

SMALL BUSINESS ADMINISTRATION

Federal Funds

SALARIES AND EXPENSES

For necessary expenses, not otherwise provided for, of the Small Business Administration, including hire of passenger motor vehicles as authorized by sections 1343 and 1344 of title 31, United States Code, and not to exceed \$3,500 for official reception and representation expenses, \$265,000,000: Provided, That the Administrator is authorized to charge fees to cover the cost of publications developed by the Small Business Administration, and certain loan program activities, including fees authorized by section 5(b) of the Small Business Act: Provided further, That, notwithstanding 31 U.S.C. 3302, revenues received from all such activities shall be credited to this account, to remain available until expended, for carrying out these purposes without further appropriations: Provided further, That the Small Business Administration may accept gifts in an amount not to exceed \$4,000,000 and may co-sponsor activities, each in accordance with section 132(a) of division K of Public Law 108-447, during fiscal year 2019: Provided further, That \$6,100,000 shall be available for the Loan Modernization and Accounting System, to be available until September 30, 2020.

Note.—A full-year 2018 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Act, 2018 (Division D of P.L. 115-56, as amended). The amounts included for 2018 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 073-0100-0-1-376	2017 actual	2018 est.	2019 est.
Obligations by program activity:			
0001 Executive direction	70	76	76
0002 Capital Access	81	81	81
0003 Gov. Contracting/ Bus. Development	30	28	28
0004 Entrepreneurial Development	9	12	12
0005 Chief Operating Office	29	26	26
0006 Office of Chief Information Officer	41	37	37
0007 Regional & district offices	98	98	99
0008 Agency wide costs	52	65	65
0009 Non credit programs	3	3	3
0012 Disaster	237	175	177
0013 Investment & Innovation	20	16	16
0014 International Trade	7	6	6
0900 Total new obligations, unexpired accounts	677	623	626
Budgetary resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	229	389	391
1021 Recoveries of prior year unpaid obligations	11		
1050 Unobligated balance (total)	240	389	391
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	270	268	265
Spending authority from offsetting collections, discretionary:			
1700 Collected	385	185	186
1700 Collected	175	172	175
1750 Spending auth from offsetting collections, disc (total)	560	357	361
1900 Budget authority (total)	830	625	626
1930 Total budgetary resources available	1,070	1,014	1,017
Memorandum (non-add) entries:			
1940 Unobligated balance expiring	-4		
1941 Unexpired unobligated balance, end of year	389	391	391
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	153	167	140
3010 New obligations, unexpired accounts	677	623	626
3011 Obligations ("upward adjustments"), expired accounts	4		
3020 Outlays (gross)	-644	-650	-631
3040 Recoveries of prior year unpaid obligations, unexpired	-11		
3041 Recoveries of prior year unpaid obligations, expired	-12		
3050 Unpaid obligations, end of year	167	140	135
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	153	167	140
3200 Obligated balance, end of year	167	140	135
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	830	625	626

Outlays, gross:			
4010 Outlays from new discretionary authority	546	429	430
4011 Outlays from discretionary balances	98	221	201
4020 Outlays, gross (total)	644	650	631
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4030 Federal sources	-541	-338	-342
4033 Non-Federal sources	-19	-19	-19
4040 Offsets against gross budget authority and outlays (total)	-560	-357	-361
4070 Budget authority, net (discretionary)	270	268	265
4080 Outlays, net (discretionary)	84	293	270
4180 Budget authority, net (total)	270	268	265
4190 Outlays, net (total)	84	293	270

This account funds the administrative expenses of SBA headquarters and field office operations. Appropriations for the administration of the disaster and business loan programs are transferred to and merged with this account. The 2019 Budget provides \$6.1 million in funding for the continued modernization of the loan management accounting systems, which will improve oversight of SBA's more than \$131 billion portfolio of loans and loan guarantees. Funding is also requested for core agency activities, including information technology investments and human capital development. The Budget also supports SBA enterprise-wide technology modernization initiatives including hardware, software and application standardization, mobile shared services implementation, security vulnerability reduction, infrastructure upgrades, data center consolidation and migration to the cloud.

Object Classification (in millions of dollars)

Identification code 073-0100-0-1-376	2017 actual	2018 est.	2019 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	196	203	207
11.3 Other than full-time permanent	5	5	5
11.5 Other personnel compensation	5	5	5
11.9 Total personnel compensation	206	213	217
12.1 Civilian personnel benefits	66	71	75
21.0 Travel and transportation of persons	5	5	5
23.1 Rental payments to GSA	36	42	42
23.3 Communications, utilities, and miscellaneous charges	6	6	6
24.0 Printing and reproduction	1	1	1
25.2 Other services from non-Federal sources	112	104	97
25.3 Other purchases of goods and services from Government accounts (Disaster Administrative Expenses)	237	175	177
26.0 Supplies and materials	3	2	2
31.0 Equipment	2	2	2
41.0 Grants, subsidies, and contributions	3	2	2
99.9 Total new obligations, unexpired accounts	677	623	626

Employment Summary

Identification code 073-0100-0-1-376	2017 actual	2018 est.	2019 est.
1001 Direct civilian full-time equivalent employment	3,246	3,060	3,069

OFFICE OF INSPECTOR GENERAL

For necessary expenses of the Office of Inspector General in carrying out the provisions of the Inspector General Act of 1978, \$21,900,000.

Note.—A full-year 2018 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Act, 2018 (Division D of P.L. 115-56, as amended). The amounts included for 2018 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 073-0200-0-1-376	2017 actual	2018 est.	2019 est.
Obligations by program activity:			
0001 Audit	8	8	10

OFFICE OF INSPECTOR GENERAL—Continued
Program and Financing—Continued

Identification code 073-0200-0-1-376	2017 actual	2018 est.	2019 est.
0002 Investigations	11	11	11
0003 Management and Administration	1	2	2
0004 Immediate office, Chief of staff, and Counsel	1	1	1
0900 Total new obligations, unexpired accounts	21	22	24
Budgetary resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	5	5	4
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	20	20	22
Spending authority from offsetting collections, discretionary:			
1700 Collected	1	1	1
1900 Budget authority (total)	21	21	23
1930 Total budgetary resources available	26	26	27
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	5	4	3
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	3	4	4
3010 New obligations, unexpired accounts	21	22	24
3020 Outlays (gross)	-20	-22	-24
3050 Unpaid obligations, end of year	4	4	4
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	3	4	4
3200 Obligated balance, end of year	4	4	4
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	21	21	23
Outlays, gross:			
4010 Outlays from new discretionary authority	18	19	21
4011 Outlays from discretionary balances	2	3	3
4020 Outlays, gross (total)	20	22	24
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4030 Federal sources	-1	-1	-1
4180 Budget authority, net (total)	20	20	22
4190 Outlays, net (total)	19	21	23

The 2019 Budget proposes \$21.9 million in new budget authority and \$1 million transferred from the Disaster Loans Program account for a total of \$22.9 million for the Office of Inspector General (OIG). This appropriation provides funds for agency-wide audit, investigative, and related functions to promote economy and efficiency in SBA operations and to prevent and detect waste, fraud, and abuse.

