

Union Calendar No. 600

119TH CONGRESS
2^D SESSION

H. R. 8463

[Report No. 119–688, Part I]

To establish governmentwide requirements for pre-payment fraud prevention actions, to provide the U.S. Treasury appropriate data resources, to facilitate participation in governmentwide anti-fraud data sharing, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

APRIL 23, 2026

Mr. COMER (for himself and Mr. ARRINGTON) introduced the following bill; which was referred to the Committee on Oversight and Government Reform, and in addition to the Committee on Ways and Means, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned

JUNE 8, 2026

Additional sponsors: Mr. GARCIA of California and Mr. CALVERT

JUNE 8, 2026

Reported from the Committee on Oversight and Government Reform with an amendment

[Strike out all after the enacting clause and insert the part printed in *italic*]

JUNE 8, 2026

Committee on Ways and Means discharged; committed to the Committee of the Whole House on the State of the Union and ordered to be printed

[For text of introduced bill, see copy of bill as introduced on April 23, 2026]

A BILL

To establish governmentwide requirements for pre-payment fraud prevention actions, to provide the U.S. Treasury appropriate data resources, to facilitate participation in governmentwide anti-fraud data sharing, and for other purposes.

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

3 **SECTION 1. SHORT TITLE.**

4 *This Act may be cited as the “Pre-Payment Fraud*
 5 *Prevention and Treasury Data Access Act”.*

6 **SEC. 2. PRE-PAYMENT FRAUD PREVENTION REQUIREMENTS**
 7 **FOR AGENCIES.**

8 *(a) ESTABLISHMENT OF PRE-PAYMENT AGENCY RE-*
 9 *SPONSIBILITIES.—*

10 *(1) AMENDMENT.—Chapter 33 of title 31, United*
 11 *States Code, is amended by inserting after section*
 12 *3325 the following:*

13 **“§3325a. Agency duties for fraud and improper pay-**
 14 **ment prevention before the issuance of a**
 15 **payment voucher request**

16 *“(a) MANDATORY ACTIONS BEFORE ISSUING A PAY-*
 17 *MENT VOUCHER.—The head of an agency, or an officer or*
 18 *employee described in section 3325(a)(1(B), may not certify*
 19 *a voucher under section 3325 until the following require-*
 20 *ments are met:*

21 *“(1) Each pre-certification requirement described*
 22 *in subsection (b) for such payment request.*

23 *“(2) Confirmation is provided that the payment*
 24 *complies with any disbursement requirement and in-*

1 *struction, including any pre-certification require-*
2 *ment, published by the Secretary of the Treasury.*

3 *“(3) Confirmation is provided that any other*
4 *appropriate payment, account, and payee validation*
5 *program or service that the Secretary of the Treasury,*
6 *in consultation with the Director, requires to reduce*
7 *fraud and an improper payment resulting in finan-*
8 *cial loss to the Government, including any agency*
9 *evaluation of the fraud-risk indicator of a program*
10 *required under section 3352 and agency procedures*
11 *required under section 3554(b)(1), have been con-*
12 *ducted, in accordance with necessary exceptions for*
13 *statutory, policy, or operational reasons.*

14 *“(b) PAYMENT VERIFICATION PRE-CERTIFICATION RE-*
15 *QUIREMENTS.—Not later than 180 days after the date of*
16 *the enactment of this section, and as needed thereafter, the*
17 *Secretary of the Treasury shall, in consultation with the*
18 *Director of the Office of Management and Budget, issue reg-*
19 *ulations, and guidance as necessary, for the pre-certifi-*
20 *cation requirements of this section, for vouchers certified*
21 *under section 3325, including any deadline for pre-certifi-*
22 *cation information and related records to be submitted to*
23 *the requisite Treasury official and disbursing official under*
24 *subchapter IV of this chapter, before the date of disburse-*

1 *ment in order to allow for sufficient time to meet the re-*
2 *quirements of this section, including the following:*

3 “(1) *Funds are available at the time the obliga-*
4 *tion is incurred and if an obligation is incurred when*
5 *funds are not available, then the agency may not cer-*
6 *tify the payment voucher.*

7 “(2) *The amount of the payment and the name*
8 *of the payee on the payment voucher are correct, in*
9 *conformance with the prescribed standard format.*

10 “(3) *A valid social security number, taxpayer*
11 *identification number, employer identification num-*
12 *ber, individual taxpayer identification number, or*
13 *payee ID number is provided for each payee on the*
14 *voucher, if applicable.*

15 “(4) *The appropriation or fund from which the*
16 *payment will be made is available for the purpose de-*
17 *scribed in the voucher and indicated with the appro-*
18 *priate Treasury Account Symbol or Business Event*
19 *Type Code.*

20 “(5) *A payee is not deceased, if the payment*
21 *would be improperly made to a deceased payee.*

22 “(6) *The account number, if any, provided on*
23 *the payment voucher is held at a financial institution*
24 *and is open, valid, and belongs to the payee or a*
25 *valid designee of the payee.*

1 “(7) *Any other identifier in conformance with*
2 *the payment verification pre-certification require-*
3 *ments established by the Secretary of the Treasury,*
4 *which may include the Procurement Instrument Iden-*
5 *tified and the Federal Award Identification Number.*

6 “(c) *RETURN OF PAYMENT VOUCHER.—The Secretary,*
7 *in consultation with the Director, shall issue guidance and*
8 *establish procedures to authorize the Chief Disbursing Offi-*
9 *cer of the Department of the Treasury, or an agency dis-*
10 *bursing official, to return to the relevant agency certifying*
11 *official, including a notification to the agency, any pay-*
12 *ment or payment voucher issued under section 3325 which*
13 *does not comply with pre-certification verification require-*
14 *ments established under this section as determined by the*
15 *Secretary.*

