112TH CONGRESS 1ST SESSION

S. 1476

To reduce the size of the Federal workforce and Federal employee costs relating to pay, bonuses, and travel expenses.

IN THE SENATE OF THE UNITED STATES

August 2, 2011

Mr. Hatch (for himself and Mr. Coburn) introduced the following bill; which was read twice and referred to the Committee on Homeland Security and Governmental Affairs

A BILL

To reduce the size of the Federal workforce and Federal employee costs relating to pay, bonuses, and travel expenses.

- 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 "Federal Workforce Re-
- 5 duction and Reform Act of 2011".
- 6 SEC. 2. FREEZE ON PAY AND BONUSES OF FEDERAL EM-
- 7 PLOYEES.
- 8 (a) Extension of Pay Freeze for Federal Em-
- 9 PLOYEES TO 3 YEARS.—Section 147 of the Continuing

1	Appropriations Act, 2011 (Public Law 111–242) is
2	amended—
3	(1) in subsection $(b)(1)$, by striking "December
4	31, 2012" and inserting "December $31, 2014$ "; and
5	(2) in subsection (e), by striking "December 31,
6	2012" and inserting "December 31, 2014".
7	(b) 3-Year Freeze on Bonuses.—
8	(1) Definitions.—In this subsection—
9	(A) the term "agency" has the meaning
10	given under section 4501(1) of title 5, United
11	States Code; and
12	(B) the term "employee" has the meaning
13	given under section 4501(2) of title 5, United
14	States Code.
15	(2) Freeze on Bonuses.—Notwithstanding
16	any other provision of law, during each of fiscal
17	years 2012, 2013, and 2014, no agency may pay any
18	bonus (including any recruitment or retention
19	bonus) or any cash award (including any perform-
20	ance-based cash award under section 4505a of title
21	5, United States Code, or any similar provision of
22	law) to any employee.
23	SEC. 3. REDUCTION IN FEDERAL WORKFORCE.
24	(a) Definitions.—In this section—

1	(1) the term "agency" means an Executive
2	agency as defined under section 105 of title 5,
3	United States Code, excluding the Government Ac-
4	countability Office;
5	(2) the term "Federal employee" means an em-
6	ployee as defined under section 2105 of title 5,
7	United States Code; and
8	(3) the term "total number of Federal employ-
9	ees" means the total number of Federal employees
10	in all agencies.
11	(b) LIMITATION.—The President, through the Office
12	of Management and Budget (in consultation with the Of-
13	fice of Personnel Management), shall take appropriate
14	measures to ensure that, effective beginning in fiscal year
15	2022, the total number of Federal employees shall not ex-
16	ceed 85 percent of the total number of Federal employees
17	on September 30, 2011.
18	(c) Monitoring and Notification.—The Office of
19	Management and Budget (in consultation with the Office
20	of Personnel Management)—
21	(1) shall continuously monitor all agencies and
22	make a determination, as of September 30, 2011,
23	and the last day of each quarter of each fiscal year
24	beginning thereafter, as to whether or not the total

- number of Federal employees exceeds the maximum
 number allowable under subsection (b); and
- (2) whenever a determination under paragraph
 (1) is made that the total number of Federal employees exceeds the maximum number allowable
 under subsection (b), shall provide written notice to
 that effect to the President and Congress within 14
 days after the last day of the quarter to which such
 determination relates.
- 10 (d) COMPLIANCE.—Whenever, with respect to the quarter ending on September 30, 2021, or any subsequent 12 quarter, the Office of Management and Budget provides written notice under subsection (c)(2) that the total number of Federal employees exceeds the maximum number 14 15 allowable under subsection (b), no agency may thereafter appoint any employee to fill any vacancy within such agen-16 17 cy until the Office of Management and Budget provides written notice to the President and Congress of a determination under subsection (c)(1) that the total number 19 20 of Federal employees no longer exceeds the maximum 21 number allowable under subsection (b). Any notice under the preceding sentence shall be provided within 14 days after the last day of the quarter to which the determination relates.

- 1 (e) WAIVER.—This section may be waived upon a de-
- 2 termination by the President that—
- 3 (1) the existence of a state of war or other na-
- 4 tional security concern so requires; or
- 5 (2) the existence of an extraordinary emergency
- 6 threatening life, health, public safety, property, or
- 7 the environment so requires.
- 8 (f) Counting Rule.—For purposes of this section,
- 9 any determination of the number of employees in an agen-
- 10 cy shall be expressed on a full-time equivalent basis.
- 11 (g) Limitation on Procurement of Service
- 12 Contracts.—The President, through the Office of Man-
- 13 agement and Budget (in consultation with the Office of
- 14 Personnel Management), shall take appropriate measures
- 15 to ensure that there is no increase in the procurement of
- 16 service contracts by reason of the enactment of this sec-
- 17 tion, except in cases in which a cost comparison dem-
- 18 onstrates that such contracts would be to the financial ad-
- 19 vantage of the Government.
- 20 (h) Regulations.—Any regulations necessary to
- 21 carry out this section may be prescribed by the President
- 22 or his designee.
- 23 SEC. 4. REDUCTION IN CONTRACT EMPLOYEES.
- 24 (a) Definitions.—In this section, the term "agen-
- 25 cy" means an Executive agency as defined under section