Object Classification (in millions of dollars)

Identification code 073-0200-0-1-376	2017 actual	2018 est.	2019 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	11	12	13
12.1 Civilian personnel benefits	5	5	6
25.2 Other services	4	4	4
99.0 Direct obligations	20	21	23
99.0 Reimbursable obligations	1	1	1
99.9 Total new obligations, unexpired accounts	21	22	24

Employment Summary

Identification code 073-0200-0-1-376	2017 actual	2018 est.	2019 est.
1001 Direct civilian full-time equivalent employment	101	107	114

OFFICE OF ADVOCACY

For necessary expenses of the Office of Advocacy in carrying out the provisions of title II of Public Law 94-305 (15 U.S.C. 634a et seq.) and the Regulatory Flex-

ibility Act of 1980 (5 U.S.C. 601 et seq.), \$9,120,000, to remain available until expended.

Note.—A full-year 2018 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Act, 2018 (Division D of P.L. 115-56, as amended). The amounts included for 2018 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 073-0300-0-1-376	2017 actual	2018 est.	2019 est.
Obligations by program activity:			
0001 Office of Advocacy (Direct)	8	9	9
Budgetary resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	1	2	2
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	9	9	9
1930 Total budgetary resources available	10	11	11
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	2	2	2
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	2	2	3
3010 New obligations, unexpired accounts	8	9	9
3020 Outlays (gross)	-8	-8	-8
3050 Unpaid obligations, end of year	2	3	4
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	2	2	3
3200 Obligated balance, end of year	2	3	4
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	9	9	9
Outlays, gross:			
4010 Outlays from new discretionary authority	7	8	8
4011 Outlays from discretionary balances	1	1	1
4020 Outlays, gross (total)	8	8	8
4180 Budget authority, net (total)	9	9	9
4190 Outlays, net (total)	8	8	8

The 2019 Budget proposes \$9.1 million in new budget authority. This appropriation provides funds for operations of the Office of Advocacy to carry out its statutory duties, including those under the Regulatory Flexibility Act. Pursuant to the funding authorization in Section 1602 (c) of the Small Business Jobs Act, SBA is requesting that the funds remain available until expended. The Office of Advocacy's advice and small business research help the Federal Government take into account the concerns of small businesses when it develops policies and regulations. The Office's regional advocates support regulatory flexibility at the State level, work with the regional Regulatory Fairness Boards established by the Small Business Regulatory Enforcement Fairness Act, and promote the use of Advocacy research and data products in the curricula of universities and other schools in their respective regions.

Object Classification (in millions of dollars)

Identification code 073-0300-0-1-376	2017 actual	2018 est.	2019 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	6	6	6
12.1 Civilian personnel benefits	1	2	2
25.2 Other services from non-Federal sources	1	1	1
99.9 Total new obligations, unexpired accounts	8	9	9

Employment Summary

Identification code 073-0300-0-1-376	2017 actual	2018 est.	2019 est.
1001 Direct civilian full-time equivalent employment	44	52	52

ENTREPRENEURIAL DEVELOPMENT PROGRAM

For necessary expenses of programs supporting entrepreneurial and small business development, \$192,450,000, to remain available until September 30, 2020: Provided, That \$110,000,000 shall be available to fund grants for performance in fiscal year 2019 or fiscal year 2020 as authorized by section 21 of the Small Business Act: Provided further, That not more than 10 percent of the amounts made available in the preceding proviso shall be available for the Administration to award grants (including contracts and cooperative agreements) to entities described in 15 U.S.C. 648(a)(1) if such entities submit proposals that meet criteria established by the Administration: Provided further, That the grants (including contracts and cooperative agreements) described in the preceding proviso shall be exempt from the requirements of 15 U.S.C. 648(a)(4): Provided further, That \$25,000,000 shall be for marketing, management, and technical assistance under section 7(m) of the Small Business Act (15 U.S.C. 636(m)(4)) by intermediaries that make microloans under the microloan program: Provided further, That \$10,000,000 shall be available for grants to States to carry out export programs authorized under section 22(l) of the Small Business Act (15 U.S.C. 649(l)) to assist small business concerns.

Note.—A full-year 2018 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Act, 2018 (Division D of P.L. 115–56, as amended). The amounts included for 2018 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 073–0400–0–1–376	2017 actual	2018 est.	2019 est.
Obligations by program activity:			
0001 Non-Credit Programs	226	243	192
Budgetary resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	8	29	29
1021 Recoveries of prior year unpaid obligations	3		
1050 Unobligated balance (total)	11	29	29
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	245	243	192
1900 Budget authority (total)	245	243	192
1930 Total budgetary resources available	256	272	221
Memorandum (non-add) entries:			
1940 Unobligated balance expiring	-1		
1941 Unexpired unobligated balance, end of year	29	29	29
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	204	208	247
3010 New obligations, unexpired accounts	226	243	192
3011 Obligations ("upward adjustments"), expired accounts	1		
3020 Outlays (gross)	-214	-204	-210
3040 Recoveries of prior year unpaid obligations, unexpired	-3		
3041 Recoveries of prior year unpaid obligations, expired	-6		
3050 Unpaid obligations, end of year	208	247	229
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	204	208	247
3200 Obligated balance, end of year	208	247	229
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	245	243	192
Outlays, gross:			
4010 Outlays from new discretionary authority	52	85	67
4011 Outlays from discretionary balances	162	119	143
4020 Outlays, gross (total)	214	204	210
4180 Budget authority, net (total)	245	243	192
4190 Outlays, net (total)	214	204	210

For 2019, this account supports SBA's core counseling, training and technical assistance programs, including Small Business Development Centers (SBDC), SCORE, Women's Business Centers, Veterans' Business Outreach Centers, and Microloan technical assistance, as well as various entrepreneurial development programs and initiatives. These include Entrepreneurial Education, a program designed to train and develop small business owners who are poised for growth; the State Trade Expansion Program (STEP), which helps small businesses tap global markets and expand exports; and Veterans Outreach programs like the Boots to Business program, which provides entrepreneurship training to America's veterans

transitioning to civilian life. The Budget also supports other place-based initiatives, such as the HubZone Program and other outreach and contracting activities. In 2019, the Budget proposes the creation of a competitive set-aside within the SBDC program that would reward those centers that most efficiently utilize their resources and provide innovative methods to help entrepreneurs.