16 “(d) *AGENCY REQUESTS FOR EXEMPTIONS.—The Sec-*
17 *retary of the Treasury shall include in the regulations*
18 *issued under subsection (b), or in other regulations or guid-*
19 *ance issued under this chapter, a process for agencies to*
20 *request exemptions from some or all of the payment*
21 *verification requirements for specific payments or cat-*
22 *egories of payments under this section, which shall include*
23 *a requirement for the agency to provide a plan and reason-*
24 *able timeframe to remediate the need for the exemption. Any*
25 *approved exemption shall be documented in any related*

1 *payment voucher certified under section 3325 for the dura-*
 2 *tion of the exemption.”.*

3 (2) *TECHNICAL AND CONFORMING AMEND-*
 4 *MENT.—The table of sections for chapter 33 of title*
 5 *31, United States Code, is amended by inserting after*
 6 *the item for section 3325 the following:*

“3325a. Agency duties for fraud and improper payment prevention before the
issuance of a payment voucher request.”.

7 (b) *AMENDMENT TO RESPONSIBILITIES OF AGENCY*
 8 *CERTIFYING OFFICIAL FOR PAYMENT VOUCHERS.—Section*
 9 *3528(a) of title 31, United States Code, is amended—*

10 (1) *in paragraph (2), by inserting after “of this*
 11 *title” the following: “, including pre-certification re-*
 12 *quirement described in section 3325a”;*

13 (2) *by redesignating paragraphs (4) and (5) as*
 14 *paragraphs (5) and (6), respectively; and*

15 (3) *by inserting after paragraph (3) the fol-*
 16 *lowing:*

17 *“(4) Ensuring that—*

18 *“(A) the agency has complied with the re-*
 19 *quirements of section 3325a and subchapter IV*
 20 *of this title; and*

21 *“(B) a covered recipient is in compliance*
 22 *with the reporting requirements under section*
 23 *6107.”.*

1 (c) *PREPAYMENT REQUIREMENTS OF PAYMENT DIS-*
2 *BURSING OFFICIALS.*—Section 3325 of title 31, United
3 *States Code, is amended—*

4 (1) *in subsection (d) by striking “taxpayer iden-*
5 *tifying number of each person” and inserting “infor-*
6 *mation required to be submitted under section*
7 *3325a(b) of each payee”; and*

8 (2) *by adding at the end the following:*

9 “(e)(1) *Before certifying a voucher to a disbursing offi-*
10 *cial, the head of an agency or an officer or employee of*
11 *an agency described in subparagraph (A) or (B) of sub-*
12 *section (a)(1), as applicable, shall take necessary actions*
13 *to accurately disburse payments to the recipients of those*
14 *payments, including by—*

15 “(A) *verifying the accuracy of the bank account*
16 *information to which a payment is to be disbursed,*
17 *to the extent practicable; and*

18 “(B) *comparing the bank account information of*
19 *the proposed recipient to other payment records avail-*
20 *able to the agency, to the extent practicable.*

21 “(2) *The Secretary of the Treasury shall issue guidance*
22 *to carry out this subsection, which may be carried out*
23 *through any guidance issued for section 3325a(b).”.*

24 (d) *ADDITION OF FRAUD PREVENTION INDICATORS TO*
25 *AGENCY IMPROPER PAYMENT RISK ASSESSMENTS.*—

(1) *DEFINITIONS AMENDMENTS.—Section 3351 of title 31, United States Code is amended—*

(A) in paragraph (3)—

(i) in the heading, by striking “INITIATIVE” and inserting “SYSTEM”;

(ii) by striking “Initiative” and inserting “System”; and

(iii) by striking “initiative” and inserting “system”; and

(B) by adding at the end the following (and by redesignating and moving the paragraphs to appear in alphabetical order):

“(9) APPROPRIATE AUTHORIZING AND APPROPRIATIONS COMMITTEES OF CONGRESS.—The term ‘appropriate authorizing and appropriations committees of Congress’ means the following:

“(A) The Committees on Appropriations of the Senate and the House of Representatives.

“(B) The Committee on Homeland Security and Governmental Affairs of the Senate.

“(C) The Committee on Oversight and Government Reform of the House of Representatives.

“(D) The Budget Committee of the House of Representatives and the Committee on the Budget of the Senate.

1 “(D) *Any other relevant congressional com-*
 2 *mittee of jurisdiction.*

3 “(10) *DIRECTOR.*—*The term ‘Director’ means*
 4 *the Director of the Office of Management and Budget.*

5 “(11) *FRAUD-RISK INDICATOR.*—*The term*
 6 *‘fraud-risk indicator’ means an objective data point*
 7 *or analytic signal that indicates an anomalous pay-*
 8 *ment pattern or increase in the volume of a payment*
 9 *amount, a verified data mismatch, network or behav-*
 10 *ioral anomaly, or match identified by the Do Not Pay*
 11 *system and any other payment, account, and payee*
 12 *validation program or service provided by the De-*
 13 *partment of the Treasury that would result in finan-*
 14 *cial loss to the Government.”.*

15 (2) *AMENDMENT.*—*Section 3352(a)(1) of title 31,*
 16 *United States Code, is amended—*

17 (A) *in subparagraph (A), by striking “;*
 18 *and” and inserting a semicolon;*

19 (B) *in subparagraph (B), by striking the*
 20 *period at the end and inserting “; and”; and*

21 (C) *by adding at the end the following:*

22 “(C) *design and apply fraud-risk indicators*
 23 *to the programs identified under paragraph*
 24 *(A).”.*

1 **SEC. 3. TREASURY DO NOT PAY SYSTEM.**

2 (a) *AMENDMENT.*—Section 3354 of title 31, United
3 States Code, is amended—

4 (1) in the heading, by striking “**Initiative**”
5 and inserting “**system**”;

6 (2) in subsection (a)—

7 (A) by amending paragraph (1) to read as
8 follows:

9 “(1) *IN GENERAL.*—The head of each executive
10 agency shall establish and maintain appropriate
11 preaward and prepayment procedures to prevent and
12 recover improper payments, including payments re-
13 sulting in financial loss to the Government, and to
14 prevent financial fraud. Such procedures shall in-
15 clude, at a minimum—

16 “(A) screening all persons or entities that
17 receive, or seek to receive, Federal awards or
18 payments against all appropriate Do Not Pay
19 system data assets, including data assets de-
20 scribed in paragraph (2)(a), and risk tools before
21 an award is made or a payment request is sub-
22 mitted to the disbursing officer in accordance
23 with section 3325a; and

24 “(B) a periodic review of available data as-
25 sets and notification to the Secretary of any data

1 *asset that the agency requires access to, either di-*
2 *rectly or through the Do Not Pay system.”;*

3 *(B) in paragraph (2)—*

4 *(i) by striking “At a minimum and be-*
5 *fore issuing any payment or award, each*
6 *executive agency shall review as appropriate*
7 *the following databases to verify eligibility*
8 *of the payment and award:” and inserting*
9 *the following: “Consistent with the routine*
10 *use authority under section 552a of title 5,*
11 *and subject to the requirements of para-*
12 *graphs (3) and (6), the Secretary shall have*
13 *access to the following data assets for the*
14 *purposes described in paragraph (1):”; and*

15 *(ii) by adding at the end the following:*

16 *“(G) Information made available to such*
17 *head pursuant to a request made under section*
18 *6103(i)(9)(A) of the Internal Revenue Code of*
19 *1986.*

20 *“(H) Information made available to the*
21 *Secretary of Treasury by the Commissioner of*
22 *Social Security pursuant to section 235 of the*
23 *Social Security Act.”; and*

24 *(C) by adding at the end the following:*

1 “(3) *PUBLICATION OF DATA ASSETS; ADDITIONAL*
2 *DATA ASSETS.—*

3 “(A) *PUBLICATION OF DATA ASSETS.—The*
4 *Secretary shall publish and maintain a System*
5 *of Records Notice for the Do Not Pay system that*
6 *identifies each data asset, the routine use author-*
7 *ity under which the data asset is accessed, the*
8 *specific permitted purposes, and the access con-*
9 *trols applicable to each data asset. A data asset*
10 *may not be accessed through the Do Not Pay sys-*
11 *tem before publication of the applicable routine*
12 *use in the System of Records Notice.*

13 “(B) *DESIGNATION.—The Secretary may*
14 *designate additional categories of data assets for*
15 *inclusion in the Do Not Pay system to address*
16 *risks of fraud and improper payments.*

17 “(C) *PRIVACY AND NOTICE.—In designating*
18 *data assets that include personally identifiable*
19 *information, law enforcement sensitive informa-*
20 *tion, or information subject to section 552a of*
21 *title 5, the Secretary shall—*

22 “(i) *act in coordination with the Di-*
23 *rector of the Office of Management and*
24 *Budget; and*

1 “(ii) provide public notice and an op-
2 portunity for comment for not less than 30
3 days prior to designation.

4 “(D) *DATABASE INCLUSION.*—Following
5 designation of a category of data assets under
6 subparagraph (A), the Secretary shall provide
7 public notice and an opportunity for comment
8 for not less than 30 days before adding any spe-
9 cific data asset within such category.

10 “(E) *NON-SENSITIVE DATA.*—Data assets
11 that do not include personally identifiable or law
12 enforcement sensitive information may be added
13 at the discretion of the Secretary without des-
14 ignation if a list of such data sets is disclosed to
15 the public on a public website maintained by the
16 Department of the Treasury.

17 “(4) *TREATMENT OF DATA MATCHING FOR PUR-*
18 *POSES OF AGENCY USE OF DO NOT PAY SYSTEM.*—For
19 purposes of section 552a of title 5, or any other provi-
20 sion of law, a computerized comparison of two or
21 more automated Federal systems of records, or a com-
22 puterized comparison of a Federal system of records
23 with other records or non-Federal records, carried out
24 by the Secretary to verify payments or identify or re-
25 cover improper payments under this section shall not

1 *be considered a matching program if such match-*
2 *based inquiry is conducted in strict adherence to the*
3 *limitations of use under paragraph (5), returns a bi-*
4 *nary verification response, resulting data is not re-*
5 *tained by the agency for more than 30 days in order*
6 *to address the immediate award eligibility or pay-*
7 *ment verification determination, and contains not*
8 *more than 20 discrete record requests at a time for a*
9 *particular agency program.*

10 “(5) *LIMITATION ON USE.*—

11 “(A) *IN GENERAL.*—*Information obtained*
12 *through the Do Not Pay system may be used*
13 *solely for the purposes described in paragraph*
14 *(1), or for Federal or State law enforcement or*
15 *investigative purposes and any officer, employee,*
16 *contractor, subcontractor, or agent of a Federal*
17 *or State entity may not publish, examine for a*
18 *purpose not explicitly authorized under this sec-*
19 *tion, or communicate such information furnished*
20 *in such data assets other than in fulfillment of*
21 *the purposes of this section.*

22 “(B) *IMPLEMENTATION OF SYSTEM.*—*The*
23 *Do Not Pay system shall be implemented in a*
24 *manner to strictly provide match-based queries*
25 *that return only limited responses derived from*

1 the data submitted by any individual described
2 in subparagraph (A) with the minimum data ex-
3 changed in order to conduct the verification
4 match, if—

5 “(i) such responses to match-based que-
6 ries are limited to a confirmation or denial
7 of a match, the level of confidence in a
8 match, the data sources that informed the
9 match, and other administrative metadata
10 or the minimum additional data elements
11 necessary to achieve the purposes described
12 in paragraph (1); and

13 “(ii) any individual described in sub-
14 paragraph (A) may not retrieve, browse,
15 make repeated and tailored match-based in-
16 quiries with the intention of reconstituting
17 the underlying record in another system, or
18 otherwise access any underlying record
19 maintained in the Do Not Pay system
20 under subsection (a)(2) beyond the informa-
21 tion necessary to resolve a match-based
22 query solely for the purposes described in
23 paragraph (1).

