H.R. 6089, Stop Iranian Drones Act As reported by the Senate Committee on Foreign Relations on June 9, 2022			
By Fiscal Year, Millions of Dollars	2022	2022-2027	2022-2032
Direct Spending (Outlays)	*	*	*
Revenues	*	*	*
Increase or Decrease (-) in the Deficit	*	*	*
Spending Subject to Appropriation (Outlays)	*	* n	ot estimated
Statutory pay-as-you-go procedures apply?	Yes	Mandate Effects	
Increases on-budget deficits in any of the four consecutive 10-year periods beginning in 2033?	No	Contains intergovernmental mandate?	No
		Contains private-sector mandate?	Yes, Under Threshold
* = between -\$500,000 and \$500,000.			

Under current law the President is required to impose sanctions on persons who knowingly support several of Iran's weapons programs. H.R. 6089 would amend that law to add unmanned combat aerial vehicles to the list of covered programs. It also would require the Administration to impose sanctions on Iranians who use such aerial vehicles to attack U.S. citizens.

The Administration has broad sanctions in place to restrict Iran's use of weapons, including drones. To the extent the Administration imposes new sanctions under the act, more people would be denied visas by the Department of State, resulting in an insignificant decrease in revenues from fees. Although most visa fees are retained by the department and spent without further appropriation, some collections are deposited into the Treasury as revenues. Denying foreign nationals entry into the United States also would reduce direct spending on federal benefits (emergency Medicaid or federal subsidies for health insurance, for example) for which those people might otherwise be eligible.

Sanctions under H.R. 6089 also would increase the number of people who are subject to civil or criminal monetary penalties. Those penalties are recorded as revenues, and a portion can be spent without further appropriation. In addition, the act would block transactions in certain assets and property that are in the United States or that come under the control of people in the United States.

On the basis of data for similar sanctions, CBO estimates that any additional sanctions would affect a small number of people; thus, enacting H.R. 6089 would have insignificant effects on revenues and direct spending, and would, on net, reduce deficits by insignificant amounts over the 2022-2032 period.

The bill also would require the Administration to report to the Congress on Iranian persons who use unmanned aerial vehicles to attack U.S. citizens. On the basis of information about the costs to prepare similar reports, CBO estimates that satisfying the reporting requirement would cost less than \$500,000 over the 2022-2027 period. Such spending would be subject to the availability of appropriated funds.

H.R. 6089 would impose a private-sector mandate as defined in the Unfunded Mandates Reform Act (UMRA) by incrementally expanding an existing mandate in law. It would prohibit individuals or entities in the United States from engaging in transactions involving assets and property that have been frozen by sanctions authorized in the bill. Those transactions are otherwise permitted under current law. The cost of the mandate would be any income lost as a consequence. CBO expects that because a small number of people or entities would be affected, the loss of income from any incremental increase in restrictions imposed by the bill would be small as well. CBO estimates that the cost of the mandate would fall well below the annual threshold established in UMRA for private-sector mandates (\$184 million in 2022, adjusted annually for inflation).

H.R. 6089 contains no intergovernmental mandates as defined in UMRA.

On January 26, 2022, CBO transmitted a cost estimate for H.R. 6089, the Stop Iranian Drones Act, as ordered reported by the House Committee on Foreign Affairs on December 10, 2021. The two versions of the act are similar, however H.R. 6089 as reported to the Senate includes a reporting requirement; CBO's estimate of the costs of implementing that version reflects that difference.

The CBO staff contacts for this estimate are Sunita D'Monte (for federal costs) and Brandon Lever (for mandates). The estimate was reviewed by Leo Lex, Deputy Director of Budget Analysis.