S. 360

To reduce the deficit by establishing discretionary spending caps for nonsecurity spending.

IN THE SENATE OF THE UNITED STATES

February 16, 2011

Mr. Inhofe (for himself, Mr. Burr, Mr. Coburn, Mr. Kyl, Mr. Crapo, Mr. Boozman, Mr. Risch, Mr. Graham, Mr. Rubio, Mr. Blunt, Mrs. Hutchison, Mr. Wicker, Mr. Isakson, Mr. Barrasso, Mr. Chambliss, Mr. Johanns, Mr. Enzi, Mr. Grassley, Mr. Thune, and Mr. Cornyn) introduced the following bill; which was read twice and referred to the Committee on the Budget

A BILL

To reduce the deficit by establishing discretionary spending caps for non-security spending.

- 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 "Honest Expenditure
- 5 Limitation Program Act of 2011" or the "HELP Act".
- 6 SEC. 2. EXPIRATION.
- 7 This Act shall expire at the end of fiscal year 2021.

TITLE I—CONGRESSIONAL NON-**SECURITY** DISCRETIONARY 2 **SPENDING LIMITS** 3 4 SEC. 101. NON-SECURITY DISCRETIONARY SPENDING LIM-5 ITS. 6 (a) In General.—Title III of the Congressional 7 Budget Act of 1974 is amended by inserting at the end 8 the following: 9 "NON-SECURITY DISCRETIONARY SPENDING LIMITS 10 "Sec. 316. (a) Non-Security Discretionary Spending Limits.—It shall not be in order in the House 12 of Representatives or the Senate to consider any bill, joint 13 resolution, amendment, or conference report that includes any provision that would cause the non-security discre-14 tionary spending limits as set forth in subsection (b) to 16 be exceeded. 17 "(b) LIMITS.—The non-security discretionary spend-18 ing limits are— 19 "(1) for each of the fiscal years 2011 through 20 2016, the levels provided for non-security discre-21 tionary spending in fiscal year 2008; and 22 "(2) for fiscal years 2017 through 2021, the 23 amount described in paragraph (1) adjusted annu-

ally for inflation by the CPI.

1	"(c) Non-Security Spending.—In this section, the
2	term 'non-security discretionary spending' means discre-
3	tionary spending other than spending for the Department
4	of Defense, homeland security activities, intelligence re-
5	lated activities within the Department of State, the De-
6	partment of Veterans Affairs, and national security re-
7	lated activities in the Department of Energy.
8	"(d) Limitations on Changes to This Sec-
9	TION.—It shall not be in order in the Senate or the House
10	of Representatives to consider any bill, resolution, amend-
11	ment, or conference report that would—
12	"(1) repeal or otherwise change this section; or
13	"(2) exempt any new budget authority, outlays,
14	and receipts from being counted for purposes of this
15	section.
16	"(e) Point of Order in the Senate.—
17	"(1) Waiver.—The provisions of this section
18	shall be waived or suspended in the Senate only—
19	"(A) by the affirmative vote of two-thirds
20	of the Members, duly chosen and sworn; or
21	"(B) in the case of the defense budget au-
22	thority, if Congress declares war or authorizes
23	the use of force.
24	"(2) Appeals in the Senate from the
25	decisions of the Chair relating to any provision of