Object Classification (in millions of dollars)

Identification code 073–0400–0–1–376	2017 actual	2018 est.	2019 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	2	2	2
12.1 Civilian personnel benefits	1	1	1
25.2 Other services from non-Federal sources	13	13	13
41.0 Grants, subsidies, and contributions	210	227	176
99.9 Total new obligations, unexpired accounts	226	243	192

Employment Summary

Identification code 073–0400–0–1–376	2017 actual	2018 est.	2019 est.
1001 Direct civilian full-time equivalent employment	24	25	25

SURETY BOND GUARANTEES REVOLVING FUND

Program and Financing (in millions of dollars)

Identification code 073–4156–0–3–376	2017 actual	2018 est.	2019 est.
Obligations by program activity:			
0801 Reimbursable obligations	16	17	17
0900 Total new obligations (object class 42.0)	16	17	17
Budgetary resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	88	91	91
1033 Recoveries of prior year paid obligations	2		
1050 Unobligated balance (total)	90	91	91
Budget authority:			
Spending authority from offsetting collections, discretionary:			
1700 Collected	17	17	17
1930 Total budgetary resources available	107	108	108
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	91	91	91
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1		1	1
3010 New obligations, unexpired accounts	16	17	17
3020 Outlays (gross)	-15	-17	-17
3050 Unpaid obligations, end of year	1	1	1
Memorandum (non-add) entries:			
3100 Obligated balance, start of year		1	1
3200 Obligated balance, end of year	1	1	1
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	17	17	17
Outlays, gross:			
4010 Outlays from new discretionary authority	15	17	17
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4033 Non-Federal sources	-19	-17	-17
Additional offsets against gross budget authority only:			
4053 Recoveries of prior year paid obligations, unexpired accounts	2		
4080 Outlays, net (discretionary)	-4		
4180 Budget authority, net (total)			
4190 Outlays, net (total)	-4		

SBA is authorized to issue bond guarantees to surety companies for construction, service, and supply contracts or work orders, and to reimburse these sureties up to 90 percent of the losses sustained if the contractor defaults. SBA's guarantees provide an incentive for sureties to issue bonds to small contractors who could not otherwise secure them and compete in

SURETY BOND GUARANTEES REVOLVING FUND—Continued

the contracting industry. It is estimated that there are sufficient funds in reserve to cover the cost of claim defaults in 2019. Therefore, no new appropriated funds are requested in the Budget.

BUSINESS LOANS PROGRAM ACCOUNT

(INCLUDING TRANSFER OF FUNDS)

For the cost of direct loans, \$4,000,000, to remain available until expended: Provided, That such costs, including the cost of modifying such loans, shall be as defined in section 502 of the Congressional Budget Act of 1974: Provided further, That subject to section 502 of the Congressional Budget Act of 1974, during fiscal year 2019 commitments to guarantee loans under section 503 of the Small Business Investment Act of 1958 shall not exceed \$7,500,000,000: Provided further, That during fiscal year 2019 commitments for general business loans authorized under section 7(a) of the Small Business Act shall not exceed \$30,000,000,000 for a combination of amortizing term loans and the aggregated maximum line of credit provided by revolving loans: Provided further, That, notwithstanding section 7(a)(23) of the Small Business Act, the Administration may assess fees pursuant to such section so that the cost of making guarantees under section 7(a) of such Act is less than zero: Provided further, That for fiscal year 2019, section 7(a)(23)(A) of the Small Business Act shall be applied by replacing "0.55 percent" with "0.625 percent": Provided further, That for fiscal year 2019, section 7(a)(18)(A)(iii) of the Small Business Act shall be applied by adding "but less than \$1,000,000" after "\$700,000": Provided further, That for fiscal year 2019, section 7(a)(18)(A) of the Small Business Act shall be applied by redesignating clause (iv) of such section as clause (v), and by inserting the following after clause (iv): "A guarantee fee not to exceed 3.75 percent of the deferred participation share of a total loan amount that is more than \$1,000,000.": Provided further, That during fiscal year 2019 commitments for loans authorized under subparagraph (C) of section 502(7) of The Small Business Investment Act of 1958 (15 U.S.C. 696(7)) shall not exceed \$1,000,000,000: Provided further, That during fiscal year 2019 commitments to guarantee loans for debentures under section 303(b) of the Small Business Investment Act of 1958 shall not exceed \$4,000,000,000: Provided further, That during fiscal year 2019, guarantees of trust certificates authorized by section 5(g) of the Small Business Act shall not exceed a principal amount of \$12,000,000,000.

In addition, for administrative expenses to carry out the direct and guaranteed loan programs, \$155,150,000 which may be transferred to and merged with the appropriations for Salaries and Expenses.

Note.—A full-year 2018 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Act, 2018 (Division D of P.L. 115–56, as amended). The amounts included for 2018 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 073–1154–0–1–376	2017 actual	2018 est.	2019 est.
Obligations by program activity:			
Credit program obligations:			
0701 Direct loan subsidy	4	4	4
0705 Reestimates of direct loan subsidy	1	2	
0706 Interest on reestimates of direct loan subsidy	1		
0707 Reestimates of loan guarantee subsidy	520	112	
0708 Interest on reestimates of loan guarantee subsidy	117	14	
0709 Administrative expenses	153	152	155
0900 Total new obligations, unexpired accounts	796	284	159
Budgetary resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	114	67	22
1001 Discretionary unobligated balance brought fwd, Oct 1	114	67	
1021 Recoveries of prior year unpaid obligations	8	10	28
1050 Unobligated balance (total)	122	77	50
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	157	156	159
1131 Unobligated balance of appropriations permanently reduced	–55	–55	–50
1160 Appropriation, discretionary (total)	102	101	109
Appropriations, mandatory:			
1200 Appropriation	639	128	
1900 Budget authority (total)	741	229	109
1930 Total budgetary resources available	863	306	159

Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	67	22	
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	42	22	60
3010 New obligations, unexpired accounts	796	284	159
3020 Outlays (gross)	–806	–236	–157
3040 Recoveries of prior year unpaid obligations, unexpired	–8	–10	–28
3041 Recoveries of prior year unpaid obligations, expired	–2		
3050 Unpaid obligations, end of year	22	60	34
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	42	22	60
3200 Obligated balance, end of year	22	60	34
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	102	101	109
Outlays, gross:			
4010 Outlays from new discretionary authority	154	99	156
4011 Outlays from discretionary balances	13	9	1
4020 Outlays, gross (total)	167	108	157
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4033 Non-Federal sources	–2		
Additional offsets against gross budget authority only:			
4052 Offsetting collections credited to expired accounts	2		
4070 Budget authority, net (discretionary)	102	101	109
4080 Outlays, net (discretionary)	165	108	157
Mandatory:			
4090 Budget authority, gross	639	128	
Outlays, gross:			
4100 Outlays from new mandatory authority	639	128	
4180 Budget authority, net (total)	741	229	109
4190 Outlays, net (total)	804	236	157

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 073–1154–0–1–376	2017 actual	2018 est.	2019 est.
Direct loan levels supportable by subsidy budget authority:			
115001 7(m) Direct Microloans	44	44	42
115999 Total direct loan levels	44	44	42
Direct loan subsidy (in percent):			
132001 7(m) Direct Microloans	9.08	8.91	8.77
132999 Weighted average subsidy rate	9.08	8.91	8.77
Direct loan subsidy budget authority:			
133001 7(m) Direct Microloans	4	4	4
133999 Total subsidy budget authority	4	4	4
Direct loan subsidy outlays:			
134001 7(m) Direct Microloans	4	3	3
134999 Total subsidy outlays	4	3	3
Direct loan reestimates:			
135001 7(m) Direct Microloans		1	
135011 Intermediary Lending Program	–1		
135999 Total direct loan reestimates	–1	1	
Guaranteed loan levels supportable by subsidy budget authority:			
215002 7(a) General Business Loan Guarantees	24,012	27,313	30,000
215004 Section 504 Certified Development Companies Debentures	4,715	7,449	7,500
215006 SBIC Debentures	1,960	3,973	4,000
215010 Secondary Market Guarantee	9,301	11,919	12,000
215027 504 Commercial Real Estate (CRE) Refinance Program	271	7,449	1,000
215999 Total loan guarantee levels	40,259	58,103	54,500
Guaranteed loan subsidy (in percent):			
232002 7(a) General Business Loan Guarantees	0.00	0.00	–31
232004 Section 504 Certified Development Companies Debentures	0.00	0.00	–43
232006 SBIC Debentures	0.00	0.00	–52
232010 Secondary Market Guarantee	0.00	0.00	–04
232027 504 Commercial Real Estate (CRE) Refinance Program	0.00	0.00	–43
232999 Weighted average subsidy rate	0.00	0.00	–28
Guaranteed loan subsidy budget authority:			
233002 7(a) General Business Loan Guarantees			–93
233004 Section 504 Certified Development Companies Debentures			–32
233006 SBIC Debentures			–21
233010 Secondary Market Guarantee			–5
233027 504 Commercial Real Estate (CRE) Refinance Program			–4
233999 Total subsidy budget authority			–155

