111TH CONGRESS 2D SESSION

S. 3652

To provide for comprehensive budget reform in order to increase transparency and reduce the deficit.

IN THE SENATE OF THE UNITED STATES

July 27, 2010

Mr. Thune introduced the following bill; which was read twice and referred to the Committee on the Budget

A BILL

To provide for comprehensive budget reform in order to increase transparency and reduce the deficit.

- 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 AND TABLE OF CONTENTS.
- 4 (a) Short Title.—This Act may be cited as the
- 5 "Deficit Reduction and Budget Reform Act of 2010".
- 6 (b) Table of Contents for
- 7 this Act is as follows:
 - Sec. 1. Short title and table of contents.

TITLE I—JOINT BUDGET RESOLUTION

Sec. 101. Purposes.

Sec. 102. Timetable.

Sec. 103. Joint resolution on the budget.

- Sec. 104. Budget required before spending bills may be considered.
- Sec. 105. Amendments to joint resolutions on the budget.
- Sec. 106. Continuing appropriations.

TITLE II—BIENNIAL BUDGET

- Sec. 201. Effective date.
- Sec. 202. Revision of timetable.
- Sec. 203. Amendments to the Congressional Budget and Impoundment Control Act of 1974.
- Sec. 204. Amendments to Rules of the House of Representatives.
- Sec. 205. Two-year appropriations; title and style of appropriation Acts.
- Sec. 206. Multiyear authorizations.
- Sec. 207. Government strategic and performance plans on a biennial basis.
- Sec. 208. Biennial appropriation bills.
- Sec. 209. Assistance by Federal agencies to standing committees of the Senate and the House of Representatives.

TITLE III—DISCRETIONARY SPENDING LIMITS

Subtitle A—Spending Limits

Sec. 301. Discretionary spending limits.

Subtitle B—Reports and Orders

- Sec. 311. Reports and orders.
- Sec. 312. Spending limits enforcement.
- Sec. 313. Spending reduction order.

TITLE IV—LEGISLATIVE LINE-ITEM VETO

- Sec. 401. Short title.
- Sec. 402. Legislative line-item veto.
- Sec. 403. Technical and conforming amendments.
- Sec. 404. Rescission measures considered.

TITLE V—BIENNIAL BUDGET DEFICIT REDUCTION

- Sec. 501. Joint Committee on Deficit Reduction.
- Sec. 502. Biennial budget deficit reduction legislation.

TITLE VI—PAYGO HONESTY WITH RESPECT TO TRUST FUNDS

Sec. 601. PAYGO and trust funds.

TITLE I—JOINT BUDGET

2 **RESOLUTION**

3 SEC. 101. PURPOSES.

1

- 4 Paragraphs (1) and (2) of section 2 of the Congres-
- 5 sional Budget and Impoundment Control Act of 1974 are
- 6 amended to read as follows:

1	"(1) to assure effective control over the budg-
2	etary process; and
3	"(2) to facilitate the determination each year of
4	the appropriate level of Federal revenues and ex-
5	penditures by the Congress and the President;".
6	SEC. 102. TIMETABLE.
7	Section 300 of the Congressional Budget Act of 1974
8	is amended to read as follows:
9	"TIMETABLE
10	"Sec. 300. The timetable with respect to the Con-
11	gressional budget process for any fiscal year is as follows:

"First Session

On or before:	Action to be completed:
First Monday in February	President submits his budget.
February 15	Congressional Budget Office submits report to Budget Committees.
Not later than 6 weeks after	Committees submit views and estimates to
President submits budget.	Budget Committees.
April 1	Budget Committees report joint resolution on the budget.
April 15	Congress completes action on joint resolution on the budget.
June 10	House Appropriations Committee reports last annual appropriation bill.
June 15	Congress completes action on reconciliation legislation.
June 30	House completes action on annual appropriation bills.
October 1	Fiscal year begins.".

12 SEC. 103. JOINT RESOLUTION ON THE BUDGET.

- 13 (a) Content of Joint Resolutions on the
- 14 Budget.—Section 301(a)(4) of the Congressional Budget
- 15 Act of 1974 is amended to read as follows:

- 1 "(4) subtotals of new budget authority and out-2 lays for nondefense discretionary spending, defense 3 discretionary spending, Medicare, Medicaid, other di-4 rect spending (excluding interest), and interest; and 5 for emergencies (for the reserve fund in section 6 317(b) and for military operations in section 7 317(C));". 8 (b) Additional Matters in Joint Resolution.— Section 301(b) of the Congressional Budget Act of 1974 is amended as follows: 10 11 (1) Strike paragraphs (1), and (6) through (9). 12 (2) Redesignate paragraphs (2), (3), (4), and 13 (5) accordingly. 14 (3) Amend paragraph (3), as redesignated, to 15 read as follows: "(3) set forth such other matters, and require 16 17 such other procedures, relating to the budget as may 18 be appropriate to carry out the purposes of the Act, 19 but shall not include a suspension or alteration of 20 the application of the motion to strike a provision as 21 set forth in section 310(d)(2) or (h)(2)(F).". 22 (c) REQUIRED CONTENTS OF REPORT.—Section 23 301(e)(2) of the Congressional Budget Act of 1974 is

amended as follows:

1	(1) Redesignate subparagraphs (A), (B), (C),
2	(D), (E), and (F) as subparagraphs (B), (C), (E),
3	(F), (H), and (I), respectively.
4	(2) Before subparagraph (B) (as redesignated),
5	insert the following new subparagraph:
6	"(A) new budget authority and outlays for
7	each major functional category, based on alloca-
8	tions of the total levels set forth pursuant to
9	subsection (a)(1);".
10	(3) In subparagraph (C) (as redesignated),
11	strike "mandatory" and insert "direct spending".
12	(4) After subparagraph (C) (as redesignated),
13	insert the following new subparagraph:
14	"(D) a measure, as a percentage of gross
15	domestic product, of total outlays, total Federal
16	revenues, the surplus or deficit, and new out-
17	lays for nondefense discretionary spending, de-
18	fense spending, Medicare, Medicaid and other
19	direct spending as set forth in such resolu-
20	tion;".
21	(5) After subparagraph (F) (as redesignated),
22	insert the following new subparagraph:
23	"(G) if the joint resolution on the budget
24	includes any allocation to a committee other
25	than the Committee on Appropriations of levels

1	in excess of current law levels, a justification
2	for not subjecting any program, project, or ac-
3	tivity (for which the allocation is made) to an-
4	nual discretionary appropriations;".
5	(d) Additional Contents of Report.—Section
6	301(e)(3) of the Congressional Budget Act of 1974 is
7	amended as follows:
8	(1) Redesignate subparagraphs (A) and (B) as
9	subparagraphs (B) and (C), respectively, strike sub-
10	paragraphs (C) and (D), and redesignate subpara-
11	graph (E) as subparagraph (D) and strike the pe-
12	riod and insert "; and".
13	(2) Before subparagraph (B), insert the fol-
14	lowing new subparagraph:
15	"(A) new budget authority and outlays for
16	each major functional category, based on alloca-
17	tions of the total levels set forth pursuant to
18	subsection (a)(1);".
19	(3) At the end, add the following new subpara-
20	graph:
21	"(E) set forth, if required by subsection
22	(f), the calendar year in which, in the opinion
23	of the Congress, the goals for reducing unem-
24	ployment set forth in section 4(b) of the Em-
25	ployment Act of 1946 should be achieved.".

1	(e) Budget Presentation.—After section
2	301(e)(3) add the following new paragraph:
3	"(4) Budget format.—In addition to the con-
4	tents that may be included in the report pursuant to
5	paragraph (3), a presentation of the functional cat-
6	egories may also be included as follows:
7	"(A) Principal federal obligations.—
8	Activities intrinsic to the Federal Government
9	(including both discretionary and mandatory
10	spending) as follows:
11	"(i) National defense;
12	"(ii) International affairs;
13	"(iii) Veterans benefits and services;
14	and
15	"(iv) Administration of justice.
16	"(B) Federally supported domestic
17	PRIORITIES.—The total domestic discretionary
18	spending levels as follows:
19	"(i) Total domestic discretionary
20	spending.
21	"(ii) Optional inclusion of additional
22	specific recommended levels.
23	"(C) Major domestic entitlements.—
24	Major domestic direct spending programs as
25	follows:

1	"(i) Medicare.
2	"(ii) Medicaid.
3	"(iii) Other direct spending.
4	"(iv) Optional inclusion of additional
5	specific recommended levels.
6	"(D) GENERAL GOVERNMENT AND FINAN-
7	CIAL MANAGEMENT.—Funding for financing
8	government operations as follows:
9	"(i) General government.
10	"(ii) Net interest.
11	"(iii) Allowances.
12	"(iv) Offsetting receipts.".
13	(f) President's Budget Submission to Con-
14	GRESS.—(1) The first two sentences of section 1105(a)
15	of title 31, United States Code, are amended to read as
16	follows: "On or after the first Monday in January but not
17	later than the first Monday in February of each year the
18	President shall submit a budget of the United States Gov-
19	ernment for the following fiscal year which shall set forth
20	the following levels:
21	"(A) Totals of new budget authority and out-
22	lays.
23	"(B) Total Federal revenues and the amount, if
24	any, by which the aggregate level of Federal reve-
25	nues should be increased or decreased by bills and

- 1 resolutions to be reported by the appropriate com-
- 2 mittees.
- 3 "(C) The surplus or deficit in the budget.
- 4 "(D) Subtotals of new budget authority and
- 5 outlays for nondefense discretionary spending, de-
- 6 fense discretionary spending, direct spending (ex-
- 7 cluding interest), and interest, and for emergencies
- 8 (for the reserve fund in section 317(b) and for mili-
- 9 tary operations in section 317(c)).
- 10 "(E) The public debt.
- 11 Each budget submission shall include a budget message
- 12 and summary and supporting information and, as a sepa-
- 13 rately delineated statement, the levels requires in the pre-
- 14 ceding sentence for at least each of the 4 ensuing fiscal
- 15 years.".
- 16 (2) The third sentence of section 1105(a) of title 31,
- 17 United States Code, is amended by inserting "submission"
- 18 after "budget".
- 19 (g) Limitation on the Content of Budget Res-
- 20 OLUTIONS.—Section 305 of the Congressional Budget Act
- 21 of 1974 is amended by adding at the end the following
- 22 new subsection:
- "(e) Limitation on Contents.—(1) It shall not be
- 24 in order in the House of Representatives or in the Senate
- 25 to consider any joint resolution on the budget or any

- 1 amendment thereto or conference report thereon that con-
- 2 tains any matter referred to in paragraph (2).
- 3 "(2) Any joint resolution on the budget or any
- 4 amendment thereto or conference report thereon that con-
- 5 tains any matter not permitted in section 301(a) or (b)
- 6 shall not be treated in the House of Representatives or
- 7 the Senate as a budget resolution under subsection (a) or
- 8 (b) or as a conference report on a budget resolution under
- 9 subsection (c) of this section.".
- 10 SEC. 104. BUDGET REQUIRED BEFORE SPENDING BILLS
- 11 MAY BE CONSIDERED.
- 12 (a) AMENDMENTS TO SECTION 302.—Section 302 of
- 13 the Congressional Budget Act of 1974 is amended—
- 14 (1) in subsection (a), by striking paragraph (5);
- 15 and
- 16 (2) in subsection (f)(1)(A), by striking "as re-
- ported".
- 18 (b) Amendments to Section 303 and Con-
- 19 FORMING AMENDMENTS.—(1) Section 303 of the Con-
- 20 gressional Budget Act of 1974 is amended by striking "(a)
- 21 IN GENERAL.—", by striking "has been agreed to" and
- 22 inserting "takes effect in subsection (a)", and by striking
- 23 subsections (b) and (c); and
- 24 (2) by striking its section heading and inserting the
- 25 following new section heading: "CONSIDERATION OF

- 1 BUDGET-RELATED LEGISLATION BEFORE BUDGET BE-
- 2 COMES LAW".
- 3 (c) Expedited Procedures Upon Veto of Joint
- 4 Resolution on the Budget.—(1) Title III of the Con-
- 5 gressional Budget Act of 1974 is amended by adding after
- 6 section 315 the following new section:
- 7 "EXPEDITED PROCEDURES UPON VETO OF JOINT
- 8 RESOLUTION ON THE BUDGET
- 9 "Sec. 316. (a) Special Rule.—If the President ve-
- 10 toes a joint resolution on the budget for a fiscal year, the
- 11 majority leader of the House of Representatives or Senate
- 12 (or his designee) shall introduce a concurrent resolution
- 13 on the budget or joint resolution on the budget for such
- 14 fiscal year. If the Committee on the Budget of either
- 15 House fails to report such concurrent or joint resolution
- 16 referred to it within five calendar days (excluding Satur-
- 17 days, Sundays, or legal holidays except when that House
- 18 of Congress is in session) after the date of such referral,
- 19 the committee shall be automatically discharged from fur-
- 20 ther consideration of such resolution and such resolution
- 21 shall be placed on the appropriate calendar.
- 22 "(b) Procedure in the House of Representa-
- 23 TIVES AND THE SENATE.—
- "(1) Except as provided in paragraph (2), the
- provisions of section 305 for the consideration in the
- House of Representatives and in the Senate of joint

resolutions on the budget and conference reports thereon shall also apply to the consideration of concurrent resolutions on the budget introduced under

4 subsection (a) and conference reports thereon.

- "(2) Debate in the Senate on any concurrent resolution on the budget or joint resolution on the budget introduced under subsection (a), and all amendments thereto and debatable motions and appeals in connection therewith, shall be limited to not more than 10 hours and in the House of Representatives such debate shall be limited to not more than 3 hours.
- 13 "(c) CONTENTS OF CONCURRENT RESOLUTIONS.—
 14 Any concurrent resolution on the budget introduced under
 15 subsection (a) shall be in compliance with section 301.
- 16 "(d) Effect of Concurrent Resolution on the BUDGET.—Notwithstanding any other provision of this 18 title, whenever a concurrent resolution on the budget de-19 scribed in subsection (a) is agreed to, then the aggregates, 20 allocations, and reconciliation directives (if any) contained 21 in the report accompanying such concurrent resolution or in such concurrent resolution shall be considered to be the 23 aggregates, allocations, and reconciliation directives for all purposes of sections 302, 303, and 311 for the applicable fiscal years and such concurrent resolution shall be

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- 1 deemed to be a joint resolution for all purposes of this
- 2 title and the Rules of the House of Representatives and
- 3 any reference to the date of enactment of a joint resolution
- 4 on the budget shall be deemed to be a reference to the
- 5 date agreed to when applied to such concurrent resolu-
- 6 tion.".
- 7 (2) The table of contents set forth in section 1(b) of
- 8 the Congressional Budget and Impoundment Control Act
- 9 of 1974 is amended by inserting after the item relating
- 10 to section 315 the following new item:

"Sec. 316. Expedited procedures upon veto of joint resolution on the budget.".

