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DEPARTMENT OF DEFENSE - MILITARY

Operation and Maintenance

Operation and Maintenance, Defense Agencies

Appropriations provided only for the maintenance of real property facilities under this head in the Department of Defense Appropriation Act, 1975, in the amount of \$100,000 for the Defense Mapping Agency, in the amount of \$1,000,000 for the Defense Supply Agency, and in the amount of \$800,000 for Intelligence and Communications activities; in all: \$1,900,000, are rescinded.



PROPOSED RESCISSION OF BUDGET AUTHORITY  
Report Pursuant to Sec. 1012 of P.L. 93-344

<b>Agency</b>		
Department of Defense	New budget authority	\$ <u>276,600,000</u>
<b>Bureau</b>	(P.L. <u>93-437</u> )	
	Other budgetary resources	<u>200,000</u>
<b>Appropriation Title &amp; Symbol</b>		
Operation and Maintenance, Army Reserve 2152080	<b>Total Budgetary Resources</b>	<u>276,800,000</u>
	<b>Amount proposed for rescission</b>	<u>1,800,000</u>

Justification

This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after Congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit Congressional review of the action contemplated.

Real property maintenance levels can be varied from year to year. A one-time reduction of ten percent in this annual account is proposed. This would result in a twenty percent reduction over the last half of fiscal 1975. If this reduced level of maintenance were continued over a period of time, it could become serious; however, a one-time reduction would have minimal adverse impact.

The appropriation language specifies that funds appropriated for real property maintenance may be used only for that purpose. Thus, savings in this area of activity may not be reprogrammed for increased pay costs, and a rescission is necessary to achieve this savings.

Estimated Effects

This rescission will reduce 1975 budget authority by \$1.8 million and result in outlay reductions of \$1.6 million in 1975 and \$.2 million in 1976.

<u>Total 1975 Outlays</u>	<u>Dollars in millions</u>
1975 Budget (February transmittal)	\$277.0
Without rescission (current estimate)	293.0
With rescission (revised estimate)	291.4
(Effect of action on 1976 outlays)	-.2)

DEPARTMENT OF DEFENSE - MILITARY

Operation and Maintenance

Operation and Maintenance, Army Reserve

Appropriations provided under this head in the Department of Defense Appropriation Act, 1975, are rescinded in the amount of \$1,800,000, to be derived from the sum provided for the maintenance of real property facilities.



Rescission Proposal No.: R75-23

PROPOSED RESCISSION OF BUDGET AUTHORITY  
Report Pursuant to Sec. 1012 of P.L. 93-344

Agency		
Department of Defense	New budget authority	\$ 245,200,000
Bureau	(P.L. <u>93-437</u> )	
	Other budgetary resources	1,600,000
Appropriation Title & Symbol		
Operation and Maintenance, Navy Reserve 1751806	Total Budgetary Resources	246,800,000
	Amount proposed for rescission	1,100,000

Justification

This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after Congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit Congressional review of the action contemplated.

Real property maintenance levels can be varied from year to year. A one-time reduction of ten percent in this annual account is proposed. This would result in a twenty percent reduction over the last half of fiscal 1975. If this reduced level of maintenance were continued over a period of time, it could become serious; however, a one-time reduction would have minimal adverse impact.

The appropriation language specifies that funds appropriated for real property maintenance may be used only for that purpose. Thus, savings in this area of activity may not be reprogrammed for increased pay costs, and a rescission is necessary to achieve this savings.

Estimated Effects

This rescission will reduce 1975 budget authority by \$1.1 million and result in outlay reductions of \$.8 million in 1975 and \$.2 million in 1976.

<u>Total 1975 Outlays</u>	<u>Dollars in millions</u>
1975 Budget (February transmittal)	\$228.0
Without rescission (current estimate)	245.6
With rescission (revised estimate)	244.8
(Effect of action on 1976 outlays	-.2)

DEPARTMENT OF DEFENSE - MILITARY

Operation and Maintenance

Operation and Maintenance, Navy Reserve

Appropriations provided under this head in the Department of Defense Appropriation Act, 1975, are rescinded in the amount of \$1,100,000, to be derived from the sum provided for maintenance of real property facilities.



PROPOSED RESCISSION OF BUDGET AUTHORITY  
Report Pursuant to Sec. 1012 of P.L. 93-344

<u>Agency</u> Department of Defense	New budget authority	\$ 286,680,000
<u>Bureau</u>	(P.L. <u>93-437</u> )	
<u>Appropriation Title &amp; Symbol</u>	Other budgetary resources	3,114,000
Operation and Maintenance, Air Force Reserve 5753740	Total Budgetary Resources	289,794,000
	Amount proposed for rescission	400,000

Justification

This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after Congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit Congressional review of the action contemplated.

Real property maintenance levels can be varied from year to year. A one-time reduction of ten percent in this annual account is proposed. This would result in a twenty percent reduction over the last half of fiscal 1975. If this reduced level of maintenance were continued over a period of time, it could become serious; however, a one-time reduction would have minimal adverse impact.

The appropriation language specifies that funds appropriated for real property maintenance may be used only for that purpose. Thus, savings in this area of activity may not be reprogrammed for increased pay costs, and a rescission is necessary to achieve this savings.

Estimated Effects

This rescission will reduce 1975 budget authority by \$.4 million and result in outlay reductions of the same amount in 1975.

<u>Total 1975 Outlays</u>	<u>Dollars in millions</u>
1975 Budget (February transmittal)	\$274.0
Without rescission (current estimate)	289.6
With rescission (revised estimate)	289.2
(Effect of action on 1976 outlays)	-0-)

DEPARTMENT OF DEFENSE - MILITARY

Operation and Maintenance

Operation and Maintenance, Air Force Reserve

Appropriations provided under this head in the Department of Defense Appropriation Act, 1975, are rescinded in the amount of \$400,000, to be derived from the sum provided for maintenance of real property facilities.





PROPOSED RESCISSION OF BUDGET AUTHORITY  
Report Pursuant to Sec. 1012 of P.L. 93-344

Agency Department of Defense	New budget authority	\$ 589,500,000
Bureau	(P.L. <u>93-437</u> )	
Appropriation Title & Symbol	Other budgetary resources	
Operation and Maintenance, Army National Guard 2152065	Total Budgetary Resources	589,500,000
	Amount proposed for rescission	1,400,000

Justification

This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after Congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit Congressional review of the action contemplated.

Real property maintenance levels can be varied from year to year. A one-time reduction of ten percent in this annual account is proposed. This would result in a twenty percent reduction over the last half of fiscal 1975. If this reduced level of maintenance were continued over a period of time, it could become serious; however, a one-time reduction would have minimal adverse impact.

The appropriation language specifies that funds appropriated for real property maintenance may be used only for that purpose. Thus, savings in this area of activity may not be reprogrammed for increased pay costs, and a rescission is necessary to achieve this savings.

Estimated Effects

This rescission will reduce 1975 budget authority by \$1.4 million and result in outlay reductions of \$1.3 million in 1975 and \$.1 million in 1976.

<u>Total 1975 Outlays</u>	<u>Dollars in millions</u>
1975 Budget (February transmittal)	\$601.0
Without rescission (current estimate)	613.9
With rescission (revised estimate)	612.6
(Effect of action on 1976 outlays)	-.1)

DEPARTMENT OF DEFENSE - MILITARY

Operation and Maintenance

Operation and Maintenance, Army National Guard

Appropriations provided under this head in the Department of Defense  
Appropriation Act, 1975, are rescinded in the amount of \$1,400,000,  
to be derived from the sum provided for the maintenance of real property  
facilities.



PROPOSED RESCISSION OF BUDGET AUTHORITY  
Report Pursuant to Sec. 1012 of P.L. 93-344

<b>Agency</b> Department of Defense	New budget authority	\$ <u>642,500,000</u>
<b>Bureau</b>	(P.L. <u>93-437</u> )	
	Other budgetary resources	<u>10,510,000</u>
<b>Appropriation Title &amp; Symbol</b>	<b>Total Budgetary Resources</b>	<u>653,010,000</u>
Operation and Maintenance, Air National Guard 5753840	<b>Amount proposed for rescission</b>	<u>500,000</u>

Justification

This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after Congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit Congressional review of the action contemplated.

Real property maintenance levels can be varied from year to year. A one-time reduction of ten percent in this annual account is proposed. This would result in a twenty percent reduction over the last half of fiscal 1975. If this reduced level of maintenance were continued over a period of time, it could become serious; however, a one-time reduction would have minimal adverse impact.

The appropriation language specifies that funds appropriated for real property maintenance may be used only for that purpose. Thus, savings in this area of activity may not be reprogrammed for increased pay costs, and a rescission is necessary to achieve this savings.

Estimated Effects

This rescission will reduce 1975 budget authority by \$.5 million and result in outlay reductions of \$.4 million in 1975 and \$.1 million in 1976.

<u>Total 1975 Outlays</u>	<u>Dollars in millions</u>
1975 Budget (February transmittal)	\$592.0
Without rescission (current estimate)	659.5
With rescission (revised estimate)	659.1
(Effect of action on 1976 outlays	-.1)

DEPARTMENT OF DEFENSE - MILITARY

Operation and Maintenance

Operation and Maintenance, Air National Guard

Appropriations provided under this head in the Department of Defense Appropriation Act, 1975, are rescinded in the amount of \$500,000, to be derived from the sum provided for maintenance of real property facilities.



PROPOSED RESCISSION OF BUDGET AUTHORITY  
Report Pursuant to Sec. 1012 of P.L. 93-344

Agency Department of Defense	New budget authority (P.L. 93-437 )	\$ 242,800,000
Bureau	Other budgetary resources	984,900,000
Appropriation Title & Symbol	Total Budgetary Resources	1,227,700,000
Aircraft Procurement, Army 1975/1977 212031	Amount proposed for rescission	13,500,000

Justification

This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after Congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit Congressional review of the action contemplated.

This rescission of multi-year funds results from the decision not to procure any UH-1H aircraft in 1975. These items are considered marginal in light of the present and projected aircraft inventory.

Estimated Effects

This rescission will reduce 1975 budget authority by \$13.5 million and result in outlay reductions of \$1.9 million in 1975 and \$6.7 million in 1976.

<u>Total 1975 Outlays</u>	<u>Dollars in millions</u>
1975 Budget (February transmittal)	\$119.0
Without rescission (current estimate)	77.1
With rescission (revised estimate)	75.2
(Effect of action on 1976 outlays)	-6.7)

DEPARTMENT OF DEFENSE - MILITARY

Procurement

Aircraft Procurement, Army

Appropriations provided under this head in the Department of  
Defense Appropriation Act, 1975, are rescinded in the amount of  
\$13,500,000.

PROPOSED RESCISSION OF BUDGET AUTHORITY  
Report Pursuant to Sec. 1012 of P.L. 93-344

Agency <b>Department of Defense</b>	New budget authority	\$ <u>3,062,800,000</u>
Bureau	(P.L. <u>93-437</u> )	
	Other budgetary resources	<u>718,600,000</u>
Appropriation Title & Symbol	Total Budgetary Resources	<u>3,781,400,000</u>
Aircraft Procurement, Air Force 1975/1977      573010	Amount proposed for rescission	<u>248,000,000</u>

Justification

This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after Congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit Congressional review of the action contemplated.

This rescission of multi-year funds results from the decision not to procure 24 A-7D's and 12 F-111's in 1975. These items were not requested by the Air Force, nor included in the President's budget and are considered marginal in light of present and projected aircraft inventory.

Estimated Effects

This rescission will reduce 1975 budget authority by \$248 million and result in outlay reductions of \$33.6 million in 1975 and \$143.6 million in 1976.

<u>Total 1975 Outlays</u>	<u>Dollars in millions</u>
1975 Budget (February transmittal)	\$2,888.0
Without rescission (current estimate)	2,669.0
With rescission (revised estimate)	2,635.4
- (Effect of action on 1976 outlays)	-143.6)

DEPARTMENT OF DEFENSE - MILITARY

Procurement

Aircraft Procurement, Air Force

Appropriations provided under this head in the Department of  
Defense Appropriation Act, 1975, are rescinded in the amount of  
\$248,000,000.





**PROPOSED RESCISSION OF BUDGET AUTHORITY**  
**Report Pursuant to Sec. 1012 of P.L. 93-344**

<u>Agency Health, Education, and Welfare</u> <u>Bureau Health Resources Administration</u> <u>Appropriation Title &amp; Symbol</u> Health Services Planning and Development 753/50321    754/60321	New budget authority (P.L. _____)	\$ _____
	Other budgetary resources	<u>372,465,933 (est.)</u> <sup>1/</sup>
	<b>Total Budgetary Resources</b>	<u>372,465,933</u>
	<b>Amount proposed for rescission</b>	<u>372,465,933</u>

Justification:

This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays.

Elimination of these Hill-Burton expenditures would avoid needless stimulation of further hospital construction, at a time of a generally recognized national oversupply of hospital beds. The suboptimal occupancy rates associated in large part with that oversupply are a factor contributing to the growing cost of medical care generally, and of hospital costs in particular.

Estimated Effects:

This is a proposed rescission of unobligated balances of 1973 and 1974 appropriations for medical facilities construction allotted to States, but not approved or obligated for specific construction projects by the Department of Health, Education, and Welfare.

<u>Approp/Symbol</u>	<u>Activity</u>	<u>Budget Authority</u>
753/50321	Medical Facilities Construction	\$187,832,353.18
754/60321	" " "	<u>184,633,580.38</u>
		\$372,465,933.56

The withholding of these funds is expected to result in estimated 1975 outlay savings of \$15 million, and 1976 outlay savings of \$35-40 million, depending upon the rate at which the funds might otherwise be obligated. Based upon the spending history of the Hill-Burton program, \$372 million in Federal matching grants could be expected to help fund construction projects totalling about \$1.4 billion. This sum translates to the potential addition of approximately 28,000 new hospital beds. Although many of these new beds would be replacing obsolete ones, a significant percentage would represent an increment to the current national oversupply of hospital beds.

<sup>1/</sup> This amount represents the unobligated balance brought forward on 7/1/74.

DEPARTMENT OF HEALTH, EDUCATION, AND WELFARE

Health Resources Administration

Health Resources Planning and Development

The unobligated balance of funds appropriated for grants under part A of Title VI of the Public Health Service Act are rescinded.



**PROPOSED RESCISSION OF BUDGET AUTHORITY**  
**Report Pursuant to Sec. 1012 of P.L. 93-344**

<b>Agency</b> Department of Justice	<b>New budget authority</b>	\$ 433,100,000
<b>Bureau</b> Federal Bureau of Investigation	(P.L. 93-433 )	
<b>Appropriation Title &amp; Symbol</b>	<b>Other budgetary resources</b>	4,485,000
Salaries and Expenses, Federal Bureau of Investigation (1550200)	<b>Total Budgetary Resources</b>	437,585,000
	<b>Amount proposed for rescission</b>	5,300,000

Justification

This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after Congressional action affecting most 1975 funds have been completed, this withholding will be delayed until December 16, 1974, to permit Congressional review of the action contemplated.

The proposed rescission will be accomplished through a reduction in personnel costs by normal attrition, postponement of equipment procurement, reduction in headquarter's administrative overhead costs, reduction in the level of training provided to State and local law enforcement officers, and extension of the replacement schedule for new vehicles.

The overall level of the FBI's investigative program will be reduced slightly by this rescission, although the Bureau's highest priority investigative matters are not expected to be significantly affected.

The funds proposed for rescission are available only in fiscal year 1975.

Estimated Effects

<u>Total 1975 Outlays</u>	<u>Dollars in millions</u>
1975 Budget (February transmittal).....	\$425.300
Without rescission (Current estimate).....	\$424.889
With rescission (Revised estimate).....	<u>\$419.589</u>
(Effect of action on 1976 Outlays	0 )

DEPARTMENT OF JUSTICE

Federal Bureau of Investigation

Salaries and Expenses

Appropriations provided under this head in the State, Justice, Commerce, Judiciary and Related Agencies Appropriation Act, 1975, are rescinded in the amount of \$5,300,000.

