

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, \$272,157,000, of which not less than \$12,000,000 shall be available for examinations, reviews, and other lender oversight activities: 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 2020: Provided further, That \$6,100,000 shall be available for the Loan Modernization and Accounting System, to be available until September 30, 2021.

Note.—A full-year 2019 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, 2019 (Division C of P.L. 115-245, as amended). The amounts included for 2019 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 073-0100-0-1-376	2018 actual	2019 est.	2020 est.
Obligations by program activity:			
0001 Executive direction	72	66	71
0002 Capital Access	79	81	82
0003 Gov. Contracting/Bus. Development	29	28	29
0004 Entrepreneurial Development	8	12	13
0005 Chief Operating Office	28	26	27
0006 Office of Chief Information Officer	51	37	37
0007 Regional & district offices	96	99	100
0008 Agency wide costs	54	67	68
0009 Non credit programs	3	3	3
0012 Disaster	551	.....	177
0013 Investment & Innovation	22	16	17
0014 International Trade	6	6	7
0900 Total new obligations, unexpired accounts	999	441	631
Budgetary resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	389	458	458
1021 Recoveries of prior year unpaid obligations	10	.....	.....
1033 Recoveries of prior year paid obligations	1	.....	.....
1050 Unobligated balance (total)	400	458	458
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	269	269	272
1120 Appropriations transferred to other acct [073-1159] .....	.....	.....	-2
1160 Appropriation, discretionary (total)	269	269	270
Spending authority from offsetting collections, discretionary:			
1700 Collected	618	.....	177
1700 Collected	172	172	175
1750 Spending auth from offsetting collections, disc (total)	790	172	352
1900 Budget authority (total)	1,059	441	622
1930 Total budgetary resources available	1,459	899	1,080
Memorandum (non-add) entries:			
1940 Unobligated balance expiring	-2	.....	.....
1941 Unexpired unobligated balance, end of year	458	458	449
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	168	192	55
3010 New obligations, unexpired accounts	999	441	631
3011 Obligations ("upward adjustments"), expired accounts	5	.....	.....
3020 Outlays (gross)	-962	-578	-607
3040 Recoveries of prior year unpaid obligations, unexpired	-10	.....	.....
3041 Recoveries of prior year unpaid obligations, expired	-8	.....	.....
3050 Unpaid obligations, end of year	192	55	79
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	168	192	55

3200	Obligated balance, end of year	192	55	79
Budget authority and outlays, net:				
Discretionary:				
4000	Budget authority, gross	1,059	441	622
Outlays, gross:				
4010	Outlays from new discretionary authority	847	290	426
4011	Outlays from discretionary balances	115	288	181
4020	Outlays, gross (total)	962	578	607
Offsets against gross budget authority and outlays:				
Offsetting collections (collected) from:				
4030	Federal sources	-772	-154	-333
4033	Non-Federal sources	-20	-19	-19
4040	Offsets against gross budget authority and outlays (total)	-792	-173	-352
Additional offsets against gross budget authority only:				
4052	Offsetting collections credited to expired accounts	1	1	.....
4053	Recoveries of prior year paid obligations, unexpired accounts	1	.....	.....
4060	Additional offsets against budget authority only (total)	2	1	.....
4070	Budget authority, net (discretionary)	269	269	270
4080	Outlays, net (discretionary)	170	405	255
4180	Budget authority, net (total)	269	269	270
4190	Outlays, net (total)	170	405	255

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 2020 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 and enterprise-wide technology modernization initiatives including hardware, software and application standardization, mobile shared services implementation, security vulnerability reduction, and infrastructure upgrades. In 2020, the Budget includes \$6 million to upgrade SBA's existing headquarters space pursuant to the approved prospectus for the GSA replacement of the current lease. It also supports \$2.5 million for further systems development needed to implement the Women-Owned Small Business Certification Program, and \$2.5 million to conduct a comprehensive evaluation of the Small Business Investment Company (SBIC) program and develop a plan to ensure that SBICs provide innovative and modern financial services to American small businesses.

Object Classification (in millions of dollars)

Identification code 073-0100-0-1-376	2018 actual	2019 est.	2020 est.	
Direct obligations:				
Personnel compensation:				
11.1	Full-time permanent	193	207	212
11.3	Other than full-time permanent	5	6	6
11.5	Other personnel compensation	5	4	4
11.8	Special personal services payments .....	.....	2	2
11.9	Total personnel compensation	203	219	224
12.1	Civilian personnel benefits	69	70	71
21.0	Travel and transportation of persons	5	5	5
23.1	Rental payments to GSA	36	42	44
23.3	Communications, utilities, and miscellaneous charges	9	7	7
24.0	Printing and reproduction .....	.....	1	1
25.1	Advisory and assistance services .....	.....	1	1
25.2	Other services from non-Federal sources	113	49	49
25.3	Other purchases of goods and services from Government accounts (Disaster Administrative Expenses)	551	23	205
25.4	Operation and maintenance of facilities .....	.....	3	3
25.7	Operation and maintenance of equipment .....	.....	13	13
26.0	Supplies and materials	2	3	3
31.0	Equipment	6	2	2
41.0	Grants, subsidies, and contributions	5	3	3
99.9	Total new obligations, unexpired accounts	999	441	631

SALARIES AND EXPENSES—Continued
Employment Summary

Identification code 073-0100-0-1-376	2018 actual	2019 est.	2020 est.
1001 Direct civilian full-time equivalent employment	5,470	3,115	3,079

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 2019 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, 2019 (Division C of P.L. 115-245, as amended). The amounts included for 2019 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 073-0200-0-1-376	2018 actual	2019 est.	2020 est.
Obligations by program activity:			
0001 Audit	8	9	10
0002 Investigations	12	11	12
0003 Management and Operations	1	2	2
0004 Immediate office and Counsel	1	1	1
0900 Total new obligations, unexpired accounts	22	23	25

