On page 775, line 6, insert ", and as approved by the Secretary" after "health

On page 777, line 13, strike "during fiscal year 1995" and insert "that are attributable to the fiscal year 1995 DSH allotment,".

On page 778, strike lines 14 through 18 and insert the following:

'(A) the total State DSH expenditures that are attributable to fiscal year 1995 for payments to institutions for mental diseases and other mental health facilities (based on reporting data specified by the State on HCFA Form 64 as mental health DSH, and as approved by the Secretary); or'

Ōn page 778, line 24, strike "services provided by" and insert "payments to".

On page 779, line 3, insert ", and as approved by the Secretary" after "DSH".

On page 779, line 20, strike "services proand insert "payments to"

On page 820, strike lines 21 through 24 and insert the following:

(6) Any cost-sharing imposed under this subsection may not be included in determining the amount of the State percentage required for reimbursement of expenditures under a State plan under this title.

'(7) In this subsection, the term 'cost-sharing' includes copayments, deductibles, coinsurance, enrollment fees, premiums, and other charges for the provision of health care

services.

On page 846, line 2, strike "and".

On page 846, line 13, strike the period and insert ": and"

On page 846, between lines 13 and 14, insert the following:

(C) satisfies the maintenance of effort requirement described in section 2105(c)(5).

On page 849, strike lines 13 through 15, and insert the following:

"(B) for each of fiscal years 1999 and 2000, \$3,200,000,000;

'(C) for fiscal year 2001, \$3,600,000,000;

"(D) for fiscal year 2002, \$3,500,000,000;" On page 849, line 17, strike "(D)" and insert

On page 856, line 11, insert "Federal and

State incurred" after "the".

On page 856, line 18, insert "Federal and State incurred" after "the"

On page 856, line 20, insert "children covered at State option among" after "for

On page 856, line 23, insert "Federal and State incurred" after "the".

On page 856, line 25, insert "children covered at State option among" after "for".

On page 860, strike lines 1 through 10 and

insert the following:
"(c) PROHIBITION ON USE OF FUNDS.—No

funds provided under this title may be used to provide health insurance coverage for-

(1) families of State public employees; or "(2) children who are committed to a penal institution.

On page 860, line 14, strike "title." and insert "title (as described in section 2101), and any health insurance coverage provided with such funds may include coverage of abortion only if necessary to save the life of the mother or if the pregnancy is the result of an act of rape or incest.

On page 863, strike lines 1 through 23 and insert the following:

'(4) Section 1128 (relating to exclusion from individuals and entities from participation in State health care plans).

'(5) Section 1128A (relating to civil monetary penalties).

(6) Section 1128B (relating to criminal penalties for certain additional charges).

(7) Section 1132 (relating to periods within which claims must be filed).

'(8) Section 1902(a)(4)(C) (relating to conflict of interest standards).

(9) Section 1903(i) (relating to limitations on payment).

'(10) Section 1903(w) (relating to limitations on provider taxes and donations).

(11) Subparagraph (B) in the matter following section 1905(a)(25) (relating to the exclusion of care or services for any individual who has not attained 65 years of age and who is a patient in an institution for mental diseases from the definition of medical assistance).

"(12) Section 1921 (relating to state licensure authorities).

(13) Sections 1902(a)(25), 1912(a)(1)(A), and 1903(o) (insofar as such sections relate to third party liability)."

Section 403(a)(5) of the Social Security Act, as added by section 5821, is amended-

- (1) by striking "amounts reserved pursuant to subparagraphs (F) and (G)" each place it appears and inserting "amounts reserved pursuant to subparagraphs (E), (F), and (G)"; and
- (2) in subparagraph (A)(i), by adding at the end the following flush sentence:

"The Secretary shall make pro rata reductions in the amounts otherwise payable to States under this paragraph as necessary so that grants under this paragraph do not exceed the available amount, as defined in clause (iv)

On page 834, strike "and" on lines 6, 18 and 25 and strike lines 7 and 19.

On page 835, strike lines 1, 9 and 17, and strike "and" on lines 8 and 16.

## KERREY AMENDMENT NO. 432

(Ordered to lie on the table.)

Mr. KERREY submitted an amendment intended to be proposed by him to the bill, S. 947, supra; as follows:

At the appropriate place in the bill insert the following:

#### SEC. . RESERVE PRICE.

In any auction conducted or supervised by the Federal Communications Commission (hereinafter the Commission) for any license. permit or right which has value, a reasonable reserve price shall be set by the Commission for each unit in the auction. The reserve price shall establish a minimum bid for the unit to be auctioned. If no bid is received above the reserve price for a unit, the unit shall be retained. The Commission shall reassess the reserve price for that unit and place the unit in the next scheduled or next appropriate auction.

# THE CIVIL RIGHTS ACT OF 1997

## MCCONNELL (AND OTHERS) AMENDMENT NO. 433

(Ordered referred to the Committee on the Judiciary.)