- 11 SEC. 105. AMENDMENTS TO JOINT RESOLUTIONS ON THE
- 12 BUDGET.
- (a) Definition.—Paragraph (4) of section 3 of the
- 14 Congressional Budget Act of 1974 is amended to read as
- 15 follows:
- 16 "(4) the term 'joint resolution on the budget'
- 17 means—
- 18 "(A) a joint resolution setting forth the
- budget for the United States Government for a
- fiscal year as provided in section 301; and
- 21 "(B) any other joint resolution revising the
- budget for the United States Government for a
- fiscal year as described in section 304.".
- 24 (b) Additional Amendments to the Congres-
- 25 SIONAL BUDGET AND IMPOUNDMENT CONTROL ACT OF

- 1 1974.—(1)(A) Sections 301, 302, 303, 305, 308, 310,
- 2 311, 312, 314, 405, and 904 of the Congressional Budget
- 3 Act of 1974 (2 U.S.C. 621 et seq.) are amended by strik-
- 4 ing "concurrent" each place it appears and inserting
- 5 "joint".
- 6 (B) Section 301 of the Congressional Budget Act of
- 7 1974 is further amended by striking the last sentence.
- 8 (C)(i) Sections 302(d), 302(g), 308(a)(1)(A), and
- 9 310(d)(1) of the Congressional Budget Act of 1974 are
- 10 amended by striking "most recently agreed to concurrent
- 11 resolution on the budget" each place it occurs and insert-
- 12 ing "most recently enacted joint resolution on the budget
- 13 or agreed to concurrent resolution on the budget (as appli-
- 14 cable)".
- 15 (ii) The section heading of section 301 is amended
- 16 by striking "Annual Adoption of Concurrent reso-
- 17 LUTION" and inserting "JOINT RESOLUTIONS"; and
- 18 (iii) Section 304 of such Act is amended to read as
- 19 follows:
- 20 "PERMISSIBLE REVISIONS OF BUDGET RESOLUTIONS
- 21 "Sec. 304. At any time after the joint resolution on
- 22 the budget for a fiscal year has been enacted pursuant
- 23 to section 301, and before the end of such fiscal year, the
- 24 two Houses and the President may enact a joint resolution
- 25 on the budget which revises or reaffirms the joint resolu-
- 26 tion on the budget for such fiscal year most recently en-

- 1 acted, and for purposes of the enforcement of the Congres-
- 2 sional Budget Act of 1974, the chairman of the Budget
- 3 Committee of the House of Representatives or the Senate,
- 4 as applicable, may adjust levels as needed for the enforce-
- 5 ment off of the budget resolution.".
- 6 (D) Sections 302, 303, 310, and 311, of such Act
- 7 are amended by striking "agreed to" each place it appears
- 8 and by inserting "enacted".
- 9 (2)(A) Paragraph (4) of section 3 of the Congres-
- 10 sional Budget and Impoundment Control Act of 1974 is
- 11 amended by striking "concurrent" each place it appears
- 12 and by inserting "joint".
- (B) The table of contents set forth in section 1(b)
- 14 of such Act is amended—
- 15 (i) in the item relating to section 301, by strik-
- ing "Annual adoption of concurrent resolution" and
- inserting "Joint resolutions";
- 18 (ii) by striking the item relating to section 303
- and inserting the following:

"Sec. 303. Consideration of budget-related legislation before budget becomes law.";

- 20 and
- 21 (iii) by striking "concurrent" and inserting
- "joint" in the item relating to section 305.
- (c) Conforming Amendments to the Rules of
- 24 THE HOUSE OF REPRESENTATIVES.—Clauses 1(d)(1),

- 1 4(a)(4), 4(b)(2), 4(f)(1)(A), and 4(f)(2) of rule X, clause
- 2 10 of rule XVIII, clause 10 of rule XX, and clauses 7
- 3 and 10 of rule XXI of the Rules of the House of Rep-
- 4 resentatives are amended by striking "concurrent" each
- 5 place it appears and inserting "joint".
- 6 (d) Conforming Amendments to the Balanced
- 7 Budget and Emergency Deficit Control Act of
- 8 1985.—Section 258C(b)(1) of the Balanced Budget and
- 9 Emergency Deficit Control Act of 1985 (2 U.S.C.
- 10 907d(b)(1)) is amended by striking "concurrent" and in-
- 11 serting "joint".
- 12 (e) Conforming Amendments to Section 310
- 13 Regarding Reconciliation Directives.—(1) The side
- 14 heading of section 310(a) of the Congressional Budget Act
- 15 of 1974 (as amended by section 105(b)) is further amend-
- 16 ed by inserting "Joint Explanatory Statement Ac-
- 17 COMPANYING CONFERENCE REPORT ON" before "JOINT".
- 18 (2) Section 310(a) of such Act is amended by striking
- 19 "A" and inserting "The joint explanatory statement ac-
- 20 companying the conference report on a".
- 21 (3) The first sentence of section 310(b) of such Act
- 22 is amended by striking "If" and inserting "If the joint
- 23 explanatory statement accompanying the conference re-
- 24 port on".

- 1 (4) Section 310(c)(1) of such Act is amended by in-
- 2 serting "the joint explanatory statement accompanying
- 3 the conference report on" after "pursuant to".
- 4 (f) Conforming Amendments to Section 3 Re-
- 5 GARDING DIRECT SPENDING.—Section 3 of the Congres-
- 6 sional Budget and Impoundment Control Act of 1974 is
- 7 amended by adding at the end the following new para-
- 8 graph:
- 9 "(11) The term 'direct spending' has the mean-
- ing given to such term in section 250(c)(8) of the
- 11 Balanced Budget and Emergency Deficit Control
- 12 Act of 1985.".
- 13 SEC. 106. CONTINUING APPROPRIATIONS.
- 14 (a) In General.—Chapter 13 of title 31, United
- 15 States Code, is amended by inserting after section 1310
- 16 the following new section:
- 17 "§ 1311. Continuing appropriations
- 18 "(a)(1) If any regular appropriation bill for a fiscal
- 19 year (or, if applicable, for each fiscal year in a biennium)
- 20 does not become law before the beginning of such fiscal
- 21 year or a joint resolution making continuing appropria-
- 22 tions is not in effect, there are appropriated, out of any
- 23 money in the Treasury not otherwise appropriated, and
- 24 out of applicable corporate or other revenues, receipts, and
- 25 funds, excluding any budget authority designated as an

1	emergency or temporary funding for projects or activities
2	that are not part of ongoing operations, to such sums as
3	may be necessary to continue any project or activity for
4	which funds were provided in the preceding fiscal year—
5	"(A) in the corresponding regular appropriation
6	Act for such preceding fiscal year; or
7	"(B) if the corresponding regular appropriation
8	bill for such preceding fiscal year did not become
9	law, then in a joint resolution making continuing ap-
10	propriations for such preceding fiscal year.
11	"(2) Appropriations and funds made available, and
12	authority granted, for a project or activity for any fiscal
13	year pursuant to this section shall be at a rate of oper-
14	ations not in excess of the lower of—
15	"(A) the rate of operations provided for in the
16	regular appropriation Act providing for such project
17	or activity for the preceding fiscal year;
18	"(B) in the absence of such an Act, the rate of
19	operations provided for such project or activity pur-
20	suant to a joint resolution making continuing appro-
21	priations for such preceding fiscal year;
22	"(C) the rate of operations provided for in the
23	regular appropriation bill as passed by the House of
24	Representatives or the Senate for the fiscal year in
25	question, except that the lower of these two versions

- shall be ignored for any project or activity for which
- 2 there is a budget request if no funding is provided
- 3 for that project or activity in either version; or
- 4 "(D) the annualized rate of operations provided
- 5 for in the most recently enacted joint resolution
- 6 making continuing appropriations for part of that
- fiscal year or any funding levels established under
- 8 the provisions of this Act.
- 9 "(3) Appropriations and funds made available, and
- 10 authority granted, for any fiscal year pursuant to this sec-
- 11 tion for a project or activity shall be available for the pe-
- 12 riod beginning with the first day of a lapse in appropria-
- 13 tions and ending with the earlier of—
- 14 "(A) the date on which the applicable regular
- appropriation bill for such fiscal year becomes law
- 16 (whether or not such law provides for such project
- or activity) or a continuing resolution making appro-
- priations becomes law, as the case may be; or
- 19 "(B) the last day of such fiscal year.
- 20 "(b) An appropriation or funds made available, or au-
- 21 thority granted, for a project or activity for any fiscal year
- 22 pursuant to this section shall be subject to the terms and
- 23 conditions imposed with respect to the appropriation made
- 24 or funds made available for the preceding fiscal year, or

- 1 authority granted for such project or activity under cur-
- 2 rent law.
- 3 "(c) Appropriations and funds made available, and
- 4 authority granted, for any project or activity for any fiscal
- 5 year pursuant to this section shall cover all obligations or
- 6 expenditures incurred for such project or activity during
- 7 the portion of such fiscal year for which this section ap-
- 8 plies to such project or activity.
- 9 "(d) Expenditures made for a project or activity for
- 10 any fiscal year pursuant to this section shall be charged
- 11 to the applicable appropriation, fund, or authorization
- 12 whenever a regular appropriation bill or a joint resolution
- 13 making continuing appropriations until the end of a fiscal
- 14 year providing for such project or activity for such period
- 15 becomes law.
- 16 "(e) This section shall not apply to a project or activ-
- 17 ity during a fiscal year if any other provision of law (other
- 18 than an authorization of appropriations)—
- 19 "(1) makes an appropriation, makes funds
- available, or grants authority for such project or ac-
- 21 tivity to continue for such period; or
- 22 "(2) specifically provides that no appropriation
- shall be made, no funds shall be made available, or
- 24 no authority shall be granted for such project or ac-
- 25 tivity to continue for such period.

1	"(f) For purposes of this section, the term 'regular
2	appropriation bill' means any annual appropriation bill
3	making appropriations, otherwise making funds available
4	or granting authority, for any of the following categories
5	of projects and activities:
6	"(1) Agriculture, rural development, Food and
7	Drug Administration, and related agencies pro-
8	grams.
9	"(2) The Department of Defense.
10	"(3) Energy and water development, and re-
11	lated agencies.
12	"(4) State, foreign operations, and related pro-
13	grams.
14	"(5) The Department of Homeland Security.
15	"(6) The Department of the Interior, Environ-
16	mental Protection Agency, and related agencies.
17	"(7) The Departments of Labor, Health and
18	Human Services, and Education, and related agen-
19	cies.
20	"(8) Military construction, veterans affairs, and
21	related agencies.
22	"(9) Science, the Departments of State, Jus-
23	tice, and Commerce, and related agencies.

- 1 "(10) The Departments of Transportation,
- 2 Housing and Urban Development, and related agen-
- 3 cies.
- 4 "(11) The Legislative Branch.
- 5 "(12) Financial services and general govern-
- 6 ment.".
- 7 (b) Clerical Amendment.—The analysis of chap-
- 8 ter 13 of title 31, United States Code, is amended by in-
- 9 serting after the item relating to section 1310 the fol-
- 10 lowing new item:

"1311. Continuing appropriations.".

11 TITLE II—BIENNIAL BUDGET

- 12 SEC. 201. EFFECTIVE DATE.
- The provisions of this subtitle shall take effect on
- 14 January 1 of the calendar year after the year of the enact-
- 15 ment of this Act.
- 16 SEC. 202. REVISION OF TIMETABLE.
- 17 Section 300 of the Congressional Budget Act of 1974
- 18 (2 U.S.C. 631) is amended to read as follows:
- 19 "TIMETABLE
- 20 "Sec. 300. (a) In General.—Except as provided by
- 21 subsection (b), the timetable with respect to the congres-
- 22 sional budget process for any Congress (beginning with
- 23 the One Hundred Twelfth Congress or a subsequent Con-
- 24 gress, as applicable) is as follows:

"First Session		
On or before:	Action to be completed:	
First Monday in February February 15	President submits budget recommendations. Congressional Budget Office submits report to Budget Committees.	
Not later than 6 weeks after budget submission.	Committees submit views and estimates to Budget Committees.	
April 1	Budget Committees report joint resolution on the biennial budget.	
May 15	Congress completes action on joint resolution on the biennial budget.	
May 15	Biennial appropriation bills may be considered in the House of Representatives.	
June 10	House Appropriations Committee reports last biennial appropriation bill.	
June 30	House completes action on biennial appropriation bills.	
October 1	Biennium begins.	
	Second Session	
On or before:	Action to be completed:	
February 15	President submits budget review.	
Not later than 6 weeks after	Congressional Budget Office submits report	
President submits budget re-	to Budget Committees.	
view.	Consess completes action on hills and ross	
The last day of the session	Congress completes action on bills and resolutions authorizing new budget authority for the succeeding biennium.	
"(b) Special Rule	c.—In the case of any first session	
of Congress that begins	in any year during which the term	
of a President (except a	President who succeeds himself)	
begins, the following dat	tes shall supersede those set forth	
in subsection (a):		
	'First Session	
On or before:	Action to be completed:	
First Monday in April	President submits budget recommendations.	
April 20	Committees submit views and estimates to Budget Committees.	
May 15	Budget Committees report joint resolution on the biennial budget.	
June 1	Congress completes action on joint resolution on the biennial budget.	
June 1	Biennial appropriation bills may be considered in the House of Representatives.	
July 1	House Appropriations Committee reports last	

biennial appropriation bill.