PROPOSED RESCISSION OF BUDGET AUTHORITY  
 Report Pursuant to Sec. 1012 of P.L. 93-344

Agency Department of Justice	New budget authority	\$ 175,850,000
Bureau Immigration and Naturalization Service	(P.L. 93-433 ) Other budgetary resources	7,850,000
Appropriation Title & Symbol	Total Budgetary Resources	183,700,000
Salaries and Expenses Immigration and Naturalization Service 1551217	Amount proposed for rescission	1,300,000

Justification

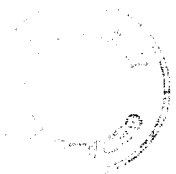
This withholding of funds is one of several special actions proposed by the President to restrain 1975 outlays. Since these restraints are being proposed after Congressional action affecting most 1975 funds have been completed, this withholding will be delayed until December 16, 1974, to permit Congressional review of the action contemplated.

The proposed action reduces funds available for detention and deportation of aliens unlawfully residing in the U.S. from \$19.1 million to \$17.8 million. Even though the program level previously planned for 1975 will be reduced by this rescission, remaining funds still permit an expanded program over previous years.

The funds proposed for rescission are available only in fiscal year 1975.

Estimated Effects

<u>Total 1975 Outlays</u>	<u>Dollars in millions</u>
1975 Budget (February transmittal).....	\$178.200
Without rescission (Current estimate).....	\$171.103
With rescission (Revised estimate).....	<u>\$169.803</u>
(Effect of action on 1976 Outlays	0 )



DEPARTMENT OF JUSTICE  
Immigration and Naturalization Service  
Salaries and Expenses

Appropriations provided under this head in the State,  
Justice, Commerce, Judiciary and Related Agencies Appropria-  
tion Act, 1975, are rescinded in the amount of \$1,300,000.

PROPOSED RESCISSION OF BUDGET AUTHORITY  
Report Pursuant to Sec. 1012 of P.L. 93-344

Agency	
Department of Justice	New budget authority <u>\$169,000,000</u> (P.L. 93-433)
Bureau	Other budgetary resources <u>\$ 2,920,000</u>
Bureau of Prisons	Total Budgetary resources <u>\$171,920,000</u>
Appropriation Title and Symbol	Amount proposed for rescission <u>\$ 5,250,000</u>
Salaries and Expenses 1551060	

Justification

This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after Congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit Congressional review of the action contemplated. The items to which this proposed action would be applicable are:

\$4,650,000 - Delays in activation of new facilities.  
The savings are available during FY 1975 because of late activation of the Butner FCCR, the Miami Youth Center, and the Chicago MCC due to delays in construction.

\$300,000 - Drug Abuse Community Treatment (Aftercare)  
The Bureau of Prisons will reduce the number of participants in aftercare programs and/or reduce the level of services currently being provided. The average number of clients to be served will be slightly less than the 2,600 participants in the program at the end of FY 1974.

\$300,000 - Per Capita Care population increase.  
Current population is running somewhat below the 23,500 average funded in FY 1974. If this trend continues, we will not achieve the population projection for FY 1975 of 24,000.

The budget activities affected by the proposed action are:

<u>Budget Activity</u>	<u>Amount</u>
Care	\$3,007,000
Education	375,000
Maintenance and Operations	1,017,000
Medical	551,000
Drug Abuse	<u>300,000</u>
Total	\$5,250,000

The funds proposed for rescission are available only in fiscal year 1975.

Estimated Effects

<u>Total 1975 Outlays</u>	<u>Dollars in millions</u>
1975 Budget (February transmittal) .....	\$168.900
Without rescission (Current estimate) .....	\$166.291
With rescission (Revised estimate) .....	<u>\$161.041</u>
(Effect of action on 1976 Outlays	0 )

The proposed actions will have minimal impact on programs during FY 75. The delay in activation of new facilities will not affect current-year programs; however, funds being rescinded will have to be recovered during FY 76 if these new facilities are to be activated on schedule. In the Drug Aftercare Program, it will be necessary to hold the program participation at or near the FY 74 year-end level and possibly reduce slightly the level of services to be provided by the Bureau of Prisons.



DEPARTMENT OF JUSTICE  
Federal Prison System  
Bureau of Prisons  
Salaries and Expenses

Appropriations provided under this head in the State,  
Justice, Commerce, Judiciary and Related Agencies Appro-  
riation Act, 1975, are rescinded in the amount of  
\$5,250,000.



PROPOSED RESCISSION OF BUDGET AUTHORITY  
 Report Pursuant to Sec. 1012 of P.L. 93-344

Agency Department of Justice	New budget authority	<u>\$27,690,000</u>
Bureau	(P.L. 93-433)	
Bureau of Prisons	Other budgetary resources	<u>\$52,015,735</u>
Appropriation Title & Symbol	Total budgetary resources	<u>\$79,705,735</u>
Buildings and Facilities 15X1003		
	Amount proposed for recission	\$ 1,750,000

Justification

This withholding of funds is one of several actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after Congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit Congressional review of the action contemplated. This proposed action would be applicable to Site and Planning activities. There would be a reduction of \$1,050,000 from the \$2,550,000 currently available for the Northeast Adult Facility and a reduction of \$700,000 from the \$2,700,000 available for the Northeast Youth Complex. Efforts will be intensified to acquire sites at no cost to the Government and, if necessary, initial site development will be delayed until the total construction funds are appropriated.

The funds proposed for rescission have been made available without regard to fiscal year limitation.

Estimated Effects

<u>Total 1975 Outlays</u>	<u>Dollars in millions</u>
1975 Budget (February transmittal).....	\$24.300
Without Rescission (Current estimate).....	\$30.637
With Rescission (Revised estimate).....	<u>\$28.887</u>
(Effect of action on 1976 Outlays	0 )

The Bureau has been relatively successful in acquiring "free" property to construct new institutions. Every effort will continue to acquire surplus federal or state property for future construction. It may also be necessary to delay some initial site development until such time as the total construction funds are made available.

DEPARTMENT OF JUSTICE  
Federal Prison System  
Bureau of Prisons  
Buildings and Facilities

Appropriations provided under this head in the State,  
Justice, Commerce, Judiciary and Related Agencies Appro-  
priation Act, 1975, are rescinded in the amount of  
\$1,750,000.

**PROPOSED RESCISSION OF BUDGET AUTHORITY**  
**Report Pursuant to Sec. 1012 of P.L. 93-344**

<b>Agency</b>	<b>New budget authority</b>	<b>\$ 135,000,000</b>
Department of Justice	(P.L. 93-433 )	
<b>Bureau</b>	<b>Other budgetary resources</b>	<b>6,562,000</b>
Drug Enforcement Administration		
<b>Appropriation Title &amp; Symbol</b>	<b>Total Budgetary Resources</b>	<b>141,562,000</b>
Salaries and Expenses		
1551100	<b>Amount proposed for</b>	
	<b>rescission</b>	<b>2,400,000</b>

Justification

This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after Congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit Congressional review of the action contemplated.

This reduction will delay the development of certain communications and detection equipment projects to be used in the drug enforcement program. It is not anticipated that these delays will significantly affect the current enforcement operations of DEA.

The funds proposed for rescission have been made available without regard to fiscal year limitation.

Estimated Effects

<u>Total 1975 Outlays</u>	<u>Dollars in millions</u>
1975 Budget (February transmittal).....	\$135.875
Without rescission (Current estimate).....	\$135.978
With rescission (Revised estimate).....	<u>\$133.578</u>
(Effect of action on 1976 Outlays	0 )



The reduction in the research program will have the effect of extending the period from formulation to final prototype of several of the engineering projects, causing some delay in the provision of these tools to the enforcement community. When the full effect of the reduction can be determined, revised research program requirements will be presented in the normal budget cycle.

DEPARTMENT OF JUSTICE

Drug Enforcement Administration

Salaries and Expenses

Appropriations provided under this head in the State, Justice, Commerce, Judiciary and Related Agencies Appropriation Act, 1975, are rescinded in the amount of \$2,400,000.

**PROPOSED RESCISSION OF BUDGET AUTHORITY**  
**Report Pursuant to Sec. 1012 of P.L. 93-344**

<b>Agency</b> Department of State	New budget authority (P.L. 93-433 )	\$ 205,903,000
<b>Bureau</b>	Other budgetary resources	None
<b>Appropriation Title &amp; Symbol</b> Contributions to Inter- national Organizations	<b>Total Budgetary Resources</b>	<u>205,903,000</u>
1951126	<b>Amount proposed for rescission</b>	<u>2,000,000</u>

Justification:

The Department of State Appropriation Act, 1975 (Title I, Public Law 93-433, approved October 5, 1974) provides budget authority of \$205,903,000 only for fiscal year 1975 "for expenses, not otherwise provided for, necessary to meet annual obligations of membership in international multilateral organizations, pursuant to treaties, convention, or specific Acts of Congress." From funds appropriated in that account the State Department pays the United States' assessed shares of the budgets of some 38 international organizations in which the U.S. has membership, including the United Nations and its specialized agencies, the Inter-American organizations, and other regional and technical bodies.

Each year, the amount estimated for this account in the President's February Budget and the amount appropriated by the Congress are based on actual, approved budgets of most of the various organizations. However, in a few cases the budgets have not received final approval by the organizations' legislative bodies in time, so the President and the Congress must act on estimates of their probable action. Also, the exchange rates at which U.S. contributions are actually paid to a few organizations sometimes differ from the rates used in calculating the budget estimates.

This year, these two factors have caused some U.S. assessments to be less than estimated; the principal ones are:

	<u>Reduction in U.S. assessment</u>
Organization for Economic Cooperation and Development	\$978,000
United Nations Educational, Scientific and Cultural Organization	913,000
Organization of American States	505,000



Other assessments are greater than estimated; the principal ones are:

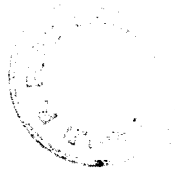
	<u>Increase in U.S. assessment</u>
International Telecommunications Union	\$265,000
Inter-American Institute of Agricultural Sciences	202,000

These changes in assessments have resulted in net U.S. contributions of \$2,000,000 less than the amount appropriated. Accordingly, \$2,000,000 is proposed for rescission, pursuant to the Antideficiency Act (31 U.S.C. 665) which authorizes the establishment of reserves for savings.

Estimated Effects:

This rescission reflects an outlay reduction of \$2,000,000 in 1975 which, however, will have no programmatic effect.

<u>Total 1975 Outlays</u>	<u>dollars in millions</u>
1975 Budget (February transmittal)...	214
Without savings (current estimate)...	206
With savings (revised estimate).....	<u>204</u>
(Effect of action on 1976 outlays....	---)



**DEPARTMENT OF STATE**

**International Organizations and Conferences**

**Contributions to International Organizations**

**Appropriations provided under this head in the  
Department of State Appropriations Act, 1975, are  
rescinded in the amount of \$2,000,000.**

**PROPOSED RESCISSION OF BUDGET AUTHORITY**  
 Report Pursuant to Sec. 1012 of P.L. 93-344

Agency Department of State	New budget authority (P.L. 93-433 )	\$ 2,000,000
Bureau	Other budgetary resources	None
Appropriation Title & Symbol International Trade Negotiations	Total Budgetary Resources	2,000,000
1951147	Amount proposed for rescission	100,000

Justification:

The Department of State Appropriation Act, 1975 (Title I, Public Law 93-433, approved October 5, 1974) provides budget authority of \$2,000,000 for fiscal year 1975 "for necessary expenses of participation by the United States in international trade negotiations," etc. These funds are available only in fiscal year 1975. From funds appropriated in that account the State Department pays for the 1975 costs of the U.S. delegation and certain support staff in Washington for U.S. participation in the multilateral trade negotiations that began in late 1973 at Geneva under the sponsorship of the contracting parties of the General Agreement on Tariffs and Trade (GATT).

Progress of the negotiations has been slow, due, in part, to the delay in the enactment of negotiating authority for the President of the United States, which would be available pursuant to the Trade Reform Bill (H.R. 10710, 93rd Congress) now pending in the Congress. That Bill passed the House of Representatives on December 11, 1973, but has not yet been brought to the floor of the Senate. The estimate of \$2,465,000 in budget authority for international trade negotiations for fiscal year 1975 in the President's February Budget was based on enactment of the Trade Reform Bill earlier in this session of the Congress and faster progress in the negotiations. Since full buildup of the planned U.S. negotiating delegation and support staff has now been even further delayed, \$100,000 of the \$2,000,000 appropriation will not be required during fiscal year 1975. Accordingly, \$100,000 is proposed for rescission, pursuant to the Antideficiency Act (31 U.S.C. 665) which authorizes the establishment of reserves for savings.

Estimated Effects:

This rescission reflects an outlay reduction of \$100,000 in 1975 which, however, will have no programmatic effect.

<u>Total 1975 Outlays</u>	<u>dollars in millions</u>
1975 Budget (February transmitted)....	1.9
Without savings (current estimate)....	1.8
With savings (revised estimate).....	<u>1.7</u>
(Effect of action on 1976 outlays.....	---)

DEPARTMENT OF STATE

International Organizations and Conferences

International Trade Negotiations

Appropriations provided under this head in the  
Department of State Appropriation Act, 1975, are  
rescinded in the amount of \$100,000.

**PROPOSED RESCISSION OF BUDGET AUTHORITY**  
Report Pursuant to Sec. 1012 of P.L. 93-344

<b>Agency</b> The Department of the Treasury	<b>New budget authority</b>	\$ 25,955,000
<b>Bureau</b> Office of the Secretary	(P.L. 93-381 ) <b>Other budgetary resources</b>	<u>1,500,000</u>
<b>Appropriation Title &amp; Symbol</b> Salaries and expenses Office of the Secretary of the Treasury 2050101	<b>Total Budgetary Resources</b>	<u>27,455,000</u>
	<b>Amount proposed for rescission</b>	\$ <u>310,000</u>

Justification:

This appropriation provides the staff assistance to the Secretary in the discharge of his responsibilities. Included are the immediate assistants to the Secretary, their staffs, the Office of Revenue Sharing, general administrative support services and the maintenance, repair and improvement of the Treasury Building and Annex.

This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after Congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit Congressional review of the action contemplated.

The funds proposed for rescission are available only in fiscal year 1975.

Estimated Effects:

The reduction would be achieved by delaying the lease of automated data processing and communication switching equipment and the curtailment of official travel.

<u>Total 1975 Outlays</u>	<u>Dollars in Millions</u>
1975 Budget (February transmittal and May budget amendment)	\$26.7
Without rescission (current estimate)	25.5
With rescission	<u>25.2</u>
(Effect of action on 1976 outlays)	-0-)

DEPARTMENT OF THE TREASURY

Office of the Secretary

Salaries and Expenses

Appropriations provided under this head in the  
Treasury, Postal Service, and General Government Appro-  
priation Act, 1975, are rescinded in the amount of  
\$310,000.



PROPOSED RESCISSION OF BUDGET AUTHORITY  
 Report Pursuant to Sec. 1012 of P.L. 93-344

Agency <u>The Department of the Treasury</u>	New budget authority	\$ <u>3,100,000</u>
Bureau <u>Federal Law Enforcement Training Center</u>	(P.L. <u>93-381</u> )	
Appropriation Title & Symbol	Other budgetary resources	<u>-</u>
Salaries and Expenses	Total Budgetary Resources	<u>3,100,000</u>
2050104	Amount proposed for rescission	<u>\$60,000</u>

Justification:

The consolidated Federal Law Enforcement Training Center provides the necessary facilities and equipment for conducting recruit, advanced, specialized, and refresher training for law enforcement personnel of the participating agencies, plus instructors who teach the basic and some advanced courses in the various curricula. This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after Congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit Congressional review of the action contemplated.

The funds proposed for rescission are available only in fiscal year 1975.

Estimated Effects:

The reduction would be achieved by eliminating the contracting of selected educational services and deferring the purchase of certain equipment and inventory supplies maintained by the Center for classroom instruction.

Rescission of the amount shown above will not demonstrably interfere with the Bureau's ability to train law enforcement personnel sent by participating agencies.

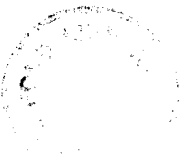
<u>Total 1975 Outlays</u>	<u>Dollars in Millions</u>
1975 Budget (February transmittal)	\$3.2
Without rescission (current estimate)	3.0
With rescission (revised estimate)	<u>2.9</u>
(Effect of action on 1976 Outlays)	-0-





DEPARTMENT OF THE TREASURY  
Federal Law Enforcement Training Center  
Salaries and Expenses

Appropriations provided under this head in the  
Treasury, Postal Service, and General Government Appro-  
priation Act, 1975, are rescinded in the amount of  
\$60,000.