Budgetary resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	4	9	6
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	27	20	22
Spending authority from offsetting collections, discretionary:			
1700 Collected			2
1900 Budget authority (total)	27	20	24
1930 Total budgetary resources available	31	29	30
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	9	6	5

Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	3	3	4
3010 New obligations, unexpired accounts	22	23	25
3020 Outlays (gross)	-22	-22	-25
3050 Unpaid obligations, end of year	3	4	4
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	3	3	4
3200 Obligated balance, end of year	3	4	4

Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	27	20	24
Outlays, gross:			
4010 Outlays from new discretionary authority	19	18	22
4011 Outlays from discretionary balances	3	4	3
4020 Outlays, gross (total)	22	22	25
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4030 Federal sources			-2
4180 Budget authority, net (total)	27	20	22
4190 Outlays, net (total)	22	22	23

The 2020 Budget proposes \$21.9 million in new budget authority and \$1.6 million transferred from the Disaster Loans Program account for a total of \$23.5 million for the Office of Inspector General. 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	2018 actual	2019 est.	2020 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	12	13	13
12.1 Civilian personnel benefits	5	5	6

25.2 Other services	4	4	4
99.0 Direct obligations	21	22	23
99.0 Reimbursable obligations	1	1	2
99.9 Total new obligations, unexpired accounts	22	23	25

Employment Summary

Identification code 073-0200-0-1-376	2018 actual	2019 est.	2020 est.
1001 Direct civilian full-time equivalent employment	107	114	118

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

Note.—A full-year 2019 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, 2019 (Division C of P.L. 115-245, as amended). The amounts included for 2019 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 073-0300-0-1-376	2018 actual	2019 est.	2020 est.
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Obligations by program activity:			
0001 Office of Advocacy (Direct)	9	9	9

Budgetary resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	2	2	2
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	9	9	9
1930 Total budgetary resources available	11	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	1		1
3010 New obligations, unexpired accounts	9	9	9
3020 Outlays (gross)	-10	-8	-8
3050 Unpaid obligations, end of year		1	2
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	1		1
3200 Obligated balance, end of year		1	2

Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	9	9	9
Outlays, gross:			
4010 Outlays from new discretionary authority	9	8	8
4011 Outlays from discretionary balances	1		
4020 Outlays, gross (total)	10	8	8
4180 Budget authority, net (total)	9	9	9
4190 Outlays, net (total)	10	8	8

The 2020 Budget proposes \$9.1 million in new budget authority for 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	2018 actual	2019 est.	2020 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	6	6	6
12.1 Civilian personnel benefits	2	2	2
25.2 Other services from non-Federal sources	1	1	1
99.9 Total new obligations, unexpired accounts	9	9	9

Employment Summary

Identification code 073-0300-0-1-376	2018 actual	2019 est.	2020 est.
1001 Direct civilian full-time equivalent employment	47	52	52

ENTREPRENEURIAL DEVELOPMENT PROGRAM

For necessary expenses of programs supporting entrepreneurial and small business development, \$180,650,000, to remain available until September 30, 2021: Provided, That \$101,000,000 shall be available to fund grants for performance in fiscal year 2020 or fiscal year 2021 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 \$8,000,000 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 2019 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, 2019 (Division C of P.L. 115-245, as amended). The amounts included for 2019 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 073-0400-0-1-376	2018 actual	2019 est.	2020 est.
Obligations by program activity:			
0001 Non-Credit Programs	248	247	181
Budgetary resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	29	30	30
1021 Recoveries of prior year unpaid obligations	4		
1050 Unobligated balance (total)	33	30	30
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	247	247	181
1900 Budget authority (total)	247	247	181
1930 Total budgetary resources available	280	277	211
Memorandum (non-add) entries:			
1940 Unobligated balance expiring	-2		
1941 Unexpired unobligated balance, end of year	30	30	30
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	207	224	266
3010 New obligations, unexpired accounts	248	247	181
3011 Obligations ("upward adjustments"), expired accounts	4		
3020 Outlays (gross)	-222	-205	-204
3040 Recoveries of prior year unpaid obligations, unexpired	-4		
3041 Recoveries of prior year unpaid obligations, expired	-9		
3050 Unpaid obligations, end of year	224	266	243
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	207	224	266
3200 Obligated balance, end of year	224	266	243
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	247	247	181

Outlays, gross:			
4010 Outlays from new discretionary authority	54	86	63
4011 Outlays from discretionary balances	168	119	141
4020 Outlays, gross (total)	222	205	204
4180 Budget authority, net (total)	247	247	181
4190 Outlays, net (total)	222	205	204

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 (VBOC), 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 initiatives, such as the HubZone Program and other outreach and contracting activities. In 2020, 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	2018 actual	2019 est.	2020 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	2	3	3
12.1 Civilian personnel benefits	1	1	1
25.2 Other services from non-Federal sources	19	18	14
41.0 Grants, subsidies, and contributions	226	225	163
99.9 Total new obligations, unexpired accounts	248	247	181

Employment Summary

Identification code 073-0400-0-1-376	2018 actual	2019 est.	2020 est.
1001 Direct civilian full-time equivalent employment	19	25	25

INFORMATION TECHNOLOGY SYSTEM MODERNIZATION AND WORKING CAPITAL FUND

Program and Financing (in millions of dollars)

Identification code 073-1159-0-1-376	2018 actual	2019 est.	2020 est.
Obligations by program activity:			
0001 Direct program activity			2
0100 Direct program activities, subtotal			2
0900 Total new obligations, unexpired accounts (object class 31.0)			2
Budgetary resources:			
Budget authority:			
Appropriations, discretionary:			
1121 Appropriations transferred from other acct [073-0100]			2
1930 Total budgetary resources available			2
Change in obligated balance:			
Unpaid obligations:			
3010 New obligations, unexpired accounts			2
3020 Outlays (gross)			-1
3050 Unpaid obligations, end of year			1
Memorandum (non-add) entries:			
3200 Obligated balance, end of year			1
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross			2
Outlays, gross:			
4010 Outlays from new discretionary authority			1
4180 Budget authority, net (total)			2

INFORMATION TECHNOLOGY SYSTEM MODERNIZATION AND WORKING CAPITAL
FUND—Continued

Program and Financing—Continued

Identification code 073-1159-0-1-376	2018 actual	2019 est.	2020 est.
4190 Outlays, net (total)			1

As authorized by Section 1077(b)(1) of title X of division A of the National Defense Authorization Act for Fiscal Year 2018, this account provides financial resources for long-term system modernization projects. In 2020, it will create greater efficiencies for SBA's management of long-term systems projects such as a Customer Relationship Management platform, development of cloud shared services, and an Identify, Credential, and Access Management (ICAM) solution.