	July 20 House completes action on biennial appro-
	priation bills. October 1 Biennium begins.".
1	SEC. 203. AMENDMENTS TO THE CONGRESSIONAL BUDGET
2	AND IMPOUNDMENT CONTROL ACT OF 1974.
3	(a) Declaration of Purpose.—Section 2(2) of the
4	Congressional Budget and Impoundment Control Act of
5	1974 (2 U.S.C. 621(2)) is amended by striking "each
6	year" and inserting "biennially".
7	(b) Definitions.—
8	(1) Budget resolution.—Section 3(4) of
9	such Act (2 U.S.C. 622(4)) is amended by striking
10	"fiscal year" each place it appears and inserting "bi-
11	ennium".
12	(2) BIENNIUM.—Section 3 of such Act (2
13	U.S.C. 622) (as amended by section 113(a)) is fur-
14	ther amended by adding at the end the following
15	new paragraph:
16	"(13) The term 'biennium' means the period of
17	2 consecutive fiscal years beginning on October 1 of
18	any odd-numbered year.".
19	(c) BIENNIAL JOINT RESOLUTION ON THE BUDG-
20	ET.—
21	(1) Contents of Resolution.—Section
22	301(a) of such Act (2 U.S.C. 632(a)) is amended—

1	(A) in the matter preceding paragraph (1)
2	by—
3	(i) striking "April 15 of each year"
4	and inserting "May 15 of each odd-num-
5	bered year";
6	(ii) striking "the fiscal year beginning
7	on October 1 of such year" the first place
8	it appears and inserting "the biennium be-
9	ginning on October 1 of such year";
10	(iii) striking "the fiscal year beginning
11	on October 1 of such year" the second
12	place it appears and inserting "each fiscal
13	year in such period"; and
14	(iv) striking "each of the four ensuing
15	fiscal years" and inserting "each fiscal
16	year in the next 2 bienniums";
17	(B) in paragraph (6), by striking "for the
18	fiscal year" and inserting "for each fiscal year
19	in the biennium"; and
20	(C) in paragraph (7), by striking "for the
21	fiscal year" and inserting "for each fiscal year
22	in the biennium".
23	(2) Additional matters.—Section 301(b) of
24	such Act (2 U.S.C. 632(b)) is amended—

1	(A) in paragraph (3), by striking "for such
2	fiscal year" and inserting "for either fiscal year
3	in such biennium"; and
4	(B) in paragraph (7), by striking "for the
5	first fiscal year" and inserting "for each fiscal
6	year in the biennium".
7	(3) Views of other committees.—Section
8	301(d) of such Act (2 U.S.C. 632(d)) is amended by
9	inserting "(or, if applicable, as provided by section
10	300(b))" after "United States Code".
11	(4) Hearings.—Section 301(e)(1) of such Act
12	(2 U.S.C. 632(e)) is amended by—
13	(A) striking "fiscal year" and inserting
14	"biennium"; and
15	(B) inserting after the second sentence the
16	following: "On or before April 1 of each odd-
17	numbered year (or, if applicable, as provided by
18	section 300(b)), the Committee on the Budget
19	of each House shall report to its House the
20	joint resolution on the budget referred to in
21	subsection (a) for the biennium beginning on
22	October 1 of that year.".
23	(5) Goals for reducing unemployment.—
24	Section 301(f) of such Act (2 U.S.C. 632(f)) is

1	amended by striking "fiscal year" each place it ap-
2	pears and inserting "biennium".
3	(6) ECONOMIC ASSUMPTIONS.—Section
4	301(g)(1) of such Act (2 U.S.C. $632(g)(1)$) is
5	amended by striking "for a fiscal year" and insert-
6	ing "for a biennium".
7	(7) Section Heading.—The section heading of
8	section 301 of such Act is amended by striking "AN-
9	NUAL" and inserting "BIENNIAL".
10	(8) Table of contents.—The item relating
11	to section 301 in the table of contents set forth in
12	section 1(b) of such Act is amended by striking "An-
13	nual" and inserting "Biennial".
14	(d) Committee Allocations.—Section 302 of such
15	Act (2 U.S.C. 633) is amended—
16	(1) in subsection $(a)(1)$ by—
17	(A) striking "for the first fiscal year of the
18	resolution," and inserting "for each fiscal year
19	in the biennium,";
20	(B) striking "for that period of fiscal
21	years" and inserting "for all fiscal years cov-
22	ered by the resolution"; and
23	(C) striking "for the fiscal year of that
24	resolution" and inserting "for each fiscal year
25	in the biennium";

1	(2) in subsection (f)(1), by striking "for a fiscal
2	year" and inserting "for a biennium";
3	(3) in subsection (f)(1), by striking "first fiscal
4	year" and inserting "either fiscal year of the bien-
5	nium";
6	(4) in subsection $(f)(2)(A)$, by—
7	(A) striking "first fiscal year" and insert-
8	ing "each fiscal year of the biennium"; and
9	(B) striking "the total of fiscal years" and
10	inserting "the total of all fiscal years covered by
11	the resolution"; and
12	(5) in subsection $(g)(1)(A)$, by striking "April"
13	and inserting "May".
14	(e) Section 303 Point of Order.—Section 303 of
15	such Act (2 U.S.C. 634(a)) is amended by striking "for
16	a fiscal year" and inserting "for a biennium" and by strik-
17	ing "the first fiscal year" and inserting "each fiscal year
18	of the biennium".
19	(f) Permissible Revisions of Joint Resolutions
20	ON THE BUDGET.—Section 304 of such Act (2 U.S.C.
21	635) is amended—
22	(1) by striking "fiscal year" the first two places
23	it appears and inserting "biennium";
24	(2) by striking "for such fiscal year"; and

```
1
             (3) by inserting before the period "for such bi-
 2
        ennium".
 3
        (g) Procedures for Consideration of Budget
   Resolutions.—Section 305(a)(3) of such Act (2 U.S.C.
   636(b)(3)) is amended by striking "fiscal year" and in-
   serting "biennium".
 6
 7
        (h) Completion of House Committee Action on
 8
   APPROPRIATION BILLS.—Section 307 of such Act (2)
   U.S.C. 638) is amended—
10
             (1) by striking "each year" and inserting "each
11
        odd-numbered year (or, if applicable, as provided by
12
        section 300(b), July 1)";
            (2) by striking "annual" and inserting "bien-
13
14
        mial";
15
            (3) by striking "fiscal year" and inserting "bi-
16
        ennium"; and
17
            (4) by striking "that year" and inserting "each
18
        odd-numbered year".
19
        (i) Completion of House Action on Regular
20
   APPROPRIATION BILLS.—Section 309 of such Act (2)
21
   U.S.C. 640) is amended—
            (1) by striking "It" and inserting "Except
22
23
        whenever section 300(b) is applicable, it";
24
             (2) by inserting "of any odd-numbered calendar
        year" after "July";
25
```

1	(3) by striking "annual" and inserting "bien-
2	nial"; and
3	(4) by striking "fiscal year" and inserting "bi-
4	ennium".
5	(j) Reconciliation Process.—Section 310 of such
6	Act (2 U.S.C. 641) is amended—
7	(1) in subsection (a), in the matter preceding
8	paragraph (1), by striking "any fiscal year" and in-
9	serting "any biennium";
10	(2) in subsection (a)(1), by striking "such fiscal
11	year" each place it appears and inserting "any fiscal
12	year covered by such resolution"; and
13	(3) by striking subsection (f) and redesignating
14	subsection (g) as subsection (f).
15	(k) Section 311 Point of Order.—
16	(1) In the house of representatives.—
17	Section 311(a)(1) of such Act (2 U.S.C. 642(a)) is
18	amended—
19	(A) by striking "for a fiscal year" and in-
20	serting "for a biennium";
21	(B) by striking "the first fiscal year" each
22	place it appears and inserting "either fiscal
23	year of the biennium"; and
24	(C) by striking "that first fiscal year" and
25	inserting "each fiscal year in the biennium".

1	(2) In the senate.—Section $311(a)(2)$ of
2	such Act is amended—
3	(A) in subparagraph (A), by striking "for
4	the first fiscal year" and inserting "for either
5	fiscal year of the biennium"; and
6	(B) in subparagraph (B)—
7	(i) by striking "that first fiscal year"
8	the first place it appears and inserting
9	"each fiscal year in the biennium"; and
10	(ii) by striking "that first fiscal year
11	and the ensuing fiscal years" and inserting
12	"all fiscal years".
13	(3) Social Security Levels.—Section
14	311(a)(3) of such Act is amended by—
15	(A) striking "for the first fiscal year" and
16	inserting "each fiscal year in the biennium";
17	and
18	(B) striking "that fiscal year and the ensu-
19	ing fiscal years" and inserting "all fiscal
20	years''.
21	(l) Maximum Deficit Amount Point of Order.—
22	Section 312(c) of the Congressional Budget Act of 1974
23	(2 U.S.C. 643) is amended—
24	(1) by striking "for a fiscal year" and inserting
25	"for a biennium";

- 1 (2) in paragraph (1), by striking "first fiscal
- 2 year" and inserting "either fiscal year in the bien-
- 3 nium";
- 4 (3) in paragraph (2), by striking "that fiscal
- 5 year" and inserting "either fiscal year in the bien-
- 6 nium"; and
- 7 (4) in the matter following paragraph (2), by
- 8 striking "that fiscal year" and inserting "the appli-
- 9 cable fiscal year".
- 10 SEC. 204. AMENDMENTS TO RULES OF THE HOUSE OF REP-
- 11 RESENTATIVES.
- (a) Clause 4(a)(1)(A) of rule X of the Rules of the
- 13 House of Representatives is amended by inserting "odd-
- 14 numbered" after "each".
- 15 (b) Clause 4(a)(4) of rule X of the Rules of the House
- 16 of Representatives is amended by striking "fiscal year"
- 17 and inserting "biennium".
- (c) Clause 4(b)(2) of rule X of the Rules of the House
- 19 of Representatives is amended by striking "each fiscal
- 20 year" and inserting "the biennium".
- 21 (d) Clause 4(b) of rule X of the Rules of the House
- 22 of Representatives is amended by striking "and" at the
- 23 end of subparagraph (5), by striking the period and insert-
- 24 ing "; and" at the end of subparagraph (6), and by adding
- 25 at the end the following new subparagraph:

- 1 "(7) use the second session of each Congress to 2 study issues with long-term budgetary and economic implications, including holding hearings to receive 3 4 testimony from committees of jurisdiction to identify 5 problem areas and to report on the results of over-6 sight; and by January 1 of each odd-number year, 7 issuing a report to the Speaker which identifies the 8 key issues facing the Congress in the next bien-9 nium.". 10 (e) Clause 4(e) of rule X of the Rules of the House 11 of Representatives is amended by striking "annually" each place it appears and inserting "biennially" and by striking 12 "annual" and inserting "biennial". 13 14 (f) Clause 4(f) of rule X of the Rules of the House 15 of Representatives is amended— (1) by inserting "during each odd-numbered 16 year" after "submits his budget"; 17 18 (2) by striking "fiscal year" the first place it 19 appears and inserting "biennium"; and 20 (3) by striking "that fiscal year" and inserting "each fiscal year in such ensuing biennium". 21
- 22 (g) Clause 11(i) of rule X of the Rules of the House 23 of Representatives is amended by striking "during the
- 24 same or preceding fiscal year".

- 1 (h) Clause 3(d)(2)(A) of rule XIII of the Rules of
- 2 the House of Representatives is amended by striking
- 3 "five" both places it appears and inserting "six".
- 4 (i) Clause 5(a)(1) of rule XIII of the Rules of the
- 5 House of Representatives is amended by striking "fiscal
- 6 year after September 15 in the preceding fiscal year" and
- 7 inserting "biennium after September 15 of the calendar
- 8 year in which such biennium begins".
- 9 SEC. 205. TWO-YEAR APPROPRIATIONS; TITLE AND STYLE
- 10 **OF APPROPRIATION ACTS.**
- 11 Section 105 of title 1, United States Code, is amend-
- 12 ed to read as follows:
- 13 "§ 105. Title and style of appropriations Acts
- 14 "(a) The style and title of all Acts making appropria-
- 15 tions for the support of the Government shall be as fol-
- 16 lows: 'An Act making appropriations (here insert the ob-
- 17 ject) for each fiscal year in the biennium of fiscal years
- 18 (here insert the fiscal years of the biennium).'.
- 19 "(b) All Acts making regular appropriations for the
- 20 support of the Government shall be enacted for a biennium
- 21 and shall specify the amount of appropriations provided
- 22 for each fiscal year in such period.
- 23 "(c) For purposes of this section, the term 'biennium'
- 24 has the same meaning as in section 3(13) of the Congres-

- 1 sional Budget and Impoundment Control Act of 1974 (2)
- 2 U.S.C. 622(13)).".

