

# **IN FOCUS**

#### Updated January 25, 2021

# **Overview of FY2021 Appropriations for the Census Bureau**

# Introduction

This In Focus presents an overview of FY2021 discretionary budget authority for the Census Bureau, including the FY2021 budget request, related congressional actions, final action, and comparisons with FY2020 funding. As a Department of Commerce (DOC) agency, the bureau is funded through the Departments of Commerce and Justice, Science, and Related Agencies (CJS) appropriations bills.

# **FY2021 Budget Request**

The Administration's \$1,672.0 million FY2021 budget request for the Census Bureau was \$5,886.3 million (77.9%) below the \$7,558.3 million appropriated for FY2020. The FY2021 request was divided between the bureau's two major accounts, Current Surveys and Programs, and the much larger Periodic Censuses and Programs account.

### **Current Surveys and Programs**

The FY2021 request for Current Surveys and Programs was \$279.3 million, \$5.3 million (1.9%) above the \$274.0 million enacted for FY2020. Under this account are Current Economic Statistics and Current Demographic Statistics.

#### **Current Economic Statistics**

Current Economic Statistics include business, construction, manufacturing, general economic, foreign trade, and government statistics that, as the FY2021 budget justification for the Census Bureau stated, "provide critical information" about the U.S. economy and underlie "key economic indicators" like the gross domestic product (GDP).

The request for Current Economic Statistics in FY2021 was \$196.0 million, \$11.3 million (6.1%) above the \$184.7 million enacted for FY2020.

#### **Current Demographic Statistics**

Current Demographic Statistics include those from household surveys like the Survey of Income and Program Participation (SIPP) and the Current Population Survey (CPS), which is undertaken jointly by the Census Bureau and Bureau of Labor Statistics (BLS), is two-thirds funded by BLS, and provides monthly unemployment rates. Other Current Demographic Statistics are analyses of population and housing characteristics, as in the Current Population Reports, which are based on CPS and other data and are the official source of U.S. income and poverty statistics; the Housing Vacancy Survey; intercensal demographic and housing unit estimates for the total United States and subnational geographic levels; and population projections into the future. The \$83.3 million FY2021 request for Current Demographic Statistics was \$6.0 million (6.8%) less than the \$89.3 million FY2020-enacted amount.

# **Periodic Censuses and Programs**

In the FY2021 request, Periodic Censuses and Programs (PCP) would have received \$1,392.7 million, \$5,891.6 million (80.9%) below the FY2020-enacted \$7,284.3 million, and 83.3% of the Census Bureau's total FY2021 request. (In contrast, the FY2020 request of \$5,885.4 million for PCP was 95.7% of the bureau's \$6,149.4 million total, mainly to fund the 2020 decennial census in its peak year of operations and expenses. The request for the census typically declines steeply after the census year.) About \$3.6 million of the FY2021 amount for PCP was to be transferred to the DOC Office of Inspector General (OIG) for continuing bureau oversight. Four major programs under PCP are discussed below.

#### 2020 Decennial Census

The decennial census is the bureau's largest, most costly undertaking. Article I, Section 2, clause 3 of the U.S. Constitution, as amended by Section 2 of the Fourteenth Amendment, requires a population count every 10 years, to apportion seats in the House of Representatives.

The FY2021 request for the 2020 census was \$812.4 million, \$5,883.6 million (87.9%) less than the \$6,696.0 million enacted for FY2020. The decrease reflected the completion of most 2020 census activities in FY2020, when census expenses were greatest. The budget justification stated that the FY2020-enacted amount included "\$669 million dedicated" to "contingency needs" that might arise during the census, "such as major disasters or other unforeseenrisks realized, and \$263 million in additional sensitivity risks" if initial response rates were lower than projected. "Combined with funding provided in prior year appropriations," the justification continued, the bureau had "\$7.9 billion available to support the 2020 decennial operation." An April 27, 2020, House Oversight and Reform Committee press release noted an April 24 committee briefing by senior bureau officials, including the bureau's chief financial officer. He reported the amount of contingency funding as \$2 billion and said, according to the release, that the bureau "currently" anticipated "using only \$1.5 billion" of the \$2 billion "in connection with the delay in operations and response to the coronavirus outbreak" (COVID-19; see CRS In Focus IF11486, 2020 Census Fieldwork Delayed by COVID-19, by Jennifer D. Williams).

#### American Community Survey

The ACS, which the bureau implemented nationwide in 2005 and 2006, is the replacement for the decennial census

long form that, from 1940 to 2000, collected detailed socioeconomic and housing data from a sample of U.S. residents as the census was administered. The ACS is sent monthly to small population samples. It covers more than 3.5 million households a year in every U.S. county and the District of Columbia. The monthly data are aggregated to producenew estimates every year for areas with at least 65,000 people and every five years for areas from the most populous to those with fewer than 20,000 people. According to the budget justification, the bureau releases more than 11 billion ACS estimates annually on over 40 "social, demographic, housing, and economic" topics. The ACS "is the only source" of data on "many of these topics for rural areas and small populations." Similarly, the Puerto Rico Community Survey is conducted across 78 countyequivalents there.