SURETY BOND GUARANTEES REVOLVING FUND

Program and Financing (in millions of dollars)

Identification code 073-4156-0-3-376	2018 actual	2019 est.	2020 est.
Obligations by program activity:			
0801 Reimbursable obligations	18	18	18
0900 Total new obligations, unexpired accounts (object class 42.0)	18	18	18
Budgetary resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	92	97	97
1033 Recoveries of prior year paid obligations	2		
1050 Unobligated balance (total)	94	97	97
Budget authority:			
Spending authority from offsetting collections, discretionary:			
1700 Collected	21	18	18
1930 Total budgetary resources available	115	115	115
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	97	97	97
Change in obligated balance:			
Unpaid obligations:			
3010 New obligations, unexpired accounts	18	18	18
3020 Outlays (gross)	-18	-18	-18
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	21	18	18
Outlays, gross:			
4010 Outlays from new discretionary authority		18	18
4011 Outlays from discretionary balances	18		
4020 Outlays, gross (total)	18	18	18
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4033 Non-Federal sources	-23	-18	-18
Additional offsets against gross budget authority only:			
4053 Recoveries of prior year paid obligations, unexpired accounts	2		
4080 Outlays, net (discretionary)	-5		
4180 Budget authority, net (total)			
4190 Outlays, net (total)	-5		

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 the contracting industry. It is estimated that there are sufficient funds in reserve to cover the cost of claim defaults in 2020. 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 2020 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 2020 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 during fiscal year 2020 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 2020 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 2020, 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 2019 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, 2019 (Division C of P.L. 115-245, as amended). The amounts included for 2019 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 073-1154-0-1-376	2018 actual	2019 est.	2020 est.
Obligations by program activity:			
Credit program obligations:			
0701 Direct loan subsidy	3	3	4
0705 Reestimates of direct loan subsidy	2	1	
0706 Interest on reestimates of direct loan subsidy		1	
0707 Reestimates of loan guarantee subsidy	112	60	
0708 Interest on reestimates of loan guarantee subsidy	14	23	
0709 Administrative expenses	153	153	155
0900 Total new obligations, unexpired accounts	284	241	159
Budgetary resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	67	78	83
1001 Discretionary unobligated balance brought fwd, Oct 1	67	78	
1021 Recoveries of prior year unpaid obligations	11	5	3
1050 Unobligated balance (total)	78	83	86
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	156	156	159
Appropriations, mandatory:			
1200 Appropriation	128	85	
1900 Budget authority (total)	284	241	159
1930 Total budgetary resources available	362	324	245
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	78	83	86
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	22	8	4
3010 New obligations, unexpired accounts	284	241	159
3020 Outlays (gross)	-287	-240	-160
3040 Recoveries of prior year unpaid obligations, unexpired	-11	-5	-3
3050 Unpaid obligations, end of year	8	4	
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	22	8	4
3200 Obligated balance, end of year	8	4	
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	156	156	159
Outlays, gross:			
4010 Outlays from new discretionary authority	154	153	156
4011 Outlays from discretionary balances	5	2	4
4020 Outlays, gross (total)	159	155	160
Mandatory:			
4090 Budget authority, gross	128	85	

Outlays, gross:			
4100	Outlays from new mandatory authority	128	85
4180	Budget authority, net (total)	284	241
4190	Outlays, net (total)	287	240

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

Identification code 073-1154-0-1-376	2018 actual	2019 est.	2020 est.
Direct loan levels supportable by subsidy budget authority:			
115001 7(m) Direct Microloans	36	36	40
115999 Total direct loan levels	36	36	40
Direct loan subsidy (in percent):			
132001 7(m) Direct Microloans	8.91	8.77	9.29
132999 Weighted average subsidy rate	8.91	8.77	9.29
Direct loan subsidy budget authority:			
133001 7(m) Direct Microloans	3	3	4
133999 Total subsidy budget authority	3	3	4
Direct loan subsidy outlays:			
134001 7(m) Direct Microloans	3	3	3
134999 Total subsidy outlays	3	3	3
Direct loan reestimates:			
135001 7(m) Direct Microloans	1	.....	.....
135010 7(m) Direct Microloans—ARRA .....	.....	-1	.....
135999 Total direct loan reestimates	1	-1	.....
Guaranteed loan levels supportable by subsidy budget authority:			
215002 7(a) General Business Loan Guarantees	23,866	29,000	30,000
215004 Section 504 Certified Development Companies Debentures	4,593	7,500	7,500
215006 SBIC Debentures	2,522	4,000	4,000
215010 Secondary Market Guarantee	7,999	12,000	12,000
215027 504 Commercial Real Estate (CRE) Refinance Program	150	7,500	1,000
215999 Total loan guarantee levels	39,130	60,000	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 .....	.....	.....	-93
234004 Section 504 Certified Development Companies Debentures	2	6	-26
234006 SBIC Debentures .....	.....	.....	-21
234010 Secondary Market Guarantee .....	.....	.....	-5
234027 504 Commercial Real Estate (CRE) Refinance Program .....	.....	.....	-4
234999 Total subsidy outlays	2	6	-149
Guaranteed loan reestimates:			
235002 7(a) General Business Loan Guarantees	-757	-143	.....
235003 7(a) General Business Loan Guarantees—STAR	-3	-1	.....
235004 Section 504 Certified Development Companies Debentures	-484	-344	.....
235006 SBIC Debentures	-134	-109	.....
235007 SBIC Participating Securities	-90	-97	.....
235008 SBIC New Market Venture Capital	7	-10	.....
235010 Secondary Market Guarantee	20	-41	.....
235015 Secondary Market 504 First Mortgage Guarantees-ARRA	3	-5	.....
235016 ARC Loan Guarantees—ARRA	-1	-1	.....
235017 7(a) General Business Loan Guarantees—ARRA .....	.....	3	.....
235018 Section 504 Certified Development Companies—ARRA	-12	-2	.....
235026 Section 504 Certified Development Companies Debentures—ARRA Ext	-15	-7	.....
235027 504 Commercial Real Estate (CRE) Refinance Program	-27	-17	.....
235028 7(a) Business Loan Guarantees—ARRA Extension	1	7	.....
235999 Total guaranteed loan reestimates	-1,492	-767	.....