Guaranteed loan subsidy outlays:			
234002	7(a) General Business Loan Guarantees	1	-93
234004	Section 504 Certified Development Companies Debentures	10	7
234006	SBIC Debentures		-21
234010	Secondary Market Guarantee		-5
234027	504 Commercial Real Estate (CRE) Refinance Program		-4
234999	Total subsidy outlays	11	7
Guaranteed loan reestimates:			
235002	7(a) General Business Loan Guarantees	-94	-757
235003	7(a) General Business Loan Guarantees—STAR	-1	-3
235004	Section 504 Certified Development Companies Debentures	-585	-484
235006	SBIC Debentures	-157	-134
235007	SBIC Participating Securities	-40	-90
235008	SBIC New Market Venture Capital	12	7
235010	Secondary Market Guarantee	511	20
235015	Secondary Market 504 First Mortgage Guarantees-ARRA	4	3
235016	ARC Loan Guarantees—ARRA	-1	-1
235017	7(a) General Business Loan Guarantees—ARRA	16	
235018	Section 504 Certified Development Companies—ARRA	-30	-12
235026	Section 504 Certified Development Companies Debentures—ARRA Ext	-22	-15
235027	504 Commercial Real Estate (CRE) Refinance Program	-22	-27
235028	7(a) Business Loan Guarantees—ARRA Extension	17	1
235999	Total guaranteed loan reestimates	-392	-1,492

As required by the Federal Credit Reform Act of 1990, as amended, this account records the subsidy costs associated with the direct loans obligated and loan guarantees committed in 1992 and beyond (including modifications of direct loans or loan guarantees that resulted from obligations or commitments in any year), as well as administrative expenses of the business loan program. The subsidy amounts are estimated on a present value basis; the administrative expenses are estimated on a cash basis.

For 2019, the Budget proposes \$159.2 million in new budget authority for the Business Loans Program account. This includes \$155.2 million in administrative expenses funding and \$4.0 million in credit subsidy for the direct Microloan Program to support a program level of \$42.4 million. The SBA's business loan guarantee programs, the 7(a), 504 Certified Development Company (CDC), 504 Debt Refinancing, and Small Business Investment Company (SBIC) programs, will operate with no subsidy appropriations in 2019. The Budget supports a program level of \$30.0 billion in Section 7(a) loan guarantees that provide general business credit assistance, while waiving upfront fees on SBA Express loans to Veterans. The Budget also proposes a program level of \$7.5 billion for the guaranteed loan program authorized by Section 503 of the Small Business Investment Act of 1958 for long-term, fixed-rate financing and a program level of \$1.0 billion for purposes of refinancing existing commercial mortgage and equipment debt authorized by Section 502 (7)(C) of the Small Business Investment Act of 1958. The 2019 Budget continues to support innovative financial instruments through the SBA's SBIC program by providing up to \$4 billion in long-term guaranteed loans to support venture capital investments in small businesses. In addition, the Budget proposes a \$12 billion program level for the Secondary Market Guarantee (SMG) program, which allows SBA's fiscal agent to pool the guaranteed portion of 7(a) loans and sell the securities to investors, in turn providing liquidity to participating 7(a) program lenders.

The Budget proposes that SBA introduce counter-cyclical policies to its business loan guarantee programs in 2019 that enable it to maintain its operations while ensuring that it is not displacing direct private lending. Through an adjustment of fees across its business loan guarantee programs, the SBA would cover its anticipated lending and offset administrative costs in 2019. To better address unanticipated spikes in lending, Section 521 of the SBA administrative provisions proposes administrative flexibility to increase the 7(a) program level by 15 percent if the program demand were to exhaust the appropriated limit, with notification to the Appropriations and Small Business committees. Section 522 of the SBA administrative provisions proposes a \$50 million cancellation of prior year unobligated balances appropriated for business loan subsidy for the 504 CDC program that are no longer necessary. Additionally, Section 526 of the SBA administrative provisions proposes an increase to the SBA Express program's loan limit from \$350,000 to \$1 million, and Section 527 proposes the intro-

duction of an annual fee on SMG program certificate balances to improve and more efficiently sustain its operations.

Object Classification (in millions of dollars)

Identification code 073-1154-0-1-376	2017 actual	2018 est.	2019 est.	
Direct obligations:				
25.2	Other services from non-Federal sources	153	152	155
41.0	Grants, subsidies, and contributions	643	132	4
99.9	Total new obligations, unexpired accounts	796	284	159

BUSINESS DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 073-4148-0-3-376	2017 actual	2018 est.	2019 est.	
Obligations by program activity:				
Credit program obligations:				
0710	Direct loan obligations	44	44	42
0713	Payment of interest to Treasury	5	5	5
0742	Downward reestimates paid to receipt accounts	2	1	
0900	Total new obligations, unexpired accounts	51	50	47

Budgetary resources:				
Unobligated balance:				
1000	Unobligated balance brought forward, Oct 1	2	6	7
1021	Recoveries of prior year unpaid obligations	4	3	3
1023	Unobligated balances applied to repay debt	-5		
1050	Unobligated balance (total)	1	9	10
Financing authority:				
Borrowing authority, mandatory:				
1400	Borrowing authority	43	40	38
Spending authority from offsetting collections, mandatory:				
1800	Collected	39	40	38
1801	Change in uncollected payments, Federal sources	-1		
1825	Spending authority from offsetting collections applied to repay debt	-25	-32	-32
1850	Spending auth from offsetting collections, mand (total)	13	8	6
1900	Budget authority (total)	56	48	44
1930	Total budgetary resources available	57	57	54
Memorandum (non-add) entries:				
1941	Unexpired unobligated balance, end of year	6	7	7

Change in obligated balance:				
Unpaid obligations:				
3000	Unpaid obligations, brought forward, Oct 1	43	41	53
3010	New obligations, unexpired accounts	51	50	47
3020	Outlays (gross)	-49	-35	-34
3040	Recoveries of prior year unpaid obligations, unexpired	-4	-3	-3
3050	Unpaid obligations, end of year	41	53	63
Uncollected payments:				
3060	Uncollected pymts, Fed sources, brought forward, Oct 1	-4	-3	-3
3070	Change in uncollected pymts, Fed sources, unexpired	1		
3090	Uncollected pymts, Fed sources, end of year	-3	-3	-3
Memorandum (non-add) entries:				
3100	Obligated balance, start of year	39	38	50
3200	Obligated balance, end of year	38	50	60

