

105TH CONGRESS
1ST SESSION

H. R. 671

To prohibit the use of certain assistance provided under the Housing and Community Development Act of 1974 and the Housing and Community Development Act of 1992 for employment relocation activities.

IN THE HOUSE OF REPRESENTATIVES

FEBRUARY 11, 1997

Mr. BARRETT of Wisconsin (for himself, Mr. KLECZKA, Mr. FRANK of Massachusetts, Mr. PETRI, Mr. ROHRABACHER, Mr. HINCHEY, Mr. BEREUTER, Mr. SANDERS, Mr. GUTIERREZ, Mr. FOGLIETTA, and Mr. LUTHER) introduced the following bill; which was referred to the Committee on Banking and Financial Services

A BILL

To prohibit the use of certain assistance provided under the Housing and Community Development Act of 1974 and the Housing and Community Development Act of 1992 for employment relocation activities.

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 “Prohibition of Incen-
5 tives for Relocation Act of 1997”.

1 **SEC. 2. PROHIBITION OF USE OF CDBG GRANTS FOR EM-**
2 **PLOYMENT RELOCATION ACTIVITIES.**

3 Section 105 of the Housing and Community Develop-
4 ment Act of 1974 (42 U.S.C. 5305) is amended by adding
5 at the end the following new subsection:

6 “(h) PROHIBITION OF USE OF ASSISTANCE FOR EM-
7 PLOYMENT RELOCATION ACTIVITIES.—Notwithstanding
8 any other provision of law, no amount for a grant under
9 section 106 made in fiscal year 1997 or any succeeding
10 fiscal year may be used for any activity (including any in-
11 frastructure improvement) that is intended, or is likely,
12 to facilitate the relocation or expansion of any industrial
13 or commercial plant, facility, or operation, from one area
14 to another area, if the relocation or expansion will result
15 in a loss of employment in the area from which the reloca-
16 tion or expansion occurs.”.

17 **SEC. 3. PROHIBITION OF USE OF CDBG SPECIAL PURPOSE**
18 **GRANTS FOR EMPLOYMENT RELOCATION AC-**
19 **TIVITIES.**

20 Section 107 of the Housing and Community Develop-
21 ment Act of 1974 (42 U.S.C. 5307) is amended by adding
22 at the end the following new subsection:

23 “(g) PROHIBITION OF USE OF ASSISTANCE FOR EM-
24 PLOYMENT RELOCATION ACTIVITIES.—Notwithstanding
25 any other provision of law, no amount from a grant made
26 under this section in fiscal year 1997 or any succeeding

1 fiscal year may be used for any activity (including any in-
 2 frastructure improvement) that is intended, or is likely,
 3 to facilitate the relocation or expansion of any industrial
 4 or commercial plant, facility, or operation, from one area
 5 to another area, if the relocation or expansion will result
 6 in a loss of employment in the area from which the reloca-
 7 tion or expansion occurs.”.

8 **SEC. 4. PROHIBITION OF USE OF CDBG LOAN GUARANTEES**
 9 **FOR EMPLOYMENT RELOCATION ACTIVITIES.**

10 Section 108 of the Housing and Community Develop-
 11 ment Act of 1974 (42 U.S.C. 5308) is amended by insert-
 12 ing after subsection (h) the following new subsection:

13 “(i) PROHIBITION OF USE OF ASSISTANCE FOR EM-
 14 PLOYMENT RELOCATION ACTIVITIES.—Notwithstanding
 15 any other provision of law, no amount obtained under an
 16 obligation guaranteed under this section in fiscal year
 17 1997 or any succeeding fiscal year may be used for any
 18 activity (including any infrastructure improvement) that
 19 is intended, or is likely, to facilitate the relocation or ex-
 20 pansion of any industrial or commercial plant, facility, or
 21 operation, from one area to another area, if the relocation
 22 or expansion will result in a loss of employment in the
 23 area from which the relocation or expansion occurs.”.

1 **SEC. 5. PROHIBITION OF USE OF CDBG ECONOMIC DEVEL-**
2 **OPMENT GRANTS FOR EMPLOYMENT RELO-**
3 **CATION ACTIVITIES.**

4 Section 108(q) of the Housing and Community De-
5 velopment Act of 1974 (42 U.S.C. 5308(q)) is amended
6 by adding at the end the following new paragraph:

7 “(5) PROHIBITION OF USE OF ASSISTANCE FOR
8 EMPLOYMENT RELOCATION ACTIVITIES.—Notwith-
9 standing any other provision of law, no amount from
10 a grant made under this subsection in fiscal year
11 1997 or any succeeding fiscal year may be used for
12 any activity (including any infrastructure improve-
13 ment) that is intended, or is likely, to facilitate the
14 relocation or expansion of any industrial or commer-
15 cial plant, facility, or operation, from one area to an-
16 other area, if the relocation or expansion will result
17 in a loss of employment in the area from which the
18 relocation or expansion occurs.”.

19 **SEC. 6. PROHIBITION OF USE OF ASSISTANCE PROVIDED**
20 **UNDER COMMUNITY INVESTMENT CORPORA-**
21 **TION DEMONSTRATION ACT FOR EMPLOY-**
22 **MENT RELOCATION ACTIVITIES.**

23 Section 853(b) of the Housing and Community De-
24 velopment Act of 1992 (42 U.S.C. 5305 note) is amend-
25 ed—

1 (1) by redesignating paragraph (16) as para-
2 graph (17); and

3 (2) by inserting after paragraph (15) the fol-
4 lowing new paragraph:

5 “(16) PROHIBITION OF USE OF ASSISTANCE
6 FOR EMPLOYMENT RELOCATION ACTIVITIES.—Not
7 withstanding any other provision of law, no amount
8 from assistance provided under this subsection in
9 fiscal year 1997 or any succeeding fiscal year may
10 be used for any activity (including any infrastruc-
11 ture improvement) that is intended, or is likely, to
12 facilitate the relocation or expansion of any indus-
13 trial or commercial plant, facility, or operation, from
14 one area to another area, if the relocation or expan-
15 sion will result in a loss of employment in the area
16 from which the relocation or expansion occurs.”.

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