1	this section shall be limited to 1 hour, to be equally
2	divided between, and controlled by, the appellant
3	and the manager of the measure. An affirmative
4	vote of two-thirds of the Members of the Senate,
5	duly chosen and sworn, shall be required to sustain
6	an appeal of the ruling of the Chair on a point of
7	order raised under this section.".
8	(b) TABLE OF CONTENTS.—The table of contents set
9	forth in section 1(b) of the Congressional Budget and Im-
10	poundment Control Act of 1974 is amended by inserting
11	after the item relating to section 315 the following new
12	item:
	"Sec. 316. Non-security discretionary spending limits.".
13	TITLE II—STATUTORY NON-SE-
1314	TITLE II—STATUTORY NON-SE- CURITY DISCRETIONARY
14	CURITY DISCRETIONARY
14 15	CURITY DISCRETIONARY SPENDING LIMITS
141516	CURITY DISCRETIONARY SPENDING LIMITS Subtitle A—Definitions,
14151617	CURITY DISCRETIONARY SPENDING LIMITS Subtitle A—Definitions, Administration, and Sequestration
14 15 16 17 18	CURITY DISCRETIONARY SPENDING LIMITS Subtitle A—Definitions, Administration, and Sequestration SEC. 211. DEFINITIONS.
14 15 16 17 18 19	CURITY DISCRETIONARY SPENDING LIMITS Subtitle A—Definitions, Administration, and Sequestration SEC. 211. DEFINITIONS. In this title:
14 15 16 17 18 19 20	CURITY DISCRETIONARY SPENDING LIMITS Subtitle A—Definitions, Administration, and Sequestration SEC. 211. DEFINITIONS. In this title: (1) ACCOUNT.—The term "account" means—
14 15 16 17 18 19 20 21	CURITY DISCRETIONARY SPENDING LIMITS Subtitle A—Definitions, Administration, and Sequestration SEC. 211. DEFINITIONS. In this title: (1) ACCOUNT.—The term "account" means— (A) for discretionary budget authority, an
14 15 16 17 18 19 20 21 22	CURITY DISCRETIONARY SPENDING LIMITS Subtitle A—Definitions, Administration, and Sequestration SEC. 211. DEFINITIONS. In this title: (1) ACCOUNT.—The term "account" means— (A) for discretionary budget authority, an item for which appropriations are made in any

- therefrom identified in the program and finance schedules contained in the appendix to the Budget of the United States for the current year.
 - (2) Breach.—The term "breach" means, for any fiscal year, the amount by which discretionary budget authority enacted for that year exceeds the spending limit for budget authority for that year.
 - (3) BUDGET AUTHORITY; NEW BUDGET AUTHORITY; AND OUTLAYS.—The terms "budget authority", "new budget authority", and "outlays" have the meanings given to such terms in section 3 of the Congressional Budget and Impoundment Control Act of 1974 (2 U.S.C. 622).
 - (4) BUDGET YEAR.—The term "budget year" means, with respect to a session of Congress, the fiscal year of the Government that starts on October 1 of the calendar year in which that session begins.
 - (5) CBO.—The term "CBO" means the Director of the Congressional Budget Office.
 - (6) Current.—The term "current" means—
 - (A) with respect to the Office of Management and Budget estimates included with a budget submission under section 1105(a) of title 31, United States Code, the estimates con-

- sistent with the economic and technical assumptions underlying that budget;

 (B) with respect to estimates made after that budget submission that are not included
 - that budget submission that are not included with it, the estimates consistent with the economic and technical assumptions underlying the most recently submitted President's budget; and
 - (C) with respect to the Congressional Budget Office, estimates consistent with the economic and technical assumptions as required by section 202(e)(1) of the Congressional Budget Act of 1974.
 - (7) CURRENT YEAR.—The term "current year" means, with respect to a budget year, the fiscal year that immediately precedes that budget year.
 - (8) DISCRETIONARY APPROPRIATIONS AND DISCRETIONARY BUDGET AUTHORITY.—The terms "discretionary appropriations" and "discretionary budget authority" shall have the meaning given such terms in section 3(4) of the Congressional Budget Act of 1974.
 - (9) Non-security discretionary spending Limit.—The term "non-security discretionary spend-