1 “(C) *INDIVIDUALS ACCESSING INFORMA-*
2 *TION.—Any individual described in subpara-*
3 *graph (A)—*

4 “(i) *may not take an adverse action*
5 *against any individual based solely upon*
6 *the information obtained under such sub-*
7 *paragraph;*

8 “(ii) *shall take additional independent*
9 *steps to verify the eligibility of a benefit re-*
10 *cipient before taking any adverse action,*
11 *when necessary or appropriate or when re-*
12 *quired by applicable law; and*

13 “(iii) *shall make an independent judg-*
14 *ment regarding the decision to certify a*
15 *payment for disbursement or pursue recov-*
16 *ery of a potentially improper payment.*

17 “(6) *CONFIDENTIALITY MAINTENANCE.—The Sec-*
18 *retary shall maintain, with respect to each data asset*
19 *obtained through the Do Not Pay system, the same*
20 *level of confidentiality required by the law governing*
21 *the source of that data asset. Information obtained*
22 *from a data asset may only be used for purposes for*
23 *which the source statute authorizes disclosure, and ac-*
24 *cess to such information shall be limited to persons*
25 *and entities for whom the source statute authorizes*

1 *access. The Secretary shall document, in the System*
 2 *of Records Notice required under paragraph (2), the*
 3 *specific confidentiality obligations applicable to each*
 4 *data asset and the means by which Treasury ensures*
 5 *compliance.*

6 “(7) *PENALTY FOR UNLAWFUL DISCLOSURE.—*
 7 *Any individual described in paragraph (5)(A) who*
 8 *knowingly and willfully discloses information in vio-*
 9 *lation of paragraph (5) shall be fined not more than*
 10 *\$250,000, imprisoned not more than 5 years, or both.*

11 “(8) *EXCEPTION WHEN PAYMENT OTHERWISE*
 12 *REQUIRED UNDER LAW.—The head of an executive*
 13 *agency may be exempt from the requirements of para-*
 14 *graph (1) if a Federal statute expressly requires that*
 15 *a payment or award be made notwithstanding poten-*
 16 *tial ineligibility, and the agency head notifies the*
 17 *Secretary of the Treasury and the Director of the Of-*
 18 *fice of Management and Budget prior to certification*
 19 *of the payment under section 3325.*

20 “(9) *DEFINITION.—In this section, the term*
 21 *‘data asset’ has the meaning given that term in sec-*
 22 *tion 3502(17) of title 44.’;*

23 (3) *by striking subsections (b) through (c) and*
 24 *inserting the following:*

1 “(b) *ESTABLISHMENT OF SYSTEM.*—*The Secretary of*
 2 *the Treasury shall establish and maintain a Do Not Pay*
 3 *system, which shall be administered and operated by the*
 4 *Fiscal Service of the Department of the Treasury. The Do*
 5 *Not Pay system shall include—*

6 “(1) *the data assets described in subsection*
 7 *(a)(2); and*

8 “(2) *such other data assets as the Secretary of*
 9 *the Treasury may designate, in consultation with the*
 10 *Director of the Office of Management and Budget, to*
 11 *assist agencies in carrying out subsection (a)(1).*

12 “(c) *STATE AND OTHER GOVERNMENTAL USE.*—

13 “(1) *IN GENERAL.*—*Each State and local govern-*
 14 *ment administering a federally funded program, and*
 15 *any contractor, subcontractor, or agent thereof, in-*
 16 *cluding State and local government auditors, shall*
 17 *have access to the Do Not Pay system to review*
 18 *preaward and prepayment data in order to prevent*
 19 *and recover improper payments, including payments*
 20 *resulting in financial loss to the Government, and to*
 21 *prevent financial fraud if procedures are established*
 22 *regarding—*

23 “(A) *the screening of persons or entities that*
 24 *receive, or seek to receive Federal awards or pay-*
 25 *ments against appropriate Do Not Pay system*

1 *data assets, including data assets described in*
2 *subsection (a)(2), and risk tools before an award*
3 *is made or a payment request is submitted to the*
4 *disbursing officer; and*

5 *“(B) periodic review of available data assets*
6 *and notification to the Secretary of any data*
7 *asset that the agency requires access to, either di-*
8 *rectly or through the Do Not Pay system.*

9 *“(2) OTHER GOVERNMENTAL USE.—The judicial*
10 *and legislative branches of the United States (as de-*
11 *finied in section 202(e) of title 18) shall have access*
12 *to the Do Not Pay system strictly for purposes of*
13 *verifying eligibility for payments and preventing*
14 *fraud and improper payments as authorized under*
15 *subsection (a)(1).*

16 *“(3) PRIVACY REQUIREMENTS.—The Secretary,*
17 *in consultation with the Director of the Office of*
18 *Management and Budget, shall issue regulations im-*
19 *plementing this section, including establishing pri-*
20 *vacy and other requirements applicable to such access,*
21 *consistent with section 552a of title 5.*

22 *“(d) QUARTERLY REPORT.—The Secretary shall sub-*
23 *mit to the appropriate authorizing and appropriations*
24 *committees of Congress quarterly reports on the operation*
25 *of the Do Not Pay system, which may be included as part*

1 *of another report submitted to Congress by the Secretary,*
2 *and which shall include the following:*

3 “(1) *Performance measures for monitoring the*
4 *effectiveness of the system in reducing improper pay-*
5 *ments.*

6 “(2) *Information on the frequency of corrections*
7 *and identification of erroneous data.*

8 “(3) *Recommendations for legislative or admin-*
9 *istrative action to enhance the operations of the sys-*
10 *tem.*