3 SEC. 206. MULTIYEAR AUTHORIZATIONS.

- 4 (a) In General.—Title III of the Congressional
- 5 Budget Act of 1974 (as amended by section 115(a)) is
- 6 further amended by adding at the end the following new
- 7 section:
- 8 "MULTIYEAR AUTHORIZATIONS OF APPROPRIATIONS
- 9 "Sec. 318. (a) It shall not be in order in the House
- 10 of Representatives or the Senate to consider any measure
- 11 that contains a specific authorization of appropriations for
- 12 any purpose unless the measure includes such a specific
- 13 authorization of appropriations for that purpose for not
- 14 less than each fiscal year in one or more bienniums.
- 15 "(b)(1) For purposes of this section, a specific au-
- 16 thorization of appropriations is an authorization for the
- 17 enactment of an amount of appropriations or amounts not
- 18 to exceed an amount of appropriations (whether stated as
- 19 a sum certain, as a limit, or as such sums as may be nec-
- 20 essary) for any purpose for a fiscal year.
- 21 "(2) Subsection (a) does not apply with respect to
- 22 an authorization of appropriations for a single fiscal year
- 23 for any program, project, or activity if the measure con-
- 24 taining that authorization includes a provision expressly
- 25 stating the following: 'Congress finds that no authoriza-
- 26 tion of appropriation will be required for [Insert name of

1	applicable program, project, or activity] for any subse-
2	quent fiscal year.'.
3	"(c) For purposes of this section, the term 'measure'
4	means a bill, joint resolution, amendment, motion, or con-
5	ference report.".
6	(b) Amendment to Table of Contents.—The
7	table of contents set forth in section 1(b) of the Congres-
8	sional Budget and Impoundment Control Act of 1974 is
9	amended by adding after the item relating to section 317
10	the following new item:
	"Sec. 318. Multiyear authorizations of appropriations.".
11	SEC. 207. GOVERNMENT STRATEGIC AND PERFORMANCE
12	PLANS ON A BIENNIAL BASIS.
13	(a) Strategic Plans.—Section 306 of title 5,
14	United States Code, is amended—
17	Chited States Code, is amended
15	(1) in subsection (a), by striking "September
	,
15	(1) in subsection (a), by striking "September
15 16	(1) in subsection (a), by striking "September 30, 1997" and inserting "September 30, 2010";
15 16 17	(1) in subsection (a), by striking "September 30, 1997" and inserting "September 30, 2010";(2) in subsection (b)—
15 16 17 18	 (1) in subsection (a), by striking "September 30, 1997" and inserting "September 30, 2010"; (2) in subsection (b)— (A) by striking "at least every three years"
15 16 17 18 19	 (1) in subsection (a), by striking "September 30, 1997" and inserting "September 30, 2010"; (2) in subsection (b)— (A) by striking "at least every three years" and all that follows thereafter and inserting "at
15 16 17 18 19 20	 (1) in subsection (a), by striking "September 30, 1997" and inserting "September 30, 2010"; (2) in subsection (b)— (A) by striking "at least every three years" and all that follows thereafter and inserting "at least every 4 years, except that strategic plans
15 16 17 18 19 20 21	 (1) in subsection (a), by striking "September 30, 1997" and inserting "September 30, 2010"; (2) in subsection (b)— (A) by striking "at least every three years" and all that follows thereafter and inserting "at least every 4 years, except that strategic plans submitted by September 30, 2010, shall be up-

1	(3) in subsection (c), by inserting a comma
2	after "section" the second place it appears and add-
3	ing "including a strategic plan submitted by Sep-
4	tember 30, 2010, meeting the requirements of sub-
5	section (a)".
6	(b) Budget Contents and Submission to Con-
7	GRESS.—Paragraph (28) of section 1105(a) of title 31,
8	United States Code, is amended by striking "beginning
9	with fiscal year 1999, a" and inserting "beginning with
10	fiscal year 2012, a biennial".
11	(c) Performance Plans.—Section 1115 of title 31,
12	United States Code, is amended—
13	(1) in subsection (a)—
14	(A) in the matter before paragraph (1) by
15	striking "an annual" and inserting "a bien-
16	nial";
17	(B) in paragraph (1) by inserting after
18	"program activity" the following: "for both
19	years 1 and 2 of the biennial plan";
20	(C) in paragraph (5) by striking "and"
21	after the semicolon;
22	(D) in paragraph (6) by striking the period
23	and inserting a semicolon; and inserting "and"
24	after the inserted semicolon, and

1	(E) by adding after paragraph (6) the fol-
2	lowing:
3	"(7) cover each fiscal year of the biennium be-
4	ginning with the first fiscal year of the next biennial
5	budget cycle.";
6	(2) in subsection (d) by striking "annual" and
7	inserting "biennial"; and
8	(3) in paragraph (6) of subsection (g) by strik-
9	ing "annual" and inserting "biennial".
10	(d) Managerial Accountability and Flexi-
11	BILITY.—Section 9703 of title 31, United States Code, re-
12	lating to managerial accountability, is amended—
13	(1) in subsection (a)—
14	(A) in the first sentence by striking "an-
15	nual"; and
16	(B) by striking "section 1105(a)(29)" and
17	inserting "section 1105(a)(28)";
18	(2) in subsection (e)—
19	(A) in the first sentence by striking "one
20	or" before "two years";
21	(B) in the second sentence by striking "a
22	subsequent year" and inserting "for a subse-
23	quent 2-year period"; and
24	(C) in the third sentence by striking
25	"three" and inserting "four".

1	(e) STRATEGIC PLANS.—Section 2802 of title 39,
2	United States Code, is amended—
3	(1) in subsection (a), by striking "September
4	30, 1997" and inserting "September 30, 2010";
5	(2) in subsection (b), by striking "at least every
6	three years" and inserting "at least every 4 years
7	except that strategic plans submitted by September
8	30, 2010, shall be updated and revised by September
9	30, 2013";
10	(3) in subsection (b), by striking "five years
11	forward" and inserting "six years forward"; and
12	(4) in subsection (c), by inserting a comma
13	after "section" the second place it appears and in-
14	serting "including a strategic plan submitted by
15	September 30, 2010, meeting the requirements of
16	subsection (a)".
17	(f) Performance Plans.—Section 2803(a) of title
18	39, United States Code, is amended—
19	(1) in the matter before paragraph (1), by
20	striking "an annual" and inserting "a biennial";
21	(2) in paragraph (1), by inserting after "pro-
22	gram activity" the following: "for both years 1 and
23	2 of the biennial plan";
24	(3) in paragraph (5), by striking "and" after
25	the semicolon;

- 1 (4) in paragraph (6), by striking the period and 2 inserting "; and"; and
- 3 (5) by adding after paragraph (6) the following:
- 4 "(7) cover each fiscal year of the biennium be-
- 5 ginning with the first fiscal year of the next biennial
- 6 budget cycle.".
- 7 (g) Committee Views of Plans and Reports.—
- 8 Section 301(d) of the Congressional Budget Act (2 U.S.C.
- 9 632(d)) is amended by adding at the end "Each committee
- 10 of the Senate or the House of Representatives shall review
- 11 the strategic plans, performance plans, and performance
- 12 reports, required under section 306 of title 5, United
- 13 States Code, and sections 1115 and 1116 of title 31,
- 14 United States Code, of all agencies under the jurisdiction
- 15 of the committee. Each committee may provide its views
- 16 on such plans or reports to the Committee on the Budget
- 17 of the applicable House.".
- 18 SEC. 208. BIENNIAL APPROPRIATION BILLS.
- 19 (a) In the House of Representatives.—Clause
- 20 2(a) of rule XXI of the Rules of the House of Representa-
- 21 tives is amended by adding at the end the following new
- 22 subparagraph:
- 23 "(3)(A) Except as provided by subdivision (B), an ap-
- 24 propriation may not be reported in a general appropriation
- 25 bill (other than a supplemental appropriation bill), and

- 1 may not be in order as an amendment thereto, unless it
- 2 provides new budget authority or establishes a level of ob-
- 3 ligations under contract authority for each fiscal year of
- 4 a biennium.
- 5 "(B) Subdivision (A) does not apply with respect to
- 6 an appropriation for a single fiscal year for any program,
- 7 project, or activity if the bill or amendment thereto con-
- 8 taining that appropriation includes a provision expressly
- 9 stating the following: 'Congress finds that no additional
- 10 funding beyond one fiscal year will be required and the
- 11 [Insert name of applicable program, project, or activity]
- 12 will be completed or terminated after the amount provided
- 13 has been expended.'.
- 14 "(C) For purposes of paragraph (b), the statement
- 15 set forth in subdivision (B) with respect to an appropria-
- 16 tion for a single fiscal year for any program, project, or
- 17 activity may be included in a general appropriation bill
- 18 or amendment thereto.".
- 19 (b) Conforming Amendment.—Clause 5(b)(1) of
- 20 rule XXII of the House of Representatives is amended by
- 21 striking "or (C)" and inserting "or (3) or 2(C)".

1	SEC. 209. ASSISTANCE BY FEDERAL AGENCIES TO STAND-
2	ING COMMITTEES OF THE SENATE AND THE
3	HOUSE OF REPRESENTATIVES.
4	(a) Information Regarding Agency Appropria-
5	TIONS REQUESTS.—To assist each standing committee of
6	the House of Representatives and the Senate in carrying
7	out its responsibilities, the head of each Federal agency
8	which administers the laws or parts of laws under the ju-
9	risdiction of such committee shall provide to such com-
10	mittee such studies, information, analyses, reports, and
11	assistance as may be requested by the chairman and rank-
12	ing minority member of the committee.
13	(b) Information Regarding Agency Program
14	ADMINISTRATION.—To assist each standing committee of
15	the House of Representatives and the Senate in carrying
16	out its responsibilities, the head of any agency shall fur-
17	nish to such committee documentation, containing infor-
18	mation received, compiled, or maintained by the agency
19	as part of the operation or administration of a program,
20	or specifically compiled pursuant to a request in support
21	of a review of a program, as may be requested by the
22	chairman and ranking minority member of such com-
23	mittee.
24	(c) Summaries by Comptroller General.—With-
25	in 30 days after the receipt of a request from a chairman
26	and ranking minority member of a standing committee

- 1 having jurisdiction over a program being reviewed and
- 2 studied by such committee under this section, the Comp-
- 3 troller General of the United States shall furnish to such
- 4 committee summaries of any audits or reviews of such pro-
- 5 gram which the Comptroller General has completed during
- 6 the preceding 6 years.
- 7 (d) Congressional Assistance.—Consistent with
- 8 their duties and functions under law, the Comptroller Gen-
- 9 eral of the United States, the Director of the Congres-
- 10 sional Budget Office, and the Director of the Congres-
- 11 sional Research Service shall continue to furnish (con-
- 12 sistent with established protocols) to each standing com-
- 13 mittee of the House of Representatives or the Senate such
- 14 information, studies, analyses, and reports as the chair-
- 15 man and ranking minority member may request to assist
- 16 the committee in conducting reviews and studies of pro-
- 17 grams under this section.

18 TITLE III—DISCRETIONARY

19 **SPENDING LIMITS**

20 Subtitle A—Spending Limits

- 21 SEC. 301. DISCRETIONARY SPENDING LIMITS.
- 22 (a) Discretionary Spending Limits.—Section
- 23 251 of the Balanced Budget and Emergency Deficit Con-
- 24 trol of Act of 1985 is amended to read as follows:

- 1 "(a) DISCRETIONARY SPENDING LIMITS.—The total
- 2 level of discretionary spending for all non-security discre-
- 3 tionary spending programs, projects, and activities means,
- 4 in any fiscal year in which there is a deficit through fiscal
- 5 year 2020, an amount of non-security discretionary spend-
- 6 ing outlays not exceeding the levels for fiscal year 2008
- 7 as adjusted for inflation.
- 8 "(b) Non-Security Spending.—In this section, the
- 9 term non-security discretionary spending means discre-
- 10 tionary spending other than spending for the Department
- 11 of Defense, the Department of Veterans Affairs, homeland
- 12 security activities, and intelligence related activities within
- 13 the Department of State.
- 14 "(c) Timing of Sequestration Report.—Within
- 15 15 calendar days after Congress adjourns to end a session
- 16 OMB shall issue a final spending reduction report to re-
- 17 duce an excess spending amount.
- 18 "(d) Spending Reduction Order.—A spending re-
- 19 duction ordered pursuant to subsection (b) shall be imple-
- 20 mented using the procedures set forth in section 256.".
- 21 (b) Conforming Amendment.—The item relating
- 22 to section 251 in the table of contents set forth in 250(c)
- 23 of the Balanced Budget and Emergency Deficit Control
- 24 Act of 1985 is amended to read as follows:

[&]quot;Sec. 251. Discretionary spending limits.".

Subtitle B—Reports and Orders

- 2 SEC. 311. REPORTS AND ORDERS.
- 3 Section 254 of the Balanced Budget and Emergency
- 4 Deficit Control Act of 1985 is amended to read as follows:
- 5 "SEC. 254. REPORTS AND ORDERS.
- 6 "(a) TIMETABLE.—

"Date: Action to be completed: 5 days before the President's CBO sequestration preview report. budget submission. President's budget submission ... OMB sequestration preview report. August 10 CBO sequestration update report. August 20 OMB sequestration update report. 10 days after end of session CBO sequestration final report. 15 days after end of session OMB sequestration final report; Presidential order.

- 7 "(b) Submission and Availability of Reports.—
- 8 Each report required by this section shall be submitted
- 9 to the Budget Committees of the House of Representatives
- 10 and the Senate. On the following day a notice of the report
- 11 shall be printed in the Federal Register.
- 12 "(c) Sequestration Preview Reports.—
- 13 "(1) Reporting requirement.—On the dates
- specified in subsection (a), OMB and CBO shall
- issue a preview report regarding discretionary se-
- questration based on laws enacted through those
- 17 dates.
- 18 "(2) Discretionary spending limit seques-
- 19 TRATION REPORT.—The preview reports shall set
- forth estimates for the current year and each subse-

1	quent year through 2019 of the applicable discre-
2	tionary spending limits and an explanation of any
3	adjustments in such limits under section 251.
4	"(3) Explanation of differences.—The
5	OMB reports shall explain the differences between
6	OMB and CBO estimates for each item set forth in
7	this subsection.
8	"(d) Sequestration Update Reports.—On the
9	dates specified in subsection (a), OMB and CBO shall
10	issue a sequestration update report, reflecting laws en-
11	acted through those dates, containing all of the informa-
12	tion required in the sequestration preview reports.
13	"(e) Final Sequestration Reports.—
14	"(1) Reporting requirement.—On the dates
15	specified in subsection (a), OMB and CBO shall
16	issue a final sequestration report, updated to reflect
17	laws enacted through those dates.
18	"(2) Discretionary spending sequestra-
19	TION REPORTS.—The final reports shall set forth es-
20	timates for each of the following:
21	"(A) For the current year and each subse-
22	quent year the applicable discretionary spending
23	limits for each category and an explanation of
24	any adjustments in such limits under section
25	251.