1	ing limit" shall mean the amounts specified in sec-
2	tion 222.
3	(10) OMB.—The term "OMB" means the Di-
4	rector of the Office of Management and Budget.
5	(11) Sequestration.—The term "sequestra-
6	tion" means the cancellation or reduction of budget
7	authority (except budget authority to fund manda-
8	tory programs) provided in appropriation Acts.
9	SEC. 212. ADMINISTRATION AND EFFECT OF SEQUESTRA-
10	TION.
11	(a) TIMETABLE.—The timetable with respect to this
12	title is as follows:
	On or before: 5 days before the President's budget submission required under section 1105 of title 31, United States Code. The President's budget submission. OMB Discretionary Sequestration Preview Report. OMB Discretionary Sequestration Preview Report. CBO Final Discretionary Sequestration Report. OMB Final Discretionary Sequestration Report. OMB Final Discretionary Sequestration Preview Report.
13	(b) Presidential Order.—
14	(1) In General.—On the date specified in sub-
15	section (a), if in its Final Sequestration Report,
16	OMB estimates that any sequestration is required,
17	the President shall issue an order fully implementing
18	without change all sequestrations required by the
19	OMB calculations set forth in that report. This
20	order shall be effective on issuance.

- 1 (2) SPECIAL RULE.—If the date specified for 2 the submission of a Presidential order under sub-3 section (a) falls on a Sunday or legal holiday, such 4 order shall be issued on the following day.
- 5 (c) Effects of Sequestration.—The effects of6 sequestration shall be as follows:
 - (1) Budgetary resources sequestered from any account shall be permanently cancelled, except as provided in paragraph (5).
 - (2) Except as otherwise provided, the same percentage sequestration shall apply to all programs, projects, and activities within a budget account (with programs, projects, and activities as delineated in the appropriation Act or accompanying report for the relevant fiscal year covering that account).
 - (3) Administrative regulations or similar actions implementing a sequestration shall be made within 120 days of the sequestration order. To the extent that formula allocations differ at different levels of budgetary resources within an account, program, project, or activity, the sequestration shall be interpreted as producing a lower total appropriation, with the remaining amount of the appropriation being obligated in a manner consistent with program allocation formulas in substantive law.

1	(4) Except as otherwise provided in this part
2	obligations or budgetary resources in sequestered ac-
3	counts shall be reduced only in the fiscal year in
4	which a sequester occurs.
5	(5) Budgetary resources sequestered in special
6	fund accounts and offsetting collections sequestered
7	in appropriation accounts shall not be available for
8	obligation during the fiscal year in which the seques-
9	tration occurs, but shall be available in subsequent
10	years to the extent otherwise provided in law.
11	(d) Submission and Availability of Reports.—
12	Each report required by this section shall be submitted
13	in the case of CBO, to the House of Representatives, the
14	Senate, and OMB and, in the case of OMB, to the House
15	of Representatives, the Senate, and the President on the
16	day it is issued. On the following day a notice of the report
17	shall be printed in the Federal Register.
18	Subtitle B—Non-Security
19	Discretionary Spending Limits
20	SEC. 221. DISCRETIONARY SEQUESTRATION REPORTS.
21	(a) Discretionary Sequestration Preview Re-
22	PORTS.—
23	(1) REPORTING REQUIREMENT.—On the dates
24	specified in section 212(a), OMB shall report to the

President and Congress and CBO shall report to

- 1 Congress a Discretionary Sequestration Preview Re-2 port regarding discretionary sequestration based on 3 laws enacted through those dates.
- 4 (2) DISCRETIONARY.—The Discretionary Se-5 questration Preview Report shall set forth estimates 6 for the current year and each subsequent year 7 through 2021 of the applicable discretionary spend-8 ing limits and a projection of budget authority ex-9 ceeding discretionary limits subject to sequester.
- 10 (3) EXPLANATION OF DIFFERENCES.—The
 11 OMB reports shall explain the differences between
 12 OMB and CBO estimates for each item set forth in
 13 this subsection.
- this subsection.