Financing authority and disbursements, net:				
Mandatory:				
4090	Budget authority, gross	56	48	44
Financing disbursements:				
4110	Outlays, gross (total)	49	35	34
Offsets against gross financing authority and disbursements:				
Offsetting collections (collected) from:				
4120	Federal sources: Subsidy from program account	-4	-4	-4
4120	Upward reestimate	-1	-2	
4120	Interest on reestimate	-1		
4122	Interest on uninvested funds	-2	-2	-2
4123	Repayments of principal, net	-31	-29	-29
4123	Other income		-3	-3
4130	Offsets against gross budget authority and outlays (total)	-39	-40	-38
Additional offsets against financing authority only (total):				
4140	Change in uncollected pymts, Fed sources, unexpired	1		
4160	Budget authority, net (mandatory)	18	8	6

BUSINESS DIRECT LOAN FINANCING ACCOUNT—Continued
Program and Financing—Continued

Identification code 073-4148-0-3-376	2017 actual	2018 est.	2019 est.
4170 Outlays, net (mandatory)	10	-5	-4
4180 Budget authority, net (total)	18	8	6
4190 Outlays, net (total)	10	-5	-4

Status of Direct Loans (in millions of dollars)

Identification code 073-4148-0-3-376	2017 actual	2018 est.	2019 est.
Position with respect to appropriations act limitation on obligations:			
1111 Direct loan obligations from current-year authority	44	44	42
1121 Limitation available from carry-forward	8		
1143 Unobligated limitation carried forward (P.L. xx) (-)	-8		
1150 Total direct loan obligations	44	44	42
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	174	184	187
1231 Disbursements: Direct loan disbursements	41	35	34
1251 Repayments: Repayments and prepayments	-30	-31	-32
1263 Write-offs for default: Write-offs for default	-1	-1	-1
1290 Outstanding, end of year	184	187	188

Balance Sheet (in millions of dollars)

Identification code 073-4148-0-3-376	2016 actual	2017 actual
ASSETS:		
Federal assets:		
1101 Fund balances with Treasury	40	43
Investments in US securities:		
1106 Receivables, net	1	1
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	174	184
1405 Allowance for subsidy cost (-)	-13	-13
1499 Net present value of assets related to direct loans	161	171
1999 Total assets	202	215
LIABILITIES:		
Federal liabilities:		
2103 Debt	201	213
2104 Resources payable to Treasury (Downward Reestimate)	1	2
2201 Non-Federal liabilities: Accounts payable		
2999 Total liabilities	202	215
4999 Total liabilities and net position	202	215

BUSINESS GUARANTEED LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 073-4149-0-3-376	2017 actual	2018 est.	2019 est.
Obligations by program activity:			
0005 Other Expenses	35	75	75
Credit program obligations:			
0711 Default claim payments on principal	1,054	1,550	1,680
0712 Default claim payments on interest	68	100	100
0713 Payment of interest to Treasury	64	80	80
0740 Negative subsidy obligations			155
0742 Downward reestimates paid to receipt accounts	846	1,397	
0743 Interest on downward reestimates	184	219	
0791 Direct program activities, subtotal	2,216	3,346	2,015
0900 Total new obligations, unexpired accounts	2,251	3,421	2,090
Budgetary resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	3,475	4,424	3,446
Financing authority:			
Borrowing authority, mandatory:			
1400 Borrowing authority	228		
Spending authority from offsetting collections, mandatory:			
1800 Collected	3,048	2,443	2,467
1801 Change in uncollected payments, Federal sources	-18		

1825 Spending authority from offsetting collections applied to repay debt	-58		
1850 Spending auth from offsetting collections, mand (total)	2,972	2,443	2,467
1900 Budget authority (total)	3,200	2,443	2,467
1930 Total budgetary resources available	6,675	6,867	5,913
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	4,424	3,446	3,823

Change in obligated balance:

Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	27	24	1,477
3010 New obligations, unexpired accounts	2,251	3,421	2,090
3020 Outlays (gross)	-2,254	-1,968	-1,889
3050 Unpaid obligations, end of year	24	1,477	1,678
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	-38	-20	-20
3070 Change in uncollected pymts, Fed sources, unexpired	18		
3090 Uncollected pymts, Fed sources, end of year	-20	-20	-20
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	-11	4	1,457
3200 Obligated balance, end of year	4	1,457	1,658

Financing authority and disbursements, net:

Mandatory:			
4090 Budget authority, gross	3,200	2,443	2,467
Financing disbursements:			
4110 Outlays, gross (total)	2,254	1,968	1,889
Offsets against gross financing authority and disbursements:			
Offsetting collections (collected) from:			
4120 Subsidy from program account	-11	-7	-6
4120 Upward reestimate	-520	-112	
4120 Interest on reestimate	-117	-14	
4122 Interest on uninvested funds	-93	-90	-90
4123 Fees	-1,378	-1,380	-1,531
4123 Principal	-784	-780	-780
4123 Interest	-63	-60	-60
4123 Sale of Foreclosed Property	-8		
4123 Other	-74		
4130 Offsets against gross budget authority and outlays (total)	-3,048	-2,443	-2,467
Additional offsets against financing authority only (total):			
4140 Change in uncollected pymts, Fed sources, unexpired	18		
4160 Budget authority, net (mandatory)	170		
4170 Outlays, net (mandatory)	-794	-475	-578
4180 Budget authority, net (total)	170		
4190 Outlays, net (total)	-794	-475	-578

Status of Guaranteed Loans (in millions of dollars)

Identification code 073-4149-0-3-376	2017 actual	2018 est.	2019 est.
Position with respect to appropriations act limitation on commitments:			
2111 Guaranteed loan commitments from current-year authority	58,500	58,103	54,500
2121 Limitation available from carry-forward			
2142 Uncommitted loan guarantee limitation	-18,241		
2150 Total guaranteed loan commitments	40,259	58,103	54,500
2199 Guaranteed amount of guaranteed loan commitments	33,858	50,794	50,794
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	113,113	121,005	127,012
2231 Disbursements of new guaranteed loans	29,187	28,799	39,854
2251 Repayments and prepayments	-19,804	-21,186	-22,238
Adjustments:			
2261 Terminations for default that result in loans receivable	-1,220	-1,249	-1,254
2263 Terminations for default that result in claim payments	-271	-357	-358
2264 Other adjustments, net			
2290 Outstanding, end of year	121,005	127,012	143,016
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year	99,512	104,453	117,615

Addendum:

Cumulative balance of defaulted guaranteed loans that result in loans receivable:			
2310 Outstanding, start of year	4,201	3,710	3,778
2331 Disbursements for guaranteed loan claims	1,008	1,320	1,326
2351 Repayments of loans receivable	-693	-376	-452
2361 Write-offs of loans receivable	-907	-876	-889
2364 Other adjustments, net	101		

2390	Outstanding, end of year	3,710	3,778	3,763
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Balance Sheet (in millions of dollars)