- 1 "(B) For the current year and the budget 2 year the estimated new budget authority and 3 outlays for each category and the breach, if 4 any, in each category.
 - "(C) For each category for which a sequestration is required, the sequestration percentages necessary to achieve the required reduction.
 - "(D) For the budget year, for each account to be sequestered, estimates of the base-line level of budgetary resources subject to sequestration and resulting outlays and the amount of budgetary resources to be sequestered and resulting outlay reductions.
 - "(3) EXPLANATION OF DIFFERENCES.—The OMB report shall explain any differences between OMB and CBO estimates of the amount of any required sequestration percentage. The OMB report shall also explain differences in the amount of sequesterable resources for any budget account to be reduced if such difference is greater than \$5,000,000.
 - "(4) Presidential order.—On the date specified in subsection (a), if in its final sequestration report OMB estimates that any sequestration is re-

- 1 quired, the President shall issue an order fully im-
- 2 plementing without change all sequestrations re-
- quired by the OMB calculations set forth in that re-
- 4 port. This order shall be effective on issuance.
- 5 "(f) Within-Session Sequestration Reports.—
- 6 If an appropriation for a fiscal year in progress is enacted
- 7 (after Congress adjourns to end the session for that budg-
- 8 et year and before July 1 of that fiscal year) that causes
- 9 a breach, 10 days later CBO shall issue a report con-
- 10 taining the information required in subsection (e)(2). Fif-
- 11 teen days after enactment, OMB shall issue a report con-
- 12 taining the information required in subsections (e)(2) and
- 13 (e)(4). On the same day as the OMB report, the President
- 14 shall issue an order fully implementing without change all
- 15 sequestrations required by the OMB calculations set forth
- 16 in that report. This order shall be effective on issuance.
- 17 "(g) GAO COMPLIANCE REPORT.—Upon request of
- 18 the Committee on the Budget of the House of Representa-
- 19 tives or the Senate, the Comptroller General shall submit
- 20 to the Congress and the President a report on—
- 21 "(1) the extent to which each order issued by
- the President under this section complies with all of
- 23 the requirements contained in this part, either certi-
- 24 fying that the order fully and accurately complies

- with such requirements or indicating the respects in which it does not; and
- 3 "(2) the extent to which each report issued by
- 4 OMB or CBO under this section complies with all of
- 5 the requirements contained in this part, either certi-
- 6 fying that the report fully and accurately complies
- 7 with such requirements or indicating the respects in
- 8 which it does not.
- 9 "(h) Low-Growth Report.—At any time, CBO
- 10 shall notify the Congress if—
- "(1) during the period consisting of the quarter
- during which such notification is given, the quarter
- preceding such notification, and the 4 quarters fol-
- lowing such notification, CBO or OMB has deter-
- mined that real economic growth is projected or esti-
- mated to be less than zero with respect to each of
- any 2 consecutive quarters within such period; or
- 18 "(2) the most recent of the Department of
- 19 Commerce's advance preliminary or final reports of
- actual real economic growth indicate that the rate of
- 21 real economic growth for each of the most recently
- reported quarter and the immediately preceding
- 23 quarter is less than one percent.
- 24 "(i) Economic and Technical Assumptions.—In
- 25 all reports required by this section, OMB shall use the

- 1 same economic and technical assumptions as used in the
- 2 most recent budget submitted by the President under sec-
- 3 tion 1105(a) of title 31, United States Code".
- 4 SEC. 312. SPENDING LIMITS ENFORCEMENT.
- 5 (a) Conforming Amendments to Section 312.—
- 6 Section 312 of the Congressional Budget Act of 1974 is
- 7 amended—
- 8 (1) by striking subsection (a) and inserting the
- 9 following:
- 10 "(a) Budget Committee Determinations.—For
- 11 purposes of this title, the levels of new budget authority,
- 12 outlays, direct spending, deficits, revenues, and debt, or
- 13 the increases or decreases of such levels for purpose of
- 14 section 303, shall be determined on the basis of estimates
- 15 made by the Committee on the Budget of the House of
- 16 Representatives or the Senate, as applicable.".
- 17 (2) by striking subsections (b) and (c) and re-
- designating subsections (d), (e), and (f) as (h), (i),
- 19 and (j).
- 20 (b) Enforcement Amendments to Section
- 21 312.—Section 312 of the Congressional Budget Act of
- 22 1974 is further amended by adding at the end the fol-
- 23 lowing new subsections after subsection (a):
- 24 "(b) Discretionary Spending Limit Point of
- 25 Order.—It shall not be in order in the House of Rep-

1	resentatives or the Senate to consider any bill, joint resolu-
2	tion, amendment, concurrent resolution, or conference re-
3	port that—
4	"(1) causes the discretionary spending limits
5	for the budget year to be breached;
6	"(2) increases the discretionary spending limits
7	for the budget year or any ensuing fiscal year; or
8	"(3) includes any provision that has the effect
9	of modifying the application of section 251 of the
10	Balanced Budget and Emergency Deficit Control
11	Act of 1985.
12	"(c) Sequestration Application.—It shall not be
13	in order in the House of Representatives or the Senate
14	to consider any bill, joint resolution, amendment, concur-
15	rent resolution, or conference report that—
16	"(1) includes any provision that has the effect
17	of modifying the application of section 256 of the
18	Balanced Budget and Emergency Deficit Control
19	Act of 1985 to any program subject to sequestration
20	or exempt from sequestration; and
21	"(2) includes any provision that has the effect
22	of modifying the application of section 251 to any
23	program subject to sequestration or exempt from se-

questration.

1	"(d) Waiver or Suspension.—The provisions of
2	this section may be waived or suspended:
3	"(1) IN THE SENATE.—In the Senate only by
4	the affirmative vote of three-fifths of the Members,
5	duly chosen and sworn.
6	"(2) In the house of representatives.—In
7	the House of Representatives:
8	"(A) Only by a rule or order proposing
9	only to waive such provisions by an affirmative
10	vote of two-thirds of the Members, duly chosen
11	and sworn.
12	"(B) It shall not be in order to consider a
13	rule or order that waives the application of sub-
14	paragraph (A).
15	"(C) It shall not be in order for the Speak-
16	er to entertain a motion to suspend the applica-
17	tion of this section under clause 1 of rule XV
18	of the Rules of the House of Representatives.".
19	SEC. 313. SPENDING REDUCTION ORDER.
20	(a) In General.—Section 256 of the Balanced
21	Budget and Emergency Deficit Control Act of 1985 is
22	amended to read as follows:
23	"SEC. 256. SPENDING REDUCTION ORDER.
24	"(a) Application.—A spending reduction order
25	issued pursuant to this part shall apply to eliminate

1	breaches of the limits set forth in sections 251 (discre-
2	tionary spending limits).
3	"(b) General Rules.—OMB shall include in its
4	final spending sequestration report a requirement that
5	each nonexempt spending account shall be reduced by an
6	amount of budget authority calculated by multiplying the
7	baseline level of budgetary resources in that account at
8	that time by the uniform percentage necessary to reduce
9	outlays sufficient to eliminate an excess spending amount.
10	"(c) Discretionary Spending Sequestration.—
11	"(1) Eliminating a breach.—Each non-
12	exempt account shall be reduced by an amount of
13	budget authority calculated by multiplying the base-
14	line level of budgetary resources subject to seques-
15	tration in that account at that time by the uniform
16	percentage necessary to eliminate a breach by—
17	"(A) first, calculating the uniform percent-
18	age necessary to eliminate a breach in new
19	budget authority, if any, and
20	"(B) second, if any breach in outlays re-
21	mains, increasing the uniform percentage to a
22	level sufficient to eliminate that breach.
23	"(2) Emergency spending above the re-
24	SERVE FUND.—An amount of budget authority and
25	the outlays flowing therefrom designated in statute

- as an emergency that is above level in the emergency reserve fund as calculated in Section 317(b) of the Congressional Budget Act of 1974 shall count toward the discretionary spending limits.
 - "(3) Part-year appropriations.—If, on the date specified in paragraph (1), there is in effect an Act making or continuing appropriations for part of a fiscal year for any budget account, then the dollar sequestration calculated for that account under paragraph (2) shall be subtracted from—(A) the annualized amount otherwise available by law in that account under that or a subsequent part-year appropriation; and (B) when a full-year appropriation for that account is enacted, from the amount otherwise provided by the full year appropriation.
 - "(4) LOOK-BACK.—If, after June 30, an appropriation for the fiscal year in progress is enacted that causes a breach for that year, the discretionary spending limits for the next fiscal year shall be reduced by the amount of the breach.
 - "(5) WITHIN-SESSION SEQUESTRATION.—If an appropriation for a fiscal year in progress is enacted (after Congress adjourns to end the session for that budget year and before July 1 of that fiscal year) that causes a breach for that year (after taking into

account any prior sequestration of amounts), 15 days later there shall be a sequestration to eliminate that breach following the procedures set forth in paragraphs (2) through (3).

"(6) Estimates.—

"(A) CBO ESTIMATES.—As soon as practicable after Congress completes action on any discretionary appropriation, CBO, after consultation with the Committees on the Budget of the House of Representatives and the Senate, shall provide OMB with an estimate of the amount of discretionary new budget authority and outlays for the current year (if any) and the budget year provided by that legislation.

"(B) OMB ESTIMATES.—Not later than seven calendar days (excluding Saturdays, Sundays, and legal holidays) after the date of enactment of any discretionary appropriation, OMB shall transmit a report to the House of Representatives and to the Senate containing the CBO estimate of that legislation, an OMB estimate of the amount of discretionary new budget authority and outlays for the current year (if any) and the budget year provided by

that legislation, and an explanation of any difference between the two estimates.

"(C) Explanation of differences between OMB and CBO reports prepared pursuant to subparagraph (A) and (B), OMB shall consult with the Committees on the Budget of the House of Representatives and the Senate regarding that difference and that consultation shall include, to extent practicable, written communication to those committees that affords such committees the opportunity to comment before the issuance of the report.

"(D) Assumptions and guidelines.—
OMB estimates under this paragraph shall be made using current economic and technical assumptions. OMB shall use the OMB estimates transmitted to the Congress under this paragraph. OMB and CBO shall prepare estimates under this paragraph in conformance with scorekeeping guidelines determined after consultation among the House of Representatives and Senate Committees on the Budget, CBO, and OMB.

1 "(E) Annual appropriations.—For pur-2 poses of this paragraph, amounts provided by 3 annual appropriations shall include any new 4 budget authority and outlays for the current 5 year (if any) and the budget year in accounts 6 for which funding is provided in that legislation 7 that result from previously enacted legislation. 8 "(d) DISCRETIONARY SEQUESTRATION LIMITA-TION.—If appropriations for a fiscal year do not require 10 a sequester pursuant to the discretionary spending limits 11 set forth in this Act, discretionary accounts shall not be 12 subject to sequestration under sections 252A, 252B, or 13 253. "(e) Expedited Consideration of Spending Re-14 15 DUCTION BILL.— "(1) Introduction.— 16 17 "(A) RECONVENING.— 18 "(i) In the house of representa-19 TIVES.—Upon receipt of a spending reduc-20 tion bill (referred to in this section as a 21 'spending reduction bill') under section 22 252A(b), the Speaker, if the House would 23 otherwise be adjourned, shall notify the 24 Members of the House that, pursuant to 25 this subsection, the House shall convene

1	not later than two weeks after the receipt
2	of the spending reduction bill.
3	"(ii) In the senate.—
4	"(I) Convening.—Upon receipt
5	of a spending reduction bill, if the
6	Senate has adjourned or recessed for
7	more than 2 days, the majority leader
8	of the Senate, after consultation with
9	the minority leader of the Senate,
10	shall notify the Members of the Sen-
11	ate that, pursuant to this section, the
12	Senate shall convene not later two
13	weeks after receipt of the spending re-
14	duction bill.
15	"(II) Adjourning.—No concur-
16	rent resolution adjourning the Senate
17	for more than 3 days shall be in order
18	until the Senate votes on passage of
19	the spending reduction bill.
20	"(B) Introduction of spending reduc-
21	TION BILL.—The spending reduction bill, upon
22	receipt by the Congress, shall be introduced not
23	later two weeks after the receipt of the spend-
24	ing reduction bill, in the Senate and in the
25	House of Representatives by the majority leader

of each House of Congress, for himself, the minority leader of each House of Congress, for himself, or any member of the House designated by the majority leader or minority leader. If the spending reduction bill is not introduced in accordance with the preceding sentence in either House of Congress, then any Member of that House may introduce the spending reduction bill on any day thereafter. Upon introduction, the spending reduction bill shall be referred to the appropriate committees under subparagraph (C).

"(C) Committee consideration.—A spending reduction bill introduced in either House of Congress shall be jointly referred to the committee or committees of jurisdiction and the Committee on the Budget of that House, which committees shall report the bill without any revision and with a favorable recommendation, an unfavorable recommendation, or without recommendation, not later than 7 calendar days after the date of introduction of the bill in that House, or the first day thereafter on which that House is in session. If any committee fails to report the bill within that period, that com-

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mittee shall be automatically discharged from consideration of the bill, and the bill shall be placed on the appropriate calendar.

"(2) Expedited procedures.—

"(A) Fast track consideration in house of representatives.—

"(i) PROCEEDING TO CONSIDER-ATION.—It shall be in order, not later than 2 days of session after the date on which a spending reduction bill is reported or discharged from all committees to which it was referred, for the majority leader of the House of Representatives or the majority leader's designee, to move to proceed to the consideration of the spending reduction bills. It shall also be in order for any Member of the House of Representatives to move to proceed to the consideration of the spending reduction bills at any time after the conclusion of such 2-day period. All points of order against the motion are waived. Such a motion shall not be in order after the House has disposed of a motion to proceed on the spending reduction bills. The previous question shall be

considered as ordered on the motion to its adoption without intervening motion. The motion shall not be debatable. A motion to reconsider the vote by which the motion is disposed of shall not be in order.

"(ii) Consideration.—A spending reduction bill shall be considered as read. All points of order against a spending reduction bill and against its consideration are waived. The previous question shall be considered as ordered on a spending reduction bill to its passage without intervening motion except 100 hours of debate equally divided and controlled by the proponent and an opponent, and any motion to limit debate. A motion to reconsider the vote on passage of a spending reduction bill shall not be in order.

"(iii) APPEALS.—Appeals from decisions of the chair relating to the application of the Rules of the House of Representatives to the procedure relating to a spending reduction bill shall be decided without debate.

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"(iv) APPLICATION OF HOUSE RULES.—Except to the extent specifically provided in paragraph (2)(A), consideration of a spending reduction bill shall be governed by the Rules of the House of Representatives. It shall not be in order in the House of Representatives to consider any spending reduction bill introduced pursuant to the provisions of this subsection under a suspension of the rules pursuant to Clause 1 of House Rule XV, or under a special rule reported by the House Committee on Rules.

"(v) No amendments.—No amendment to a spending reduction bill shall be in order in the House of Representatives.