 (b) DISCRETIONARY SEQUESTRATION REPORTS.—On
 the dates specified in section 212(a), OMB and CBO shall
 issue Discretionary Sequestration Reports, reflecting laws
 enacted through those dates, containing all of the information required in the Discretionary Sequestration Preview
 Reports.
- 20 (c) Final Discretionary Sequestration Re-21 ports.—
- 22 (1) Reporting requirements.—On the dates 23 specified in section 212(a), OMB and CBO shall 24 each issue a Final Discretionary Sequestration Re-

1	port, updated to reflect laws enacted through those
2	dates.
3	(2) DISCRETIONARY SPENDING.—The Final
4	Discretionary Sequestration Reports shall set forth
5	estimates for each of the following:
6	(A) For the current year and each subse-
7	quent year through 2021, the applicable discre-
8	tionary spending limits.
9	(B) For the current year, if applicable, and
10	the budget year; the new budget authority and
11	the breach, if any.
12	(C) The sequestration percentages nec-
13	essary to eliminate the breach.
14	(D) For the budget year, for each account
15	to be sequestered, the level of enacted,
16	sequesterable budget authority and resulting es-
17	timated outlays flowing therefrom.
18	(3) Explanation of differences.—The
19	OMB report shall explain—
20	(A) any differences between OMB and
21	CBO estimates for the amount of any breach
22	and for any required discretionary sequestration
23	percentages; and
24	(B) differences in the amount of
25	sequesterable resources for any budget account

- 1 to be reduced if such difference is greater than 2 \$5,000,000. 3 (d) Economic and Technical Assumptions.—In all reports required by this section, OMB shall use the 5 same economic and technical assumptions as used in the most recent budget submitted by the President under sec-6 tion 1105(a) of title 31, United States Code. 8 SEC. 222. LIMITS. 9 (a) DISCRETIONARY SPENDING LIMITS.—As used in this title, the term "non-security discretionary spending 10 limit" shall have the same meaning as in section 316 of 12 the Congressional Budget Act of 1974. 13 (b) Enforcement.— 14 (1) SEQUESTRATION.—On the date specified in 15 section 212(a), there shall be a sequestration to 16 eliminate a budget-year breach. 17 (2) Eliminating a breach.—Each non-secu-18 rity discretionary account shall be reduced by a dol-19
 - lar amount calculated by multiplying the enacted level of budget authority for that year in that account at that time by the uniform percentage necessary to eliminate a breach of the discretionary spending limit.
- 24 (3) Part-year appropriations.—If, on the 25 date the report is issued under paragraph (1), there

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- is in effect an Act making 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 (after taking into account any previous sequestration), the discretionary spending limit for the next fiscal year shall be reduced by the amount of that breach.
 - (5) WITHIN-SESSION SEQUESTRATION REPORTS AND ORDER.—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, 10 days later CBO shall issue a report containing the information required in section 221(c). Fifteen days after enactment, OMB shall issue a report containing the information required in section 221(c). On the same

1 day as the OMB report, the President shall issue an 2 order fully implementing without change all seques-3 trations required by the OMB calculations set forth 4 in that report. This order shall be effective on 5 issuance. 6 (c) Estimates.— 7 (1) CBO ESTIMATES.—As soon as practicable 8 after Congress completes action on any legislation 9 providing discretionary appropriations, CBO shall 10 provide an estimate to OMB of that legislation. 11 (2) OMB ESTIMATES.—Not later than 7 cal-12 endar days (excluding Saturdays, Sundays, and legal 13 holidays) after the date of enactment of any discre-14 tionary appropriations, OMB shall transmit a report 15 to the Senate and to the House of Representatives 16 containing— 17 (A) the CBO estimate of that legislation; 18 (B) an OMB estimate of that legislation 19 using current economic and technical assump-20 tions; and 21 (C) an explanation of any difference be-22 tween the 2 estimates. 23 (3) DIFFERENCES.—If during the preparation 24 of the report under paragraph (2), OMB determines

that there is a difference between the OMB and

CBO estimates, OMB shall consult with the Committees on the Budget of the House of Representatives and the Senate regarding that difference and that consultation, to the extent practicable, shall include written communication to such committees that affords such committees the opportunity to comment before the issuance of that report.

(4) Assumptions and Guidelines.—OMB and CBO shall prepare estimates under this paragraph in conformance with scorekeeping guidelines determined after consultation among the House and Senate Committees on the Budget, CBO, and OMB.

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