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 2020, 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 \$40 million. The 2020 Budget requests no subsidy appropriation for SBA's business loan guarantee programs, the 7(a), 504 Certified Development Company (CDC), 504 Debt Refinancing, and Small Business Investment Company (SBIC) programs. The Budget supports a program level of \$30 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 2020 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 supports 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 2020 by enabling it to adjust fees to cover its anticipated lending and offset administrative costs. In the absence of this flexibility to adjust fees, the 7(a) program will not be able to operate at zero subsidy under current law in 2020. The Budget also proposes to increase the loan limit for SBA Express loans and loans to small manufacturers, and to introduce an annual fee on trust certificate holders to help cover the costs of improving and maintaining the SMG program.

Object Classification (in millions of dollars)

Identification code 073-1154-0-1-376	2018 actual	2019 est.	2020 est.
Direct obligations:			
25.3 Other goods and services from Federal sources	153	153	155
41.0 Grants, subsidies, and contributions	131	88	4
99.9 Total new obligations, unexpired accounts	284	241	159

BUSINESS DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 073-4148-0-3-376	2018 actual	2019 est.	2020 est.
Obligations by program activity:			
Credit program obligations:			
0710 Direct loan obligations	36	36	40
0713 Payment of interest to Treasury	5	5	5
0742 Downward reestimates paid to receipt accounts	1	3	.....
0743 Interest on downward reestimates .....	.....	1	.....
0900 Total new obligations, unexpired accounts	42	45	45
Budgetary resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	5	4	5
1021 Recoveries of prior year unpaid obligations	2	3	3
1023 Unobligated balances applied to repay debt	-5	.....	.....
1050 Unobligated balance (total)	2	7	8
Financing authority:			
Borrowing authority, mandatory:			
1400 Borrowing authority	34	38	38
Spending authority from offsetting collections, mandatory:			
1800 Collected	44	37	38

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

Identification code 073-4148-0-3-376	2018 actual	2019 est.	2020 est.
1825 Spending authority from offsetting collections applied to repay debt	-34	-32	-32
1850 Spending auth from offsetting collections, mand (total)	10	5	6
1900 Budget authority (total)	44	43	44
1930 Total budgetary resources available	46	50	52
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	4	5	7

Change in obligated balance:

Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	42	38	46
3010 New obligations, unexpired accounts	42	45	45
3020 Outlays (gross)	-44	-34	-34
3040 Recoveries of prior year unpaid obligations, unexpired	-2	-3	-3
3050 Unpaid obligations, end of year	38	46	54
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	-4	-4	-4
3090 Uncollected pymts, Fed sources, end of year	-4	-4	-4
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	38	34	42
3200 Obligated balance, end of year	34	42	50

Financing authority and disbursements, net:

Mandatory:			
4090 Budget authority, gross	44	43	44
Financing disbursements:			
4110 Outlays, gross (total)	44	34	34
Offsets against gross financing authority and disbursements:			
Offsetting collections (collected) from:			
4120 Federal sources: Subsidy from program account	-3	-3	-4
4120 Upward reestimate	-2	-1	.....
4120 Interest on reestimate .....	.....	-1	.....
4122 Interest on uninvested funds	-2	-2	-2
4123 Repayments of principal, net	-37	-29	-29
4123 Other income .....	.....	-1	-3
4130 Offsets against gross budget authority and outlays (total)	-44	-37	-38
4160 Budget authority, net (mandatory) .....	.....	6	6
4170 Outlays, net (mandatory) .....	.....	-3	-4
4180 Budget authority, net (total) .....	.....	6	6
4190 Outlays, net (total) .....	.....	-3	-4

Status of Direct Loans (in millions of dollars)

Identification code 073-4148-0-3-376	2018 actual	2019 est.	2020 est.
Position with respect to appropriations act limitation on obligations:			
1111 Direct loan obligations from current-year authority	36	36	40
1121 Limitation available from carry-forward	16	.....	.....
1143 Unobligated limitation carried forward (P.L. xx) (-)	-16	.....	.....
1150 Total direct loan obligations	36	36	40
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	184	191	192
1231 Disbursements: Direct loan disbursements	38	32	32
1251 Repayments: Repayments and prepayments	-32	-30	-32
1263 Write-offs for default: Direct loans	-1	-1	-1
1264 Other adjustments, net (+ or -)	2	.....	.....
1290 Outstanding, end of year	191	192	191

Balance Sheet (in millions of dollars)

Identification code 073-4148-0-3-376	2017 actual	2018 actual
ASSETS:		
Federal assets:		
1101 Fund balances with Treasury	43	38
Investments in U.S. securities:		
1106 Receivables, net	1	1
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	184	191
1405 Allowance for subsidy cost (-)	-13	-20
1499 Net present value of assets related to direct loans	171	171
1999 Total assets	215	210

