

Budget Update

**NIH Director's Report to the Advisory
Committee to the Director**

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Neil K. Shapiro

Associate Director for Budget, NIH



FY 2023 Appropriations Action

- The consolidated appropriations bill, including Labor/HHS/Education, became law on December 29th after three continuing resolutions.
- It provided NIH with the full-year discretionary appropriation, as well as authorizing the Advanced Research Projects Agency-Health (ARPA-H) as an independent entity within NIH.
- Congress did not pass the Administration's Pandemic Preparedness proposal (mandatory funding) or provide additional COVID-19 supplemental funds.

FY 2023 at a Glance

(\$ in thousands)	FY 2022	FY 2023	Change from FY 2022 (\$)	Change from FY 2022 (%)
NIH Program Level	\$46,177,990	\$49,178,485	+\$3,000,495	+6.5%
<i>ARPA-H (non-add)</i>	<i>\$1,000,000</i>	<i>\$1,500,000</i>	<i>+\$500,000</i>	<i>+50%</i>

- \$3.0 billion increase over FY 2022, including \$0.5 billion increase for ARPA-H.
- General increase for Institutes and Centers of 3.8 percent in addition to specific increases.
- Surge in Innovation Account funding for 21st Century Cures Act programs offset by cuts to base funding.

Highlights of Omnibus: Largest Targeted Increases

COVID-19 Emergency Supplementals

- NIH continues critical COVID-19 research begun in prior years, using supplemental appropriations to NIH as well as amounts provided by HHS that are administered under delegated authority.
- This includes the new Project NextGen, a collaboration with the Biomedical Advanced Research and Development Authority (BARDA) that will accelerate and streamline the rapid development of the next generation of COVID-19 vaccines and treatments.

FY 2024 President's Budget

(\$ in thousands)	FY 2023	FY 2024 PB	Change from FY 2023 (\$)	Change from FY 2023 (%)
NIH Program Level	\$49,178,485	\$51,098,124	+\$1,919,639	+3.9%
<i>ARPA-H (non-add)</i>	<i>\$1,500,000</i>	<i>\$2,500,000</i>	<i>+\$1,000,000</i>	<i>+67%</i>

- Released March 9th, the request continues ramping up funding for ARPA-H and includes increases for the Cancer Moonshot and other priority initiatives.
- Institute/Center base budgets stay at the FY 2023 level.
- The HHS request has a Pandemic Preparedness proposal (mandatory funding) that includes \$2.69 billion for NIH research.

FY 2024 President's Budget (cont.)

- Base funding increases to offset cuts to Innovation Account funding for 21st Century Cures Act programs.
- The Cancer Moonshot increases by \$500 million (\$716 million total) and an extension of the Cures Act authorization is proposed, providing \$1.448 billion in mandatory funding in each of FY 2025 and FY 2026.
- Other Targeted Increases
 - Mental Health \$ 200 M
 - Nutrition Science 120
 - Type 1 Diabetes (mandatory) 109

Fiscal Responsibility Act of 2023

- Two-year debt limit suspension and two-year budget deal, holding non-defense spending roughly flat in FY 2024 and increasing by 1% in FY 2025.
- If all 12 appropriations bills are not enacted into law by the end of calendar year 2023, the statutory caps will reset to 1% below FY 2023 levels.
- Rescission of certain COVID supplemental appropriations that have not been obligated yet, with exemptions for specific amounts by statutory source.