

## Democratic Presidential Primary Spending Analysis Update – Hillary Clinton

### Total Annual Spending:

**Original Total: \$218.154 billion**

**Updates: \$7.919 billion**

**New Total: \$226.073 billion**

### Economy, Transportation, and Infrastructure:

**Original Subtotal: \$72.639 billion**

**Updates: \$195 million**

**New Subtotal: \$72.834 billion**

#### A. Commerce – Banking Services Coordination:

“... Hillary will ... [c]ommit federal agencies to help guide and coordinate ongoing efforts by city and state governments, which have already begun to form regional alliances and public-private partnerships to assist the unbanked enter the financial mainstream.”

<http://www.hillaryclinton.com/news/release/view/?id=5998>

Cost: Unknown.

#### B. Commerce – Banking Services – First Accounts:

“... Hillary will ... [p]rovide \$50 million in funding to reinvigorate First Accounts pilot programs in all fifty states.”

<http://www.hillaryclinton.com/news/release/view/?id=5998>

Cost: \$10 million (\$50 million over five years).

Note: NTUF assumes this funding will be spread over five years.

#### C. Commerce – Banking Services – Loans:

“... Hillary will ... [p]romote fair, low-interest lending through community banks and support accredited non-profit debt settlement services to help struggling families deal with existing debt.”

<http://www.hillaryclinton.com/news/release/view/?id=5998>

Cost: \$20 million (\$60 million over three years).

Source: Related legislation has been introduced in the form of S. 985 (110<sup>th</sup> Congress): A bill to establish a pilot program to provide low interest loans to nonprofit, community-based lending intermediaries, to provide midsize loans to small business concerns, and for other purposes. The text authorizes the funding.

Note: Senator Clinton is not a cosponsor of this bill.

#### D. Commerce – Financial Product Safety Commission:

“Hillary will establish a Financial Product Safety Commission as a counterpart to the Consumer Product Safety Commission. The new agency will oversee lending banks and financial institutions, establish a set of fair rules and guidelines for financial products – including disclosure and reporting rules – and develop new protections against predatory and abusive lending practices.”

<http://www.hillaryclinton.com/news/release/view/?id=5998>

Cost: \$59 million (\$295 million over five years).

Source: This estimate assumes the new Commission is funded at the same level as the Consumer Product Safety Commission.

<http://www.whitehouse.gov/omb/budget/fy2009/pdf/appendix/oia.pdf>

#### E. Green Vehicle Bonds:

“She will provide \$20 billion in Green Vehicle Bonds to help American auto companies retool the oldest auto plants to meet her strong efficiency standards.”

<http://www.hillaryclinton.com/news/release/view/?id=6155>

Cost: Unknown.

Note: Whether or not this proposal increases spending depends on the type of bond employed as the financing mechanism. For example, tax-exempt bonds are subsidized through the Tax Code, leading to reduced federal revenues. Taxable bond options, on the other hand, are subsidized through federal outlays.

<http://www.cbo.gov/ftpdoc.cfm?index=5624>

#### F. Manufacturing Extension Partnership:

“... [Hillary] will expand the Manufacturing Extension Partnership ... .”

<http://www.hillaryclinton.com/news/release/view/?id=6155>

Cost: Unknown.

Source: Senator Clinton was a cosponsor of Senate Amendment 942 to S.761 (110<sup>th</sup> Congress). The amendment increased the funding for the Manufacturing Extension Partnership (MEP). The Amendment’s funding levels were passed in the form of H.R. 2272, the America COMPETES Act (110<sup>th</sup> Congress). It is unclear to what level she would expand the MEP as President.

#### G. Small Business Administration:

“As President, Hillary will double funding for the Small Business Administration ... .”

<http://www.hillaryclinton.com/news/release/view/?id=6155>

Cost: \$106 million (\$530 million over five years).

Source: *Historical Tables, Budget of the United States Government*, FY 2009, Table 4.1

“Outlays by Agency.” Based on 2008 outlay estimates of \$530 million (down from \$1.175 billion in FY 2007).

Note: NTUF assumes this funding will be doubled over five years, in line with some of her other proposals.

<http://www.whitehouse.gov/omb/budget/fy2009/pdf/hist.pdf>

#### H. Trade – North American Free Trade Agreement (NAFTA) Enforcement:

“Hillary will apply the stronger enforcement mechanisms not only to NAFTA’s commercial provisions, but to its labor and environmental provisions as well.”

<http://www.hillaryclinton.com/news/release/view/?id=6085>

Cost: Unknown.

#### I. Trade – Reviews of Trade Agreements:

“As President, Hillary will review all of our trade agreements to determine their economic effects and ensure they are working for America.”

<http://www.hillaryclinton.com/news/release/view/?id=6085>

Cost: Unknown.