LIABILITIES:

Federal liabilities:		
2103 Debt	213	209
2104 Resources payable to Treasury (Downward Reestimate)	2	1
2201 Non-Federal liabilities: Accounts payable .....	.....	.....
2999 Total liabilities	215	210
NET POSITION:		
3300 Cumulative results of operations .....	.....	.....
4999 Total liabilities and net position	215	210

BUSINESS GUARANTEED LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 073-4149-0-3-376	2018 actual	2019 est.	2020 est.
Obligations by program activity:			
0005 Other Expenses	33	75	75
Credit program obligations:			
0711 Default claim payments on principal	1,032	1,680	1,680
0712 Default claim payments on interest	59	100	100
0713 Payment of interest to Treasury	67	80	80
0740 Negative subsidy obligations .....	.....	.....	155
0742 Downward reestimates paid to receipt accounts	1,397	688	.....
0743 Interest on downward reestimates	219	161	.....
0791 Direct program activities, subtotal	2,774	2,709	2,015
0900 Total new obligations, unexpired accounts	2,807	2,784	2,090

Budgetary resources:

Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	4,424	4,257	4,348
1023 Unobligated balances applied to repay debt	-203	.....	.....
1050 Unobligated balance (total)	4,221	4,257	4,348
Financing authority:			
Borrowing authority, mandatory:			
1400 Borrowing authority	256	306	356
Spending authority from offsetting collections, mandatory:			
1800 Collected	2,600	2,569	2,586
1801 Change in uncollected payments, Federal sources	-13	.....	.....
1850 Spending auth from offsetting collections, mand (total)	2,587	2,569	2,586
1900 Budget authority (total)	2,843	2,875	2,942
1930 Total budgetary resources available	7,064	7,132	7,290
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	4,257	4,348	5,200

Change in obligated balance:

Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	25	24	919
3010 New obligations, unexpired accounts	2,807	2,784	2,090
3020 Outlays (gross)	-2,808	-1,889	-1,889
3050 Unpaid obligations, end of year	24	919	1,120
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	-20	-7	-7
3070 Change in uncollected pymts, Fed sources, unexpired	13	.....	.....
3090 Uncollected pymts, Fed sources, end of year	-7	-7	-7
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	5	17	912
3200 Obligated balance, end of year	17	912	1,113

Financing authority and disbursements, net:

Mandatory:			
4090 Budget authority, gross	2,843	2,875	2,942
Financing disbursements:			
4110 Outlays, gross (total)	2,808	1,889	1,889
Offsets against gross financing authority and disbursements:			
Offsetting collections (collected) from:			
4120 Subsidy from program account	-2	-6	-6
4120 Upward reestimate	-112	-60	.....
4120 Interest on reestimate	-14	-23	.....
4122 Interest on uninvested funds	-89	-90	-90
4123 Fees	-1,418	-1,420	-1,520
4123 Principal	-868	-870	-870
4123 Interest	-68	-70	-70
4123 Sale of Foreclosed Property	-3	.....	.....
4123 Other	-26	-30	-30
4130 Offsets against gross budget authority and outlays (total)	-2,600	-2,569	-2,586

Additional offsets against financing authority only (total):			
4140	Change in uncollected pymts, Fed sources, unexpired	13	
4160	Budget authority, net (mandatory)	256	306
4170	Outlays, net (mandatory)	208	-680
4180	Budget authority, net (total)	256	306
4190	Outlays, net (total)	208	-680

Status of Guaranteed Loans (in millions of dollars)

Identification code 073-4149-0-3-376	2018 actual	2019 est.	2020 est.
Position with respect to appropriations act limitation on commitments:			
2111	Guaranteed loan commitments from current-year authority	60,000	60,000
2121	Limitation available from carry-forward		
2142	Uncommitted loan guarantee limitation	-20,870	
2150	Total guaranteed loan commitments	39,130	60,000
2199	Guaranteed amount of guaranteed loan commitments	32,796	50,794
Cumulative balance of guaranteed loans outstanding:			
2210	Outstanding, start of year	121,005	128,765
2231	Disbursements of new guaranteed loans	29,432	35,976
2251	Repayments and prepayments	-20,195	-21,490
Adjustments:			
2261	Terminations for default that result in loans receivable	-1,246	-1,550
2263	Terminations for default that result in claim payments	-238	-366
2264	Other adjustments, net	7	
2290	Outstanding, end of year	128,765	141,335
Memorandum:			
2299	Guaranteed amount of guaranteed loans outstanding, end of year	105,574	115,881
Addendum:			
Cumulative balance of defaulted guaranteed loans that result in loans receivable:			
2310	Outstanding, start of year	3,710	3,228
2331	Disbursements for guaranteed loan claims	992	1,570
2351	Repayments of loans receivable	-699	-379
2361	Write-offs of loans receivable	-788	-804
2364	Other adjustments, net	13	
2390	Outstanding, end of year	3,228	3,615

Balance Sheet (in millions of dollars)

Identification code 073-4149-0-3-376	2017 actual	2018 actual
ASSETS:		
Federal assets:		
1101	Fund balances with Treasury	4,429
Investments in U.S. securities:		
1106	Receivables, net	135
1206	Non-Federal assets: Receivables, net	99
Net value of assets related to post-1991 acquired defaulted guaranteed loans receivable:		
1501	Defaulted guaranteed loans receivable, gross	3,710
1502	Interest receivable	
1504	Foreclosed property	9
1505	Allowance for subsidy cost (-)	-2,829
1599	Net present value of assets related to defaulted guaranteed loans	890
1999	Total assets	5,553
LIABILITIES:		
Federal liabilities:		
2103	Debt	1,897
2105	Other	1,087
Non-Federal liabilities:		
2201	Accounts payable	13
2204	Liabilities for loan guarantees	2,556
2999	Total liabilities	5,553
NET POSITION:		
3300	Cumulative results of operations	
4999	Total liabilities and net position	5,553