**PROPOSED RESCISSION OF BUDGET AUTHORITY**  
Report Pursuant to Sec. 1012 of P.L. 93-344

Agency		
The Department of the Treasury	New budget authority	\$ 113,278,000
Bureau	(P.L. 93-381 )	
Accounts	Other budgetary resources	3,332,000
Appropriation Title & Symbol		
Salaries and expenses, Bureau of Accounts*	Total Budgetary Resources	116,610,000
2051801	Amount proposed for rescission	\$630,000

Justification:

This appropriation enables the Bureau to provide disbursing services for nearly all civilian executive Government agencies, process check claims, provide Government-wide central accounting services and perform other central fiscal operations. This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after Congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit Congressional review of the action contemplated.

The funds proposed for rescission are available only in fiscal year 1975.

Estimated Effects:

The rescission would be achieved by eliminating various phases of employee training and related travel, and by reducing the inventory of check envelopes to less than a two month supply. The proposed reduction involving employee training would have no immediate effects on the Bureau's programs nor would the reduction in check envelope inventory unless unusual procurement or transportation problems arise.

<u>Total 1975 Outlays</u>	<u>Dollars in Millions</u>
1975 Budget (February transmittal and May budget amendment)	\$100.5
Without rescission (current estimate including transfer from Office of the Treasurer)	112.0
With rescission (revised estimate)	<u>111.4</u>
(Effect of action on 1976 outlays	-0- )

\*The Bureau of Accounts was merged into the new Bureau of Government Financial Operations on February 1, 1974, as the result of Treasury Department Order 229.

DEPARTMENT OF THE TREASURY

Bureau of Accounts

Salaries and Expenses

Appropriations provided under this head in the  
Treasury, Postal Service, and General Government Appro-  
priation Act, 1975, are rescinded in the amount of  
\$630,000.

PROPOSED RESCISSION OF BUDGET AUTHORITY  
 Report Pursuant to Sec. 1012 of P.L. 93-344

Agency		
The Department of the Treasury	New budget authority	\$ 284,800,000
Bureau	(P.L. 93-381 )	
U. S. Customs Service	Other budgetary resources	+44,465,000
Appropriation Title & Symbol		
Salaries and Expenses	Total Budgetary Resources	329,265,000
2050602	Amount proposed for rescission	\$3,000,000

Justification:

The United States Customs Service, as an enforcement arm of the Department of the Treasury, has been vested with authority to collect and protect the revenue on imports and enforce Customs and related laws. The fundamental authority for the activities of Customs is contained in the provisions of the Tariff Act of 1930, as amended (19 U.S.C. 1202 et. seq.). In addition, the U. S. Customs Service administers and enforces or assists other Federal agencies in the administration and enforcement of numerous other laws. This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after Congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit Congressional review of the action contemplated.

The funds proposed for rescission are available only in fiscal year 1975.

Estimated Effect:

The reduction would be achieved through a general cutback in Customs programs or a delay in implementing new or expanded 1975 programs. This approach would effect immediate and actual savings this year towards the overall reduction of Federal expenditures and aid in lowering the spiralling inflation of our economy. This approach would have the least adverse effect on the long range Customs programs in that programs are delayed but not eliminated. The rescission of \$3,000,000 in new obligating authority delays planned replacement of equipment due to age and/or condition until the following fiscal year. Planned implementation dates for expansion of the Treasury Enforcement Communications System and the Automated Merchandise Processing System will slip further into the fiscal year. Planned co-location or expansion of existing space will be delayed until Fiscal Year 1976. Implementation of program increases approved for Fiscal Year 1975 will be forced further into the fiscal year. Training of some employees will be delayed until the following fiscal year.

<u>Total 1975 Outlays</u>	<u>Dollars in Millions</u>
1975 Budget (February transmittal and May budget amendment)	\$287.9
Without rescission (current estimate)	300.6
With rescission (revised estimate)	<u>297.6</u>
(Effect of action on 1976 Outlays	-0-)

DEPARTMENT OF THE TREASURY

U. S. Customs Service

Salaries and Expenses

Appropriations provided under this head in the Treasury, Postal Service, and General Government Appropriation Act, 1975, are rescinded in the amount of \$3,000,000.

**PROPOSED RESCISSION OF BUDGET AUTHORITY**  
 Report Pursuant to Sec. 1012 of P.L. 93-344

<b>Agency</b> The Department of the Treasury	New budget authority	\$ 41,000,000
<b>Bureau</b> Internal Revenue Service	(P.L. 93-381 )	
<b>Appropriation Title &amp; Symbol</b>	Other budgetary resources	2,185,000
Salaries and Expenses	<b>Total Budgetary Resources</b>	<b>43,185,000</b>
2050911	<b>Amount proposed for rescission</b>	<b>\$530,000</b>

Justification:

This appropriation provides for the overall direction of the Internal Revenue Service, for program planning and determining resource needs, for managing its administrative support, and for the maintenance of employee integrity and internal controls. This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after Congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit Congressional review of the action contemplated.

The funds proposed for rescission are available only in fiscal year 1975.

Estimated Effects:

The reduction would be achieved by deferring training, delaying staff expansion, purchase of equipment, space programs, and operational travel. These rescissions will not affect adversely the IRS program.

<u>Total 1975 Outlays</u>	<u>Dollars in Millions</u>
1975 Budget (February transmittal)	\$42.0
Without rescission (current estimate)	42.0
With rescission (revised estimate)	<u>41.5</u>
(Effect of action on 1976 outlays)	-0-)

DEPARTMENT OF THE TREASURY

Internal Revenue Service

Salaries and Expenses

Appropriations provided under this head in the  
Treasury, Postal Service, and General Government Approp-  
riation Act, 1975, are rescinded in the amount of \$530,000.



**PROPOSED RESCISSION OF BUDGET AUTHORITY**  
**Report Pursuant to Sec. 1012 of P.L. 93-344**

<b>Agency</b>		
The Department of the Treasury	New budget authority	\$ 712,600,000
<b>Bureau</b>	(P.L. <u>93-381</u> )	
Internal Revenue Service	Other budgetary resources	4,082,000
<b>Appropriation Title &amp; Symbol</b>		
Accounts, Collection and Taxpayer Service	<b>Total Budgetary Resources</b>	<u>716,682,000</u>
2050912	<b>Amount proposed for rescission</b>	\$ <u>9,230,000</u>

Justification:

This appropriation provides for the mailing of tax return forms and instructions, receiving and processing tax returns, scheduling refunds, issuing notices, accounting for revenues, collecting unpaid taxes, securing unfiled returns, assisting taxpayers in filing timely and accurate returns, providing post-filing account information, and preparing statistical information on income. This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after Congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit Congressional review of the action contemplated.

The funds proposed for rescission are available only in fiscal year 1975.

Estimated Effects:

The reduction would be achieved by deferring training, acquisition of equipment, site preparation and related space alterations, supplies and materials, and travel, reducing evening and Saturday taxpayer service during the filing period, delaying the Tax Administration system redesign effort, and eliminating county data transcription for revenue-sharing statistical purposes. This rescission will have a negligible effect upon revenues collected by the Internal Revenue Service.

<u>Total 1975 Outlays</u>	<u>Dollars in Millions</u>
1975 Budget (February transmittal and May budget amendment)	\$724.4
Without rescission (current estimate)	721.7
With rescission (revised estimate)	<u>712.5</u>
(Effect of action on 1976 outlays)	-0-



DEPARTMENT OF THE TREASURY

Internal Revenue Service

Accounts, Collection and Taxpayer Service

Appropriations provided under this head in the Treasury,  
Postal Service, and General Government Appropriation Act,  
1975, are rescinded in the amount of \$9,230,000.

**PROPOSED RESCISSION OF BUDGET AUTHORITY**  
**Report Pursuant to Sec. 1012 of P.L. 93-344**

<b>Agency</b> The Department of the Treasury	<b>New budget authority</b>	\$ <u>791,000,000</u>
<b>Bureau</b> Internal Revenue Service	(P.L. <u>93-381</u> )	
<b>Appropriation Title &amp; Symbol</b>	<b>Other budgetary resources</b>	<u>+1,436,000</u>
Compliance	<b>Total Budgetary Resources</b>	<u>792,436,000</u>
2050913	<b>Amount proposed for rescission</b>	\$ <u>10,240,000</u>

Justification:

This appropriation provides for determining and establishing tax liabilities, for assuring compliance with the tax laws, for investigation and enforcement activities, for carrying out special law enforcement programs assigned to the Revenue Service. It also provides for rulings and advice necessary for a correct and uniform interpretation and application of the Code, for issuing rulings to taxpayers, and for publishing precedent rulings. Further, it provides for representation in Tax Court cases, for furnishing legal advice and assistance in other civil and criminal litigation, and for providing consultative legal services in matters ranging from labor relations to interpreting the complex provisions of the Internal Revenue Code. This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after Congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit Congressional review of the action contemplated.

The funds proposed for rescission are available only in fiscal year 1975.

Estimated Effects:

The reduction would be achieved by imposing hiring restrictions, deferring regular travel, training, space programs, and purchase of equipment. This rescission will have a negligible effect upon revenues collected by the Internal Revenue Service.

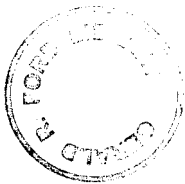
<u>Total 1975 Outlays</u>	<u>Dollars in Millions</u>
1975 Budget (February transmittal and May budget amendment)	\$801.2
Without rescission (current estimate)	797.5
With rescission (revised estimate)	<u>787.3</u>
(Effect of action on 1976 outlays)	-0-

DEPARTMENT OF THE TREASURY

Internal Revenue Service

Compliance

Appropriations provided under this head in the Treasury,  
Postal Service, and General Government Appropriation Act,  
1975, are rescinded in the amount of \$10,240,000.



**PROPOSED RESCISSION OF BUDGET AUTHORITY**  
**Report Pursuant to Sec. 1012 of P.L. 93-344**

<b>Agency</b> General Services Administration	<b>New budget authority</b>	\$ _____
<b>Bureau</b> Public Buildings Service	(P.L. _____)	
<b>Appropriation Title &amp; Symbol</b>	<b>Other budgetary resources</b>	_____
Federal Buildings Fund	<b>Total Budgetary Resources</b>	<u>1,008,870,700*</u>
Limitations on Availability of Revenue 47 X 4542	<b>Amount proposed for rescission</b>	<u>20,022,900</u>

Justification:

This proposed rescission is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after Congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit Congressional review of the action contemplated. The Federal Buildings Fund is used to finance space and services provided Federal agencies by the General Services Administration. The income for the fund is derived from Standard Level User Charges, the availability of which is subject to limitations enacted by the Congress. For 1975, the Congress limited reserve availability to \$1,008,870,700 of which \$98,000,000 is available for alterations and major repairs of public buildings. This proposal will reduce the 1975 obligational authority for repairs and alterations to \$77,977,100 and will require the cancellation of low priority work which has not yet been started.

Estimated Effects:

The effect of the reduction in obligational authority will be to reduce outlays by \$10,000,000 in 1975 and \$10,022,900 in 1976. The net effect of the rescission on Federal Buildings Fund outlays is as follows:

<u>Total 1975 Outlays</u>	<u>Dollars in millions</u>
1975 Budget (February transmittal)	-119
Without rescission (current estimate)	-44
With rescission (revised estimate)	<u>-54</u>
(Effect of action on 1976 outlays)	<u>-10</u>

This reduction would impact on about 1,200 man-years of employment in the private sector. The termination of scheduled repair and alteration work will not adversely affect the ability of Federal agencies to carry out essential Government services. The following repair and alteration projects would be canceled in 1975:

\*Excludes increase of \$30,000,000 which would be available upon enactment of pending supplemental request.

<u>Project</u>	<u>Estimated Obligations</u>
Boston, MA, McCormack PO CT	\$ 239,000
Brooklyn, NY., FB (225 Cadman)	447,600
New York City, NY., Foley Square	3,952,500
Washington, D.C., Agriculture South	1,200,000
Washington, D.C., Commerce	407,000
Washington, D.C., FB #1	3,813,100
Washington, D.C., Post Office (new)	1,200,000
Washington, D.C., Post Office (old)	495,000
Washington, D.C., State	529,900
Philadelphia, PA., 5000 Wissahickon	438,000
Arlington, VA., Pentagon	935,800
Wheeling, WV., PO CT	485,000
Jacksonville, FL., PO CT	674,000
Nashville, TN., US CH	746,000
Kansas City, MO., FB 1500 E. Bannister	963,400
Denver, CO., FC	1,819,900
Cheyenne, WY., FOB	490,500
Tucson, AZ., PO CT	274,600
Los Angeles, CA., CT	813,600
Portland, OR., Pioneer CT	98,000
	<hr/>
Total	\$20,022,900

GENERAL SERVICES ADMINISTRATION

Real Property Activities

Federal Buildings Fund

Limitation on Availability of Revenue

The amount made available under this head in the Treasury, Postal Service, and General Government Appropriations Act, 1975, is hereby reduced in the amount of \$20,022,900, which reduction shall apply specifically to the limitation on alterations and major repairs.

**PROPOSED RESCISSION OF BUDGET AUTHORITY**  
**Report Pursuant to Sec. 1012 of P.L. 93-344**

<b>Agency</b> Special Action Office for Drug Abuse Prevention <b>Bureau</b>	New budget authority (P.L. 93-381)	\$ <u>4,000,000</u>
	Other budgetary resources	<u>--</u>
<b>Appropriation Title &amp; Symbol</b> Pharmacological Research, Special Action Office for Drug Abuse Prevention 1152455	<b>Total Budgetary Resources</b>	<u>4,000,000</u>
	<b>Amount proposed for rescission</b>	<u>2,760,000</u>

Justification:

This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit congressional review of the action contemplated.

The funds provided in this annual account support pharmacological studies connected with the development and testing of long-acting methadone, narcotic antagonists, and other related special studies.

The funds proposed for rescission are for the development of a more effective narcotic antagonist to block the effects of opiate addiction in humans. This effort will be funded out of the "Special Fund" account of this agency because by so doing the effort will not be tied specifically to the figures of \$2,760,000. The Special Action Office indicates that it is at least several months away from funding the actual grant. Until the point is reached at which the grant is ready for award, the precise sum needed cannot be determined. By rescinding the funds in this account and funding this pharmacological research from the "Special Fund", where other project funds are located, optimum flexibility can be retained for funding the narcotic antagonist research program. In addition, similar research activities are already being undertaken within the Department of Health, Education, and Welfare.

Estimated Effects:

No effect because this research activity will still be undertaken. Some lower priority drug abuse related research activities in HEW may be delayed if additional funds are necessary to complete this study.

<u>Total 1975 Outlays</u>	<u>(\$ in thousands)</u>
1975 Budget (February transmittal)....	11,840
Without rescission (revised estimate).	18,826
With rescission (revised estimate)....	17,826
(Effect of action on 1976 outlays ....	-1,760)



SPECIAL ACTION OFFICE FOR DRUG ABUSE PREVENTION

Pharmacological Research

Appropriations provided under this head in the Executive  
Office Appropriation Act, 1975, are rescinded in the amount  
of \$2,760,000.

PROPOSED RESCISSION OF BUDGET AUTHORITY  
Report Pursuant to Sec. 1012 of P.L. 93-344

Agency Special Action Office for Drug Abuse Prevention Bureau	New budget authority (P.L. 93-381 )	\$ 11,000,000
	Other budgetary resources	--
Appropriation Title & Symbol	Total Budgetary Resources	11,000,000
Special Fund, Special Action Office for Drug Abuse Prevention 1153455	Amount proposed for rescission	2,240,000

Justification:

This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after Congressional action affecting most 1975 funds has been completed this withholding will be delayed until December 16, 1974, to permit Congressional review of the action contemplated.

For the most part this annual account provides funds through inter-agency transfers that support innovative management improvement, outreach, treatment, rehabilitation, and education approaches in drug abuse prevention activities.

The funds proposed for rescission are for lower priority efforts. Similar activities are already being undertaken by other Federal agencies.

The legislative authority for the Special Action Office for Drug Abuse Prevention expires on June 30, 1975. Many of the activities supported through funds provided in this account have already been transferred to other agencies and are being funded in those agencies.