- 1 105 of title 5, United States Code, excluding the Govern-
- 2 ment Accountability Office.
- 3 (b) Limitation.—The President, through the Office
- 4 of Management and Budget (in consultation with the Of-
- 5 fice of Personnel Management), shall take appropriate
- 6 measures to ensure that, effective beginning in fiscal year
- 7 2022, the total number of contract employees shall not
- 8 exceed 85 percent of the total number of contract employ-
- 9 ees on September 30, 2011.
- 10 (c) Monitoring and Notification.—The Office of
- 11 Management and Budget (in consultation with the Office
- 12 of Personnel Management)—
- 13 (1) shall continuously monitor all agencies and
- make a determination, as of September 30, 2011,
- and the last day of each quarter of each fiscal year
- beginning thereafter, as to whether or not the total
- 17 number of contract employees exceeds the maximum
- number allowable under subsection (b); and
- 19 (2) whenever a determination under paragraph
- 20 (1) is made that the total number of contract em-
- 21 ployees exceeds the maximum number allowable
- 22 under subsection (b), shall provide written notice to
- that effect to the President and Congress within 14
- 24 days after the last day of the quarter to which such
- determination relates.

- 1 (d) Compliance.—Whenever, with respect to the
- 2 quarter ending on September 30, 2021, or any subsequent
- 3 quarter, the Office of Management and Budget provides
- 4 written notice under subsection (c)(2) that the total num-
- 5 ber of contract employees exceeds the maximum number
- 6 allowable under subsection (b), no agency may thereafter
- 7 appoint any employee to fill any vacancy within such agen-
- 8 cy until the Office of Management and Budget provides
- 9 written notice to the President and Congress of a deter-
- 10 mination under subsection (c)(1) that the total number
- 11 of contract employees no longer exceeds the maximum
- 12 number allowable under subsection (b). Any notice under
- 13 the preceding sentence shall be provided within 14 days
- 14 after the last day of the quarter to which the determina-
- 15 tion relates.
- 16 (e) Waiver.—This section may be waived upon a de-
- 17 termination by the President that—
- 18 (1) the existence of a state of war or other na-
- tional security concern so requires; or
- 20 (2) the existence of an extraordinary emergency
- 21 threatening life, health, public safety, property, or
- the environment so requires.
- 23 (f) Counting Rule.—For purposes of this section,
- 24 any determination of the number of contact employees
- 25 shall be expressed on a full-time equivalent basis.

1	(g) Regulations.—Any regulations necessary to
2	carry out this section may be prescribed by the President
3	or his designee.
4	SEC. 5. LIMITATION OF GOVERNMENT TRAVEL COSTS.
5	(a) Definition.—In this section, the term "agen-
6	cy''—
7	(1) has the meaning given under section
8	5701(1) of title 5, United States Code; and
9	(2) does not include the Department of De-
10	fense.
11	(b) Limitation.—
12	(1) IN GENERAL.—Notwithstanding any other
13	provision of law, the total amount which is paid or
14	reimbursed by an agency under subchapter I of
15	chapter 57 of title 5, United States Code (relating
16	to travel and subsistence expenses; mileage allow-
17	ances for official travel by Federal employees) may
18	not—
19	(A) for each of fiscal years 2012 and 2013,
20	exceed 50 percent of the total amount so paid
21	or reimbursed by such agency for fiscal year
22	2011; and
23	(B) for fiscal year 2014, exceed 25 percent
24	of the total amount so paid or reimbursed by
25	such agency for fiscal year 2011.

- 1 (2) EXCEPTIONS.—For purposes of carrying 2 out paragraph (1), there shall not be taken into ac-3 count the amounts paid or reimbursed for—
 - (A) any subsistence or travel expenses for threatened law enforcement personnel, as described in section 5706a of title 5, United States Code; or
 - (B) any other expenses for which an exception is established under paragraph (3) for reasons relating to national security or public safety.
 - (3) Regulations.—Any regulations necessary to carry out this subsection shall, in consultation with the Director of the Office of Management and Budget, be prescribed by the same respective authorities as are responsible for prescribing regulations under section 5707 of title 5, United States Code.

(c) Reserve Travel Amount.—

(1) DEFINITION.—In this subsection, the term "reserve travel amount" means an amount equal to 10 percent of the total amount of appropriations made available to an agency in any fiscal year for purposes of payment or reimbursement by that agency under subchapter I of chapter 57 of title 5,

United States Code (relating to travel and subsistence expenses; mileage allowances for official travel by Federal employees).

(2) Requirement.—For each of fiscal years 2012 through 2014, each agency shall have a reserve travel amount available for expenditure or obligation on September 1 of each such fiscal year for purposes of payment or reimbursement by that agency under subchapter I of chapter 57 of title 5, United States Code (relating to travel and subsistence expenses; mileage allowances for official travel by Federal employees).

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