11 “(4) *An assessment of agency, State, and local*
12 *compliance with the requirements of this section, in-*
13 *cluding a listing of all memorandums established*
14 *with the head of an agency under subsection (a)(4)*
15 *that documents agency use of the Do Not Pay system.*

16 “(e) *EVALUATION.—Not less than annually, the Eval-*
17 *uation Officer of the agency, as designated under section*
18 *313 of title 5, shall provide the appropriate authorization*
19 *and appropriations committees of Congress an evaluation*
20 *of the Do Not Pay system, including the best available esti-*
21 *mate of the effectiveness of the system in reducing fraud*
22 *and improper payments that lead to financial loss of the*
23 *Government in agency programs on a monthly and regional*
24 *basis for such program. The evaluation shall include an*
25 *analysis of which data sources maintained by the Do Not*

1 *Pay system are attributed to identifying or reducing in-*
 2 *stances of likely fraudulent or improper payments by count*
 3 *and total dollar savings value to the Government.*

4 “(f) *CONTINUITY AND TRANSITION.*—

5 “(1) *CONTINUATION OF PREVIOUS SYSTEM IF*
 6 *NECESSARY.*—*The Do Not Pay initiative in effect on*
 7 *the day before the date of the enactment of this section*
 8 *shall continue as necessary to support implementa-*
 9 *tion of the Do Not Pay system.*

10 “(2) *GUIDANCE, RULES, AND PROCEDURES.*—
 11 *Guidance, rules, and procedures in effect before the*
 12 *date of the enactment of this section shall remain in*
 13 *effect until modified by the Secretary or the Director*
 14 *of the Office of Management and Budget.*

15 “(3) *RULES OF CONSTRUCTION.*—*Nothing in this*
 16 *subsection may be construed—*

17 “(A) *except as specifically provided in sub-*
 18 *section (a)(4), to modify or supersede the re-*
 19 *quirements of section 552a of title 5, including*
 20 *the requirements for notice in section 552a(e)(12)*
 21 *and for due process rights of an individual*
 22 *under section 552a(p); or*

23 “(B) *to limit any authority of an Inspector*
 24 *General under applicable law.”;*

25 *(4) in subsection (d)—*

1 (A) in paragraph (1)(C)—

2 (i) in clause (i), by striking “3 years”

3 and inserting “5 years”; and

4 (ii) in clause (ii), by striking “3

5 years” and inserting “5 years”;

6 (B) by redesignating paragraphs (2)

7 through (4) as paragraphs (3) through (5), re-

8 spectively; and

9 (C) by inserting after paragraph (1) the fol-
10 lowing:

11 “(2) VOLUNTARY EXPEDITED PROCESS FOR COM-
12 PUTER MATCHING BY EXECUTIVE AGENCIES FOR PUR-
13 POSES OF USING THE DO NOT PAY SYSTEM.—

14 “(A) IN GENERAL.—In accordance with sec-
15 tion 552a of title 5 (commonly known as the
16 ‘Privacy Act of 1974’), the head of each executive
17 agency may enter into an expedited process for
18 establishing a computer matching agreement
19 with the head of another executive agency for the
20 purposes of ongoing and automated data match-
21 ing with the Do Not Pay system for purposes
22 under this section in order to assist in the detec-
23 tion and prevention of fraudulent and improper
24 payments.

1 “(B) *REQUIREMENT FOR USE OF TREASURY*
2 *COMPUTER MATCHING AGREEMENT TEMPLATE.*—
3 *Not later than 90 days after the effective date of*
4 *this section, the Secretary of the Treasury, in*
5 *consultation with the Director of the Office of*
6 *Management and Budget, shall establish a stand-*
7 *ard computer matching agreement template for*
8 *the Do Not Pay system which shall authorize an*
9 *agency that adopts the standard template to be*
10 *deemed to have satisfied the requirements of sec-*
11 *tion 552a(o) of title 5 upon execution of the*
12 *agreement without the need for review by a Data*
13 *Integrity Board established under section*
14 *552a(u) of title 5.*

15 “(C) *REQUIREMENT FOR FEDERAL RECORD*
16 *NOTICES AND PUBLICATION.*—*The standard com-*
17 *puter matching agreement template described*
18 *under paragraph (B), and any future modifica-*
19 *tion to the template, shall be published in the*
20 *Federal Register by the Secretary of the Treas-*
21 *ury 30-days prior to putting any such template*
22 *or modification of such template into effect. On*
23 *a quarterly basis the Secretary of the Treasury*
24 *shall publish in the Federal Register a consoli-*
25 *dated listing of each computer matching agree-*

1 *ment using the standardized template under*
2 *paragraph (B) and maintain on a publicly*
3 *available website all active computer matching*
4 *agreements using such template or the process*
5 *under paragraph (1) that shall include the agen-*
6 *cy name, data assets covered, authorized pur-*
7 *poses, and date of the agreement. The consoli-*
8 *dated quarterly listing under this subparagraph*
9 *shall satisfy the matching program notice re-*
10 *quirements of section 552a(e)(12) of title 5 for*
11 *each computer matching agreement using the*
12 *standardized template under paragraph (B), and*
13 *no separate Federal Register publication under*
14 *section 552a(e)(12) shall be required of any*
15 *agency participating in such an agreement.*

16 *“(D) TERMINATION DATE.—An agreement*
17 *under this paragraph—*

18 *“(i) shall have a termination date of*
19 *less than 5 years; and*

20 *“(ii) during the 3-month period ending*
21 *on the date on which the agreement is*
22 *scheduled to terminate, may be renewed by*
23 *each executive agency that entered into the*
24 *agreement for not more than 5 years if the*
25 *head of the agency attests to the Secretary*

1 *of the Treasury and the Director of the Of-*
 2 *fice of Management and Budget that the*
 3 *agreement is not being modified.*