Note: Senator Clinton introduced S. 2222, the Trade Agreement Assessment Act (110<sup>th</sup> Congress): A bill to require the International Trade Commission to report on the specific impact of each free trade agreement in force with respect to the United States on a sector-by-sector basis, and for other purposes. In most cases, bills requiring reports have minimal costs.

### **Education, Science, and Research:**

**Original Subtotal: \$18.246 billion**

**Updates: \$2.25 billion**

**New Subtotal: \$20.496 billion**

#### A. Financial Literacy for Adults:

“Expand funding to promote adult financial literacy and debt counseling programs for middle-class and low-income families.”

<http://www.hillaryclinton.com/news/release/view/?id=5998>

Cost: \$250 million (\$1.25 billion over five years).

Source: Related legislation has been introduced in the form of S. 2671 (110<sup>th</sup> Congress): A bill to provide grants to promote financial literacy. The text of the bill authorizes \$250 million annually for the next five years.

Note: Clinton is not a cosponsor of this bill.

#### B. Financial Literacy in High Schools:

“Hillary will ... [p]rovide competitive federal grants to encourage states to design model curricula and to develop successful public-private partnerships that incorporate financial literacy courses into the basic curriculum of area high schools.”

<http://www.hillaryclinton.com/news/release/view/?id=5998>

Cost: Unknown.

#### C. Pre-Kindergarten:

“Hillary will provide \$10 billion to create a federal-state partnership aimed at making high-quality pre-kindergarten available to every four year old, starting with those living in poverty. Hillary’s plan will enable states that have achieved that benchmark to spend the money on other early childhood development initiatives.”

<http://www.hillaryclinton.com/news/release/view/?id=6246>

Cost: \$2 billion (\$10 billion over five years).

Note: NTUF assumes this funding will be spread over five years. Our earlier analysis included a universal pre-kindergarten program based on this Clinton quote: “The federal government will allocate \$5 billion in the first year to states to establish and administer universal [p]re-K. Over the next five years, the federal commitment will increase to \$10 billion as states increase their commitment to [p]re-K.” However, the new quote above was in a press release dated February 28, 2008 that contained the following statement indicating that this spending is in addition to her earlier proposal: “These new initiatives [sic] build on the programs that Hillary has announced throughout this campaign to fight poverty and provide economic opportunity for all Americans.”

#### **Energy and Agriculture:**

**Original Subtotal: \$4.981 billion**

**Updates: \$5.114 billion**

**New Subtotal: \$10.095 billion**

#### A. Food Safety Administration:

“Move toward a single Food Safety Administration responsible for all food products, with strong authorities to protect consumers. Hillary will work to centralize our nation’s food safety efforts in one agency, so that multiple bodies are not policing imports and setting separate standards. ... She will also direct the new food safety agency to establish an integrated national traceback system to help regulators trace food products and ingredients from their point of sale back to their origin.”

<http://www.hillaryclinton.com/news/release/view/?id=6055>

Cost: Unknown.

Note: Senator Clinton is a cosponsor of S. 654 (110<sup>th</sup> Congress): A bill to establish the Food Safety Administration to protect the public health by preventing food-borne illness, ensuring the safety of food, improving research on contaminants leading to food-borne illness, and

improving security of food from intentional contamination, and for other purposes. A cost estimate is unavailable.

#### B. Food Safety and Inspection:

“This year, USDA’s Food Safety and Inspection Service will have a budget of \$930 million. Much of that money goes to fund 7,800 inspectors responsible for inspecting 6,200 slaughterhouses and food processors across the nation. Hillary will move over time to increase that budget to \$1.5 billion and to bolster the inspection force.”

<http://www.hillaryclinton.com/news/release/view/?id=6055>

Cost: \$114 million (\$570 million over five years).

Note: NTUF assumes this will be increased over five years, in line with some of her other proposals.

#### C. Food Safety Audit:

“As President, she will ... [i]mmediately conduct a thorough audit of our nation’s food safety systems to locate weaknesses and gaps.”

<http://www.hillaryclinton.com/news/release/view/?id=6055>

Cost: Unknown.

#### D. Weatherization:

“That’s why [Hillary] would provide \$5 billion immediately for a crash weatherization program to cut home energy costs and expanded tax credits to encourage families and businesses to accelerate purchases of hybrids and other low emission vehicles and to reduce energy costs by purchasing efficient appliances, new windows and other clean, efficient technologies.”

<http://www.hillaryclinton.com/news/release/view/?id=5909>

Cost: \$5 billion (first-year cost).

### **Health Care:**

**Original Subtotal: \$113.568 billion**

**Updates: Unknown.**

**New Subtotal: \$113.568 billion**

#### A. Nurse Family Partnership Program:

“Hillary will expand The Nurse Family Partnership program, one of the most proven interventions for improving child outcomes for at-risk children.”

<http://www.hillaryclinton.com/news/release/view/?id=6246>

Cost: Unknown.

Note: NTUF's original analysis of Clinton's campaign initiatives included a cost for a proposal related to home visits, but neither the quote, nor the bill we used, referenced the Nurse Family Partnership program.