Estimated Effects:

About 13 of the 43 planned projects would not be undertaken and about 24 of the remaining 30 projects would be reduced in scope. No important objectives would, however, be adversely affected by the rescission. Most of the projects involved can be effectively carried out at a reduced level of funding. Only those projects considered most marginal to the total Federal drug abuse prevention effort would be completely eliminated.

Total 1975 Outlays	(\$ in thousands)
1975 Budget (February transmittal) .....	21,250
Without rescission (current estimate) ..	23,420
With rescission (revised estimate) ....	22,300
(Effect of action in 1976 outlays .....	1,120)

SPECIAL ACTION OFFICE FOR DRUG ABUSE PREVENTION

Special Fund

Appropriations provided under this head in the Executive  
Office Appropriation Act, 1975, are rescinded in the amount  
of \$2,240,000.



## Part 7. Deferrals

Reports are included in this part for 41 deferrals of obligations and expenditures totalling \$393 million in obligations and \$10 million in deferrals of expenditures only. These reports are transmitted under the provisions of Title X of the Impoundment Control Act of 1974 (P.L. 93-344). Congressional approval of the actions contemplated would reduce Federal spending in 1975 by \$317 million. An agency summary of the outlay reductions that would be effected follows:

### EFFECT OF DEFERRAL ACTIONS ON OUTLAYS

(Outlay reductions in millions of dollars)

	<u>1975</u>	<u>1976</u>
Agriculture.....	- 2	- 2
Commerce.....	-19	- 6
DOD-Civil, Corps of Engineers.....	-42 <u>1/</u>	--
Health, Education, and Welfare.....	- 1	-1
Housing and Urban Development.....	-18	-40
Interior.....	-45 <u>1/</u>	+30*
Atomic Energy Commission.....	-80	+52*
NASA.....	-70	--
National Science Foundation.....	-10	--
National Foundation on the Arts and Humanities.....	- 8	--
Small Business Administration.....	<u>-22</u>	<u>-14</u>
Total.....	-317	+18*

The outlay reductions for each item are identified in the reports in this part. As noted in the individual reports, the withholding associated with the deferrals in this part will generally be delayed until December 16, 1974.

In addition to the deferrals reported herein, other deferral actions have already been taken. They were reported in special messages of September 20, and October 4 and 31, and November 13

1/ Includes outlay reduction as a result of deferrals reported in the President's Special Message of October 31.

\* Outlay increase.

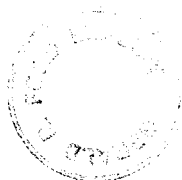
(the November 13 message amended some earlier deferral reports). These deferrals of obligational authority include the following major items:

	<u>Obligational authority in millions of dollars</u>
Environmental Protection Agency:	
Construction grants.....	9,000
Transportation: Federal-aid highways	
1975 and prior programs.....	4,370
1976 programs.....	6,358
Agriculture: Forest Service,	
Forest roads and trails.....	420
Interior road construction programs.....	452
Housing and Urban Development:	
Grants for basic water and sewer	
facilities.....	402
Homeownership assistance.....	264
Public Facility loans.....	184

The effect of the deferrals previously reported is to reduce Federal spending by more than \$0.4 billion in 1975 and more than \$2.0 billion in 1976.

SUMMARY OF PROPOSED DEFERRALS  
(Dollars in thousands)

<u>Defer- ral #</u>	<u>Item</u>	<u>Budget Authority</u>
<u>Deferrals:</u>		
Agriculture:		
Forest Service:		
D75-90	Construction and Land Acquisition.....	6,865
Commerce:		
Social and Economic Statistics		
Administration:		
D75-91	Periodic Censuses and Programs.....	327
Domestic and International Business		
Administration:		
D75-92	Operations and Administration.....	750
United States Travel Service:		
Inter-American Cultural and		
D75-93	Trade Center.....	1,420
National Oceanic and Atmospheric		
Administration:		
D75-94	Operations, Research and Facilities....	6,800
D75-95	Coastal Zone Management.....	1,000
National Fire Prevention and		
Control Administration:		
Operations, Research, and		
D75-96	Administration.....	500
National Bureau of Standards,		
Office of Telecommunications:		
Scientific and Technical Research		
D75-97	and Services.....	3,718
Maritime Administration:		
D75-98	Ship Construction.....	5,750
D75-99	Research and Development.....	3,468
D75-100	Operations and Training.....	1,300
Health, Education, and Welfare		
Health Resources Administration:		
D75-101	Health Resources (Health Manpower).....	3,550
Health Resources (Program		
D75-102	Management).....	1,400
Office of Education:		
Elementary and Secondary Education:		
D75-103	Supplementary Services.....	9,278
D75-104	Equipment and Minor Remodeling.....	6,562
D75-105	Nutrition and Health.....	1,900
Office of the Secretary:		
D75-106	Departmental Management.....	1,902



Defer- ral #	Item	Budget Authority
Deferrals (cont):		
Housing and Urban Development:		
Community Planning and Development:		
D75-107	Comprehensive Planning Grants.....	50,000
Policy Development and Research:		
D75-108	Research and Technology.....	8,000
Interior:		
Bureau of Outdoor Recreation:		
D75-109	Land and Water Conservation.....	20,000
Atomic Energy Commission:		
Operating Expenses:		
D75-110	Weapons Program.....	4,000
D75-111	Civilian Reactor Research and Development.....	8,000
D75-112	Civilian Reactor Research and Development.....	6,700
D75-113	Physical Research.....	2,700
D75-114	Controlled Thermonuclear Research.....	8,000
D75-115	Biomedical and Environmental Research and Safety.....	4,000
Operating Expenses/Plant and Capital Equipment:		
D75-116	Weapons Program.....	4,700
Plant and Capital Equipment:		
D75-117	Nuclear Materials.....	12,000
D75-118	Nuclear Materials.....	12,000
D75-119	Civilian Reactor Research and Development.....	10,000
D75-120	Civilian Reactor Research and Development.....	1,500
D75-121	Civilian Reactor Research and Development.....	12,100
D75-122	Civilian Reactor Research and Development and Controlled Thermonuclear Research.....	13,000
D75-123	Other Capital Equipment.....	13,900
National Aeronautics and Space Administration:		
Research and Development:		
D75-124	Manned Space Flight.....	20,000
D75-125	Space Science and Applications.....	16,000
D75-126	Aeronautical Research and Space Supporting Activities.....	36,000

1/ Deferral of outlays only.

<u>Defer-</u> <u>ral #</u>	<u>Item</u>	<u>Budget</u> <u>Authority</u>
Deferrals (cont):		
Other Independent Agencies:		
National Foundation on the Arts and Humanities:		
D75-127	Salaries and Expenses.....	18,000
National Science Foundation:		
D75-128	Salaries and Expenses.....	15,000
D75-129	Salaries and Expenses (Special Energy R&D Appropriation Act, 1975)...	5,000
Small Business Administration:		
D75-130	Business Loan & Investment Fund.....	<u>36,000</u>
Total Deferrals.....		393,090



DEFERRAL OF BUDGET AUTHORITY  
Report Pursuant to Sec. 1013 of P.L. 93-344

Agency Department of Agriculture	New budget authority (P.L. _____)	\$ 30,908,000
Bureau Forest Service	Other budgetary resources	13,017,154
Appropriation Title & Symbol  Construction and Land Acquisition, Forest Service 12X1103	Total Budgetary Resources	43,925,154
	Amount to be deferred part of year	--
	Amount to be deferred for entire year	6,865,000

Justification:

Deferral of \$6,865,000 for construction of recreation and research facilities is one of several special actions proposed by the President to restrain 1975 budget outlays. The timing of construction of the facilities proposed for deferral is not critical to the specific local areas or to the Nation as a whole. These funds are available until expended with construction expected to be undertaken in FY 1976.

Estimated Effects:

Deferral of these funds, which remain available until expended, will postpone construction and use of the projects involved for one year. Employment would be reduced in fiscal year 1975 by about 15 direct Federal and 100 non-Federal man-years. Deferral would reduce outlays by \$2,400,000 in fiscal year 1975 and \$2,100,000 in fiscal year 1976 if funds are obligated in fiscal year 1976.

Total 1975 Outlays

Dollars in Millions

1975 Budget (February transmittal)	33.9
Without deferral (current estimate)	36.2
With deferral (revised estimate)	33.8
(Effect of action on 1976 outlays)	-2.1)

Recreation-Public Use

Council Bluffs Projects, Clark NE, Missouri.....\$500,000

Work includes completions of culvert through dam, stilling basin, construction of the remaining portion of the dam and spillway, including excavation of the remaining portions of the spillway, concrete spillway crest sections, additional cleaning, seeding and mulching, cleaning Moll Creek, relocation of utilities, construction of earth fill for dam, and installing riprap on the dam surface.

Mueller Park Recreation Area, Wasatch NF Utah ..... \$100,000

Work at the site would include: (1) improving the water and sanitation, (2) riprapping of streambanks, (3) providing new tables and grills, (4) paving under new tables and path systems, (5) planting of trees and shrubs, (6) installing more effective signing, and (7) providing trailhead facilities for the North Canyon Mueller Park Trail.

Robert S. Kerr Memorial Arboretum and Nature Center, Ouachita NF, Oklahoma.. \$450,000

Construction of basic facilities including plaza, orientation building, and restrooms is planned. On-site utilities of electricity, sewage disposal, and water would also be developed. Construction of nature trails and paving access roads and parking area would be done.

Blanchard Springs Caverns, Ozark-St. Francis NF, Arkansas ..... \$900,000

Would construct a second cave tour and expand the sewage treatment facilities.

Jackson Flats Campground, Angeles NF, California ..... \$300,000

Construction of a 100,000-gallon water storage tank and water line, four recirculating oil vault toilets, and five group camping areas.

Kyle and Lee Canyons Sewer Systems, Las Vegas Ranger District,  
Toiyable NF, Nevada ..... \$60,000

Work would consist of a feasibility study to determine the most desirable sewer system to be designed and installed. Subsequent phases will include the planning, contracting, and construction of a sewer system or systems that will serve all recreation developments within the two Canyons.

Lamoille Canyon-Ruby Mountain Recreation Area, Humboldt NF, Nevada ..... \$365,000

Improvement work is planned for a 3-year period to allow the public to use portions of the Canyon. Initial work will be restoration and expansion of Thomas Canyon campground, installation of information signs and traffic control barriers at roadside vistas, construction of public comfort stations, installation of sanitation, parking and traffic control facilities, and landscaping roadend-trailhead.

Eagle Lake Dam, Monongahela National Forest, West Virginia ..... \$815,000

Funds for this project were appropriated in fiscal year 1974. Feasibility studies were in process but no environmental studies had been made as required by the National Environmental Policy Act.

Feasibility studies have since been completed and we are in the process of reviewing environmental impacts. A draft environmental statement has been completed and it was circulated for agency and public comment. These comments are being analyzed and a final statement will be issued toward the end of fiscal year 1975.

At this point the environmental feasibility of the reservoir is still unresolved pending issuance of a final environmental statement. The decision on whether to proceed with construction will be made concurrent with issuance of the environmental impact statement. Therefore, deferring construction funding at this time will have no effect on the project.

#### Research Construction

Forestry Sciences Laboratory, Auburn, Alabama ..... \$400,000

In fiscal year 1972, \$110,000 in planning funds were appropriated to develop plans and specifications for the Forestry Sciences Laboratory proposed for construction on a 6-acre plot donated by Auburn University. These funds would be used to complete facilities in the main laboratory.

Forestry Sciences Laboratory, West Laboratory Wing, Corvallis, Oregon ..... \$2,800,000

In 1962 a Forestry Sciences Laboratory was completed on the campus of Oregon State University. In 1967 Congress appropriated funds to plan a major addition to the laboratory. These plans were completed in 1969. Congress appropriated \$500,000 in 1970 and \$500,000 again in fiscal year 1971, which permitted completion of wings containing service facilities, library and mechanical plant. In fiscal year 1974, \$1,500,000 was appropriated to complete the East Research Wing. These funds would be used to complete the West Wing.

Forestry Sciences Laboratory, Fresno, California ..... \$175,000

The Forest Service research program at Fresno, California, is focused on integrated, multiple use management of the varied vegetation types of the Sierra Nevada, which encompass grassy foothills a few hundred feet above sea level to the 14,000-foot crest less than 50 miles away. These funds would be used for planning and design of a laboratory on land now being considered for lease by the California State University.

DEFERRAL OF BUDGET AUTHORITY  
 Report Pursuant to Sec. 1013 of P.L. 93-344

Agency Department of Commerce	New budget authority (P.L. <u>93-433</u> )	\$ <u>22,250,000</u>
Bureau Social and Economic Statistics Administration	Other budgetary resources	\$ <u>4,021,000</u>
Appropriation Title & Symbol  Periodic Censuses and Programs	Total budgetary resources	\$ <u>26,271,000</u>
13X0450	Amount to be deferred part of year	\$ <u>...</u>
	Amount to be deferred for entire year	\$ <u>327,000</u>

JUSTIFICATION:

This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after Congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit Congressional review of the action contemplated.

This appropriation provides funds to conduct periodic censuses and surveys, pertaining to the major economic and demographic areas once or twice each decade. Funding also covers the maintenance of geographic support activities that relates to the various censuses and the acquisition of large scale data processing equipment. These funds are available without regard to fiscal year limitation.

The 1975 appropriation includes funds for rental of a central processor for the Bureau of the Census computer facility. Rental of this processor, originally scheduled to be operational by February 15, 1975, would be delayed for three months to May 15, as a result of this deferral action.

ESTIMATED EFFECTS:

Minor delays only are expected in computer processing during the three month deferral period. Other computer equipment, now installed, will continue to perform the required processing.

<u>Total 1975 Outlays</u>	<u>Dollars in Millions</u>
1975 Budget (February transmittal).....	23.0
Without deferral (current estimate).....	25.1
With deferral (revised estimate).....	<u>24.7</u>
(Effect of action on 1976 outlays.....	<u>0</u> )

DEFERRAL OF BUDGET AUTHORITY  
Report Pursuant to Sec. 1013 of P.L. 93-344

Agency Department of Commerce	New budget authority (P.L. 93-433 )	\$ 58,750,000
Bureau Domestic and International Business Administration	Other budgetary resources	\$ .....
Appropriation Title & Symbol  Operations and Administration  13X1250	Total budgetary resource	\$ 58,750,000
	Amount to be deferred part of year	\$ .....
	Amount to be deferred for entire year	\$ 750,000

JUSTIFICATION:

This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after Congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit Congressional review of the action contemplated.

The "Operations and Administration" appropriation is the primary source of funding for the myriad of programs conducted by the Domestic and International Business Administration. The overall mission of the Domestic and International Business Administration is to assist in strengthening the economy of the United States through programs ranging from those developed to assist American business to improve its operations and competitiveness in American markets to those designed to encourage American business to engage in export trade.

Within the "Operations and Administration" appropriation, the deferral will delay the use of funds in three areas: travel costs (\$200,000), contract costs for the competitive assessment program (\$100,000), and export promotion/development activities (\$450,000). Funds provided for these programs are available without regard to fiscal year limitation.

ESTIMATED EFFECTS:

The deferral of travel expenditures until FY 1976 reflects fewer foreign inspection trips of operations overseas, and revised scheduling of business seminars, conferences, and other DIBA initiated events where planning is still incomplete.

The deferral of contractual services in the competitive assessment program occurs in the major studies segment of the program. Since there was some several months of delay in the general implementation of the entire program while a restructuring of the program design was completed, the requirement for these longer-range studies can be deferred. Specifications for the major studies must await the completion of the initial basic data analysis.

The trade promotion/development expenses previously scheduled for the spring of FY 1975 are being delayed until early 1976. The associated delay in promotional events will be:

1. FY 1975 trade fairs will be reduced from 27 to 25 (no impact in East-West activities). The two fairs will take place in FY 1976.
2. FY 1975 trade missions will be reduced from 44 to 38 (2 related to East-West activities). The 6 missions will take place in FY 1976.
3. FY 1975 reduction in special techniques activities are in-store promotions plus 5 other events in the special activities area (one technical sales seminar is in the East-West activities).

Market research, trade analysis and other activities related to the development of future events are being correspondingly delayed.

