pensions (36-0154-0-1-701).
- Net interest.
- Earned income tax credit.
- Offsetting receipts and collections.
- Aid to families with dependent children (75-0412-0-1-609).
- Child nutrition (12-3539-0-1-605).
- Food stamps (12-3505-0-1-605 and 12-3550-0-1-605).
- Grants to States for medicaid (75-0512-0-1-551).
- Supplemental security income (75-0406-0-1-609).
- Women, infants, and children program (12-3510-0-1-605).
- Activities resulting from private donations, bequests, or voluntary contributions to the Government.
- Alaska Power Administration, operations and maintenance (89-0304-0-1-271).
- Appropriations for the District of Columbia (to the extent they are appropriations of locally raised funds).
- Bonneville Power Administration fund and borrowing authority established pursuant to section 13 of Public Law 93-454 (1974), as amended (89-4045-0-3-271).
- Bureau of Indian Affairs miscellaneous trust funds, tribal trust funds (14-9973-0-7-999).
- Claims, defense (97-0102-0-1-051).
- Claims, judgments, and relief acts (20-1895-0-1-806).
- Coinage profit fund (20-5811-0-2-803).
- Compensation of the President (11-0001-0-1-802).
- Eastern Indian land claims settlement fund (14-2202-0-1-806).
- Exchange stabilization fund (20-4444-0-3-155).
- Federal payment to the railroad retirement account (60-0113-0-1-601).
- Foreign military sales trust fund (11-8242-0-7-155).
- Health professions graduate student loan insurance fund (health education assistance loan program) (75-4305-0-3-553).
- Intragovernmental funds, including those from which the outlays are derived primarily from resources paid in from other government accounts, except to the extent such funds are augmented by direct appropriations for the fiscal year during which an order is in effect.

\(^1\) Quelle: Committee on the Budget, U.S.Senate, a.a.O., S. 25-26
Payment of Vietnam and *USS Pueblo* prisoner-of-war claims (15-0104-0-1-153).

Payment to civil service retirement and disability fund (24-0200-0-1-805).

Payments to copyright owners (03-5175-0-2-376).

Payments to health care trust funds (75-0580-0-1-572).

Payments to military retirement fund (97-0040-0-1-054).

Payments to social security trust funds (75-0404-0-1-571).

Payments to State and local government fiscal assistance trust fund (20-2111-0-1-851).

Payments to the foreign service retirement and disability fund (11-1036-0-1-153 and 19-0540-0-1-153).

Payments to trust funds from excise taxes or other receipts properly creditable to such trust funds.

Postal service fund (18-4020-0-3-372).

Salaries of Article III judges.

Soldiers and Airmen's Home, payment of claims (84-8930-0-7-705).

Southeastern Power Administration, operations and maintenance (89-0302-0-1-271).

Southwestern Power Administration, operations and maintenance (89-0303-0-1-271).

Tennessee Valley Authority fund, except non-power programs and activities (64-4110-0-3-999).

Western Area Power Administration, construction, rehabilitation, operations, and maintenance (89-5068-0-2-271).

Western Area Power Administration, Colorado River basins power marketing fund (89-4462-0-3-271).