**B. Teen Pregnancy Reduction Grants:**

“As President, Hillary will create Teen Pregnancy Reduction Grants to States. This program will provide incentive grants to states that reduce their teen pregnancy rate below a baseline of the state's rate in the year the program is enacted.”

<http://www.hillaryclinton.com/news/release/view/?id=6246>

Cost: Unknown.

**Homeland Security and Law Enforcement:**

**Original Subtotal: \$709 million**

**No Updates.**

**National Defense and International Relations:**

**Original Subtotal: -\$19 million (savings)**

**No Updates.**

**Veterans:**

**Original Subtotal: \$6.083 billion**

**No Updates.**

**Miscellaneous:**

**Original Subtotal: \$1.947 billion**

**Updates: \$360 million**

**New Subtotal: \$2.307 billion**

**A. Federal Government – Corporate Subsidy Commission:**

“Hillary will ... enact a bipartisan Corporate Subsidy Commission to eliminate corporate giveaways.”

<http://www.hillaryclinton.com/news/release/view/?id=6071>

Cost: \$2 million (\$4 million over two years).

Source: Related legislation has been introduced in the form of H.R. 974 (109<sup>th</sup> Congress): A bill to establish the Corporate Subsidy Reform Commission to review inequitable federal subsidies and make recommendations for termination, modification, or retention of such subsidies, and to state the sense of the Congress that the Congress should promptly consider legislation that would make the changes in law necessary to implement the recommendations. The text authorizes the funding.

**B. Foster Care:**

“As President, Hillary will overhaul the federal financing mechanisms to facilitate faster movement of children from foster care into safe, permanent homes and to reduce the need to place children in foster care; establish subsidized guardianship programs to allow children to move into relatives [sic] homes; ensure that children who are adopted out of foster care continue to receive the health and social services they need to succeed; and launch a major adoptive parent recruitment and retention effort.”  
<http://www.hillaryclinton.com/news/release/view/?id=6246>

Cost: \$50 million (\$150 million over three years).

Source: Senator Clinton is a sponsor of S. 661 (110<sup>th</sup> Congress): A bill to establish kinship navigator programs, to establish guardianship assistance payments for children, and for other purposes. The text authorizes the funding.

Senator Clinton also sponsored S. 2341 (110<sup>th</sup> Congress): A bill to provide Individual Development Accounts to support foster youths who are transitioning from the foster care system. A cost estimate is unavailable.

#### C. Welfare – Child Opportunity Fund:

“Hillary will create a \$1 billion Child Opportunity Fund, which will identify and invest in the most promising practices and apply rigorous evaluation approaches to ensure tangible results. The fund will be designed as a public-private partnership. The government will leverage federal dollars by soliciting contributions from private sources and requiring that states provide a match for projects supported through the Child Opportunity Fund. And the fund will be run based on social venture capital principles, challenging promising programs to go to scale and produce real results.”  
<http://www.hillaryclinton.com/news/release/view/?id=6246>

Cost: \$200 million (\$1 billion over five years).

Note: NTUF assumes this will be spread out over five years.

#### D. Welfare – Food Stamps:

“Hillary will reform the food stamp program. She will raise benefit levels, reform the asset test rules, and ensure that the program allows families to access a healthy and complete diet.”  
<http://www.hillaryclinton.com/news/release/view/?id=6246>

Cost: \$40 million (\$200 million over five years).

Source: BillTally estimate based on the text for S. 1529 (110<sup>th</sup> Congress): A bill to amend the Food Stamp Act of 1977 to end benefit erosion, support working families with child care expenses, encourage retirement and education savings, and for other purposes.

#### E. Welfare – School Breakfast:

“Hillary will make the School Breakfast Program available on a universal basis for all children in low-income communities, serving an additional four million children.”  
<http://www.hillaryclinton.com/news/release/view/?id=6246>

Cost: \$5 million (first-year cost).

Source: This estimate is based on the cost of reimbursing schools for serving four million children free breakfasts at \$1.35 per breakfast according to the Food Research Action Center. If the breakfasts are not entirely free to the students (i.e., if the price is merely reduced or a portion of the price is paid by the student), the cost will be lower.

[http://www.frac.org/html/federal\\_food\\_programs/programs/sbp.html](http://www.frac.org/html/federal_food_programs/programs/sbp.html)

#### F. Welfare – Summer Food Service Program:

“Hillary will double funding for the [Summer Food Service Program] over time, and invest a portion of the expansion in outreach campaigns to make sure families in eligible communities know that meals are available for their children.”

<http://www.hillaryclinton.com/news/release/view/?id=6246>

Cost: \$63 million (\$313 million over five years).

Source: Budget of the Department of Agriculture.

<http://www.whitehouse.gov/omb/budget/fy2009/pdf/appendix/agr.pdf>

Note: NTUF assumes this program will be doubled over five years, in line with several other of Clinton’s proposals.