

117TH CONGRESS  
1ST SESSION

# H. R. 6301

To establish a direct spending safeguard limitation on any direct spending program without a specific level of authorized spending, and for other purposes.

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## IN THE HOUSE OF REPRESENTATIVES

DECEMBER 16, 2021

Ms. FOXX (for herself, Mr. NORMAN, and Mr. GOOD of Virginia) introduced the following bill; which was referred to the Committee on the Budget

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## A BILL

To establish a direct spending safeguard limitation on any direct spending program without a specific level of authorized spending, and for other purposes.

1 *Be it enacted by the Senate and House of Representa-*  
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Spending Safeguard  
5 Act”.

6 **SEC. 2. SPENDING LIMITATION ON DIRECT SPENDING PRO-**  
7 **GRAMS.**

8 (a) ESTABLISHMENT OF SPENDING SAFEGUARD  
9 LIMITATION.—

1           (1) IN GENERAL.—The Director of the Office of  
2           Management and Budget shall establish a spending  
3           limitation (in this Act referred to as a “spending  
4           safeguard limitation”) with respect to any direct  
5           spending program not later than 90 days after any  
6           such program is enacted or reauthorized (as the case  
7           may be).

8           (2) DETERMINATION OF SPENDING SAFEGUARD  
9           LIMITATION.—The spending safeguard limitation es-  
10          tablished under paragraph (1) for a direct spending  
11          program shall be equal to—

12                 (A) with respect to any such program  
13                 within budget function 050 (Defense), 550  
14                 (Health), 570 (Medicare), 600 (Income Secu-  
15                 rity), 650 (Social Security), or 700 (Veterans  
16                 Benefits and Services), 120 percent of the cost  
17                 of the program; and

18                 (B) with respect to any such program  
19                 within any other budget function, 110 percent  
20                 of the cost of the program.

21          (3) DETERMINATION OF COST OF PROGRAM.—  
22          For purposes of paragraphs (2) (A) and (B), the  
23          cost of the program shall be the estimated six-year  
24          cost of the program, as determined by the Director  
25          using the scorecards or estimate (as the case may

1 be) applicable to the program under section 4 of the  
2 Statutory Pay-As-You-Go Act of 2010 (2 U.S.C.  
3 933).

4 (b) SPENDING SAFEGUARD LIMITATION SCORE-  
5 CARDS.—

6 (1) IN GENERAL.—The Director shall maintain  
7 and make publicly available a spending safeguard  
8 limitation scorecard displaying the spending level for  
9 any direct spending program that is subject to a  
10 spending safeguard limitation pursuant to this Act.

11 (2) MONTHLY COSTS.—Not later than 7 days  
12 after the end of each month beginning after the first  
13 full month in which such a direct spending program  
14 is operational, the Secretary of the Treasury shall  
15 transmit to the Director a report listing the total  
16 amount of spending for any direct spending program  
17 listed on the scorecard.

18 (3) OMB BIENNIAL REPORT.—After the end of  
19 any six-month period, the Director shall submit a re-  
20 port to the Committees on the Budget of the House  
21 of Representatives and the Senate containing the  
22 total level of spending for any such direct spending  
23 program and the relation between such level and the  
24 spending safeguard limitation applicable to such pro-  
25 gram.

1 (c) PRESIDENT BUDGET SUBMISSIONS.—

2 (1) ANNUAL.—Section 1105(a) of title 31,  
3 United States Code, is amended by adding at the  
4 end the following:

5 “(40) a report on the total level of spending for  
6 any direct spending program subject to a spending  
7 safeguard limitation pursuant to the Spending Safe-  
8 guard Act, and the relation between such level and  
9 the spending safeguard limitation applicable to such  
10 program.”.

11 (2) MID-SESSION.—Section 1106(a)(1)(C) of  
12 such title is amended by striking “section  
13 1105(a)(8) and (9)(B) and (C)” and inserting “sec-  
14 tion 1105(a) (8), (9) (B) and (C), and (40)”.

15 (d) PROCEDURES IN CASE OF BREACH.—

16 (1) SPENDING LIMITATION BREACH REPORT.—  
17 If, during any of the six years used to determine the  
18 cost of a direct spending program pursuant to sub-  
19 section (a)(3), the Director determines, using the re-  
20 ports submitted under subsection (b)(2), that a di-  
21 rect spending program listed on the scorecard estab-  
22 lished under subsection (b) will reach the applicable  
23 spending safeguard limitation within six months, the  
24 Director shall transmit, not later than 15 days after  
25 the date of such determination, a report to the Com-

1        mittees on the Budget of the House of Representa-  
2        tives and the Senate and the committees that have  
3        jurisdiction over the program.

4            (2) OBLIGATION LIMITATION.—If, during any  
5        of such six years, the Director determines using the  
6        reports submitted under subsection (b)(2) that such  
7        a direct spending program has reached the applica-  
8        ble spending safeguard limitation—

9            (A) effective 30 days after such determina-  
10        tion, no funds may be obligated to carry out  
11        such program; and

12            (B) on the date of such determination, the  
13        Director shall submit a report to the Commit-  
14        tees on the Budget of the House of Representa-  
15        tives and the Senate and the committees that  
16        have jurisdiction over the program that such an  
17        obligation limitation has been imposed.

18        (e) AGENCY PROCEDURES.—Any Federal agency im-  
19        plementing a direct spending program listed on the score-  
20        card established under subsection (b) shall ensure that any  
21        contract, offer of benefits, or other material provided to  
22        the program participants includes information specifying  
23        that the program is subject to a spending safeguard limi-  
24        tation that may impact future availability of funds to pay  
25        benefits.

1 (f) DEFINITIONS.—In this Act—

2 (1) the term “Director” means the Director of  
3 the Office of Management and Budget;

4 (2) the term “direct spending” has the meaning  
5 given such term in section 250(c)(8) of the Balanced  
6 Budget and Emergency Deficit Control Act of 1985  
7 (2 U.S.C. 900(c)(8)); and

8 (3) the term “direct spending program” means  
9 any Federal program funded by direct spending  
10 that—

11 (A) is enacted or reauthorized after the  
12 date of enactment of this Act; and

13 (B) does not have, in statute, a specific  
14 level (expressed as a dollar amount) of author-  
15 ization of appropriations.

16 (g) PROHIBITION ON NEW AUTHORIZATION OF  
17 FUNDING.—No additional funds are authorized to be ap-  
18 propriated to carry out this Act.

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