TOTAL 1975 OUTLAYS:

DOLLARS IN MILLIONS

1975 Budget (February transmittal). . . . .	60.1
Without deferral (current estimate) . . . . .	59.4
With deferral (revised estimate). . . . .	<u>58.9</u>
(Effect of action on 1976 outlays. . . . .	-0.3)



**DEFERRAL OF BUDGET AUTHORITY**  
**Report Pursuant to Sec. 1013 of P.L. 93-344**

<b>Agency</b> Department of Commerce	New budget authority	\$ _____
<b>Bureau</b> United States Travel Service	(P.L. _____)	
<b>Appropriation Title &amp; Symbol</b> Inter-American Cultural and Trade Center	Other budgetary resources	5,050,729
13X1804	<b>Total Budgetary Resources</b>	<b>5,050,729</b>
	Amount to be deferred part of year	_____
	Amount to be deferred for entire year	<u>1,419,729</u>

**JUSTIFICATION:**

This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after Congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit Congressional review of the action contemplated.

Funds were appropriated in 1966 for a Federal exhibit at the Inter-American Cultural and Trade Center (Interama) in Dade County, Florida. The funds are to be used for the design and operation of a Federal exhibit. The delay in the use of the funds has resulted from the difficulties experienced by Interama in obtaining financing. These funds are available without regard to fiscal year limitation.

It previously was planned to defer \$1,419,729 for only part of fiscal year 1975, and defer the use of \$3,471,000 for the entire year. This was reported in Deferral No. D75-28. In order to restrain 1975 outlays, it is now proposed to defer \$4,890,729 for the entire year. This report serves to eliminate the part-year deferral of \$1,419,729 as previously reported in Deferral No. D75-28. This change will be reflected in the appropriate cumulative report.

**ESTIMATED EFFECTS:**

This deferral will prevent further efforts in 1975 on design of a Federal exhibit. This deferral may have little or no delaying effect on the project because of continued difficulties by Interama in obtaining financing. If financing for the Center is obtained, there would not be a serious impact on the success of the project by deferring the use of these funds until 1976.

**TOTAL 1975 OUTLAYS:**

	<u>DOLLARS IN MILLIONS</u>
1975 Budget (February transmittal).....	0.1
Without deferral (current estimate).....	1.4
With deferral (revised estimate).....	<u>0.3</u>
(Effect of action on 1976 outlays).....	<u>-1.1</u>

DEFERRAL OF BUDGET AUTHORITY  
Report Pursuant to Sec. 1013 of P.L. 93-344

<u>Agency</u>	New budget authority		
Department of Commerce	(P.L. 93-433 )	\$	440,930,000
<u>Bureau National Oceanic and Atmospheric Administration</u>	Other budgetary resources	\$	4,175,851
<u>Appropriation Title &amp; Symbol</u>	Total Budgetary Resources	\$	445,105,851
Operations, Research and Facilities	Amount to be deferred part of year	\$	_____
13X1450	Amount to be deferred for entire year	\$	6,800,000

JUSTIFICATION:

This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after Congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit Congressional review of the action contemplated.

The operations, research and facilities appropriation encompasses many of the Nation's major civil programs involving the oceans and the atmosphere. Included are mapping, charting, and surveying services; ocean fisheries and living marine resources programs; marine ecosystems analysis and ocean dumping programs; marine technology programs; the Sea Grant program; basic environmental services; environmental satellite services; public weather forecast and warning services; environmental data and information services; and administrative services for NOAA. It is proposed that a total of \$6,800,000 of the appropriation be deferred for the entire year. Projects that would be deferred include a portion of State-Federal Fisheries Management grant funds; construction, maintenance, and operation of four salmon and steelhead rearing ponds in the Columbia River hatchery system; initiation of the Puget Sound MESA project; a portion of the FY 1975 Sea Grant increase; deployment of several data buoys; procurement of ~~radar~~ data processing units; a portion of university grants to study satellite remote sensing techniques; a portion of the acquisition of minicomputers and display systems to automate the field operations and services of the Weather service; and establishment of a National Severe Storms Forecast Center in Kansas City, Missouri. These funds have been made available without regard to fiscal year limitation.

ESTIMATED EFFECTS:

Of the \$5.8 million available for State-Federal Fisheries Management grants, \$600,000 is proposed for deferral. The deferral will have a minimum impact since adjustments will be made to the funds available to the participating states on a pro rata basis.

The deferral of \$1.3 million for construction, maintenance and operation of the Columbia River hatchery system will result in the delay of completion of four additional salmon and steelhead rearing ponds in 1975. Twenty one fish hatcheries are presently operated at an annual cost of \$5.1 million.



The deferral of \$500,000 for a Puget Sound marine ecosystems analysis (MESA) project will delay initiation of the project.

The deferral of \$1,034,000 in the FY 1975 Sea Grant program will result in a total of \$21,200,000 remaining available for grants to universities, private institutions and industry exclusive of program management. The amount remaining available is \$1.4 million more than in 1974.

The number of data buoys deployed as part of NOAA's marine observations program will be reduced in 1975 from 13 to 9 by the deferral of \$927,000. \$7.9 million will remain in the NOAA budget for the marine observations program in 1975.

The proposed deferral of \$800,000 for procurement of radar data processing units for long-range weather radars will delay their installation by two years. In the interim, existing operations will be continued.

The \$100,000 of contracts and grants to universities for work on development of satellite remote sensing techniques proposed for deferral will lengthen completion times of some projects in 1975. \$300,000 remains budgeted in 1975 for these programs.

The deferral of \$1,266,000 of the FY 1975 AFOS increase will extend the completion time of the project by one year. \$2,180,000 will remain available to begin implementation of AFOS in 1975.

The deferral of \$273,000 to establish the severe storm unit in Kansas City will result in some delay on research efforts to improve severe storm forecast techniques.

TOTAL 1975 OUTLAYS:

DOLLARS IN MILLIONS

1975 Budget (February transmittal).....	\$415.1
Without deferral (current estimate).....	419.8
With deferral (revised estimate).....	<u>413.0</u>
(Effect of action on 1976 outlays.....)	0)



DEFERRAL OF BUDGET AUTHORITY  
Report Pursuant to Sec. 1013 of P.L. 93-344

D75-95

Agency Department of Commerce	New budget authority (P.L. 93-433 )	\$	<u>12,000,000</u>
Bureau National Oceanic and Atmospheric Administration	Other budgetary resources	\$	<u>3,251,443</u>
Appropriation Title & Symbol	Total Budgetary Resources	\$	<u>15,251,443</u>
Coastal Zone Management	Amount to be deferred part of year	\$	_____
13X1451	Amount to be deferred for entire year	\$	<u>1,000,000</u>

JUSTIFICATION:

This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after Congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit Congressional review of the action contemplated. The Coastal Zone Management Act of 1972 authorized estuarine sanctuary grants to enable states to acquire, develop and operate estuarine sanctuaries for the purpose of creating natural field laboratories to gather data and to study the effects of natural and human processes upon the controlled environments.

In FY 1974, \$4 million was made available from the initial Coastal Zone Management appropriation of \$12 million for estuarine sanctuaries. One grant of \$825,000 was awarded to Oregon on June 30, 1974, to establish an estuarine sanctuary program. The remaining \$3,175,000 is available until expended. It is proposed to defer \$1 million of this remaining balance until FY 1976 which will leave \$2,175,000 available for obligation in FY 1975.

Deferral No. D75-30 transmitted in the special message of October 4, 1974, reported that the \$3,175,000 was being deferred for part of the year. This report serves to reduce Deferral No. D75-30 by \$1,000,000. This transaction will be reflected in the appropriate cumulative report.

ESTIMATED EFFECTS:

No formal applications have been submitted for estuarine sanctuary grants thus far in FY 1975, and it is anticipated that \$2,175,000 will provide adequate funding for those grants that are projected for the remainder of FY 1975. The deferral of \$1 million of estuarine sanctuary grant funds beyond FY 1975 should not have an adverse program effect.

TOTAL 1975 OUTLAYS:

DOLLARS IN MILLIONS

1975 Budget (February transmittal).....	\$15.5
Without deferral (current estimate).....	21.1
With deferral (revised estimate).....	<u>20.1</u>
(Effect of action on 1976 outlays.....	0)

DEFERRAL OF BUDGET AUTHORITY  
Report Pursuant to Sec. 1013 of P.L. 93-344

D75-96

Agency Department of Commerce	New budget authority (P.L. 93-433 )	\$	<u>6,000,000</u>
Bureau National Fire Prevention and Control Administration	Other budgetary resources	\$	<u>                    </u>
Appropriation Title & Symbol  Operations, Research, and Administration	Total Budgetary Resources	\$	<u>6,000,000</u>
13X50800	Amount to be deferred part of year	\$	<u>                    </u>
	Amount to be deferred for entire year	\$	<u>500,000</u>

JUSTIFICATION:

This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after Congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit Congressional review of the action contemplated.

Funds are appropriated in FY 1975 for the National Fire Prevention and Control Act of 1974, including \$4.7 million for research and development. This deferral of \$500,000 will limit the expansion of this new R&D program in 1975. Due to the delay in enactment of the new authorization, it will be difficult for the new Administration to effectively use all of the funds. The funds proposed for deferral are available without regard to fiscal year limitation.

ESTIMATED EFFECTS:

Deferral of \$500,000 will still permit a small increase in total Federal funding for fire research and development in FY 1975 compared to 1974.

TOTAL 1975 OUTLAYS:

DOLLARS IN MILLIONS

1975 Budget (February transmittal).....	\$9.0
Without deferral (current estimate).....	5.7
With deferral (revised estimate).....	<u>5.3</u>
(Effect of action on 1976 outlays).....	0)

DEFERRAL OF BUDGET AUTHORITY  
Report Pursuant to Sec. 1013 of P.L. 93-344

Agency		
Department of Commerce	New budget authority	\$ 61,400,000
Bureau National Bureau of	(P.L. 93-433 )	
Stds, Off. of Telecommunica-	Other budgetary resources	10,310,054
Appropriation Title & Symbol tions		
	Total Budgetary Resources	71,710,054
Scientific and technical	Amount to be deferred	
research and services	part of year	
13X0500	Amount to be deferred	
	for entire year	3,718,000

JUSTIFICATION:

This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after Congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit Congressional review of the action contemplated.

This appropriation funds the activities of the National Bureau of Standards (NBS), which conducts research and develops standards to support the Nation's physical measurement system and equity in trade and performs technical services to promote public safety, National Technical Information Service (NTIS), and the Office of Telecommunications (OT). These funds have been made available without regard to fiscal year limitation.

It is proposed to defer NBS new initiatives in the following areas: radiation safety, water pollution and clinical measurements. On-going activities in electromagnetics, flow measurements, chemical materials, polymeric materials and experimental technology incentives will be deferred. Finally, it is proposed that programs in engineering mechanics and inventor assistance in NBS, and ionospheric research in OT, be terminated.

ESTIMATED EFFECTS:

Deferral of NBS new initiatives will have the following effects: Delays in initiating aspects of the radiation safety program (\$256,000) will defer by 18 months the implementation of a national system of radiation calibrations; there will be a one-year delay in water pollution data gathering and development of detection methods (\$80,000); and research on clinical measurement methods and materials (\$190,000) will be delayed by one year.

Deferrals in on-going programs would have the following impacts: Slowing development of an electromagnetic measurement capability (\$153,000) will delay beyond FY 1976 the improved handling of data from research on broadcast waves. A two-year delay in implementing a field calibration program for flow measurement, postponement of achievement of improved methods for predicting pollution levels and a one-year delay in developing standards for high voltage distribution systems will result from proposed deferrals in flow measurements, chemical materials and polymeric materials (\$245,000). The slowdown in the number of technology incentive experiments initiated (\$2,629,000) will make possible a systematic evaluation of experiments which have already been initiated.

Termination of the activities in engineering mechanics (\$91,000) will eliminate dissemination of some engineering data and development of new fiberglass test methods. Termination of National Inventors Council support (\$50,000) will make it necessary for inventors to seek government assistance without benefit of a central advisory service. Termination of OT research in ionospheric modification (\$24,000) will delay development and implementation of further application of this technique.

<u>TOTAL 1975 OUTLAYS:</u>	<u>DOLLARS IN MILLIONS</u>
1975 Budget (February transmittal).....	\$64.8
Without deferral (current estimate).....	64.4
With deferral (revised estimate).....	<u>62.0</u>
(Effect of action on 1976 outlays).....	<u>-1.3</u> )



DEFERRAL OF BUDGET AUTHORITY  
Report Pursuant to Sec. 1013 of P.L. 93-344

Agency <u>Department of Commerce</u> Bureau <u>Maritime Administration</u> Appropriation Title and Symbol Ship Construction  13X1708	New budget authority (P.L. <u>93-433</u> )                      \$ <u>275,000,000</u>  Other budgetary resources              \$ <u>17,003,836</u> Total budgetary resources                \$ <u>292,003,836</u> <hr/> Amount to be deferred part of year                              \$ <u>          ...</u> <hr/> Amount to be deferred for entire year                         \$ <u>5,750,000</u>
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JUSTIFICATION:

This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after Congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit Congressional review of the action contemplated.

This appropriation provides subsidies for the construction of ships in United States shipyards, and has been made available without regard to fiscal year limitation.

The proposed deferral will delay the conversion of one containership planned for 1975.

ESTIMATED EFFECTS:

The deferral will have no adverse effect on improving the international competitive position of U.S. shipyards because the yards will have a good backlog of orders without this conversion.

TOTAL 1975 OUTLAYS:DOLLARS IN MILLIONS

1975 Budget (February transmittal)	282.8
Without deferral (current estimate)	260.0
With deferral (revised estimate)	<u>256.0</u>
(Effect of action on 1976 outlays)	<u>-1.8</u> )

DEFERRAL OF BUDGET AUTHORITY  
 Report Pursuant to Sec. 1013 of P.L. 93-344

Agency Department of Commerce	New budget authority (P.L. 24-433)	\$ 25,900,000
Bureau Maritime Administration		
Appropriation Title	Other budgetary resources	\$ 193,000
Research and Development	Total budgetary resources	\$ 26,093,000
13X1716	Amount to be deferred part of year	\$ ...
	Amount to be deferred for entire year	\$ 3,468,000

JUSTIFICATION:

This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after Congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit Congressional review of the action contemplated.

This appropriation provides for research and development activities directed toward increasing the competitiveness of the U.S. merchant marine. Work is principally conducted through contracts on a cost-sharing basis with private industry.

The deferral will reduce nuclear R&D funding by \$1,468,000, and other R&D projects by \$2,000,000.

These funds are available without regard to fiscal year limitation.

ESTIMATED EFFECTS:

The reduction in the nuclear R&D program will leave \$2,582,000 in FY 1975 to continue high priority nuclear projects. The other R&D program reductions represent about a 9% decrease in funding for the non-nuclear R&D projects in FY 1975. Recent uncertainties concerning the commercial viability of nuclear-powered merchant ships have resulted in the need to reevaluate the supporting nuclear R&D program. Thus, a portion of the program relating to the development of nuclear system components can be deferred in FY 1975. Deferrals, principally due to program slippages will also be made in ship-board automation efforts, the start up of the ship operations simulator, ports and terminals development, and advanced communications systems development.

Table 1975 Outlays

Dollars in Millions

1975 Budget (February transmittal).....	24.3
Without deferral (current estimate).....	25.8
With deferral (revised estimates).....	<u>24.0</u>
(Effect of action on 1976 outlays.....	-1.7)

DEFERRAL OF BUDGET AUTHORITY  
 Report Pursuant to Sec. 1013 of P.L. 93-344

Agency Department of Commerce	New budget authority (P.L. 93-433 )	\$ 40,333,000
Bureau Maritime Administration		
Appropriation Title and Symbol	Other budgetary resources	\$ 198,000
Operations and Training	Total budgetary resources	\$ 40,531,000
13X1750	Amount to be deferred part of year	\$ ...
	Amount to be deferred for entire year	\$ 1,300,000

JUSTIFICATION:

This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after Congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit Congressional review of the action contemplated.

This appropriation provides for the overall headquarters and field staff direction of the Maritime Administration programs; the operation of the U.S. Maritime Academy; financial assistance to State marine schools; maintenance of the National Defense Reserve Fleet; and other related programs. **These funds are available without regard to fiscal year limitation.**

A deferral is proposed for a portion of the U.S. Merchant Marine Academy modernization program.

ESTIMATED EFFECTS:

Because bids for the modification of the physical fitness facilities at the Academy were in excess of funds appropriated, it is proposed to defer the modification of O'Hara Hall facilities. Additionally, the start of Samuel's Hall modification (which will be fully funded in FY 1975) will be delayed by about 3 months.