BUSINESS LOAN FUND LIQUIDATING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 073-4154-0-3-376	2018 actual	2019 est.	2020 est.
Obligations by program activity:			
0006	Interest to UST	1	1
0007	Other Expenses		1
0600	Direct program activities, subtotal	1	2
0900	Total new obligations, unexpired accounts (object class 43.0)	1	2
Budgetary resources:			
Budget authority:			
Appropriations, mandatory:			
1200	Appropriation	1	2
Spending authority from offsetting collections, mandatory:			
1800	Collected	3	3
1820	Capital transfer of spending authority from offsetting collections to general fund	-3	-3
1900	Budget authority (total)	1	2
1930	Total budgetary resources available	1	2
Change in obligated balance:			
Unpaid obligations:			
3000	Unpaid obligations, brought forward, Oct 1	3	1
3010	New obligations, unexpired accounts	1	2
3020	Outlays (gross)	-3	-2
3050	Unpaid obligations, end of year	1	1
Memorandum (non-add) entries:			
3100	Obligated balance, start of year	3	1
3200	Obligated balance, end of year	1	1
Budget authority and outlays, net:			
Mandatory:			
4090	Budget authority, gross	1	2
Outlays, gross:			
4100	Outlays from new mandatory authority		2
4101	Outlays from mandatory balances	3	
4110	Outlays, gross (total)	3	2
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4123	Non-Federal sources	-3	-3
4180	Budget authority, net (total)	-2	-1
4190	Outlays, net (total)		-1

Status of Direct Loans (in millions of dollars)

Identification code 073-4154-0-3-376	2018 actual	2019 est.	2020 est.
Cumulative balance of direct loans outstanding:			
1210	Outstanding, start of year	5	4
1251	Repayments: Repayments and prepayments		-1
1263	Write-offs for default: Direct loans	-1	-1
1290	Outstanding, end of year	4	2

Status of Guaranteed Loans (in millions of dollars)

Identification code 073-4154-0-3-376	2018 actual	2019 est.	2020 est.
Cumulative balance of guaranteed loans outstanding:			
2210	Outstanding, start of year	1	1
2251	Repayments and prepayments		
2290	Outstanding, end of year	1	1
Memorandum:			
2299	Guaranteed amount of guaranteed loans outstanding, end of year		1
Addendum:			
Cumulative balance of defaulted guaranteed loans that result in loans receivable:			
2310	Outstanding, start of year	2	1
2331	Disbursements for guaranteed loan claims		
2351	Repayments of loans receivable	-1	
2361	Write-offs of loans receivable		
2364	Other adjustments, net		
2390	Outstanding, end of year	1	1

BUSINESS LOAN FUND LIQUIDATING ACCOUNT—Continued

Balance Sheet (in millions of dollars)

Identification code 073-4154-0-3-376	2017 actual	2018 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	3	1
1206 Non-Federal assets: Receivables, net	2	.....
1601 Direct loans, gross	5	4
1602 Interest receivable .....	.....	.....
1603 Allowance for estimated uncollectible loans and interest (-)	-3	-7
1606 Foreclosed property .....	.....	4
1699 Value of assets related to direct loans	2	1
1701 Defaulted guaranteed loans, gross	2	1
1703 Allowance for estimated uncollectible loans and interest (-)	-2	.....
1799 Value of assets related to loan guarantees .....	.....	1
1801 Other Federal assets: Cash and other monetary assets .....	.....	2
1999 Total assets	7	5
LIABILITIES:		
Federal liabilities:		
2102 Interest payable	2	1
2104 Resources payable to Treasury	4	4
2201 Non-Federal liabilities: Accounts payable	1	.....
2999 Total liabilities	7	5
NET POSITION:		
3100 Unexpended appropriations .....	.....	.....
3300 Cumulative results of operations .....	.....	.....
3999 Total net position .....	.....	.....
4999 Total liabilities and net position	7	5

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, \$177,136,000, to be available until expended, of which \$1,600,000 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 \$167,136,000 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 \$8,400,000 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 2019 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, 2019 (Division C of P.L. 115-245, as amended). The amounts included for 2019 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 073-1152-0-1-453	2018 actual	2019 est.	2020 est.
Obligations by program activity:			
Credit program obligations:			
0701 Direct loan subsidy	548	381	150
0705 Reestimates of direct loan subsidy	8	122	.....
0706 Interest on reestimates of direct loan subsidy	4	7	.....
0709 Administrative expenses	618	.....	177
0900 Total new obligations, unexpired accounts	1,178	510	327
Budgetary resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	687	1,226	885
1001 Discretionary unobligated balance brought fwd, Oct 1	687	1,226	.....
1021 Recoveries of prior year unpaid obligations	55	40	40
1050 Unobligated balance (total)	742	1,266	925
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	1,652	.....	26
1100 Appropriation, disaster relief pursuant Stafford Act .....	.....	.....	151
1131 Unobligated balance of appropriations permanently reduced	-3	.....	.....
1160 Appropriation, discretionary (total)	1,649	.....	177

Appropriations, mandatory:			
1200 Appropriation	13	129	.....
1900 Budget authority (total)	1,662	129	177
1930 Total budgetary resources available	2,404	1,395	1,102
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	1,226	885	775
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	115	150	366
3010 New obligations, unexpired accounts	1,178	510	327
3020 Outlays (gross)	-1,088	-254	-302
3040 Recoveries of prior year unpaid obligations, unexpired	-55	-40	-40
3050 Unpaid obligations, end of year	150	366	351
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	115	150	366
3200 Obligated balance, end of year	150	366	351
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	1,649	.....	177
Outlays, gross:			
4010 Outlays from new discretionary authority	618	.....	177
4011 Outlays from discretionary balances	457	125	125
4020 Outlays, gross (total)	1,075	125	302
Mandatory:			
4090 Budget authority, gross	13	129	.....
Outlays, gross:			
4100 Outlays from new mandatory authority	13	129	.....
4180 Budget authority, net (total)	1,662	129	177
4190 Outlays, net (total)	1,088	254	302