Identification code 073-4149-0-3-376		2016 actual	2017 actual
ASSETS:			
Federal assets:			
1101	Fund balances with Treasury	3,465	4,429
Investments in US securities:			
1106	Receivables, net	645	135
1206	Non-Federal assets: Receivables, net	158	99
Net value of assets related to post-1991 acquired defaulted guaranteed loans receivable:			
1501	Defaulted guaranteed loans receivable, gross	4,201	3,710
1504	Foreclosed property	17	9
1505	Allowance for subsidy cost (-)	-3,299	-2,829
1599	Net present value of assets related to defaulted guaranteed loans	919	890
1999	Total assets	5,187	5,553
LIABILITIES:			
Federal liabilities:			
2103	Debt	1,727	1,897
2105	Other	1,071	1,087
Non-Federal liabilities:			
2201	Accounts payable	18	13
2204	Liabilities for loan guarantees	2,371	2,556
2999	Total liabilities	5,187	5,553
4999	Total liabilities and net position	5,187	5,553

BUSINESS LOAN FUND LIQUIDATING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 073-4154-0-3-376		2017 actual	2018 est.	2019 est.
Obligations by program activity:				
0005	Guaranteed loan default claims	3		
0006	Interest to UST		1	1
0007	Other Expenses		1	1
0600	Direct program activities, subtotal	3	2	2
0900	Total new obligations, unexpired accounts (object class 33.0)	3	2	2
Budgetary resources:				
Budget authority:				
Appropriations, mandatory:				
1200	Appropriation	3	2	2
Spending authority from offsetting collections, mandatory:				
1800	Collected	2	3	3
1820	Capital transfer of spending authority from offsetting collections to general fund	-2	-3	-3
1900	Budget authority (total)	3	2	2
1930	Total budgetary resources available	3	2	2
Change in obligated balance:				
Unpaid obligations:				
3000	Unpaid obligations, brought forward, Oct 1	1	3	3
3010	New obligations, unexpired accounts	3	2	2
3020	Outlays (gross)	-1	-2	
3050	Unpaid obligations, end of year	3	3	5
Memorandum (non-add) entries:				
3100	Obligated balance, start of year	1	3	3
3200	Obligated balance, end of year	3	3	5
Budget authority and outlays, net:				
Mandatory:				
4090	Budget authority, gross	3	2	2
Outlays, gross:				
4100	Outlays from new mandatory authority		2	
4101	Outlays from mandatory balances	1		
4110	Outlays, gross (total)	1	2	
Offsets against gross budget authority and outlays:				
Offsetting collections (collected) from:				
4123	Non-Federal sources	-2	-3	-3
4180	Budget authority, net (total)	1	-1	-1
4190	Outlays, net (total)	-1	-1	-3

Status of Direct Loans (in millions of dollars)

Identification code 073-4154-0-3-376		2017 actual	2018 est.	2019 est.
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year	5	5	3
1251	Repayments: Repayments and prepayments		-1	-1
1263	Write-offs for default: Write-offs for default		-1	-1
1290	Outstanding, end of year	5	3	1

Status of Guaranteed Loans (in millions of dollars)

Identification code 073-4154-0-3-376		2017 actual	2018 est.	2019 est.
Cumulative balance of guaranteed loans outstanding:				
2210	Outstanding, start of year	1	1	1
2251	Repayments and prepayments			
2290	Outstanding, end of year	1	1	1
Memorandum:				
2299	Guaranteed amount of guaranteed loans outstanding, end of year	1	1	1
Addendum:				
Cumulative balance of defaulted guaranteed loans that result in loans receivable:				
2310	Outstanding, start of year	11	2	2
2331	Disbursements for guaranteed loan claims			
2351	Repayments of loans receivable			
2361	Write-offs of loans receivable	-1		
2364	Other adjustments, net	-8		
2390	Outstanding, end of year	2	2	2

Balance Sheet (in millions of dollars)

Identification code 073-4154-0-3-376		2016 actual	2017 actual
ASSETS:			
1101	Federal assets: Fund balances with Treasury	1	3
1206	Non-Federal assets: Receivables, net		2
1601	Direct loans, gross	5	5
1603	Allowance for estimated uncollectible loans and interest (-)	-2	-3
1699	Value of assets related to direct loans	3	2
1701	Defaulted guaranteed loans, gross	11	2
1703	Allowance for estimated uncollectible loans and interest (-)	-3	-2
1799	Value of assets related to loan guarantees	8	
1801	Other Federal assets: Cash and other monetary assets	2	
1999	Total assets	14	7
LIABILITIES:			
Federal liabilities:			
2102	Interest payable		2
2104	Resources payable to Treasury	13	4
2201	Non-Federal liabilities: Accounts payable	1	1
2999	Total liabilities	14	7
4999	Total liabilities and net position	14	7

DISASTER LOANS PROGRAM ACCOUNT

(INCLUDING TRANSFERS OF FUNDS)

For administrative expenses to carry out the direct loan program authorized by section 7(b) of the Small Business Act, \$186,458,000, to be available until expended, of which \$1,000,000 is for the Office of Inspector General of the Small Business Administration for audits and reviews of disaster loans and the disaster loan programs and shall be transferred to and merged with the appropriations for the Office of Inspector General; of which \$176,458,000 is for direct administrative expenses of loan making and servicing to carry out the direct loan program, which may be transferred to and merged with the appropriations for Salaries and Expenses; and of which \$9,000,000 is for indirect administrative expenses for the direct loan program, which may be transferred to and merged with the appropriations for Salaries and Expenses.

Note.—A full-year 2018 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Act, 2018 (Division D of P.L. 115-56, as amended). The amounts included for 2018 reflect the annualized level provided by the continuing resolution.

DISASTER LOANS PROGRAM ACCOUNT—Continued
Program and Financing (in millions of dollars)

Identification code 073-1152-0-1-453	2017 actual	2018 est.	2019 est.
Obligations by program activity:			
Credit program obligations:			
0701 Direct loan subsidy	187	138	135
0705 Reestimates of direct loan subsidy	8	8	.....
0706 Interest on reestimates of direct loan subsidy	2	4	.....
0709 Administrative expenses	385	185	186
0900 Total new obligations, unexpired accounts	582	335	321
Budgetary resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	568	688	590
1001 Discretionary unobligated balance brought fwd, Oct 1	568	688	.....
1021 Recoveries of prior year unpaid obligations	56	40	40
1050 Unobligated balance (total)	624	728	630
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	186	27	27
1100 Appropriation-Discretionary, Disaster Relief pursuant to 2011 Budget Control Act, Appropriations Committee	450	158	159
1160 Appropriation, discretionary (total)	636	185	186
Appropriations, mandatory:			
1200 Appropriation	10	12	.....
1900 Budget authority (total)	646	197	186
1930 Total budgetary resources available	1,270	925	816
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	688	590	495
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	103	114	62
3010 New obligations, unexpired accounts	582	335	321
3020 Outlays (gross)	-515	-347	-311
3040 Recoveries of prior year unpaid obligations, unexpired	-56	-40	-40
3050 Unpaid obligations, end of year	114	62	32
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	103	114	62
3200 Obligated balance, end of year	114	62	32
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	636	185	186
Outlays, gross:			
4010 Outlays from new discretionary authority	385	185	186
4011 Outlays from discretionary balances	120	150	125
4020 Outlays, gross (total)	505	335	311
Mandatory:			
4090 Budget authority, gross	10	12	.....
Outlays, gross:			
4100 Outlays from new mandatory authority	10	12	.....
4180 Budget authority, net (total)	646	197	186
4190 Outlays, net (total)	515	347	311