<u>Total 1975 Outlays</u>	<u>Dollars in Millions</u>
1975 Budget (February transmittal).....	38.8
Without deferral (current estimate).....	39.8
With deferral (revised estimate).....	<u>39.1</u>
(Effect of action on 1976 outlays).....	0)





DEFERRAL OF BUDGET AUTHORITY  
Report Pursuant to Sec. 1013 of P.L. 93-344

Agency Department of Health, Education, and Welfare	New budget authority (P.L. 93-488 )	\$ 62,500,000
Bureau Health Resources Administration	Other budgetary resources	
Appropriation Title & Symbol	Total Budgetary Resources	62,500,000
Health Resources 7550712 (Health manpower "special projects" activities)	Amount to be deferred part of year	3,550,000
	Amount to be deferred for entire year	

Justification

This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. This withholding will be delayed until December 16, 1974, to permit Congressional review of the action contemplated.

The Administration is recommending a \$7 million reduction in budget authority for new grant awards in the health manpower "special projects" activities. These savings will be distributed in relatively small amounts among several activities. An ample number of new grant awards will be made, after this reduction has been taken, in the higher priority areas, such as improving the geographic and specialty distribution of health professionals.

The funds proposed for deferral are made available under Continuing Resolution which remains in effect until adjournment of the 93rd Congress.

Estimated Effects

The following effects would result from approval of both the amendment and deferral being proposed:

<u>Total 1975 Outlays</u>	<u>dollars in millions</u>
1975 Budget (February transmittal) ....	84.5
Without deferral (current estimate) ...	84.5
With deferral (revised estimate) .....	82.5
Effect of action on 1976 outlays .....	-5.0

DEFERRAL OF BUDGET AUTHORITY  
 Report Pursuant to Sec. 1013 of P.L. 93-344

Agency Department of Health, Education, and Welfare	New budget authority	\$ 32,323,000
Bureau Health Resources Administration	(P.L. 93-488 )	
Appropriation Title & Symbol Health Resources	Other budgetary resources	--
7550712	Total Budgetary Resources	32,323,000
(Program Management)	Amount to be deferred part of year	1,400,000
	Amount to be deferred for entire year	

Justification:

This withholding of funds is one of several special actions proposed by the President to restrain 1975 outlays. This withholding will be delayed until December 16, 1974, to permit Congressional review of the action contemplated.

The Administration is recommending a \$2.8 million reduction in program management funds for the Health Resources Administration. This sum represents the agency's share of a \$30 million reduction in the health agencies' general overhead expenses.

The funds proposed for deferral are made available under Continuing Resolution which remains in effect until adjournment of the 93rd Congress.

Estimated Effects:

The following effects would result from approval of both the amendment and deferral being proposed:

<u>Total 1975 Outlays</u>	<u>dollars in millions</u>
1975 Budget (February transmittal) .....	43
Without deferral (current estimate) .....	43
With deferral (revised estimate) .....	40
Effect of action on 1976 outlays .....	--

These savings will result in less travel and fewer consultants, and are not expected to cause major disruption or inability to manage the programs for which the agency is responsible.

DEFERRAL OF BUDGET AUTHORITY  
Report Pursuant to Sec. 1013 of P.L. 93-344

Agency Department of Health, Education and Welfare Bureau Office of Education Appropriation Title & Symbol Elementary and Secondary Education - 7550279  (Supplementary Services)	New budget authority           \$64,039,000 (P.L. 93-448) Other budgetary resources  Total Budgetary Resources   64,039,000  Amount to be deferred part of year                   9,278,000  Amount to be deferred for entire year
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Justification:

The 1975 President's Budget proposed a total of \$146,393,000, the same as the 1974 level, for supplementary services. The program was continued at this level during the first quarter under the original Continuing Resolution with an amount of \$32,487,000 made available.

However, subsequent action by the House on the supplemental appropriation bill would reduce the program to a total of \$125,000,000. The Senate Committee has recommended reducing the program even further to a total of \$120,000.

Even though the extended Continuing Resolution technically authorizes maintaining the program at the \$146,393,000 level, it appears that the most judicious course of action during the second quarter is to operate at the House allowance level of \$125,000,000. This will preserve the flexibility of the Congress and the Administration in arriving at a final decision on the level at which this program should be continued.

The discretionary portion of the program (15 percent is reserved for the Commissioner) is not affected by this action since the bulk of these funds is not obligated until later in the year. The deferred amount of \$9,278,000 is for the State grant portion only, and represents the difference between the \$146,393,000 and the \$125,000,000 levels on a half-year basis. The deferred funds are not available beyond fiscal year 1975.

Estimated Effects:

The effect of this deferral is to fund the State grant portion of the program at a level of \$53,899,000 for the first half of FY 1975, as contrasted to \$63,177,000 per half in FY 1974. The deferral will have little or no programmatic effect because it involves the approval of new projects which would not start until a later time. Therefore, States can just as effectively utilize these funds later in the year. The President's 1975 Budget included estimated outlays of \$2,320,000 in 1975 and \$6,958,000 in 1976 against the amount being withheld. The deferral will merely shift the \$2,320,000 from the first to the second half of 1975.

DEFERRAL OF BUDGET AUTHORITY  
Report Pursuant to Sec. 1013 of P.L. 93-344

Agency Department of Health, Education, and Welfare Bureau Office of Education Appropriation Title & Symbol Elementary and Secondary Education - 7550279  (Equipment and Minor Remodeling)	New budget authority       \$14,250,000 (P.L. 93-448) Other budgetary resources  Total Budgetary Resources 14,250,000  <hr/> Amount to be deferred part of year               6,562,500  <hr/> Amount to be deferred for entire year
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Justification:

The 1975 President's Budget proposed a total of \$28,500,000, the same as the 1974 level, for equipment and minor remodeling. This program consists of grants to States for equipment acquisition (\$26,250,000) and for State administration of the program (\$2,000,000), and loans to nonprofit private schools (\$250,000). The program was continued at this level during the first quarter under the original Continuing Resolution with an amount of \$7,100,000 made available.

However, subsequent action by the House on the supplemental appropriation bill would reduce the program to a total of \$15,000,000 - \$12,750,000 for equipment grants, \$2,000,000 for State administration, and \$250,000 for loans. The Senate Committee has recommended restoring the program to the \$28,500,000 level.

Even though the extended Continuing Resolution technically authorizes maintaining the program at the higher level, it appears that the most judicious course of action during the second quarter is to operate at the level of the House allowance. This will preserve the flexibility of the Congress and the Administration in arriving at a final decision on the level at which this program should be continued.

Therefore, an amount of \$6,562,500 for equipment grants to States is reported as being deferred. This action does not affect the operating expenses of State agencies or loans to non-profit private schools, both of which are being funded in the second quarter. The deferred funds are not available beyond fiscal year 1975.



Estimated Effects:

The effect of this deferral is to fund the equipment grants to States at a level of \$6,562,500 for the first half of FY 1975, as contrasted to \$13,125,000 per half in FY 1974. The deferral will have little or no programmatic effect because States can just as effectively utilize their equipment grants later in the year. The President's 1975 Budget included estimated outlays of \$1,637,500 in 1975 and \$4,900,000 in 1976 against the amount being withheld. The deferral will merely shift the \$1,637,500 from the first to the second half of 1975.

DEFERRAL OF BUDGET AUTHORITY  
Report Pursuant to Sec. 1013 of P.L. 93-344

Agency Department of Health, <u>Education, and Welfare</u> Bureau Office of <u>Education</u> Appropriation Title & Symbol Elementary and Secondary Education - 7550279  (Nutrition and Health)	New budget authority       \$ 1,900,000 (P.L. 93-448) Other budgetary resources  Total Budgetary Resources 1,900,000 <hr/> Amount to be deferred part of year                   1,900,000 <hr/> Amount to be deferred for entire year
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Justification:

The 1975 President's Budget proposed an amount of \$1,900,000 for demonstration projects in school nutrition and health services. House action on the supplemental appropriation bill would eliminate the program. The Senate Committee has recommended restoring the program to the \$1,900,000 requested level.

Even though the extended Continuing Resolution technically authorizes maintaining the program at the \$1,900,000 level, it appears that the most judicious course of action during the second quarter is to hold the program in abeyance. This will preserve the flexibility of the Congress and the Administration in arriving at a final decision on the level at which this program should be continued. The deferred funds are not available beyond fiscal year 1975.

Estimated Effects:

This deferral will have little or no programmatic effect since the funds would support the continuation of 85 existing projects whose renewals fall due at a later time. Therefore, these awards can be delayed beyond the second quarter without adverse effect. The President's 1975 Budget included estimated outlays of \$500,000 in 1975, \$1,000,000 in 1976, and \$400,000 in 1977 for this program. The deferral will merely shift the \$500,000 from the first to the second half of 1975.

DEFERRAL OF BUDGET AUTHORITY  
 Report Pursuant to Sec. 1013 of P.L. 93-344

Agency Health, Education, and Welfare	New budget authority	\$ 57,649,000
Bureau Office of the Secretary	(P.L. 92-448 )	---
Appropriation Title & Symbol	Other budgetary resources	---
	<b>Total Budgetary Resources</b>	<b>57,649,000</b>
Departmental Management 7550120	Amount to be deferred part of year	1,902,000
	Amount to be deferred for entire year	---

Justification

For FY 1975, \$118,769,000 (excluding trust fund transfers) was requested for this appropriation. The House allowance was \$114,800,000 and the Senate allowance was \$99,593,000 in the Labor - HEW Appropriation bill.

The "Amount to be deferred part of the year" represents the second quarter portion of our best estimate of Congressional reduction in the FY 1975 appropriation request. This deferral will preserve flexibility of Congress and the Administration in arriving at a final decision on this appropriation.

The deferred funds are not available beyond fiscal year 1975.

<u>Total 1975 Outlays</u>	<u>dollars in millions</u>
1975 Budget (February transmittal) .....	121
Without deferral (current estimate) .....	121
With deferral (revised estimate).....	120
(Effect of action on 1976 outlays .....	-1)

Estimated Effects

Of the total \$1,902,000 deferral through the 2nd quarter \$902,000 will be in salaries and expenses activities. This deferral will result in a reduction primarily in temporary and part-time employment, travel, and equipment purchases. This will result in a decrease of \$812,000 in outlays in FY 1975.

The balance of the deferral, or \$1,000,000 will be in the Policy Research program. This will result in the deferral in FY 1975 of the planned funding of certain grants and contracts until FY 1976. This will result in a decrease of \$500,000 in outlays in FY 1975.



**DEFERRAL OF BUDGET AUTHORITY**  
**Report Pursuant to Sec. 1013 of P.L. 93-344**

<b>Agency</b> Department of Housing and Urban Development	<b>New budget authority</b>	\$ <u>100,000,000</u>
<b>Bureau</b> Community Planning and Development	(P.L. <u>93-414</u> )	
<b>Appropriation Title &amp; Symbol</b>	<b>Other budgetary resources</b>	<u>293,856</u>
	<b>Total Budgetary Resources</b>	<u>100,293,856</u>
	<b>Amount to be deferred part of year</b>	<u>                    </u>
Comprehensive Planning Grants 86X0104	<b>Amount to be deferred for entire year</b>	<u>50,000,000</u>

Justification

This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit congressional review of the action contemplated.

Section 701 of the Housing Act of 1954, as amended, authorizes grants (normally two-thirds) to support State and local programs financing comprehensive planning and management programs concerned with urban and rural development. Deferral of \$50 million out of amounts appropriated is proposed. This action is recommended in order to help reduce Federal expenditures and to help curb inflation. This action would result in a new savings in FY 1975 outlays of \$10 million.

The funds proposed for deferral will be used to reduce the appropriation needed to finance the 1976 commitment level.

Estimated Effects

The proposed deferral would reduce the level of assistance to 701 recipients to about two-thirds of the 1974 level. This amount would allow HUD to continue support for high priority planning and management activities at the State and local level. The proposed deferral would leave \$50 million from FY 1975 appropriations available for commitment. Since this program uses an advance funding arrangement, FY 1975 programs are financed, in part, with funds committed in FY 1974. Therefore, there will be some time to adjust work programs to the reduced funding level. The total outlay savings will be \$50 million, \$10 million in 1975 and \$40 million in 1976.

<u>Total 1975 Outlays</u>	<u>\$ in Millions</u>
1975 Budget.....	118
Without Deferral.....	120
With Deferral.....	<u>110</u>
Effect on 1976 Outlays.....	-40

**DEFERRAL OF BUDGET AUTHORITY**  
**Report Pursuant to Sec. 1013 of P.L. 93-344**

<b>Agency</b> Department of Housing and Urban Development	<b>New budget authority</b>	\$ 65,000,000
<b>Bureau</b> Policy Development and Research	(P.L. 93-414 )	
<b>Appropriation Title &amp; Symbol</b>	<b>Other budgetary resources</b>	506,665
	<b>Total Budgetary Resources</b>	65,506,665
Research and Technology 864/50108-865/60108	<b>Amount to be deferred part of year</b>	_____
	<b>Amount to be deferred for entire year</b>	8,000,000

Justification

This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit congressional review of the action contemplated.

Research and Technology contracts and grants are authorized by Title V of the Housing and Urban Development Act of 1970, as amended. The funds appropriated pursuant to this authority support programs of research, studies, testing and demonstrations relating to the mission and the programs of the Department. The funds proposed to be deferred are available for 2 years by the terms of the Appropriations Act, and would be available for use in FY 1976.

Estimated Effects

The proposed action would allow the Department to continue priority research activities, but would not allow for the expansion of research activities in FY 1975. This action would result in an estimated savings in 1975 outlays of \$8 million.

<u>Total 1975 Outlays</u>	<u>\$ in Millions</u>
1975 Budget (February transmittal)...	67
Without Deferral (current estimate)..	64
With Deferral (revised estimate).....	<u>56</u>
Effect on 1976 Outlays.....	--



DEFERRAL OF BUDGET AUTHORITY  
Report Pursuant to Sec. 1013 of P.L. 93-344

Agency Department of the Interior	New budget authority	\$ 330,000,000
Bureau Bureau of Outdoor Recreation	(P.L. 93-404 ) Other budgetary resources	34,202,641
Appropriation Title & Symbol	Total Budgetary Resources	364,202,641
14 X 5005 Land and Water Conservation	Amount to be deferred part of year	0
	Amount to be deferred for entire year	20,000,000* 1/ 10,000,000 2/

Justification

This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit congressional review of the action contemplated.

The Land and Water Conservation Fund Act (16 U.S.C. 460 1) provides funds for grants to States and for the National Park Service, Fish and Wildlife Service, Forest Service, and Bureau of Land Management to purchase lands for specifically authorized national parks, national recreation areas, wild and scenic rivers, national trails, etc. Also, funds from this source may be utilized under such general authorities as preservation of endangered species habitat or acquisition of national forest inholdings.

To effect an outlay saving, \$20,000,000 of Federal land acquisition funds will be deferred until 1976. The \$20,000,000 proposed for deferral was made available without regard to fiscal year limitation in the Department of Interior and Related Agencies Appropriation Act of 1975 (P.L. 93-404).

The Land and Water Conservation Fund Act also provides for a program of grants-in-aid to States for acquisition and development of recreation lands and facilities. Grants are approved for the States on a 50-50 matching funds basis. The grant system is operated on a reimbursable basis for work performed or for projects completed. While a State project may be approved in one year, thereby showing up as an obligation, the time for actually completing the project may be 1-3 or more years. The State may not request reimbursement for several years and, therefore, outlays related to the initial obligation may not occur for several years hence.

An additional \$10,000,000 outlay saving is anticipated due to delays in requests for reimbursement from the States. This delay of outlays will have no effect on the State obligational program and will require no deferral of funds.

\*30,000,000 of contract authority has been reserved for contingencies under the Anti-Deficiency Act, as previously reported in D75-55.

1/Obligations and outlays.

2/Outlays only.

Estimated Effects:

<u>Total 1975 outlays</u>	<u>Dollars in Millions</u>
1975 Budget (February transmittal) .....	256
Without deferral or administrative slippage (cur. est. including congressional action) .....	286
With deferral .....	266
With deferral and administrative slippage (rev. est.)..	<u>256</u>
(Effects of action on 1976 outlays .....	+30)

As virtually all of the Federal land purchases made are on an opportunity (willing seller) basis, deferral of the funds may result in the Federal agencies passing up opportunities at this time. However, the deferral will have no serious programmatic implication; program goals can still be achieved.