"(vi) Vote on Passage.—Immediately following the conclusion of consideration of a spending reduction bill, the vote on passage of a spending reduction bill shall occur without any intervening action or motion, requiring an affirmative vote of the majority of the Members, duly chosen and sworn. If the spending reduction bill is passed, the Clerk of the House of Rep-

resentatives shall cause the bill to be trans-mitted to the Senate before the close of the next day of session of the House. The vote on passage on both spending reduction bills shall occur not later than 1 month after the date on which a spending reduc-tion bill is reported or discharged from all committees to which it was referred. "(vii) Vote.—The House Committee

"(vii) Vote.—The House Committee on Rules may not report a rule or order that would have the effect of causing a spending reduction bill to be approved by a vote of less than the majority of the Members, duly chosen and sworn.

"(B) Fast track consideration in sen-

ATE.—

"(i) IN GENERAL.—Notwithstanding Rule XXII of the Standing Rules of the Senate, it is in order, not later than 2 days of session after the date on which a spending reduction bill is reported or discharged from all committees to which it was referred, for the majority leader of the Senate or the majority leader's designee to move to proceed to the consideration of a

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spending reduction bill. It shall also be in order for any Member of the Senate to move to proceed to the consideration of a spending reduction bill at any time after the conclusion of such 2-day period. A motion to proceed is in order even though a previous motion to the same effect has been disagreed to. All points of order against the motion to proceed to a spending reduction bill are waived. The motion to proceed is not debatable. The motion is not subject to a motion to postpone. A motion to reconsider the vote by which the motion is agreed to or disagreed to shall not be in order. If a motion to proceed to the consideration of a spending reduction bill is agreed to, the spending reduction bill shall remain the unfinished business until disposed of.

"(ii) Debate.—All points of order against a spending reduction bill and against consideration of a spending reduction bill are waived. Consideration of a spending reduction bill and of all debatable motions and appeals in connection there-

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with shall not exceed a total of 100 hours. Debate shall be divided equally between the majority and minority leaders or their designees. A motion further to limit debate on a spending reduction bill is in order, shall require an affirmative vote of the majority of the Members duly chosen and sworn, and is not debatable. Any debatable motion or appeal is debatable for not to exceed 1 hour, to be divided equally between those favoring and those opposing the motion or appeal. All time used for consideration of a spending reduction bill, including time used for quorum calls and voting, shall be counted against the total 100 hours of consideration.

"(iii) No amendments.—An amendment to a spending reduction bill, or a motion to postpone, or a motion to proceed to the consideration of other business, or a motion to recommit the spending reduction bill, is not in order.

"(iv) Vote on Passage.—The vote on passage shall occur immediately following the conclusion of the debate on a

spending reduction bill, and a single quorum call at the conclusion of the debate if requested. Passage shall require an affirmative vote of the majority of the Members, duly chosen and sworn. The vote on passage shall of both spending reduction bills shall occur not later than 1 month after the date on which a spending reduction bill is reported or discharged from all committees to which it was referred.

"(v) Adjournment.—If, after 1 month from the date on which a spending reduction bill is reported or discharged from all committees to which it was referred, either House has failed to adopt a motion to proceed to the spending reduction bill, paragraph (1)(A)(ii)(II) shall not apply.

"(vi) RULINGS OF THE CHAIR ON PROCEDURE.—Appeals from the decisions of the Chair relating to the application of the rules of the Senate, as the case may be, to the procedure relating to a spending reduction bill shall be decided without debate.

1	"(C) Rules to coordinate action with
2	OTHER HOUSE.—
3	"(i) Referral.—If, before the pas-
4	sage by 1 House of a spending reduction
5	bill of that House, that House receives
6	from the other House a spending reduction
7	bill, then the spending reduction bill of the
8	other House shall not be referred to a com-
9	mittee and shall immediately be placed on
10	the calendar.
11	"(ii) Procedure.—If the Senate re-
12	ceives the spending reduction bill passed by
13	the House of Representatives before the
14	Senate has voted on passage of the spend-
15	ing reduction bill—
16	"(I) the procedure in the Senate
17	shall be the same as if no spending re-
18	duction bill had been received from
19	House of Representatives; and
20	"(II) the vote on passage in the
21	Senate shall be on the spending re-
22	duction bill of the House of Rep-
23	resentatives.
24	"(iii) Treatment of spending re-
25	DUCTION BILL OF OTHER HOUSE.—If 1

House fails to introduce or consider a spending reduction bill under this section, the spending reduction bill of the other House shall be entitled to expedited floor procedures under this section.

"(iv) Treatment of companion measures in the senate.—If following passage of the spending reduction bill in the Senate, the Senate then receives the spending reduction bill from the House of Representatives, the House-passed spending reduction bill shall not be debatable. The vote on passage of the spending reduction bill in the Senate shall be considered to be the vote on passage of the spending reduction bill received from the House of Representatives.

"(v) Vetoes.—If the President vetoes the spending reduction bill, debate on a veto message in the Senate under this section shall be 1 hour equally divided between the majority and minority leaders or their designees.

- 1 "(3) Suspension.—No motion to suspend the
- 2 application of this subsection shall be in order in the
- 3 Senate or in the House of Representatives.".
- 4 (b) Low-Growth Amendment.—Amend section
- 5 258(b) of the Balanced Budget and Emergency Deficit
- 6 Control Act of 1985 to read as follows:
- 7 "(b) Suspension of Sequestration Proce-
- 8 Dures.—Upon the enactment of a declaration of war or
- 9 a joint resolution described in subsection (a)—
- 10 "(1) the subsequent issuance of any sequestra-
- tion report to enforce the spending limits in section
- 12 252B or the Deficit Limits in section 253 order is
- 13 precluded;
- 14 "(2) sections 302(f), 310(d), 311(a), of the
- 15 Congressional Budget Act of 1974 are suspended;
- 16 and
- 17 "(3) section 1103 of title 31, United States
- 18 Code, is suspended.".
- 19 (c) Technical and Conforming Amendments.—
- 20 (1) Repeals.—Section 255 of the Balanced Budget and
- 21 Emergency Deficit Control Act of 1985 is repealed.
- 22 (2) Conforming Amendment.—The item relating
- 23 to section 256 in the table of contents set forth in section
- 24 250(a) of the Balanced Budget and Emergency Deficit
- 25 Control Act of 1985 is amended to read as follows:

[&]quot;Sec. 256. Spending reduction order.".

1 TITLE IV—LEGISLATIVE LINE-

2	TIEM VETO
3	SEC. 401. SHORT TITLE.
4	This subtitle may be cited as the "Legislative Line-
5	Item Veto Act of 2009".
6	SEC. 402. LEGISLATIVE LINE-ITEM VETO.
7	(a) In General.—Title X of the Congressional
8	Budget and Impoundment Control Act of 1974 (2 U.S.C.
9	621 et seq.) is amended by striking all of part B (except
10	for sections 1016 and 1013 , which are redesignated as sec-
11	tions 1020 and 1021, respectively) and part ${\bf C}$ and insert-
12	ing the following:
13	"Part B—Legislative Line-Item Veto
14	"LINE-ITEM VETO AUTHORITY
15	"Sec. 1011. (a) Proposed Cancellations.—With-
16	in 45 calendar days after the enactment of any bill or joint
17	resolution providing any discretionary budget authority,
18	item of direct spending, limited tariff benefit, or targeted
19	tax benefit, the President may propose, in the manner pro-
20	vided in subsection (b), the cancellation of any dollar
21	amount of such discretionary budget authority, item of di-
22	rect spending, or targeted tax benefit. If the 45 calendar-
23	day period expires during a period where either House of
24	Congress stands adjourned sine die at the end of a Con-

25 gress or for a period greater than 45 calendar days, the

1	President may propose a cancellation under this section
2	and transmit a special message under subsection (b) on
3	the first calendar day of session following such a period
4	of adjournment.
5	"(b) Transmittal of Special Message.—
6	"(1) Special message.—
7	"(A) IN GENERAL.—The President may
8	transmit to the Congress a special message pro-
9	posing to cancel any dollar amounts of discre-
10	tionary budget authority, items of direct spend-
11	ing, limited tariff benefits, or targeted tax bene-
12	fits.
13	"(B) Contents of special message.—
14	Each special message shall specify, with respect
15	to the discretionary budget authority, items of
16	direct spending proposed, limited tariff benefits,
17	or targeted tax benefits to be canceled—
18	"(i) the dollar amount of discretionary
19	budget authority, the specific item of direct
20	spending (that OMB, after consultation
21	with CBO, estimates to increase budget
22	authority or outlays as required by section
23	1017(9)), the limited tariff benefit, or the
24	targeted tax benefit that the President pro-
25	poses be canceled;

1	"(ii) any account, department, or es-
2 tabl	lishment of the Government to which
3 such	h discretionary budget authority is
4 ava	ilable for obligation, and the specific
5 proj	ject or governmental functions involved;
6	"(iii) the reasons why such discre-
7 tion	ary budget authority, item of direct
8 spen	nding, limited tariff benefit, or targeted
9 tax	benefit should be canceled;
10	"(iv) to the maximum extent prac-
11 tica	ble, the estimated fiscal, economic, and
12 bud	getary effect (including the effect on
outl	lays and receipts in each fiscal year) of
14 the	proposed cancellation;
15	"(v) to the maximum extent prac-
16 tica	ble, all facts, circumstances, and con-
17 side	erations relating to or bearing upon the
18 proj	posed cancellation and the decision to
19 proj	pose the cancellation, and the estimated
effe effe	et of the proposed cancellation upon
21 the	objects, purposes, or programs for
22 whi	ch the discretionary budget authority,
iten	n of direct spending, limited tariff ben-

efit, or the targeted tax benefit is provided;

1	"(vi) a numbered list of cancellations
2	to be included in an approval bill that, if
3	enacted, cancels discretionary budget au-
4	thority, items of direct spending, limited
5	tariff benefit, or targeted tax benefits pro-
6	posed in that special message; and
7	"(vii) if the special message is trans-
8	mitted subsequent to or at the same time
9	as another special message, a detailed ex-
10	planation why the proposed cancellations
11	are not substantially similar to any other
12	proposed cancellation in such other mes-
13	sage.
14	"(C) Duplicative proposals prohib-
15	ITED.—The President may not propose to can-
16	cel the same or substantially similar discre-
17	tionary budget authority, item of direct spend-
18	ing, limited tariff benefit, or targeted tax ben-
19	efit more than one time under this Act.
20	"(D) MAXIMUM NUMBER OF SPECIAL MES-
21	SAGES.—The President may not transmit to the
22	Congress more than 5 special messages under
23	this subsection related to any bill or joint reso-
24	lution described in subsection (a), but may

transmit not more than 10 special messages for

any omnibus budget reconciliation or appropriation measure.

"(2) Enactment of approval bill.—

"(A) DEFICIT REDUCTION.—Amounts of budget authority, items of direct spending, limited tariff benefit, or targeted tax benefits which are canceled pursuant to enactment of a bill as provided under this section shall be dedicated only to reducing the deficit or increasing the surplus.

"(B) Adjustment of Levels in the Joint Resolution on the Budget.—Not later than 5 days after the date of enactment of an approval bill as provided under this section, the chairs of the Committees on the Budget of the Senate and the House of Representatives shall revise allocations and aggregates and other appropriate levels under the appropriate joint resolution on the budget to reflect the cancellation, and the applicable committees shall report revised suballocations pursuant to section 302(b), as appropriate.

"(C) Adjustments to statutory limits.—After enactment of an approval bill as provided under this section, the Office of Man-

agement and Budget shall revise applicable limits under the Balanced Budget and Emergency

Deficit Control Act of 1985, as appropriate.

"(D) Trust funds and special

"(D) Trust funds and special funds.—Notwithstanding subparagraph (A), nothing in this part shall be construed to require or allow the deposit of amounts derived from a trust fund or special fund which are canceled pursuant to enactment of a bill as provided under this section to any other fund.

"PROCEDURES FOR EXPEDITED CONSIDERATION

"Sec. 1012. (a) Expedited Consideration.—

"(1) IN GENERAL.—The majority leader or minority leader of each House or his designee shall (by request) introduce an approval bill as defined in section 1017 not later than the third day of session of that House after the date of receipt of a special message transmitted to the Congress under section 1011(b). If the bill is not introduced as provided in the preceding sentence in either House, then, on the fourth day of session of that House after the date of receipt of the special message, any Member of that House may introduce the bill.

"(2) Consideration in the house of representatives.—

"(A) Referral and reporting.—Any committee of the House of Representatives to which an approval bill is referred shall report it to the House of Representatives without amendment not later than the seventh legislative day after the date of its introduction. If a committee fails to report the bill within that period or the House of Representatives has adopted a joint resolution providing for adjournment sine die at the end of a Congress, such committee shall be automatically discharged from further consideration of the bill and it shall be placed on the appropriate calendar.

"(B) Proceeding to consideration.—
After an approval bill is reported by or discharged from committee or the House of Representatives has adopted a joint resolution providing for adjournment sine die at the end of a Congress, it shall be in order to move to proceed to consider the approval bill in the House of Representatives within two legislative days after the day on which the proponent announces his intention to offer the motion. Such a motion shall not be in order after the House of Representatives has disposed of a motion to proceed

with respect to that special message. The previous question shall be considered as ordered on the motion to its adoption without intervening motion. A motion to reconsider the vote by which the motion is disposed of shall not be in order.

"(C) Considered as read. All points of order against an approval bill and against its consideration are waived. The previous question shall be considered as ordered on an approval bill to its passage without intervening motion except five hours of debate equally divided and controlled by the proponent and an opponent and one motion to limit debate on the bill. A motion to reconsider the vote on passage of the bill shall not be in order.

"(D) SENATE BILL.—An approval bill received from the Senate shall not be referred to committee.

"(3) Consideration in the senate.—

"(A) MOTION TO PROCEED TO CONSIDER-ATION.—A motion to proceed to the consideration of a bill under this subsection in the Senate shall not be debatable. It shall not be in

1	order to move to reconsider the vote by which
2	the motion to proceed is agreed to or disagreed
3	to.
4	"(B) Limits on Debate in the
5	Senate on a bill under this subsection, and all
6	debatable motions and appeals in connection
7	therewith (including debate pursuant to sub-
8	paragraph (D)), shall not exceed 10 hours
9	equally divided and controlled in the usual
10	form.
11	"(C) Appeals.—Debate in the Senate on
12	any debatable motion or appeal in connection
13	with a bill under this subsection shall be limited
14	to not more than 1 hour, to be equally divided
15	and controlled in the usual form.
16	"(D) MOTION TO LIMIT DEBATE.—A mo-
17	tion in the Senate to further limit debate on a
18	bill under this subsection is not debatable.
19	"(E) MOTION TO RECOMMIT.—A motion to
20	recommit a bill under this subsection is not in
21	order.
22	"(F) Consideration of the house of
23	REPRESENTATIVES BILL.—
24	"(i) In general.—If the Senate has
25	received the House of Representatives com-

panion bill to the bill introduced in the
Senate prior to the vote required under
paragraph (1)(C), then the Senate may
consider, and the vote under paragraph
(1)(c) may occur on, the House of Representatives companion bill.