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 073-1152-0-1-453	2017 actual	2018 est.	2019 est.
Direct loan levels supportable by subsidy budget authority:			
115001 Disaster Assistance Loans	1,297	1,100	1,100
115999 Total direct loan levels	1,297	1,100	1,100
Direct loan subsidy (in percent):			
132001 Disaster Assistance Loans	14.42	12.54	12.29
132999 Weighted average subsidy rate	14.42	12.54	12.29
Direct loan subsidy budget authority:			
133001 Disaster Assistance Loans	187	138	135
133999 Total subsidy budget authority	187	138	135
Direct loan subsidy outlays:			
134001 Disaster Assistance Loans	120	76	88
134999 Total subsidy outlays	120	76	88
Direct loan reestimates:			
135001 Disaster Assistance Loans	-155	-112	.....
135002 Economic Injury Disaster Loans—Terrorist Attack	-3	-2	.....
135999 Total direct loan reestimates	-158	-114	.....

Administrative expense data:				
3510	Budget authority	385	184	184
3590	Outlays from new authority	385	184	184

As required by the Federal Credit Reform Act of 1990, as amended, this account records, for loans made pursuant to Section 7(b) of the Small Business Act, as amended, the subsidy costs associated with the direct loans obligated in 1992 and beyond (including modifications of direct loans or loan guarantees that resulted from obligations or commitments in any year), as well as administrative expenses of this program. The subsidy amounts are estimated on a present value basis; the administrative expenses are estimated on a cash basis.

Disaster loans made pursuant to Section 7(b) of the Small Business Act provide Federal assistance for non-farm, private sector disaster losses. Through the disaster assistance program, SBA helps homeowners, renters, businesses of all sizes, and non-profit organizations pay for the cost of replacing, rebuilding or repairing property damaged by disasters. The program is the only form of SBA financial assistance not limited to small businesses. The program provides subsidized loans of up to 30 years to borrowers who have incurred uninsured physical losses or economic injury as the result of a disaster.

In 2019, the Budget supports \$1.1 billion in loans, the ten-year normalized average for such loans. The Budget requests \$158.8 million in new budget authority for administrative expenses related to major disasters (pursuant to a determination under section 102(2) of the Robert T. Stafford Disaster Relief and Emergency Assistance Act) and \$27.6 million for administrative expenses related to non-major disasters.

Object Classification (in millions of dollars)

Identification code 073-1152-0-1-453	2017 actual	2018 est.	2019 est.	
Direct obligations:				
25.2	Other services from non-Federal sources	385	185	186
41.0	Grants, subsidies, and contributions	197	150	135
99.9	Total new obligations, unexpired accounts	582	335	321

DISASTER DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 073-4150-0-3-453	2017 actual	2018 est.	2019 est.	
Obligations by program activity:				
0003	Other	16	25	25
Credit program obligations:				
0710	Direct loan obligations	1,297	1,100	1,100
0713	Payment of interest to Treasury	248	350	350
0742	Downward reestimates paid to receipt accounts	116	82	.....
0743	Interest on downward reestimates	51	45	.....
0791	Direct program activities, subtotal	1,712	1,577	1,450
0900	Total new obligations, unexpired accounts	1,728	1,602	1,475
Budgetary resources:				
Unobligated balance:				
1000	Unobligated balance brought forward, Oct 1	411	126	312
1021	Recoveries of prior year unpaid obligations	460	99	99
1023	Unobligated balances applied to repay debt	-650	.....	.....
1050	Unobligated balance (total)	221	225	411
Financing authority:				
Borrowing authority, mandatory:				
1400	Borrowing authority	1,278	1,089	965
Spending authority from offsetting collections, mandatory:				
1800	Collected	1,069	1,500	1,500
1801	Change in uncollected payments, Federal sources	12	.....	.....
1820	Capital transfer of spending authority from offsetting collections to general fund .....	.....	-900	-900
1825	Spending authority from offsetting collections applied to repay debt	-726	.....	.....
1850	Spending auth from offsetting collections, mand (total)	355	600	600
1900	Budget authority (total)	1,633	1,689	1,565
1930	Total budgetary resources available	1,854	1,914	1,976

Memorandum (non-add) entries:			
1941	Unexpired unobligated balance, end of year	126	312 501
Change in obligated balance:			
Unpaid obligations:			
3000	Unpaid obligations, brought forward, Oct 1	856	805 795
3010	New obligations, unexpired accounts	1,728	1,602 1,475
3020	Outlays (gross)	-1,319	-1,513 -1,513
3040	Recoveries of prior year unpaid obligations, unexpired	-460	-99 -99
3050	Unpaid obligations, end of year	805	795 658
Uncollected payments:			
3060	Uncollected pymts, Fed sources, brought forward, Oct 1	-103	-115 -115
3070	Change in uncollected pymts, Fed sources, unexpired	-12	.....
3090	Uncollected pymts, Fed sources, end of year	-115	-115 -115
Memorandum (non-add) entries:			
3100	Obligated balance, start of year	753	690 680
3200	Obligated balance, end of year	690	680 543

Financing authority and disbursements, net:			
Mandatory:			
4090	Budget authority, gross	1,633	1,689 1,565
Financing disbursements:			
4110	Outlays, gross (total)	1,319	1,513 1,513
Offsets against gross financing authority and disbursements:			
Offsetting collections (collected) from:			
4120	Payments from program account	-120	-76 -88
4120	Upward reestimate	-8	-8
4120	Interest on upward reestimate	-2	-4
4122	Interest income from Treasury	-61	-230 -230
4123	Repayments of principal, net	-878	-1,182 -1,182
4130	Offsets against gross budget authority and outlays (total)	-1,069	-1,500 -1,500
Additional offsets against financing authority only (total):			
4140	Change in uncollected pymts, Fed sources, unexpired	-12	.....
4160	Budget authority, net (mandatory)	552	189 65
4170	Outlays, net (mandatory)	250	13 13
4180	Budget authority, net (total)	552	189 65
4190	Outlays, net (total)	250	13 13

Status of Direct Loans (in millions of dollars)

Identification code 073-4150-0-3-453			
		2017 actual	2018 est. 2019 est.
Position with respect to appropriations act limitation on obligations:			
1121	Limitation available from carry-forward	4,188	4,188 4,188
1143	Unobligated limitation carried forward (P.L. xx) (-)	-2,891	-3,088 -3,088
1150	Total direct loan obligations	1,297	1,100 1,100
Cumulative balance of direct loans outstanding:			
1210	Outstanding, start of year	6,027	6,191 6,316
1231	Disbursements: Direct loan disbursements	888	712 1,032
1251	Repayments: Repayments and prepayments	-638	-500 -490
Write-offs for default:			
1263	Direct loans	-85	-87 -89
1264	Other adjustments, net (+ or -)	-1	.....
1290	Outstanding, end of year	6,191	6,316 6,769

Balance Sheet (in millions of dollars)