Slippage of \$10,000,000 of State outlays will have no effect on the State obligational program for the reasons cited above.

Neither the deferral nor the administrative action will have any effect on Federal or non-Federal employment.



Summary of FY 1975 AEC Budget Deferrals  
(\$M)

	<u>Outlays</u>
1975 Budget .....	3,013.7
Without deferral (current estimate .....	2,997.6
<u>Deferrals:</u>	
Operating Expenses Appropriation* .....	(27.0)
Weapons program .....	3.0
Liquid Metal Fast Breeder Reactor (LMFBR) research and development .....	6.0
Gas-cooled reactor research and development.....	5.0
Physical research .....	2.0
Controlled Thermonuclear Research (CTR) .....	6.0
Biomedical and environmental research .....	3.0
Laser fusion research .....	2.0
Plant and Capital Equipment Appropriation .....	(53.0)
High Energy Laser Facility .....	1.0
Cascade Improvement Program and Cascade Upgrading Program .....	9.0
Atmospheric Pollution Control Facility .....	1.0
Fire and safety project .....	2.2
Fast Flux Test Facility (FFTF) .....	6.0
Molten Salt Breeder Reactor (MSBR) demonstration plant (preliminary planning) .....	1.5
High Temperature Gas-cooled Reactor fuel cycle facilities .....	6.9
Capital equipment for CTR and other civilian reactor research .....	9.0
Other capital equipment .....	<u>16.4</u>
Total AEC .....	80.0
With deferral (revised estimate).....	2,917.6

\* Some portion or all of the funds to be deferred may be identified at a later date for reprogramming to implement the Energy Reorganization Act of 1974.

DEFERRAL OF BUDGET AUTHORITY  
 Report Pursuant to Sec. 1013 of P.L. 93-344

Agency U. S. Atomic Energy Commission	New budget authority (P.L. 93-393 )	\$ 3,229,325,000
Bureau	Other budgetary resources	54,867,407
Appropriation Title & Symbol	Total Budgetary Resources	3,284,192,407
Operating Expenses 89X0101	Amount to be deferred part of year	
(Weapons Program)	Amount to be deferred for entire year	4,000,000*

Justification:

Deferral of no-year funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit congressional review of the action contemplated.

Estimated Effects:

Weapons Program, Weapons Activities (Production and Surveillance)

A deferral of \$4.0 million will stretch-out some new occupational Safety and Health Act (OSHA) and fire and safety improvements within the production complex. Since this requires deferral of several plant improvement projects, only the highest risk conditions will be immediately corrected with others deferred for correction until FY 1976.

\*Some portion or all of the funds to be deferred may be identified at a later date for reprogramming to implement the Energy Re-organization Act of 1974.

<u>Total 1975 Outlays</u>	<u>Dollars in Millions</u>
1975 Budget (February transmittal) .....	\$ 3013.7
Without deferral (current estimate) .....	2997.6
With deferral (revised estimate) .....	<u>2994.6</u>
(Effect of action on 1976 outlays) .....	\$ 0

**DEFERRAL OF BUDGET AUTHORITY**  
**Report Pursuant to Sec. 1013 of P.L. 93-344**

<b>Agency</b> U. S. Atomic Energy Commission	New budget authority (P.L. 93-393 )	\$ 3,229,325,000
<b>Bureau</b>	Other budgetary resources	54,867,407
<b>Appropriation Title &amp; Symbol</b>	<b>Total Budgetary Resources</b>	<u>3,284,192,407</u>
Operating Expenses 89X0101	Amount to be deferred part of year	
(Civilian Reactor Research and Development)	Amount to be deferred for entire year	<u>8,000,000*</u>

Justification:

Deferral of no-year funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit congressional review of the action contemplated.

Estimated Effects: Civilian Reactor Research and Development -  
Operating Expenses

The deferral of \$8.0 million of budget authority will stretch-out development of some systems and components for the Clinch River Breeder Reactor demonstration project. This will result in a delay in the pace of the project which has the objective of demonstrating Liquid Metal Fast Breeder Reactor technology. However, essential design and long-lead component development will be continued.

\*Some portion or all of the funds to be deferred may be identified at a later date for reprogramming to implement the Energy Re-organization Act of 1974.

<u>Total 1975 Outlays</u>	<u>Dollars in Millions</u>
1975 Budget (February Transmittal).....	\$ 3013.7
Without deferral (current estimate).....	2997.6
With deferral (revised estimate).....	<u>2991.6</u>
 (Effect of action on 1976 outlays).....	 \$ 0

DEFERRAL OF BUDGET AUTHORITY  
 Report Pursuant to Sec. 1013 of P.L. 93-344

<b>Agency</b> U. S. Atomic Energy Commission	New budget authority	\$ 3,229,325,000
<b>Bureau</b>	(P.L. <u>93-393</u> )	
	Other budgetary resources	54,867,407
<b>Appropriation Title &amp; Symbol</b>	<b>Total Budgetary Resources</b>	<u>3,284,192,407</u>
Operating Expenses 89X0101	Amount to be deferred part of year	
(Civilian Reactor Research and Development)	Amount to be deferred for entire year	<u>6,700,000*</u>

Justification:

Deferral of no-year funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit congressional review of the action contemplated.

Estimated Effects: Civilian Reactor Research and Development - Operating Expenses

Deferral of \$6.7 million of budget authority will reduce efforts on developing a direct cycle gas turbine to be used in conjunction with high temperature gas cooled reactors and delay research and development on experimental fuels, materials, and safety activities for the gas cooled fast breeder reactor.

\*Some portion or all of the funds to be deferred may be identified at a later date for reprogramming to implement the Energy Reorganization Act of 1974.

<u>Total 1975 Outlays</u>	<u>Dollars in Millions</u>
1975 Budget (February transmittal) .....	\$ 3013.7
Without deferral (current estimate) .....	2997.6
With deferral (revised estimate) .....	<u>2992.6</u>
 (Effect of action on 1976 outlays) .....	 \$ 0



DEFERRAL OF BUDGET AUTHORITY  
Report Pursuant to Sec. 1013 of P.L. 93-344

Agency U. S. Atomic Energy Commission	New budget authority (P.L. 93-393 )	\$ 3,229,325,000
Bureau	Other budgetary resources	54,867,407
Appropriation Title & Symbol	Total Budgetary Resources	3,284,192,407
Operating Expenses 89X0101	Amount to be deferred part of year	
(Physical Research)	Amount to be deferred for entire year	2,700,000*

Justification:

Deferral of no-year funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit congressional review of the action contemplated.

Estimated Effects:

This deferral in the Physical Research program will stretch-out some on-going research projects and defer some new research activities in molecular sciences and materials sciences planned for FY 1975. This will delay research which supports long-term energy development programs. However, a substantial increase over FY 1974 funding levels will still be allowed for energy-related research.

\*Some portion or all of the funds to be deferred may be identified at a later date for reprogramming to implement the Energy Re-organization Act of 1974.

<u>Total 1975 Outlays</u>	<u>Dollars in Millions</u>
1975 Budget (February transmittal) .....	\$ 3013.7
Without deferral (current estimate) .....	2997.6
With deferral (revised estimate) .....	<u>2995.6</u>
(Effect of action on 1976 outlays) .....	\$ 0



DEFERRAL OF BUDGET AUTHORITY  
Report Pursuant to Sec. 1013 of P.L. 93-344

Agency U. S. Atomic Energy Commission	New budget authority (F.L. 93-393 )	\$ 3,229,325,000
Bureau	Other budgetary resources	54,867,407
Appropriation Title & Symbol	Total Budgetary Resources	3,284,192,407
Operating Expenses 89X0101	Amount to be deferred part of year	
(Controlled Thermonuclear Research)	Amount to be deferred for entire year	8,000,000*

Justification:

Deferral of no-year funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit congressional review of the action contemplated.

Estimated Effects:

The deferral in the Controlled Thermonuclear Research program will reduce somewhat the planned acceleration of research on tokamak impurity control, stretch-out experiments with theta pinch devices, and defer some new activities in CTR technology development and exploratory research. This may result in some delay in the next generation of experiments.

\*Some portion or all of the funds to be deferred may be identified at a later date for reprogramming to implement the Energy Reorganization Act of 1974.

<u>Total 1975 Outlays</u>	<u>Dollars in Millions</u>
1975 Budget (February transmittal) .....	\$ 3013.7
Without deferral (current estimate) .....	2997.6
With deferral (revised estimate) .....	<u>2991.6</u>
(Effect of action on 1976 outlays) .....	\$ 0

DEFERRAL OF BUDGET AUTHORITY  
Report Pursuant to Sec. 1013 of P.L. 93-344

Agency United States Atomic Energy Commission Bureau	New budget authority (P.L. _____)	\$ 3,229,325,000
	Other budgetary resources	54,867,407
Appropriation Title & Symbol Operating Expenses 89X0101	Total Budgetary Resources	3,284,192,407
(Biomedical and Environ- mental Research & Safety)	Amount to be deferred part of year	
	Amount to be deferred for entire year	4,000,000*

Justification:

Deferral of no-year funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit congressional review of the action contemplated.

Estimated Effects:

This deferral in the Biomedical and Environmental Research and Safety program will be applied to AEC's portion of the Artificial Heart program, resulting in a close-out of AEC's effort to develop a nuclear power source for an artificial heart. Similar research and development by HEW will be continued.

\* Some portion or all of the funds to be deferred may be identified at a later date for reprogramming to implement the Energy Reorganization Act of 1974.

Total 1975 Outlays:

	<u>Dollars in Millions</u>
1975 Budget (February transmittal) .....	\$3,013.7
Without deferral (current estimate) .....	2,997.6
With deferral (revised estimate) .....	<u>2,994.6</u>
(Effect of action on 1976 outlays) .....	0

DEFERRAL OF BUDGET AUTHORITY  
 Report Pursuant to Sec. 1013 of P.L. 93-344

Agency United States Atomic Energy Commission	New budget authority	\$ 3,229,325,000
Bureau	(P.L. _____)	
	Other budgetary resources	54,867,407
Appropriation Title & Symbol	Total Budgetary Resources	3,284,192,407
Operating Expenses 89X0101	Amount to be deferred part of year	2,000,000
Plant and Capital Equipment 89X0103 (Weapons Program)	Amount to be deferred for entire year	2,700,000*

Justification:

Deferral of no-year funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit congressional review of the action contemplated.

Estimated Effects:

Weapons Program - Laser-Fusion Operating - The deferral of \$2.7 million will delay the initiation of some new contracts with outside industrial and research organizations and educational institutions as well as reduce the FY 1975 in-house effort directed toward this long-range program. This may result in delay in achievement of near-term goals in laser and target development.

Weapons Program - Laser-Fusion Plant and Capital Equipment (Project 75-3-b, High Energy Laser Facility, Los Alamos Scientific Laboratory) - The deferral of \$2.0 million against this project will delay the start of the project. This slippage will probably delay the demonstration of the scientific feasibility of laser fusion.

\* Some portion or all of the funds to be deferred may be identified at a later date for reprogramming to implement the Energy Reorganization Act of 1974.

Total 1975 Outlays:

Dollars in Millions

1975 Budget (February transmittal) .....	\$3,013.7
Without deferral (current estimate) .....	2,997.6
With deferral (revised estimate) .....	<u>2,994.6</u>
(Effect of action on 1976 outlays) .....	0

DEFERRAL OF BUDGET AUTHORITY  
 Report Pursuant to Sec. 1013 of P.L. 93-344

<u>Agency</u> U. S. Atomic Energy Commission	New budget authority	\$ 3,229,325,000
<u>Bureau</u>	(P.L. 93-393 )	
<u>Appropriation Title &amp; Symbol</u>	Other budgetary resources	54,867,407
Plant and Capital Equipment 89X0103	<b>Total Budgetary Resources</b>	<b>3,284,192,407</b>
(Nuclear Materials)	Amount to be deferred part of year	12,000,000
	Amount to be deferred for entire year	

Justification:

Deferral of no-year funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit congressional review of the action contemplated.

Estimated Effects: Nuclear Materials Program - Project 74-1-g, Cascade uprating program, gaseous diffusion plants and Project 71-1-f, Process equipment modifications, gaseous diffusion plants. The deferral of \$12 million in Projects 71-1-f and 74-1-g for our Cascade Improvement and Cascade Uprating Programs (CIP/CUP) would result in a one year delay in uprating electrical switchyards at the three gaseous diffusion plants. This will result in a one time loss of 500 metric tons of separative work.

<u>Total 1975 Outlays</u>	<u>Dollars in Millions</u>
1975 Budget (February transmittal) .....	\$ 3013.7
Without deferral (current estimate) .....	2997.6
With deferral (revised estimate)	<u>2988.6</u>
 (Effect of action on 1976 outlays) .....	 +9.0



**DEFERRAL OF BUDGET AUTHORITY**  
**Report Pursuant to Sec. 1013 of P.L. 93-344**

<b>Agency</b> U. S. Atomic Energy Commission	New budget authority	\$ 3,229,325,000
<b>Bureau</b>	(P.L. 93-393 )	
	Other budgetary resources	54,867,477
<b>Appropriation Title &amp; Symbol</b>	<b>Total Budgetary Resources</b>	<u>3,284,192,407</u>
Plant and Capital Equipment 89X0103	<b>Amount to be deferred part of year</b>	<u>12,000,000</u>
(Nuclear Materials)	<b>Amount to be deferred for entire year</b>	<u>                    </u>

Justification:

Deferral of no-year funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit congressional review of the action contemplated.

Estimated Effects: Nuclear Materials Program - Project 75-1-f, Atmospheric pollution control facility, Savannah River, South Carolina. Deferral of \$7.0 million in 1975 budget authority will delay by one year compliance with South Carolina state standards for particulate emissions.

Weapons Program - Project 71-9, Fire, safety and adequacy of operating conditions projects, various locations. The \$5.0 million deferral for this project will result in some possible slippage in the final completion date. Some planned corrections to fire and safety problems will not be achieved for the period of deferral. The deferral may increase the total cost of the project, which is now scheduled for completion in the late 1970s.

<u>Total 1975 Outlays</u>	<u>Dollars in Millions</u>
1975 Budget (February transmittal) .....	\$ 3013.7
Without deferral (current estimate) .....	2997.6
With deferral (revised estimate) .....	<u>2994.4</u>
 (Effect of action on 1976 outlays) .....	 +3.2

DEFERRAL OF BUDGET AUTHORITY  
Report Pursuant to Sec. 1013 of P.L. 93-344

<b>Agency</b> U. S. Atomic Energy Commission	New budget authority (P.L. 93-393 )	\$ 3,229,325,000
<b>Bureau</b>	Other budgetary resources	54,867,407
<b>Appropriation Title &amp; Symbol</b>	<b>Total Budgetary Resources</b>	<b>3,284,192,407</b>
Plant and Capital Equipment 89X0103	Amount to be deferred part of year	10,000,000
(Civilian Reactor Research and Development)	Amount to be deferred for entire year	

Justification:

Deferral of no-year funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit congressional review of the action contemplated.

Estimated Effects: Civilian Reactor Research and Development - Plant & Capital Equipment

The deferral of \$10.0 million of budget authority will constrain FY 1975 funding for the construction of the Fast Flux Test Facility which may delay the availability of this facility. Until the FFTF is completed, the U.S. will have to continue to rely upon the Experimental Breeder Reactor II (EBR II) for data on the performance of fuels in a Liquid Metal Fast Breeder Reactor. Since the EBR II does not possess the testing capabilities of the FFTF, a significant further delay in the completion of the FFTF would be undesirable for the LMFBR program. However, any delay resulting from this deferral action would be relatively brief.

<u>Total 1975 Outlays</u>	<u>Dollars in Millions</u>
1975 Budget (February transmittal) .....	\$ 3013.7
Without deferral (current estimate) .....	2997.6
With deferral (revised estimate)	<u>2991.6</u>
(Effect of action on 1976 outlays .....	+6.0

DEFERRAL OF BUDGET AUTHORITY  
 Report Pursuant to Sec. 1013 of P.L. 93-344

<b>Agency</b> U. S. Atomic Energy Commission	New budget authority	\$ 3,229,325,000
<b>Bureau</b>	(P.L. 93-393 )	
	Other budgetary resources	54,867,407
<b>Appropriation Title &amp; Symbol</b>	<b>Total Budgetary Resources</b>	<u>3,284,192,407</u>
Plant and Capital Equipment 89X0103	Amount to be deferred part of year	_____
(Civilian Reactor Research and Development)	Amount to be deferred for entire year	<u>1,500,000</u>

Justification:

Deferral of no-year funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit congressional review of the action contemplated.