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

Identification code 073-1152-0-1-453	2018 actual	2019 est.	2020 est.
Direct loan levels supportable by subsidy budget authority:			
115001 Disaster Assistance Loans	4,373	3,100	1,100
115999 Total direct loan levels	4,373	3,100	1,100
Direct loan subsidy (in percent):			
132001 Disaster Assistance Loans	12.54	12.29	13.62
132999 Weighted average subsidy rate	12.54	12.29	13.62
Direct loan subsidy budget authority:			
133001 Disaster Assistance Loans	548	381	150
133999 Total subsidy budget authority	548	381	150
Direct loan subsidy outlays:			
134001 Disaster Assistance Loans	457	88	88
134999 Total subsidy outlays	457	88	88
Direct loan reestimates:			
135001 Disaster Assistance Loans	-112	38	.....
135002 Economic Injury Disaster Loans—Terrorist Attack	-2	-2	.....
135999 Total direct loan reestimates	-114	36	.....
Administrative expense data:			
3510 Budget authority	618	.....	177
3590 Outlays from new authority	618	.....	177

As required by the Federal Credit Reform Act of 1990, as amended, for loans made pursuant to Section 7(b) of the Small Business Act, as amended, this account records 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 the disaster loan 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 for up to 30 years to borrowers who have incurred uninsured physical losses or economic injury as the result of a disaster.

In 2020, the Budget supports \$1.1 billion in loans, the ten-year normalized average for such loans. The Budget requests \$150.9 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 \$26.2 million for administrative expenses related to non-major disasters.

Object Classification (in millions of dollars)

Identification code 073-1152-0-1-453	2018 actual	2019 est.	2020 est.
Direct obligations:			
25.3 Other goods and services from Federal sources	618		177
41.0 Grants, subsidies, and contributions	560	510	150
99.9 Total new obligations, unexpired accounts	1,178	510	327

DISASTER DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 073-4150-0-3-453	2018 actual	2019 est.	2020 est.
Obligations by program activity:			
0003 Other	15	25	25
Credit program obligations:			
0710 Direct loan obligations	4,373	3,100	1,100
0713 Payment of interest to Treasury	314	350	350
0742 Downward reestimates paid to receipt accounts	82	60	
0743 Interest on downward reestimates	45	33	
0791 Direct program activities, subtotal	4,814	3,543	1,450
0900 Total new obligations, unexpired accounts	4,829	3,568	1,475
Budgetary resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	124	453	213
1021 Recoveries of prior year unpaid obligations	382	99	99
1023 Unobligated balances applied to repay debt	-122		
1050 Unobligated balance (total)	384	552	312
Financing authority:			
Borrowing authority, mandatory:			
1400 Borrowing authority	3,950	2,719	965
Spending authority from offsetting collections, mandatory:			
1800 Collected	1,455	1,500	1,500
1801 Change in uncollected payments, Federal sources	36		
1820 Capital transfer of spending authority from offsetting collections to general fund		-990	-900
1825 Spending authority from offsetting collections applied to repay debt	-543		
1850 Spending auth from offsetting collections, mand (total)	948	510	600
1900 Budget authority (total)	4,898	3,229	1,565
1930 Total budgetary resources available	5,282	3,781	1,877
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	453	213	402

Change in obligated balance:

Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	806	1,212	3,168
3010 New obligations, unexpired accounts	4,829	3,568	1,475
3020 Outlays (gross)	-4,041	-1,513	-1,513
3040 Recoveries of prior year unpaid obligations, unexpired	-382	-99	-99
3050 Unpaid obligations, end of year	1,212	3,168	3,031
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	-115	-151	-151
3070 Change in uncollected pymts, Fed sources, unexpired	-36		
3090 Uncollected pymts, Fed sources, end of year	-151	-151	-151
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	691	1,061	3,017
3200 Obligated balance, end of year	1,061	3,017	2,880

Financing authority and disbursements, net:

Mandatory:			
4090 Budget authority, gross	4,898	3,229	1,565
Financing disbursements:			
4110 Outlays, gross (total)	4,041	1,513	1,513

Offsets against gross financing authority and disbursements:

Offsetting collections (collected) from:			
4120 Payments from program account	-457	-88	-88
4120 Upward reestimate	-8	-122	
4120 Interest on upward reestimate	-4	-7	
4122 Interest income from Treasury	-96	-230	-230
4123 Repayments of principal, net	-890	-1,053	-1,182
4130 Offsets against gross budget authority and outlays (total)	-1,455	-1,500	-1,500
Additional offsets against financing authority only (total):			
4140 Change in uncollected pymts, Fed sources, unexpired	-36		
4160 Budget authority, net (mandatory)	3,407	1,729	65
4170 Outlays, net (mandatory)	2,586	13	13
4180 Budget authority, net (total)	3,407	1,729	65
4190 Outlays, net (total)	2,586	13	13

Status of Direct Loans (in millions of dollars)

Identification code 073-4150-0-3-453	2018 actual	2019 est.	2020 est.
Position with respect to appropriations act limitation on obligations:			
1121 Limitation available from carry-forward	5,462	9,430	6,330
1143 Unobligated limitation carried forward (P.L. xx) (-)	-1,089	-6,330	-5,230
1150 Total direct loan obligations	4,373	3,100	1,100
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	6,191	9,059	9,044
1231 Disbursements: Direct loan disbursements	3,597	706	1,036
1251 Repayments: Repayments and prepayments	-664	-580	-706
1263 Write-offs for default: Direct loans	-96	-141	-140
1264 Other adjustments, net (+ or -)	31		
1290 Outstanding, end of year	9,059	9,044	9,234

Balance Sheet (in millions of dollars)