The FY2021 request for the ACS was \$226.4 million, \$8.4 million (3.8%) above the \$218.0 million enacted for FY2020.

#### **Economic Census**

The economic census originated when, the Census Bureau has written, "Congress responded to a rapid increase in industrial activity" by instructing 1810 census enumerators to take "an account of the several manufacturing establishments and manufactures" under their purview. The modern economic census occurs every five years. It is, the budget justification stated, "the foundation" for measuring "U.S. businesses and their economic impact." Economic census and related statistics provided to the Bureau of Economic Analysis (BEA) are "key data" for estimating GDP and other principal economic indicators.

During FY2021, the release of 2017 Economic Census data is to continue; 2022 census planning and development also are to continue.

The \$136.0 million FY2021 economic census request was \$8.4 million (6.5%) more than the \$127.6 million FY2020-enacted amount.

#### **Census of Governments**

The census of governments, conducted since 1957, is the bureau's other major quinquennial census. The budget justification called this census "the primary source of facts about the structure and function of the public sector of the U.S. economy," which accounts for about 12% of GDP and 15% of the civilian labor force.

In FY2021, the bureau plans to continue reengineering the 2022 Census of Governments to feature all-electronic responses and greater reliance on administrative records to reduce respondent burden.

The \$11.8 million FY2021 census of governments request was \$168,000 (1.4%) below the \$12.0 million enacted for FY2020.

# **Congressional Action**

#### House

On July 14, 2020, the House Committee on Appropriations reported its FY2021 CJS appropriations bill, H.R. 7667. It

became part of minibus legislation, H.R. 7617, which the House passed on July 31. H.R. 7617 would have provided \$1,681.1 million for the Census Bureau, including \$288.4 million for Current Surveys and Programs, and \$1,392.7 million for Periodic Censuses and Programs. The total amount for the bureau would have been \$5,877.2 million (77.8%) less than the FY2020-enacted amount; for Current Surveys and Programs, \$14.4 million (5.3%) more; and for PCP, \$5,891.6 million (80.9%) less.

#### Senate

On November 10, 2020, Senator Richard Shelby, chair of the Senate Committee on Appropriations, released drafts of all 12 FY2021 regular appropriations bills, with draft explanatory statements. The purpose of the release was to further negotiations on appropriations between the House and Senate. As drafted, the CJS bill would have provided the Census Bureau with \$1,799.7 million, \$5,758.6 (76.2%) less than in FY2020. Current Surveys and Programs would have received \$285.0 million, an increase of \$11.0 million (4.0%), and PCP would have received \$1,514.7 million, \$5,769.6 million (79.2%) below the FY2020-enacted level. The Senate bill, like H.R. 7617, would have provided for a transfer of about \$3.6 million from PCP to the DOC OIG for ongoing bureau oversight.

# **Final Action**

A series of continuing appropriations resolutions (P.L. 116-159, P.L. 116-215, P.L. 116-225, P.L. 116-226, and P.L. 116-246) funded the federal government from October 1, 2020, until enactment of P.L. 116-260, the Consolidated Appropriations Act, 2021, on December 27, 2020.

P.L. 116-260, Division B, CJS appropriations, provided \$1,106.6 million for the Census Bureau, including \$288.4 million for Current Surveys and Programs and \$818.2 million for Periodic Censuses and Programs. The total amount was \$6,451.7 million (85.4%) less than enacted for FY2020, \$565.3 million (33.8%) below the FY2021 request, \$574.5 million (34.2%) less than in the Housepassed H.R. 7617, and \$693.1 million (38.5%) less than in the Senate committee draft bill. Current Surveys and Programs received \$14.4 million (5.3%) more than enacted for FY2020, \$9.1 million (3.3%) more than requested for FY2021, the same amount as in the House-passed bill, and \$3.4 million (1.2%) more than in the Senate committee draft bill. The amount for PCP was \$6,466.1 million (88.8%) below the FY2020-enacted level, \$574.5 million (41.2%) under the FY2021 request and the amount in H.R. 7617, and \$696.5 million (46.0%) under what the Senate committee draft bill proposed. Of the amount for PCP, about \$3.6 million was to be transferred to the DOC OIG for continuing bureau oversight. As the joint explanatory statement on H.R. 133 stated, "The agreement assumes the combination of prior year funds and fiscal year 2021 direct appropriations will provide the Census Bureau with \$1,664,709,000 in available funds, of which \$934,430,000 will directly support the 2020 Decennial Census."

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