Estimated Effects: Civilian Reactor Research and Development - Plant Capital Equipment

Deferral of \$1.5 million of budget authority will reduce support of the Molten Salt Breeder Reactor program. Ongoing Molten Salt Breeder Reactor program technology development efforts will continue to resolve important technical problems of this reactor concept. The deferral will delay initiation of preliminary planning for a possible future Molten Salt Breeder Reactor demonstration project.

<u>Total 1975 Outlays</u>	<u>Dollars in Millions</u>
1975 Budget (February transmittal) .....	\$ 3013.7
Without deferral (current estimate) .....	2997.6
With deferral (revised estimate) .....	<u>2996.1</u>
 (Effect of action on 1976 outlays) .....	 +1.5



DEFERRAL OF BUDGET AUTHORITY  
Report Pursuant to Sec. 1013 of P.L. 93-344

Agency U. S. Atomic Energy Commission	New budget authority (P.L. 93-393 )	\$ 3,229,325,000
Bureau	Other budgetary resources	54,867,407
Appropriation Title & Symbol	Total Budgetary Resources	3,284,192,407
Plant and Capital Equipment 89X0103	Amount to be deferred part of year	12,100,000
(Civilian Reactor Research and Development)	Amount to be deferred for entire year	

Justification:

Deferral of no-year funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit congressional review of the action contemplated.

Estimated Effects: Civilian Reactor Research and Development - Plant & Capital Equipment

Deferral of \$12.1 million of budget authority for high temperature gas reactor pilot plant reprocessing and refabrication facilities will result in some delay for these facilities which will be needed to demonstrate fuel recycle technology for commercial high temperature gas cooled reactors.

The two projects will require much more complex processes and systems than had been conceived earlier. AEC will proceed with project design to permit resolution of technical uncertainties and improved cost estimates.

<u>Total 1975 Outlays</u>	<u>Dollars in Millions</u>
1975 Budget (February transmittal) .....	\$ 3013.7
Without deferral (current estimate) .....	2997.6
With deferral (revised estimate) .....	<u>2990.7</u>
(Effect of action on 1976 outlays) .....	+6.9



DEFERRAL OF BUDGET AUTHORITY  
Report Pursuant to Sec. 1013 of P.L. 93-344

<b>Agency</b>		
U. S. Atomic Energy Commission	New budget authority	\$ 3,229,325,000
<b>Bureau</b>	(P.L. 93-393 )	
	Other budgetary resources	54,867,407
<b>Appropriation Title &amp; Symbol</b>		
	<b>Total Budgetary Resources</b>	<b>3,284,192,407</b>
Plant and Capital Equipment 89X0103	Amount to be deferred part of year	13,000,000
(Civilian Reactor Research and Development and Con- trolled Thermonuclear Research)	Amount to be deferred for entire year	

Justification:

Deferral of no-year funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit congressional review of the action contemplated.

Estimated Effects: Civilian Reactor Research and Development & Controlled Thermonuclear Research - Plant and Capital Equipment

The deferral of \$13.0 million of budget authority will result in a delay until FY 1976 of acquisition of new computer capability in the Controlled Thermonuclear Research program (\$11.0 million). In addition, it will reduce equipment procurements for civilian reactor research activities (\$2.0 million). This will result in a delay until FY 1976 of the acquisition of a scientific computer dedicated to the fusion program, which is expected to improve the design of next generation experiments and the understanding of plasma behavior.

<u>Total 1975 Outlays</u>	<u>Dollars in Millions</u>
1975 Budget (February transmittal) .....	\$ 3013.7
Without deferral (current estimate) .....	2997.6
With deferral (revised estimate) .....	<u>2988.6</u>
 (Effect of action on 1976 outlays) .....	 +9.0

DEFERRAL OF BUDGET AUTHORITY  
Report Pursuant to Sec. 1013 of P.L. 93-344

<u>Agency</u> U. S. Atomic Energy Commission	New budget authority (P.L. 93-393 )	\$ 3,229,325,000
<u>Bureau</u>	Other budgetary resources	54,867,407
<u>Appropriation Title &amp; Symbol</u>	Total Budgetary Resources	3,284,192,407
Plant and Capital Equipment 89X0103	Amount to be deferred part of year	13,900,000
(Other Capital Equipment)	Amount to be deferred for entire year	

Justification:

Deferral of no-year funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit congressional review of the action contemplated.

Estimated Effects:

Other Capital Equipment - Computers - The deferral of computer funds totaling \$9.5 million will delay additional computer capability for Nuclear Materials (\$2.3 million), Weapons (\$6 million), Physical Research (0.7 million) and Biomedical and Environmental Research (0.5 million). Consequences will include some delays in a) improvement of nuclear materials production processes at the Savannah River plant and b) installation of additional computational capability for the weapons program at Sandia Laboratory.

Other Capital Equipment - General - Deferrals totaling \$4.4 million in general equipment will: 1) delay procurement of a \$1.0 million electron microscope in the Physical Research program (deferring a program which will simulate neutron damage to reactor materials); 2) delay a \$2.4 million procurement of two currently leased airplanes in the Weapons program (increasing cost of later procurement by about 10%); and 3) delay procurements totaling \$1.0 million in the Nuclear Materials program for replacement of reactor and plant support equipment (increasing risk of plant down-time as a result of equipment failures).

<u>Total 1975 Outlays</u>	<u>Dollars in Millions</u>
1975 Budget (February transmittal) .....	\$ 3013.7
Without deferral (current estimate) .....	2997.6
With deferral (revised estimate) .....	<u>2981.2</u>
(Effect of action on 1976 outlays).....	+16.4

DEFERRAL OF BUDGET AUTHORITY  
Report Pursuant to Sec. 1013 of P.L. 93-344

Agency National Aeronautics and Space Administration Bureau	New budget authority (P.L. 93-414 )	\$ 109,600,000
Appropriation Title & Symbol	Other budgetary resources	
Research and Development 27-00-0108-0-1-250 (Manned Space Flight)	Total Budgetary Resources (See coverage below)	\$ 109,600,000
	Amount to be deferred part of year	--
	Amount to be deferred for entire year	20,000,000

Justification:

This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit congressional review of the action contemplated.

This action would defer \$20 million in FY 1975 obligations planned for the U.S./U.S.S.R. docking mission scheduled for launch in July 1975. Funds provided for this activity remain available until expended. Rephasing of funding is possible in this program because of excellent progress to date in preparing for the mission.

Estimated Effects:

<u>Total 1975 Outlays</u>	<u>Dollars in Millions</u>
1975 Budget (February transmittal) .....	117
Without deferral (current estimate) .....	117
With deferral (revised estimate) .....	<u>98</u>
(Effect of action on 1976 outlays .....	-- )

This deferral is not expected to adversely affect the launch schedule for the mission. However, the amount of contingency available to handle unforeseen technical problems would be reduced. This mission is an important cooperative project with the Soviets and is expected to contribute to improved understanding and cooperation between the U.S. and the U.S.S.R.

DEFERRAL OF BUDGET AUTHORITY  
 Report Pursuant to Sec. 1013 of P.L. 93-344

Agency National Aeronautics and Space Administration Bureau	New budget authority (P.L. 93-414 )	\$ 65,700,000
	Other budgetary resources	--
Appropriation Title & Symbol	Total Budgetary Resources (See coverage below)	\$ 65,700,000
Research and Development	Amount to be deferred part of year	--
27-00-0108-0-1-250  (Space science and applications)	Amount to be deferred for entire year	\$ 16,000,000

Justification:

This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit congressional review of the action contemplated.

This deferral of \$16,000,000 of no year funds would delay the rate of buildup for several new NASA science and application flight projects including Pioneer-Venus, a scientific mission; SEASAT-A, an ocean observation satellite; NIMBUS-G, a pollution monitoring satellite; TIROS-N, an advanced weather satellite; and the Heat Capacity Mapping mission, a thermal sensing satellite.

Estimated Effects:

<u>Total 1975 Outlays</u>	<u>Dollars in Millions</u>
1975 Budget (February transmittal) .....	40
Without deferral (current estimate) .....	40
With deferral (revised estimate) .....	<u>24</u>
(Effect of action on 1976 outlays .....	--)

The deferral of the rate of buildup on these projects could delay their launch dates by several months. These schedule slippages are not expected to have a significant programmatic impact.

DEFERRAL OF BUDGET AUTHORITY  
Report Pursuant to Sec. 1013 of P.L. 93-344

Agency National Aeronautics and Space Administration	New budget authority	\$ 681,800,000
Bureau - -	(P.L. 93-414 )	
	Other budgetary resources	
Appropriation Title & Symbol	Total Budgetary Resources	\$ 681,800,000
Research and Development	Amount to be deferred	
27-00-0108-0-1-250	part of year	- -
(Aeronautical research and space supporting activities)	Amount to be deferred	
	for entire year	36,000,000

Justification:

This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit congressional review of the action contemplated.

Funds provided in this account remain available until expended. This deferral would delay FY 1975 obligations in several of NASA's program support elements. The affected areas would include research and technology related to advanced systems for space exploration and aeronautics, analysis of data in the space science program, and the maintenance and upgrading of equipment for the tracking and data acquisition program.

Estimated Effects:

<u>Total 1975 Outlays</u>	<u>Dollars in Millions</u>
1975 Budget (February transmittal) .....	678
Without deferral (current estimate) .....	678
With deferral (revised estimate) .....	<u>643</u>
(Effect of action on 1976 outlays .....	-- )

These deferrals would affect a wide range of NASA's supporting activities planned for FY 1975, but would not have a major schedule impact on specific project milestones.

DEFERRAL OF BUDGET AUTHORITY  
Report Pursuant to Sec. 1013 of P.L. 93-344

<u>Agency National Foundation on the Arts and the Humanities Bureau N.A.</u>	New budget authority (P.L. <u>93-404</u> )	\$159,600,000
	Other budgetary resources	24,930,930
<u>Appropriation Title &amp; Symbol</u> National Foundation on the Arts and the Humanities - Salaries and Expenses  59 X 0100	Total Budgetary Resources	184,530,930
	Amount to be deferred part of year	18,000,000
	Amount to be deferred for entire year	_____

Justification

This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after Congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit Congressional review of the action contemplated.

Estimated Effects

This action would delay obligation of \$18M into the 2nd half of the fiscal year to insure an \$8 million outlay saving. The effect of this deferral will be a somewhat delayed beginning for some projects anticipated to be begun in FY 1975. There will be no increase in FY 1976 outlays.

Total 1975 OutlaysDollars in Millions

1975 Budget (February transmittal and May budget amendment)	\$164
Without reduction (Current estimate)	164
With reduction	<u>156</u>
Effect of action on 1976 outlays	-0-

**DEFERRAL OF BUDGET AUTHORITY**  
**Report Pursuant to Sec. 1013 of P.L. 93-344**

<b>Agency</b> National Science Foundation	<b>New budget authority</b>	\$ 661,500,000
<b>Bureau</b> ---	(P.L. <u>93-414</u> )	
	<b>Other budgetary resources</b>	5,000,000
<b>Appropriation Title &amp; Symbol</b>	<b>Total Budgetary Resources</b>	<u>666,500,000</u>
Salaries and Expenses	<b>Amount to be deferred part of year</b>	---
495/60100	<b>Amount to be deferred for entire year</b>	<u>15,000,000</u>

Justification:

This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after Congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit Congressional review of the action contemplated.

This action would defer spending within the following NSF program categories:

National Research Centers (\$2.5M) for improvement of computer at National Center for Atmospheric Research, selected purchases and schedule shifts for the Very Large Array radioastronomy facility, deferral of purchases at other Centers.

Research Applied to National Needs (\$3M) for Disaster and Natural Hazard Research including the areas of Earthquake Engineering and Fire Research.

Science Education (\$4M) in selected areas, including problem assessment and educational program restructuring.

Institutional support for science (\$5.5M) for discretionary formula grants to colleges and universities.

Estimated Effects:

<u>Total 1975 Outlays</u>	<u>Dollars in Millions</u>
1975 Budget (February transmittal).....	630
Without deferral (Current estimate).....	625
With deferral (Revised estimate).....	<u>617</u>
(Effect of action on 1976 outlays.....)	---



The specific deferrals were made selectively in lower priority activities where such deferrals would not unduly impede program development. The deferrals would have the effects in

- National Research Centers of delaying 1975 purchases and schedules, but not slipping project completion dates.
- Research Applied to National Needs of reducing level of support in 1975 but still maintaining a significant national effort in these longer range research areas.
- Science Education of reducing support in lower priority areas based on programmatic judgments but not impeding overall program development.
- Institutional Grants for Science of delaying the obligation of formula grants providing discretionary funds to colleges and universities.



DEFERRAL OF BUDGET AUTHORITY  
 Report Pursuant to Sec. 1013 of P.L. 93-344

Agency National Science Foundation	New budget authority	\$ 101,800,000
Bureau ---	(P.L. 93-322 )	
	Other budgetary resources	625,000
Appropriation Title & Symbol	<b>Total Budgetary Resources</b>	<b>102,425,000</b>
Salaries and Expenses (Special Energy R & D Appropriation Act, 1975)	Amount to be deferred part of year	---
49 x 0100	Amount to be deferred for entire year	5,000,000

Justification:

This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after Congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit Congressional review of the action contemplated.

This action would defer until 1976 the spending of \$5 million in budget authority from the NSF solar and geothermal research programs.

Estimated Effects:

<u>Total 1975 Outlays</u>	<u>Dollars in Millions</u>
1975 Budget (February transmittal)	45
Without deferral (current estimate)	45
With deferral (revised estimate)	<u>43</u>
(Effect of action on 1976 outlays	-- )

The 1975 program of solar and geothermal energy research--after the deferral of \$5 million in budget authority--will still increase over 250% above the 1974 level. The remaining program funds in NSF (\$67 million in budget authority) will allow for

- a vigorous research program in NSF
- the implementation of recently passed legislation on solar and geothermal energy development and demonstration, and
- the successful 1975 transfer of lead agency responsibility for solar and geothermal energy R & D to the new Energy Research and Development Administration from the NSF

DEFERRAL OF BUDGET AUTHORITY  
Report Pursuant to Sec. 1013 of P.L. 93-344

Agency Small Business Administration	New budget authority	\$ 327,500,000
Bureau	(P.L. 93-433 )	
	Other budgetary resources	78,696,721
Appropriation Title & Symbol	Total Budgetary Resources	406,196,721
Business Loan & Investment Fund 73X4154	Amount to be deferred part of year	
	Amount to be deferred for entire year	36,000,000

Justification

This withholding of funds is one of several special actions proposed by the President to restrain 1975 budget outlays. Since these restraints are being proposed after Congressional action affecting most 1975 funds has been completed, this withholding will be delayed until December 16, 1974, to permit Congressional review of the action contemplated.

The SBA's Business Loan and Investment Fund is used to provide direct loans to small businesses, and to meet Government obligations arising from the SBA guarantee of loans by private financial institutions to small businesses. Outlays for direct loans occur when SBA provides direct loan funding, so these outlays are controllable by the agency. Outlays to meet commitments of SBA guarantees result from the failure of loan recipients to meet the requirements of the loan agreement, which results in a demand upon SBA to honor its guarantee.

It is proposed to defer the use of \$36 million in budget authority which otherwise would be available for direct loans in 1975. A total of \$199 million would remain available in 1975 for direct loans, and available funds will permit SBA to guarantee up to \$2,094.5 million in loans made to small businesses. These funds are available without regard to fiscal year limitation.

Estimated Effects

The deferral will result in about 518 fewer loans to small businesses in 1975, or about 2.1% less than would be possible without the deferral. This action would affect less than 0.01% of the small businesses in the country. The reduction will be made in those program areas where there is the best chance that the small businesses will be able to obtain financing from other sources. Even after this reduction, SBA expects to provide direct loans or guarantee loans for over 23,700 small businesses in 1975.

<u>Total 1975 Outlays</u>	<u>Dollars in Millions</u>
1975 Budget (February transmittal).....	\$471
Without deferral (Current estimate).....	420
With deferral (revised estimate).....	<u>398</u>
(Effect of action on 1976 outlays.....	-14)