Identification code 073-4150-0-3-453	2017 actual	2018 actual
ASSETS:		
Federal assets:		
1101 Fund balances with Treasury	417	1,290
Investments in U.S. securities:		
1106 Receivables, net		129
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	6,191	9,059
1402 Interest receivable		
1404 Foreclosed property		2
1405 Allowance for subsidy cost (-)	-896	-1,325
1499 Net present value of assets related to direct loans	5,295	7,736
1999 Total assets	5,712	9,155
LIABILITIES:		
Federal liabilities:		
2103 Debt	5,709	9,054
2105 Other	3	93
2201 Non-Federal liabilities: Accounts payable		8
2999 Total liabilities	5,712	9,155
NET POSITION:		
3300 Cumulative results of operations		
4999 Total liabilities and net position	5,712	9,155

DISASTER LOAN FUND LIQUIDATING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 073-4153-0-3-453	2018 actual	2019 est.	2020 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

DISASTER LOAN FUND LIQUIDATING ACCOUNT—Continued
Program and Financing—Continued

Identification code 073-4153-0-3-453	2018 actual	2019 est.	2020 est.
4190 Outlays, net (total)	-1	-1	-1

Status of Direct Loans (in millions of dollars)

Identification code 073-4153-0-3-453	2018 actual	2019 est.	2020 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	2	1	1
1251 Repayments: Repayments and prepayments	-1		
1290 Outstanding, end of year	1	1	1

Balance Sheet (in millions of dollars)

Identification code 073-4153-0-3-453	2017 actual	2018 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury		
1601 Direct loans, net	2	1
1603 Allowance for estimated uncollectible loans and interest (-)		
1699 Value of assets related to direct loans	2	1
1999 Total assets	2	1
LIABILITIES:		
2104 Federal liabilities: Resources payable to Treasury	2	1
NET POSITION:		
3100 Unexpended appropriations		
4999 Total liabilities and net position	2	1

GENERAL FUND RECEIPT ACCOUNTS

(in millions of dollars)

	2018 actual	2019 est.	2020 est.
Offsetting receipts from the public:			
073-272130 Disaster Loan Program, Downward Reestimates of Subsidies	126	93	
073-272210 Business Loan Program, Negative Subsidies			155
073-272230 Business Loan Program, Downward Reestimates of Subsidies	1,618	852	
General Fund Offsetting receipts from the public	1,744	945	155

ADMINISTRATIVE PROVISIONS—SMALL BUSINESS ADMINISTRATION

(INCLUDING 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. Not to exceed 3 percent of any appropriation made available in this Act for the Small Business Administration under the headings "Salaries and Expenses" and "Business Loans Program Account" may be transferred to the "Information Technology System Modernization and Working Capital Fund" (IT WCF), authorized by Section 1077(b)(1) of title X of division A of the National Defense Authorization Act for Fiscal Year 2018, for the purposes specified in section 1077(b)(3) of such Act, upon the advance approval of the Committees on Appropriations of the House of Representatives and the Senate: Provided, That amounts transferred to the IT WCF under this section shall remain available for obligation through September 30, 2023.

SEC. 522. BUSINESS LOAN PROGRAM FEE PROVISIONS.

(a) Section 7(a)(18) of the Small Business Act (15 U.S.C. 636(a)(18)) is amended by—

- (1) rewriting the parenthetical in paragraph (A) to read as follows: "(other than a loan that is repayable in 1 year or less, which shall have a guarantee fee not to exceed 0.50 percent of the deferred participation of the total loan)";
- (2) striking "\$700,000" and inserting instead "\$500,000" in paragraph (A)(ii);

(3) striking "\$700,000" and inserting instead "\$500,000, but not more than \$1,500,000" in paragraph (A)(iii);

(4) redesignating clause (iv) of paragraph (A) as clause (v); and

(5) adding a new clause (iv) to paragraph (A) that reads as follows: "(iv) A guarantee fee not to exceed 4 percent of the deferred participation share of a total loan amount that is more than \$1,500,00."

(b) Section 7(a)(23) of the Small Business Act (15 U.S.C. 636(a)(23)(A)) is amended by—

(1) rewriting paragraph (A) to read as follows: "(A) IN GENERAL.—With respect to each loan approved under this subsection, the Administration shall assess, collect, and retain a fee, not to exceed 0.55 percent per year of the outstanding balance of the deferred participation share of the loan for a total loan amount of \$1,500,000 or less, or 0.83 percent per year of the outstanding balance of the deferred participation share of the loan for a total loan amount greater than \$1,500,000. Such amount shall be established once annually by the Administration in the Administration's annual budget request to Congress, as necessary to reduce to zero (or, in the discretion of the Administration, less than zero) the cost to the Administration of making guarantees under this subsection. As used in this paragraph, the term "cost" has the meaning given that term in section 502 of the Federal Credit Reform Act of 1990 (2 U.S.C. 661a)."; and

(2) striking the phrase "to zero" in paragraph (C), and deleting clause (ii) of such paragraph.

(c) Section 7(a)(26) of the Small Business Act (15 U.S.C. 636(a)(26)) is amended by inserting ", at a minimum," before the word "offset".

SEC. 523. LENDING TO SMALL MANUFACTURERS. Section 502(2)(A)(iii) of the Small Business Investment Act of 1958 (15 U.S.C. 696(2)(A)(iii)) is amended by striking "\$5,500,000" and inserting "\$6,500,000".

SEC. 524. REPEAL OF CERTAIN DISASTER 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 111-246 is repealed.

(d) Section 7(a)(31)(H) of the Small Business Act (15 U.S.C. 636(a)(31)(H)) is repealed.

(e) Section 2102(b) of Public Law 114-88 is repealed.

SEC. 525. AMENDMENTS TO 7(m) MICROLOAN PROGRAM. Section 7(m) of the Small Business Act (15 U.S.C. 636(m)) is amended in paragraph (7) by striking subparagraph (B) in its entirety.

SEC. 526. 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. 527. 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. 528. 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."