4 “(E) *REQUIREMENT FOR OMB GUIDANCE.*—
 5 *Not later than 60 days after the effective date of*
 6 *this section, the Director of the Office of Manage-*
 7 *ment and Budget, in consultation with the Sec-*
 8 *retary of the Treasury, shall issue guidance to*
 9 *implement this paragraph.*

10 “(F) *MULTIPLE AGENCIES.*—*For purposes*
 11 *of this paragraph, section 552a(o)(1) of title 5*
 12 *shall be applied by substituting ‘between the*
 13 *source agency and the recipient agency or non-*
 14 *Federal agency or an agreement governing mul-*
 15 *tiple agencies’ for ‘between the source agency and*
 16 *the recipient agency or non-Federal agency’ in*
 17 *the matter preceding subparagraph (A).’; and*
 18 *(5) by striking subsection (e).*

19 (b) *TECHNICAL AND CONFORMING AMENDMENT.*—*The*
 20 *item relating to section 3354 in the table of sections for*
 21 *chapter 33 of title 31, United States Code, is amended, by*
 22 *striking “Initiative” and inserting “system”.*

1 **SEC. 4. SINGLE REPORT ON FIRST TIME USE OF FUNDS BY**
 2 **RECIPIENT.**

3 *(a) ESTABLISHMENT OF POST-AWARD SINGLE REPORT*
 4 *REQUIREMENT ON FIRST-TIME USE OF FUNDS BY RECIPI-*
 5 *ENT OF FEDERAL AWARD.—Chapter 61 of title 31, United*
 6 *States Code, is amended by adding at the end the following:*
 7 **“§ 6107. Single report on first time use of funds by re-**
 8 **ipient**

9 *“(a) FEDERAL AWARD REPORTING REQUIREMENT.—*
 10 *The head of each agency that administers a covered award*
 11 *shall require each covered recipient to, as a condition of*
 12 *receiving amounts under such award, submit to the head*
 13 *of the agency, not later than 180 days after the receipt of*
 14 *such award unless a deadline exception may be applied*
 15 *pursuant to regulations promulgated under*
 16 *subsection (b), a one-time report on the use of such amounts*
 17 *that—*

18 *“(1) includes any content required to be included*
 19 *in such report pursuant to subsection (b); and*

20 *“(2) is in the format required under such sub-*
 21 *section.*

22 *“(b) GOVERNMENTWIDE REPORT REGULATIONS AND*
 23 *GUIDANCE.—*

24 *“(1) CONTENTS AND FORMAT OF REPORT.—*

25 *“(A) PROMULGATION.—Not later than 1*
 26 *year after the date of the enactment of this sec-*

tion, the Director, in coordination with the Secretary of the Treasury and the standard-setting agency designated under section 6402(a)(1), shall promulgate regulations, and any clarifying guidance as may be necessary, to establish governmentwide requirements for the content and format of the report described under subsection (a).

“(B) *UPDATES.*—Any guidance or regulation promulgated under subparagraph (A) shall be updated as necessary, but in any case, shall be updated not less often than once every 5 years.

“(2) *REPORT MINIMUM REQUIREMENTS.*—The regulations and any clarifying guidance promulgated under paragraph (1), shall at a minimum—

“(A) enable the head of an awarding agency to determine whether amounts provided under a covered award are being used by the recipient required to submit the report, and any sub-recipient or sub-grantee thereof, for the intended purpose of the program, as set forth in statute, regulation, or policies and procedures of the agency;

“(B) enable fraud prevention, detection, investigation, and mitigation, in future awards of Federal funds to the recipient required to submit the report by identifying relevant fraud-risk in-

1 *dicators that would require a referral for inves-*
2 *tigation and criminal referral to the appropriate*
3 *entity of the Federal Government, including any*
4 *identified effort by a recipient to defraud the*
5 *Federal Government or violate sections 3729*
6 *through 3731 of title 31 (commonly referred to as*
7 *the ‘False Claims Act’);*

8 *“(C) ensure that any sub-recipient or sub-*
9 *grantee, at any level, of the recipient required to*
10 *submit the report provide to such recipient such*
11 *information as may be necessary to enable aggre-*
12 *gate reporting on the covered award by the re-*
13 *cipient;*

14 *“(D) require the heads of agencies to apply*
15 *the governmentwide data standards established*
16 *under chapter 64 with respect to the format and*
17 *content of the report required to be submitted;*

18 *“(E) align with the Federal award report-*
19 *ing requirements and data standards under the*
20 *Federal Funding Accountability and Trans-*
21 *parency Act of 2006 (Public Law 109–282; 31*
22 *U.S.C. 6101 note), to the maximum extent prac-*
23 *ticable;*

1 “(F) reduce recipient and agency reporting
2 burdens by avoiding duplication in recipient re-
3 porting obligations, to the extent practicable; and

4 “(G) provide clarification for agencies to
5 apply a reporting deadline exception under sub-
6 section (a)(1), which may be made for an entire
7 program or type of covered award, beyond 180
8 days when the use of the covered funds by the
9 covered recipient takes place more than 180 days
10 after a receipt of such covered award.

