



## SUMMARY OF OMB REPORT AS REQUIRED BY THE SEQUESTER TRANSPARENCY ACT

On September 14, 2012, over a week after the statutory deadline, the Office of Management and Budget released a report detailing the impacts of the automatic sequester scheduled to take effect on January 2, 2013. The report provides details for the 897 accounts subject to sequester, a description of accounts that are exempt or partially exempt, and the estimated reduction for each account both in nominal terms and as a percentage of budgetary resources subject to sequester.

Table 1 below provides a summary of the budgetary impact of the sequester sorted by defense, non-defense and discretionary/mandatory. Following Table 1 is a list of some of the programs, by agency, and the reductions that would result from the sequester.

**Table 1 – Summary of the Budgetary Impact of the Automatic Sequester**

Category	Reduction in Budget Authority (\$ in billions)	Percentage Reduction from Sequester Base
Grand Total	109.33	n.a.
Total Defense	54.67	n.a.
Discretionary	54.60	9.4%
Mandatory	0.07	10.0%
Total Non-Defense	54.67	n.a.
Discretionary	38.02	8.2%
Medicare	11.09	2.0%
Other Mandatory	5.56	7.6%

### Reductions for Selected Programs

#### *Department of Agriculture*

Forest Service – Wildfire Management	-\$172 million
Supplemental Nutrition Program for Women, Infants, and Children (WIC)	-\$543 million

**Department of Defense** – The President has indicated he will exercise his authority to exempt military personnel accounts, which cover salaries and expenses, from sequestration. This is the only account within the entire federal budget that the President has discretion to exempt from sequester. The following DOD accounts are scheduled to be reduced as follows:

Operations and Maintenance – Defense-Wide	-\$3.9 billion
Operation and Maintenance – Navy	-\$4.3 billion
Operation and Maintenance – Army	-\$6.9 billion
Operation and Maintenance – Air Force	-\$4.3 billion
Aircraft Procurement – Navy	-\$2.2 billion
Aircraft Procurement & Other – Air Force	-\$4.2 billion
Ship Building – Navy	-\$2.1 billion
Research & Development – Defense-Wide	-\$6.5 billion
Defense Health Program	-\$3.3 billion

**Department of Education**

Additional Fees on Student Loans	+\$91 million
Accelerating Achievement and Ensuring Equity (Title I)	-\$1.3 billion
Impact Aid	-\$106 million
Special Education	-\$1 billion

**Department of Energy**

National Nuclear Security Administration	-\$1 billion
Nuclear Waste Cleanup	-\$472 million

**Department of Health & Human Services**

Children and Families Services	-\$812 million
Low Income Heating & Energy Assistance Program	-\$285 million
National Institutes of Health	-\$2.5 billion

**Department of Homeland Security**

Coast Guard	-\$439 million
Customs & Border Protection	-\$823 million
Federal Emergency Management Agency	-\$580 million
Immigration & Customs Enforcement	-\$478 million

**Department of Justice**

Federal Bureau of Investigation	-\$742 million
---------------------------------	----------------

**Department of Labor**

Unemployment Assistance	-\$1.4 billion
Veterans Employment and Training	-\$4 million

<b><i>Department of State</i></b>	
Diplomatic and Consular Program	- \$1.1 billion
<b><i>Department of Transportation</i></b>	
Federal Aviation Administration	- \$1 billion
National Traffic Safety Administration	- \$11 million
<b><i>Department of Veterans Affairs</i></b>	Exempt
<b><i>Judicial Branch</i></b>	- \$555 million
<b><i>National Science Foundation</i></b>	- \$586 million
<b><i>National Aeronautics and Space Administration</i></b>	- \$1.5 billion
<b><i>Social Security Administrative Expenses</i></b>	- \$465 million