"(ii) PROCEDURE AFTER VOTE ON SENATE BILL.—If the Senate votes, pursuant to paragraph (1)(C), on the bill introduced in the Senate, then immediately following that vote, or upon receipt of the House of Representatives companion bill, the House of Representatives bill shall be deemed to be considered, read the third time, and the vote on passage of the Senate bill shall be considered to be the vote on the bill received from the House of Representatives.

- "(b) AMENDMENTS PROHIBITED.—No amendment to, or motion to strike a provision from, a bill considered under this section shall be in order in either the Senate or the House of Representatives.
- 23 "PRESIDENTIAL DEFERRAL AUTHORITY
- 24 "Sec. 1013. (a) Temporary Presidential Au-
- 25 THORITY TO WITHHOLD DISCRETIONARY BUDGET AU-
- 26 THORITY.—

"(1) IN GENERAL.—At the same time as the President transmits to the Congress a special mes-sage pursuant to section 1011(b), the President may direct that any dollar amount of discretionary budg-et authority to be canceled in that special message shall not be made available for obligation for a pe-riod not to exceed 45 calendar days from the date the President transmits the special message to the Congress.

- "(2) Early availability.—The President shall make any dollar amount of discretionary budget authority deferred pursuant to paragraph (1) available at a time earlier than the time specified if he determines that continuation of the deferral not further the purposes of this Act.
- 16 "(b) Temporary Presidential Authority To17 Suspend Direct Spending.—
 - "(1) IN GENERAL.—At the same time as the President transmits to the Congress a special message pursuant to section 1011(b), the President may suspend the implementation of any item of direct spending proposed to be canceled in that special message for a period not to exceed 45 calendar days from the date the President transmits the special message to the Congress.

1	"(2) Early availability.—The President
2	shall terminate the suspension of any item of direct
3	spending at a time earlier than the time specified if
4	he determines that continuation of the suspension
5	will not further the purposes of this Act.
6	"(c) Temporary Presidential Authority To
7	SUSPEND A LIMITED TARIFF BENEFIT.—
8	"(1) In general.—At the same time as the
9	President transmits to the Congress a special mes-
10	sage pursuant to section 1011(b), the President may
11	suspend the implementation of any limited tariff
12	benefit proposed to be canceled in that special mes-
13	sage for a period not to exceed 45 calendar days
14	from the date the President transmits the special
15	message to the Congress.
16	"(2) Early availability.—The President
17	shall terminate the suspension of any limited tariff
18	benefit at a time earlier than the time specified if he
19	determines that continuation of the suspension will
20	not further the purposes of this Act.
21	"(d) Temporary Presidential Authority To
22	SUSPEND A TARGETED TAX BENEFIT.—
23	"(1) In general.—At the same time as the
24	President transmits to the Congress a special mes-
25	sage pursuant to section 1011(b), the President may

- 1 suspend the implementation of any targeted tax ben-
- 2 efit proposed to be repealed in that special message
- for a period not to exceed 45 calendar days from the
- 4 date the President transmits the special message to
- 5 the Congress.
- 6 "(2) EARLY AVAILABILITY.—The President
- 7 shall terminate the suspension of any targeted tax
- 8 benefit at a time earlier than the time specified if he
- 9 determines that continuation of the suspension will
- 10 not further the purposes of this Act.
- 11 "(e) Extension of 45-Day Period.—The Presi-
- 12 dent may transmit to the Congress not more than one sup-
- 13 plemental special message to extend the period to suspend
- 14 the implementation of any discretionary budget authority,
- 15 item of direct spending, limited tariff benefit, or targeted
- 16 tax benefit, as applicable, by an additional 45 calendar
- 17 days. Any such supplemental message may not be trans-
- 18 mitted to the Congress before the 40th day of the 45-day
- 19 period set forth in the preceding message or later than
- 20 the last day of such period.
- 21 "IDENTIFICATION OF TARGETED TAX BENEFITS
- 22 "Sec. 1014. (a) Statement.—The chairman of the
- 23 Committee on Ways and Means of the House of Rep-
- 24 resentatives and the chairman of the Committee on Fi-
- 25 nance of the Senate acting jointly (hereafter in this sub-
- 26 section referred to as the 'chairmen') shall review any rev-

- 1 enue or reconciliation bill or joint resolution which in-
- 2 cludes any amendment to the Internal Revenue Code of
- 3 1986 that is being prepared for filing by a committee of
- 4 conference of the two Houses, and shall identify whether
- 5 such bill or joint resolution contains any targeted tax ben-
- 6 efits. The chairmen shall provide to the committee of con-
- 7 ference a statement identifying any such targeted tax ben-
- 8 efits or declaring that the bill or joint resolution does not
- 9 contain any targeted tax benefits. Any such statement
- 10 shall be made available to any Member of Congress by
- 11 the chairmen immediately upon request.
- 12 "(b) STATEMENT INCLUDED IN LEGISLATION.—
- 13 "(1) IN GENERAL.—Notwithstanding any other
- rule of the House of Representatives or any rule or
- 15 precedent of the Senate, any revenue or reconcili-
- 16 ation bill or joint resolution which includes any
- amendment to the Internal Revenue Code of 1986
- 18 reported by a committee of conference of the two
- Houses may include, as a separate section of such
- bill or joint resolution, the information contained in
- 21 the statement of the chairmen, but only in the man-
- 22 ner set forth in paragraph (2).
- 23 "(2) APPLICABILITY.—The separate section
- permitted under subparagraph (A) shall read as fol-
- lows: 'Section 1021 of the Congressional Budget and

1	Impoundment Control Act of 1974 shall
2	', with
3	the blank spaces being filled in with—
4	"(A) in any case in which the chairmen
5	identify targeted tax benefits in the statement
6	required under subsection (a), the word 'only'
7	in the first blank space and a list of all of the
8	specific provisions of the bill or joint resolution
9	in the second blank space; or
10	"(B) in any case in which the chairmen de-
11	clare that there are no targeted tax benefits in
12	the statement required under subsection (a),
13	the word 'not' in the first blank space and the
14	phrase 'any provision of this Act' in the second
15	blank space.
16	"(c) Identification in Revenue Estimate.—
17	With respect to any revenue or reconciliation bill or joint
18	resolution with respect to which the chairmen provide a
19	statement under subsection (a), the Joint Committee on
20	Taxation shall—
21	"(1) in the case of a statement described in
22	subsection (b)(2)(A), list the targeted tax benefits in
23	any revenue estimate prepared by the Joint Com-
24	mittee on Taxation for any conference report which
25	accompanies such bill or joint resolution, or

1	"(2) in the case of a statement described in 13
2	subsection (b)(2)(B), indicate in such revenue esti-
3	mate that no provision in such bill or joint resolution
4	has been identified as a targeted tax benefit.
5	"(d) President's Authority.—If any revenue or
6	reconciliation bill or joint resolution is signed into law—
7	"(1) with a separate section described in sub-
8	section (b)(2), then the President may use the au-
9	thority granted in this section only with respect to
10	any targeted tax benefit in that law, if any, identi-
11	fied in such separate section; or
12	"(2) without a separate section described in
13	subsection (b)(2), then the President may use the
14	authority granted in this section with respect to any
15	targeted tax benefit in that law.
16	"TREATMENT OF CANCELLATIONS
17	"Sec. 1015. The cancellation of any dollar amount
18	of discretionary budget authority, item of direct spending,
19	limited tariff benefit, or targeted tax benefit shall take ef-
20	fect only upon enactment of the applicable approval bill.
21	If an approval bill is not enacted into law before the end
22	of the applicable period under section 1013, then all pro-
23	posed cancellations contained in that bill shall be null and
24	void and any such dollar amount of discretionary budget
25	authority, item of direct spending, limited tariff benefit,
26	or targeted tax benefit shall be effective as of the original

date provided in the law to which the proposed cancella-2 tions applied. "REPORTS BY COMPTROLLER GENERAL 3 4 "Sec. 1016. With respect to each special message under this part, the Comptroller General shall issue to the Congress a report determining whether any discretionary 6 7 budget authority is not made available for obligation or item of direct spending, limited tariff benefit, or targeted tax benefit continues to be suspended after the deferral 10 authority set forth in section 1013 of the President has 11 expired. 12 "DEFINITIONS "SEC. 1017. As used in this part: 13 "(1) APPROPRIATION LAW.—The term 'appro-14 15 priation law' means an Act referred to in section 16 105 of title 1, United States Code, including any 17 general or special appropriation Act, or any Act 18 making supplemental, deficiency, or continuing ap-19 propriations, that has been signed into law pursuant 20 to Article I, section 7, of the Constitution of the 21 United States. "(2) APPROVAL BILL.—The term 'approval bill' 22 23 means a bill or joint resolution which only approves 24 proposed cancellations of dollar amounts of discre-25 tionary budget authority, items of new direct spend-

ing, limited tariff benefits, or targeted tax benefits

1	in a special message transmitted by the President
2	under this part and—
3	"(A) the title of which is as follows: 'A bill
4	approving the proposed cancellations trans-
5	mitted by the President on', the blank
6	space being filled in with the date of trans-
7	mission of the relevant special message and the
8	public law number to which the message re-
9	lates;
10	"(B) which does not have a preamble;
11	"(C) which provides only the following
12	after the enacting clause: 'That the Congress
13	approves of proposed cancellations', the
14	blank space being filled in with a list of the
15	cancellations contained in the President's spe-
16	cial message, 'as transmitted by the President
17	in a special message on', the blank
18	space being filled in with the appropriate date,
19	'regarding', the blank space being
20	filled in with the public law number to which
21	the special message relates;
22	"(D) which only includes proposed can-
23	cellations that are estimated by CBO to meet
24	the definition of discretionary budgetary au-
25	thority or items of direct spending, or limited

1	tariff benefits, or that are identified as targeted
2	tax benefits pursuant to section 1014;
3	"(E) if any proposed cancellation other
4	than discretionary budget authority or targeted
5	tax benefits is estimated by CBO to not meet
6	the definition of item of direct spending, then
7	the approval bill shall include at the end: 'The
8	President shall cease the suspension of the im-
9	plementation of the following under section
10	1013 of the Impoundment Control Act of 1974
11	
12	with the list of such proposed cancellations; and
13	"(F) if no CBO estimate is available, then
14	the entire list of legislative provisions proposed
15	by the President is inserted in the second blank
16	space in subparagraph (C).
17	"(3) Calendar day.—The term 'calendar day
18	means a standard 24-hour period beginning at mid-
19	night.
20	"(4) CANCEL OR CANCELLATION.—The terms
21	'cancel' or 'cancellation' means to prevent—
22	"(A) budget authority from having legal
23	force or effect;

1	"(B) in the case of entitlement authority,
2	to prevent the specific legal obligation of the
3	United States from having legal force or effect;
4	"(C) in the case of the food stamp pro-
5	gram, to prevent the specific provision of law
6	that provides such benefit from having legal
7	force or effect;
8	"(D) a limited tariff benefit from having
9	legal force or effect, and to make any necessary,
10	conforming statutory change to ensure that
11	such limited tariff benefit is not implemented;
12	or
13	"(E) a targeted tax benefit from having
14	legal force or effect, and to make any necessary,
15	conforming statutory change to ensure that
16	such targeted tax benefit is not implemented
17	and that any budgetary resources are appro-
18	priately canceled.
19	"(5) Congressional budget office.—The
20	term 'CBO' means the Director of the Congressional
21	Budget Office.
22	"(6) Direct spending.—The term 'direct
23	spending' means—
24	"(A) budget authority provided by law
25	(other than an appropriation law):

1	"(B) entitlement authority; and
2	"(C) the food stamp program.
3	"(7) Amount of discretionary budget au-
4	THORITY.—(A) Except as provided in subparagraph
5	(B), the term 'dollar amount of discretionary budget
6	authority' means the entire dollar amount of budget
7	authority—
8	"(i) specified in an appropriation law,
9	or the entire dollar amount of budget au-
10	thority or obligation limitation required to
11	be allocated by a specific proviso in an ap-
12	propriation law for which a specific dollar
13	figure was not included;
14	"(ii) represented separately in any
15	table, chart, or explanatory text included
16	in the statement of managers or the gov-
17	erning committee report accompanying
18	such law;
19	"(iii) required to be allocated for a
20	specific program, project, or activity in a
21	law (other than an appropriation law) that
22	mandates the expenditure of budget au-
23	thority from accounts, programs, projects,
24	or activities for which budget authority is
25	provided in an appropriation law;

1	"(iv) represented by the product of
2	the estimated procurement cost and the
3	total quantity of items specified in an ap-
4	propriation law or included in the state-
5	ment of managers or the governing com-
6	mittee report accompanying such law; or
7	"(v) represented by the product of the
8	estimated procurement cost and the total
9	quantity of items required to be provided
10	in a law (other than an appropriation law)
11	that mandates the expenditure of budget
12	authority from accounts, programs,
13	projects, or activities for which budget au-
14	thority is provided in an appropriation law.
15	"(B) The term 'dollar amount of discre-
16	tionary budget authority' does not include—
17	"(i) direct spending;
18	"(ii) budget authority in an appro-
19	priation law which funds direct spending
20	provided for in other law;
21	"(iii) any existing budget authority
22	canceled in an appropriation law; or
23	"(iv) any restriction, condition, or lim-
24	itation in an appropriation law or the ac-
25	companying statement of managers or

committee reports on the expenditure of budget authority for an account, program, project, or activity, or on activities involving such expenditure.