11 “(c) AGENCY REQUIREMENTS.—In accordance with
12 the regulations and any clarifying guidance promulgated
13 under subsection (b), the head of an agency that administers
14 a covered award shall—

15 “(1) update the terms and conditions of Federal
16 awards in the agency programs to implement sub-
17 section (a) for covered recipients;

18 “(2) include a summary of the post-award re-
19 porting requirements established under subsection (a),
20 including the required content and reporting format,
21 in the Notice of Funding Opportunity (which has the
22 meaning given the term in section 200.1 of title 2,
23 Code of Federal Regulations) for Federal financial as-
24 sistance (as defined under section 7501 of this title)

1 *in order to assist applicants for such assistance in*
2 *understanding post-award reporting obligations;*

3 *“(3) to the maximum extent practicable—*

4 *“(A) provide user-friendly and plain lan-*
5 *guage directives for covered recipients to fulfill*
6 *their reporting obligation under subsection (a);*
7 *and*

8 *“(B) use existing post-award reporting re-*
9 *quirements to reduce the burden of cumulative*
10 *post-award reporting; and*

11 *“(4) establish procedures within the agency to*
12 *identify covered recipients that are not in compliance*
13 *with the reporting requirement under subsection (a).*

14 *“(d) NONCOMPLIANCE.—For a case in which a covered*
15 *recipient does not submit the report required by subsection*
16 *(a), the awarding agency shall—*

17 *“(1) provide a timely written notice of non-*
18 *compliance to the recipient that—*

19 *“(A) clearly states the reason for non-*
20 *compliance;*

21 *“(B) notifies the recipient of the obligation*
22 *of the agency to cease further disbursements to*
23 *the entity until the covered recipient is in com-*
24 *pliance; and*

1 “(C) provides clear instructions to the cov-
2 ered recipient on how to come back into compli-
3 ance; and

4 “(2) prevent a payment voucher from being
5 issued under section 3325 for a payment to such re-
6 cipient for funds related to the particular program for
7 which the report was required, until such report is
8 submitted.

9 “(e) AVAILABILITY OF REPORT.—Each report sub-
10 mitted under subsection (a) shall be—

11 “(1) kept on file by the agency for a period of
12 not less than 5 years after the date on the conclusion
13 of the duration of the award; and

14 “(2) made available upon request to—

15 “(A) the Director;

16 “(B) the Secretary of the Treasury;

17 “(C) the Attorney General;

18 “(D) the Inspector General of the agency
19 concerned; and

20 “(E) the appropriate congressional commit-
21 tees.

22 “(f) USE OF INFORMATION INCLUDED IN REPORT.—
23 Information included in the report required by subsection
24 (a) shall be used by the agency in support of improper pay-

1 *ment activities of the agency under section 3352 as appro-*
 2 *priate and applicable.*

3 “(g) *DEFINITIONS.—In this section:*

4 “(1) *APPROPRIATE CONGRESSIONAL COMMIT-*
 5 *TEES.—The term ‘appropriate congressional commit-*
 6 *tees’ means—*

7 “(A) *the Committees on Appropriations of*
 8 *the Senate and the House of Representatives;*

9 “(B) *the Committee on Homeland Security*
 10 *and Governmental Affairs of the Senate;*

11 “(C) *the Committee on Oversight and Gov-*
 12 *ernment Reform of the House of Representatives;*
 13 *and*

14 “(D) *any other relevant congressional com-*
 15 *mittee of jurisdiction.*

16 “(2) *COVERED AWARD.—The term ‘covered*
 17 *award’ means a Federal award (as defined under sec-*
 18 *tion 7501) in an amount not less than \$50,000 (based*
 19 *on fiscal year 2027 constant dollars).*

20 “(3) *COVERED RECIPIENT.—The term ‘covered*
 21 *recipient’ means any entity, including any State, the*
 22 *District of Columbia, and any territory or possession*
 23 *of the United States, including a pass-through entity*
 24 *(as defined under section 7501), that receives the cov-*

1 *ered award from a particular agency program for the*
 2 *first time in that program’s existence.*

3 *“(4) FRAUD-RISK INDICATOR.—The term ‘fraud-*
 4 *risk indicator’ means an objective data point or ana-*
 5 *lytic signal that indicates an anomalous payment*
 6 *pattern or increase in the volume of a payment*
 7 *amount, a verified data mismatch, network or behav-*
 8 *ioral anomaly, or match identified by the Do Not Pay*
 9 *system and any other payment, account, and payee*
 10 *validation program or service provided by the De-*
 11 *partment of the Treasury that would result in finan-*
 12 *cial loss to the government.”.*

13 *(b) TECHNICAL AND CONFORMING AMENDMENT.—The*
 14 *table of sections for chapter 61 of title 31, United States*
 15 *Code, is amended, by adding at the end the following:*

“6107. Single report on first time use of funds by recipient.”.

16 *(c) CLARIFICATION OF APPLICATION OF FIRST RE-*
 17 *PORTING DEADLINE.—The report required under subsection*
 18 *(a) of section 6107 of title 31, United States Code, as added*
 19 *by subsection (a), shall apply to a covered award made dur-*
 20 *ing the fiscal year following the promulgation of regulations*
 21 *or guidance by the Director under subsection (b)(1)(A) of*
 22 *such section.*

1 **SEC. 5. UNITED STATES TREASURY DATA ACCESS FOR PUR-**
2 **POSES OF PROGRAM INTEGRITY.**

3 *(a) PRIVACY-PRESERVING VALIDATION OF SELECT TAX*
4 *INFORMATION.—*

5 *(1) IN GENERAL.—Section 6103(i) of the Inter-*
6 *nal Revenue Code of 1986 is amended by adding at*
7 *the end the following new paragraph:*

8 *“(9) DISCLOSURE OF CERTAIN RETURN INFOR-*
9 *MATION FOR USE IN THE DO NOT PAY WORKING SYS-*
10 *TEM.—*

11 *“(A) IN GENERAL.—Upon execution of a*
12 *written intra agency agreement between the In-*
13 *ternal Revenue Service and the office of the De-*
14 *partment of the Treasury that operates the Do*
15 *Not Pay system described in section 3354(c) of*
16 *title 31, United States Code, the Secretary may*
17 *disclose to any authorized individual return in-*
18 *formation described in subparagraph (C) with*
19 *respect to an individual taxpayer for the appli-*
20 *cable period described in subparagraph (D) for*
21 *the limited purpose described in subparagraph*
22 *(E). The Secretary may further authorize the re-*
23 *disclosure of such return information by an au-*
24 *thorized person, subject to such terms, conditions,*
25 *and safeguards as the Secretary determines ap-*
26 *propriate, to other authorized persons described*