Identification code 073-4150-0-3-453			
		2016 actual	2017 actual
ASSETS:			
1101	Federal assets: Fund balances with Treasury	1,174	417
Net value of assets related to post-1991 direct loans receivable:			
1401	Direct loans receivable, gross	6,027	6,191
1405	Allowance for subsidy cost (-)	-937	-896
1499	Net present value of assets related to direct loans	5,090	5,295
1999	Total assets	6,264	5,712
LIABILITIES:			
Federal liabilities:			
2103	Debt	6,260	5,709
2105	Other	4	3
2999	Total liabilities	6,264	5,712
4999	Total liabilities and net position	6,264	5,712

DISASTER LOAN FUND LIQUIDATING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 073-4153-0-3-453			
		2017 actual	2018 est. 2019 est.
Budgetary resources:			
Budget authority:			
Spending authority from offsetting collections, mandatory:			
1800	Collected	1	1 1
1820	Capital transfer of spending authority from offsetting collections to general fund	-1	-1 -1
Budget authority and outlays, net:			
Mandatory:			
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4123	Non-Federal sources	-1	-1 -1
4180	Budget authority, net (total)	-1	-1 -1
4190	Outlays, net (total)	-1	-1 -1

Status of Direct Loans (in millions of dollars)

Identification code 073-4153-0-3-453			
		2017 actual	2018 est. 2019 est.
Cumulative balance of direct loans outstanding:			
1210	Outstanding, start of year	2	2 2
1290	Outstanding, end of year	2	2 2

Balance Sheet (in millions of dollars)

Identification code 073-4153-0-3-453			
		2016 actual	2017 actual
ASSETS:			
1101	Federal assets: Fund balances with Treasury		
1601	Direct loans, net	2	2
1603	Allowance for estimated uncollectible loans and interest (-)		
1699	Value of assets related to direct loans	2	2
1999	Total assets	2	2
LIABILITIES:			
2104	Federal liabilities: Resources payable to Treasury	2	2
4999	Total liabilities and net position	2	2

GENERAL FUND RECEIPT ACCOUNTS

(in millions of dollars)

		2017 actual	2018 est. 2019 est.
Offsetting receipts from the public:			
073-272130	Disaster Loan Program, Downward Reestimates of Subsidies	168	126
073-272210	Business Loan Program, Negative Subsidies		155
073-272230	Business Loan Program, Downward Reestimates of Subsidies	1,033	1,617
073-322000	All Other General Fund Proprietary Receipts Including Budget Clearing Accounts	-1	.....
General Fund Offsetting receipts from the public		1,200	1,743 155

ADMINISTRATIVE PROVISIONS—SMALL BUSINESS ADMINISTRATION

(INCLUDING CANCELLATION AND TRANSFER OF FUNDS)

SEC. 520. Not to exceed 5 percent of any appropriation made available in this title for the Small Business Administration may be transferred between such appropriations upon the advance notification to the Committees on Appropriations of the House of Representatives and the Senate: Provided, That no transfer under this section may increase any such appropriation by more than 10 percent.

SEC. 521. For loans and loan guarantees that do not require budget authority and the program level has been established in this Act, the Administrator of the Small Business Administration may increase the program level for such loans and loan guarantees by not more than 15 percent: Provided, That prior to the Administrator implementing such an increase, the Administrator notifies, in writing, the Committees on Appropriations and Small Business of both Houses of Congress at least 15 days in advance.

SEC. 522. *Of the unobligated balances from prior year appropriations available under the "Business Loans Program Account" heading for the Certified Development Company Program, \$50,000,000 are hereby permanently cancelled: Provided, That no amounts may be cancelled from amounts that were designated by the Congress as an emergency requirement pursuant to a concurrent resolution on the budget or the Balanced Budget and Emergency Deficit Control Act of 1985.*

SEC. 523. **REPEAL OF CERTAIN DISASTER AND BUSINESS LOAN PROGRAM AUTHORITIES.**

- (a) Section 42 of the Small Business Act (15 U.S.C. 657n) is repealed.
- (b) Section 7(c) of the Small Business Act (15 U.S.C. 636(c)) is repealed.
- (c) Section 12085 of Public Law 110–246 is repealed.
- (d) Section 7(a)(31)(H) of the Small Business Act (15 U.S.C. 636(a)(31)(H)) is repealed.

SEC. 524. **AMENDMENTS TO 7(m) MICROLOAN PROGRAM.**

- Section 7(m) of the Small Business Act (15 U.S.C. 636(m)) is amended—
- (1) in subparagraph (4)(E) by striking "25 percent" in clauses (i) and (ii) and inserting "50 percent";
 - (2) in paragraph (7), by striking subparagraph (B); and
 - (3) in paragraph (11), by—
 - (A) striking "; or" and inserting "." in subclause (A)(iv)(II); and
 - (B) striking "," and inserting "; or" in clause (A)(v).

SEC. 525. **SMALL BUSINESS DEVELOPMENT CENTER AND WOMEN'S BUSINESS CENTER PROGRAM EVALUATIONS.**

- (a) Section 21(a)(7)(A) of the Small Business Act (15 U.S.C. 648(a)(7)(A)) is amended by—
 - (1) striking the word "or" at the end of clause (i);
 - (2) striking the period at the end of clause (ii) and inserting "; or"; and
 - (3) adding the following new clause: "(iii) the Administrator considers such a disclosure to be necessary for the purpose of conducting a program evaluation."

(b) Section 29(n)(1) of the Small Business Act (15 U.S.C. 656(n)(1)) is amended by—

- (1) striking the word "or" at the end of subparagraph (A);
- (2) striking the period at the end of subparagraph (B) and inserting "; or"; and
- (3) adding the following new subparagraph: "(C) the Administrator considers such a disclosure to be necessary for the purpose of conducting a program evaluation."

SEC. 526. **INCREASED EXPRESS LOAN LIMIT.**—Section 7(a)(31)(D) of the Small Business Act (15 U.S.C. 636(a)(31)(D)) is amended by striking "\$350,000" and inserting "\$1,000,000".

SEC. 527. **CHANGES TO 7(a) SECONDARY MARKET FEE PROVISIONS.**

- (a) Section 5(g)(2) of the Small Business Act is amended by:
 - (1) renumbering the current paragraph as subparagraph (A); and
 - (2) adding a new subparagraph (B) to read as follows: "(B) With respect to the Administration's guarantee of the timely payment of the principal and interest on the trust certificates issued under this subsection, the Administration may assess, collect, and retain an annual fee, in an amount established once annually by the Administration in the Administration's budget request to Congress, not to exceed 0.05 percent per year of the outstanding balance of such trust certificates. The fee shall, at a minimum, offset the cost (as that term is defined in section 502 of the Federal Credit Reform Act of 1990) to the Administration of such guarantee, and any amounts received that exceed the cost of the timely payment guarantee shall be maintained in accordance with the Federal Credit Reform Act. The fee shall be payable solely by the holders of such trust certificates and shall not be charged to any borrower whose loan is represented in the secondary market. The Administration may contract with an agent to carry out, on behalf of the Administration, the assessment and collection of this fee. The fee shall be deducted from the amounts otherwise payable to such holders of the trust certificates."