May 1, 2024

The Honorable Rogers Chair House Appropriations Subcommittee on Commerce, Justice, and Science Washington, DC 20515

The Honorable Jeanne Shaheen Chair Senate Appropriations Subcommittee on Commerce, Justice, and Science Washington, DC 20510 The Honorable Matt Cartwright Ranking Member House Appropriations Subcommittee on Commerce, Justice, and Science Washington, DC 20515

The Honorable Jerry Moran Ranking Member Senate Appropriations Subcommittee on Commerce, Justice, and Science Washington, DC 20510

Dear Chairman Rogers, Ranking Member Cartwright, Chair Shaheen, and Ranking Member Moran,

We the undersigned organizations write to thank you for your strong support of the Bureau of Economic Analysis (BEA) in the annual appropriations process and to urge the BEA be funded at \$130 million FY25 so that it can continue to produce high-quality data on our nation's economy, an increase of approximately \$12 million over its FY24 level of approximately \$118 million.

While a relatively small agency, BEA is enormously important to understanding our multitrillion-dollar economy. BEA's National Income and Product Accounts provide an overall picture of the economic health of our economy as well as an essential sector-by-sector and geographic report. Its data are used by federal, state and local government to inform economic and fiscal policy and to spur economic growth and job creation and informing academic and applied economic research and research training activities. BEA data also play a vital role in guiding business and investment decisions in the private sector. The data provided by BEA, essential as it is to both public, private, and scientific decisions, are not available from any other source. We believe the extraordinary return on investment provided by BEA thoroughly justifies a budget of \$130 million in FY25.

The requested amount for BEA would allow it to (i) improve its coverage of its highly watched and influential National Economic Accounts, including national GDP, GDP by industry, and GDP satellite accounts such as outdoor recreation; (ii) better cover the economic activity of the United States with other countries through U.S. international transactions, trade in goods and services, and new foreign direct investment; (iii) further illuminate regional economic activity through GDP by county, regional input-output multipliers, and regional price parities. The requested level would support development of the National Secure Data Service to leverage government data to support evidence-based policymaking and a new program to "systematically measure the contribution of environmental-economic activities to U.S. economic growth, employment, incomes, and productivity".¹

Having lost 12 percent in <u>purchasing power since FY16</u> and a ten percent decrease in staff size, the increase requested here would help BEA to maintain the staff necessary for BEA to continue to produce its many products.

In short, we believe that \$130 million for the BEA is an essential investment for promoting economic growth and job creation. Just as our economy is constantly changing, BEA is constantly improving its methods to adjust to our dynamic economy. This investment in our information infrastructure—small relative to our multi-trillion-dollar economy which it tracks—allows BEA to keep up with the changes in our economy and will repay the public many times over.

Thank you for your consideration.

American Sociological Association American Association for Public Opinion Research American Planning Association American Statistical Association Association for Public Policy Analysis & Management Association for University Business and Economic Research Association of Academic Survey Research Organizations Association of Population Centers Association of Public Data Users Consortium of Social Science Associations Council for Community and Economic Research Council of Professional Associations on Federal Statistics Economic History Association Industry Studies Association National Association for Business Economics National Association of Development Organizations Population Association of America Society of Government Economists State International Development Organizations

The staff contact for this letter is Steve Pierson, Director of Science Policy for the American Statistical Association (<u>pierson@amstat.org</u>; 703.302.1841.)

¹ Quoted from a Department of Commerce FY24 document for BEA: <u>https://www.commerce.gov/sites/default/files/2023-03/BEA-FY2024-Congressional-Budget-Submission.pdf</u>.