1 *in subparagraph (B) solely for the limited pur-*
2 *pose described in subparagraph (E). The Sec-*
3 *retary shall disclose or permit the redisclosure of*
4 *such return information only to the extent nec-*
5 *essary and for the purpose of the Do Not Pay*
6 *system assisting an authorized individual to*
7 *identify, prevent, and recover improper pay-*
8 *ments.*

9 *“(B) AUTHORIZED INDIVIDUAL.—For pur-*
10 *poses of this paragraph, the term ‘authorized in-*
11 *dividual’ means—*

12 *“(i) an officer, employee, agent, or con-*
13 *tractor of the Department of Treasury,*
14 *whose official duties require access to the Do*
15 *Not Pay system for the purpose of facili-*
16 *tating the identification, prevention, or re-*
17 *covery of improper payments, or*

18 *“(ii) an officer, employee, or contractor*
19 *of an entity authorized to access the Do Not*
20 *Pay system for the purposes described in*
21 *subparagraph (E).*

22 *“(C) RETURN INFORMATION.—The return*
23 *information that may be disclosed under this*
24 *paragraph is limited to—*

25 *“(i) taxpayer identity, and*

1 “(ii) any reported identity theft related
2 to the taxpayer identification number.

3 “(D) *APPLICABLE PERIOD.*—For purposes
4 of this paragraph, the term ‘applicable period’
5 means, with respect to any individual taxpayer,
6 the period—

7 “(i) consisting of the number of taxable
8 years specified in the agreement entered
9 under subparagraph (A), except that such
10 period shall not be fewer than 3 taxable
11 years, and

12 “(ii) ending with the most recent tax-
13 able year for which the information de-
14 scribed in subparagraph (C) is available.

15 “(E) *LIMITATION ON USE OF INFORMA-*
16 *TION.*—Information disclosed under this sub-
17 paragraph shall be solely for the use of the au-
18 thorized persons to whom such information is
19 disclosed and solely for the purpose of detecting,
20 preventing, and recovering improper payments.”.

21 (2) *CONFORMING AMENDMENTS.*—

22 (A) Section 6103(a)(3) of the Internal Rev-
23 enue Code of 1986 is amended by inserting “sub-
24 section (i)(9),” after “subsection (e)(1)(D)(iii),”.

1 (B) Section 6103(p)(4) of such Code is
2 amended—

3 (i) in the matter preceding subpara-
4 graph (A)—

5 (I) by striking “or (7),” and in-
6 serting “(7), or (9),”; and

7 (II) by striking “or (7)(A)(ii),”
8 and inserting “(7)(A)(ii), or (9),”;
9 (ii) in subparagraph (F)(i), by insert-
10 ing “; or (9)” after “(i)(3)(B)(i);” and

11 (iii) in the matter preceding subclause
12 (I) of subparagraph (F)(ii), by striking “(5)
13 or (7),” and inserting “(5), (7), or (9),”.

14 (C) Section 7213(a)(2) of such Code is
15 amended by striking “or (7)(A)(ii),” and insert-
16 ing “(7)(A)(ii), or (9),”.

17 (3) *EFFECTIVE DATE.*—The amendments made
18 by this subsection shall apply to any disclosure made
19 after the effective date of this Act.

20 (b) *ACCESS TO SOCIAL SECURITY INFORMATION.*—
21 Title II of the Social Security Act (42 U.S.C. 401 et seq.)
22 is amended by adding at the end the following new section:

1 **“SEC. 235. DISCLOSURE OF INFORMATION FOR DO NOT PAY**
2 **SYSTEM.**

3 “(a) *The Commissioner of Social Security shall enter*
4 *into an agreement with the Secretary of the Treasury (or*
5 *his designee) under which—*

6 “(1) *the Commissioner establishes a reliable, se-*
7 *cure method, which compares the name and social se-*
8 *curity account number provided in an inquiry*
9 *against such information maintained by the Commis-*
10 *sioner in order to confirm (or not confirm, including*
11 *the reason for the nonconfirmation) the validity of the*
12 *information provided;*

13 “(2) *appropriate safeguards are included to as-*
14 *sure that the confirmation (or nonconfirmation) is*
15 *used solely for the use of the authorized persons to*
16 *whom such information is disclosed and solely for the*
17 *purpose of using the Do No Pay system to identify,*
18 *prevent, and recover improper payments, and any re-*
19 *disclosure shall be subject to the provisions of section*
20 *3354 of title 31, United States Code; and*

21 “(3) *the Secretary shall pay the Commissioner of*
22 *Social Security the full costs (including systems and*
23 *administrative costs) of providing the confirmation*
24 *described in paragraph (1).*

25 “(b) *For purposes of this paragraph the term ‘author-*
26 *ized person’ means—*

1 “(1) an officer, employee, contractor, or agent of
2 the Department of Treasury, whose official duties re-
3 quire access to the Do Not Pay system, or

4 “(2) an officer, employee, or contractor of an-
5 other Federal agency, or a State agency that manages
6 Federally funded State-administered programs, whose
7 official duties require access to the Do Not Pay sys-
8 tem.”.

9 **SEC. 6. EFFECTIVE DATE.**

10 *This Act and the amendments made by this Act shall*
11 *take effect on the date that is 180 days after the date of*
12 *the enactment of this Act.*

Union Calendar No. 600

119TH CONGRESS
2D Session

H. R. 8463

[Report No. 119-688, Part I]

A BILL

To establish governmentwide requirements for pre-payment fraud prevention actions, to provide the U.S. Treasury appropriate data resources, to facilitate participation in governmentwide anti-fraud data sharing, and for other purposes.

JUNE 8, 2026

Reported from the Committee on Oversight and
Government Reform with an amendment

JUNE 8, 2026

Committee on Ways and Means discharged; committed to
the Committee of the Whole House on the State of the
Union and ordered to be printed