- "(8) ITEM OF DIRECT SPENDING.—The term 'item of direct spending' means any provision of law that results in an increase in budget authority or outlays for direct spending relative to the most recent levels calculated consistent with the methodology used to calculate a baseline under section 257 of the Balanced Budget and Emergency Deficit Control Act of 1985 and included with a budget submission under section 1105(a) of title 31, United States Code, in the first year or the 5-year period for which the item is effective. However, such item does not include an extension or reauthorization of existing direct spending, but instead only refers to provisions of law that increase such direct spending.
- "(9) LIMITED TARIFF BENEFIT.—The term 'limited tariff benefit' means any provision of law that modifies the Harmonized Tariff Schedule of the United States in a manner that benefits 10 or fewer entities (as defined in paragraph (12)(B)).
- "(10) OMB.—The term 'OMB' means the Director of the Office of Management and Budget.

1	"(11) Omnibus reconciliation or appro-
2	PRIATION MEASURE.—The term 'omnibus reconcili-
3	ation or appropriation measure' means—
4	"(A) in the case of a reconciliation bill, any
5	such bill that is reported to its House by the
6	Committee on the Budget; or
7	"(B) in the case of an appropriation meas-
8	ure, any such measure that provides appropria-
9	tions for programs, projects, or activities falling
10	within 2 or more section 302(b) suballocations.
11	"(12) TARGETED TAX BENEFIT.—(A) The term
12	'targeted tax benefit' means any revenue-losing pro-
13	vision that provides a Federal tax deduction, credit,
14	exclusion, or preference to ten or fewer beneficiaries
15	(determined with respect to either present law or
16	any provision of which the provision is a part) under
17	the Internal Revenue Code of 1986 in any year for
18	which the provision is in effect;
19	"(B) for purposes of subparagraph (A)—
20	"(i) all businesses and associations
21	that are members of the same controlled
22	group of corporations (as defined in sec-
23	tion 1563(a) of the Internal Revenue Code
24	of 1986) shall be treated as a single bene-
25	ficiary;

1	"(ii) all shareholders, partners, mem-
2	bers, or beneficiaries of a corporation,
3	partnership, association, or trust or estate,
4	respectively, shall be treated as a single
5	beneficiary;
6	"(iii) all employees of an employer
7	shall be treated as a single beneficiary;
8	"(iv) all qualified plans of an em-
9	ployer shall be treated as a single bene-
10	ficiary;
11	"(v) all beneficiaries of a qualified
12	plan shall be treated as a single bene-
13	ficiary;
14	"(vi) all contributors to a charitable
15	organization shall be treated as a single
16	beneficiary;
17	"(vii) all holders of the same bond
18	issue shall be treated as a single bene-
19	ficiary; and
20	"(viii) if a corporation, partnership,
21	association, trust or estate is the bene-
22	ficiary of a provision, the shareholders of
23	the corporation, the partners of the part-
24	nership, the members of the association, or
25	the beneficiaries of the trust or estate shall

1	not also be treated as beneficiaries of such
2	provision;
3	"(C) for the purpose of this paragraph, the
4	term 'revenue-losing provision' means any pro-
5	vision that is estimated to result in a reduction
6	in Federal tax revenues (determined with re-
7	spect to either present law or any provision of
8	which the provision is a part) for any one of the
9	two following periods—
10	"(i) the first fiscal year for which the
11	provision is effective; or
12	"(ii) the period of the five fiscal years
13	beginning with the first fiscal year for
14	which the provision is effective;
15	"(D) the term 'targeted tax benefit' does
16	not include any provision which applies uni-
17	formly to an entire industry; and
18	"(E) the terms used in this paragraph
19	shall have the same meaning as those terms
20	have generally in the Internal Revenue Code of
21	1986, unless otherwise expressly provided.
22	"EXPIRATION
23	"Sec. 1018. This title shall have no force or effect
24	on or after October 1, 2019.

1	"DEFICIT REDUCTION
2	"Sec. 1019. All spending reductions related to this
3	title shall be for deficit reduction.".
4	SEC. 403. TECHNICAL AND CONFORMING AMENDMENTS.
5	(a) Exercise of Rulemaking Powers.—Section
6	904 of the Congressional Budget Act of 1974 (2 U.S.C.
7	621 note) is amended—
8	(1) in subsection (a), by striking "1017" and
9	inserting "1012"; and
10	(2) in subsection (d), by striking "section
11	1017" and inserting "section 1012".
12	(b) Analysis by Congressional Budget Of-
13	FICE.—Section 402 of the Congressional Budget Act of
14	1974 is amended by inserting "(a)" after "402." and by
15	adding at the end the following new subsection:
16	"(b) Upon the receipt of a special message under sec-
17	tion 1011 proposing to cancel any item of direct spending,
18	the Director of the Congressional Budget Office shall pre-
19	pare an estimate of the savings in budget authority or out-
20	lays resulting from such proposed cancellation relative to
21	the most recent levels calculated consistent with the meth-
22	odology used to calculate a baseline under section 257 of
23	the Balanced Budget and Emergency Deficit Control Act
24	of 1985 and included with a budget submission under sec-
25	tion 1105(a) of title 31. United States Code, and transmit

- 1 such estimate to the chairmen of the Committees on the
- 2 Budget of the House of Representatives and Senate.".
- 3 (c) Clerical Amendments.—(1) Section 1(a) of
- 4 the Congressional Budget and Impoundment Control Act
- 5 of 1974 is amended by striking the last sentence.
- 6 (2) Section 1021(c) of such Act (as redesignated) is
- 7 amended is amended by striking "rescinded or that is to
- 8 be reserved" and insert "canceled" and by striking
- 9 "1012" and inserting "1011".
- 10 (3) Table of Contents.—The table of contents set
- 11 forth in section 1(b) of the Congressional Budget and Im-
- 12 poundment Control Act of 1974 is amended by deleting
- 13 the contents for parts B and C of title X and inserting
- 14 the following:

"PART B—LEGISLATIVE LINE-ITEM VETO

- "Sec. 1011. Line-item veto authority.
- "Sec. 1012. Procedures for expedited consideration.
- "Sec. 1013. Presidential deferral authority.
- "Sec. 1014. Identification of targeted tax benefits.
- "Sec. 1015. Treatment of cancellations.
- "Sec. 1016. Reports by Comptroller General.
- "Sec. 1017. Definitions.
- "Sec. 1018. Expiration.
- "Sec. 1019. Deficit reduction.
- "Sec. 1020. Suits by Comptroller General.
- "Sec. 1021. Proposed deferrals of budget authority.".
- 15 (d) Effective Date.—The amendments made by
- 16 this subtitle shall take effect on the date of its enactment
- 17 and apply only to any dollar amount of discretionary budg-
- 18 et authority, item of direct spending, or targeted tax ben-

- 1 efit provided in an Act enacted on or after the date of
- 2 enactment of this Act.

3 SEC. 404. RESCISSION MEASURES CONSIDERED.

- 4 (a) Rules Amendment.—Clause 6(c) of rule XIII
- 5 of the Rules of the House of Representatives is amended
- 6 by inserting before the period ", or a rule or order that
- 7 limits any amendment otherwise in order to a rescission
- 8 bill".
- 9 (b) Automatic Allocations Reductions.—
- 10 Clause 4(b) of rule X of the Rules of the House of Rep-
- 11 resentatives is amended by inserting "(1)" after "(b)", by
- 12 redesignating subparagraphs (1) through (6) as subdivi-
- 13 sions (A) through (F), respectively, and by adding at the
- 14 end the following:
- 15 "(2)(A) Whenever a rescission bill passes the House
- 16 of Representatives, the Committee on the Budget shall im-
- 17 mediately reduce the applicable allocations under section
- 18 302(a) of the Congressional Budget Act of 1974 by the
- 19 total amount of reductions in budget authority and in out-
- 20 lays resulting from such rescission bill.
- 21 "(B) As used in this subparagraph, the term 'rescis-
- 22 sion bill' means a bill or joint resolution which only re-
- 23 scinds, in whole or in part, budget authority and which
- 24 includes only titles corresponding to the most recently en-

- 1 acted appropriation bills that continue to include unobli-
- 2 gated balances.".
- 3 (c) Privileged Discharge Resolutions.—Rule
- 4 XIII of the Rules of the House of Representatives is
- 5 amended by adding at the end the following new clause:
- 6 "8. (a) By February 1, May 1, July 30, and Novem-
- 7 ber 11 of each session, the majority leader shall introduce
- 8 a rescission bill. If such bill is not introduced by that date,
- 9 then whenever a rescission bill is introduced during a ses-
- 10 sion on or after that date, a motion to discharge the com-
- 11 mittee from its consideration shall be privileged after the
- 12 10-legislative day period beginning on that date for the
- 13 first 5 such bills.
- 14 "(b) It shall not be in order to offer any amendment
- 15 to a rescission bill except an amendment that increases
- 16 the amount of budget authority that such bill rescinds.
- 17 "(c) As used in this clause and in clause 6, the term
- 18 'rescission bill' has the meaning given such term in clause
- 19 4(b)(2)(B) of rule X.".
- 20 (d) Point of Order.—Rule XXI of the Rules of the
- 21 House of Representatives (as amended by subsection (d))
- 22 is further amended by adding at the end the following new
- 23 clause:

1	"9. It shall not be in order to consider any rescission
2	bill, or conference report thereon or amendment thereto
3	unless—
4	"(1) in the case of such bill or conference re-
5	port thereon, it is made available to Members and
6	the general public on the Internet for at least 48
7	hours before its consideration; or
8	"(2)(A) in the case of an amendment to such
9	rescission bill made in order by a rule, it is made
10	available to Members and the general public on the
11	Internet within one hour after the rule is filed; or
12	"(B) in the case of an amendment under an
13	open rule, it is made available to Members and the
14	general public on the Internet immediately after
15	being offered; in a format that is searchable and
16	sortable.
17	"(3) No amendment to an amendment to a re-
18	scission bill shall be in order unless germane to the
19	amendment to which it is offered.".
20	TITLE V—BIENNIAL BUDGET
21	DEFICIT REDUCTION
22	SEC. 501. JOINT COMMITTEE ON DEFICIT REDUCTION.
23	(a) Establishment and Composition.—
24	(1) In general.—There is established a Joint
25	Committee on Deficit Reduction (referred to in this

1	Act as the "joint committee") to be composed of 20
2	members as follows:
3	(A) Ten Members of the House of Rep-

- (A) Ten Members of the House of Representatives, including 5 members appointed from the majority party by the Speaker of the House and 5 members from the minority party to be appointed by the minority leader.
- (B) Ten Members of the Senate, including 5 members appointed from the majority party by the majority leader of the Senate and 5 members from the minority party to be appointed by the minority leader.
- (2) Vacancy.—A vacancy in the joint committee shall not affect the power of the remaining members to execute the functions of the joint committee, and shall be filled in the same manner as the original selection.
- (3) AGREEMENT.—No recommendation shall be made by the joint committee except upon the majority vote of the members from each House, respectively.
- (4) Public Meetings.—The joint committee shall hold not fewer than 5 public hearings in preparing legislation as required under section 6002.

(b) Duties.—The joint committee shall be respon-
sible for reporting biennial legislation as provided in sec-
tion 6002.
(c) Resources.—The joint committee may utilize
the resources of the House and Senate.
SEC. 502. BIENNIAL BUDGET DEFICIT REDUCTION LEGISLA-
TION.
(a) AGENCY REPORTS.—Not later than June 1st of
each odd numbered year, the Government Accountability
Office and Congressional Budget Office shall report to the
joint committee—
(1) recommendations for eliminating waste,
fraud, abuse, and ineffective, duplicative, or out-
dated Government programs and recommendations
for streamlining, consolidating, or eliminating waste-
ful Government programs; and
(2) the projected savings of the recommenda-
tions over a 10-year period.
(b) Deficit Reduction Target.—In this section,
the term "deficit reduction target" means 10 percent of
the previous year's budget deficit, not exceeding 5 percent
of the previous year's total outlays and not less than 1
percent of the previous year's total outlays.

(c) Legislation.—

1	(1) Introduction.—Not later than July 15th
2	of each odd numbered year, the chairman or ranking
3	member of the joint committee or their designees
1	shall introduce legislation (referred to in this Act as
5	the "legislation") which shall be referred to the joint
5	committee—

- (A) to eliminate or reduce spending on wasteful, fraudulent, abusive, ineffective, duplicative, or outdated Government programs; and
- (B) that achieves a savings equal to or greater than the deficit reduction target.
- (2) DISCHARGE.—After the legislation is introduced and made public for at least 72 hours, the joint committee shall discharge the legislation not later than 2 weeks after introduction to the House and the Senate and report the legislation with a favorable recommendation, unfavorable recommendation, or no recommendation.
- (3) Consideration.—Once the legislation is discharged from the joint committee, it shall be in order in the House or the Senate, as appropriate, to move to the legislation not later than September 15th of the year of introduction. The legislation shall not be subject to amendment or points of

1	order. Debate on the legislation shall be limited to
2	20 hours in the Senate and 3 hours in the House.

- (4) OTHER HOUSE.—Upon passage of legislation in the House or the Senate under paragraph
 (3), it shall be in order for the other house to move
 to the respective bill not later than September 25th
 with the same rules of debate.
- 8 (5) Veto.—If the legislation is vetoed, both the 9 House and the Senate shall vote on whether to over-10 ride the veto not later than 1 week after the veto.
- 11 (d) Adjustment of Budget Caps.—If legislation
- 12 is enacted pursuant to this title, the Chairmen of the
- 13 House and Senate Committees on the Budget shall reduce
- 14 the appropriate budgetary allocations and levels in the
- 15 most recently enacted budget resolution to reflect the re-
- 16 ductions achieved by such legislation.

17 TITLE VI—PAYGO HONESTY

18 WITH RESPECT TO TRUST

19 **FUNDS**

- 20 SEC. 601. PAYGO AND TRUST FUNDS.
- 21 (a) IN GENERAL.—Any increase in revenues or re-
- 22 duced spending in a Federal trust fund resulting from a
- 23 bill, amendment, resolution, motion, or conference report
- 24 shall—

1	(1) not be counted for purposes of offsetting
2	revenues, receipts, or discretionary spending under
3	the Congressional Budget Act of 1974 or the Statu-
4	tory Pay-As-You-Go Act of 2010; and
5	(2) only be used for the purposes of the Federal
6	trust as provided by law.
7	(b) Intergovernmental Transfers.—Nothing in
8	this section shall impact intergovernmental lending from
9	a Federal trust fund to annual government operations.

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