Mr. McCONNELL (for himself, Mr. HATCH, Mr. KYL, and Mr. SESSIONS) submitted an amendment intended to be proposed by them to the bill (S. 952) to establish a Federal cause of action for discrimination and preferential treatment in Federal actions on the basis of race, color, national origin, or sex, and for other purposes; as follows:

Strike all after the enacting clause and insert the following:

## SECTION 1. SHORT TITLE.

This Act may be cited as the "Civil Rights Act of 1997"

## SEC. 2. FINDINGS AND PURPOSE.

(a) FINDINGS.—Congress finds that—

(1) the fifth and fourteenth amendments to the Constitution guarantee that all individ-

uals are entitled to equal protection of the laws, regardless of race, color, national origin, or sex;

(2) the Supreme Court, in Adarand Constructors, Inc. v. Pena, 515 U.S. 200 (1995), recently affirmed that this guarantee of equality applies to Federal actions;

(3) the Federal Government currently conducts over 150 programs, including contracting programs, that grant preferences based on race, color, national origin, or sex; and

(4) the Federal Government also grants preferences in employment based on race, color, national origin, or sex.

(b) Purpose.—The purpose of this  $\operatorname{Act}$  is to provide for equal protection of the laws and to prohibit discrimination and preferential treatment in the Federal Government on the basis of race, color, national origin, or sex.

#### SEC. 3. PROHIBITION AGAINST DISCRIMINATION AND PREFERENTIAL TREATMENT.

Notwithstanding any other provision of law, neither the Federal Government nor any officer, employee, or agent of the Federal Government shall-

(1) intentionally discriminate against, or grant a preference to, any person or group based in whole or in part on race, color, national origin, or sex, in connection with-

(A) a Federal contract or subcontract;

(B) Federal employment; or

(C) any other federally conducted program or activity; or

(2) require or encourage a Federal contractor or subcontractor, or the recipient of a license or financial assistance, to discriminate intentionally against, or grant a preference to, any person or group based in whole or in part on race, color, national origin, or sex, in connection with any Federal contract or subcontract or Federal license or financial assistance.

## SEC. 4. AFFIRMATIVE ACTION PERMITTED.

This Act does not prohibit or limit any effort by the Federal Government or any officer, employee, or agent of the Federal Government-

(1) to encourage businesses owned by women and minorities to bid for Federal contracts or subcontracts, to recruit qualified women and minorities into an applicant pool for Federal employment, or to encourage participation by qualified women and minorities in any other federally conducted program or activity, if such recruitment or encouragement does not involve granting a preference, based in whole or in part on race, color, national origin, or sex, in selecting any person for the relevant employment, contract or subcontract, benefit, opportunity, or program; or

(2) to require or encourage any Federal contractor, subcontractor, or recipient of a Federal license or Federal financial assistance to recruit qualified women and minorities into an applicant pool for employment, or to encourage businesses owned by women and minorities to bid for Federal contracts or subcontracts, if such requirement or encouragement does not involve granting a preference, based in whole or in part on race, color, national origin, or sex, in selecting any individual for the relevant employment, contract or subcontract, benefit, opportunity, or program.

#### SEC. 5. CONSTRUCTION.

(a) HISTORICALLY BLACK COLLEGES AND UNI-VERSITIES.—Nothing in this Act shall be construed to prohibit or limit any act that is designed to benefit an institution that is an historically Black college or university on the basis that the institution is an historically Black college or university.

(b) INDIAN TRIBES.—This Act does not prohibit any action taken-

(1) pursuant to a law enacted under the constitutional powers of Congress relating to the Indian tribes; or

- (2) under a treaty between an Indian tribe and the United States.
- (c) CERTAIN SEX-BASED CLASSIFICATIONS.— This Act does not prohibit or limit any classification based on sex if-
- (1) the classification is applied with respect to employment and the classification would be exempt from the prohibitions of title VII of the Civil Rights Act of 1964 by reason of section 703(e)(1) of such Act (42 U.S.C. 2000e-2(e)(1)); or
- (2) the classification is applied with respect to a member of the Armed Forces pursuant to statute, direction of the President or Secretary of Defense, or Department of Defense policy.
- (d) IMMIGRATION AND NATIONALITY LAWS.— This Act does not affect any law governing immigration or nationality, or the administration of any such law.

#### SEC. 6. COMPLIANCE REVIEW OF POLICIES AND REGULATIONS.

Not later than 1 year after the date of enactment of this Act, the head of each department or agency of the Federal Government, in consultation with the Attorney General, shall review all existing policies and regulations that such department or agency head is charged with administering, modify such policies and regulations to conform to the requirements of this Act, and report to the Committee on the Judiciary of the House of Representatives and the Committee on the Judiciary of the Senate the results of the review and any modifications to the policies and regulations.

#### SEC. 7. REMEDIES.

- (a) IN GENERAL.—Any person aggrieved by a violation of section 3 may, in a civil action, obtain appropriate relief (which may include back pay). A prevailing plaintiff in a civil action under this section shall be awarded a reasonable attorney's fee as part of the costs.
- (b) CONSTRUCTION.—This section does not affect any remedy available under any other

## SEC. 8. EFFECT ON PENDING MATTERS.

- (a) PENDING CASES.—This Act does not affect any case pending on the date of enactment of this Act.
- CONTRACTS PENDING AND (b) CONTRACTS.—This Act does not affect any contract or subcontract in effect on the date of enactment of this Act, including any option exercised under such contract or subcontract before or after such date of enactment

# SEC. 9. DEFINITIONS.

In this Act, the following definitions apply: (1) FEDERAL GOVERNMENT.—The term "Federal Government" means executive and leg-

islative branches of the Government of the United States.

- (2) PREFERENCE.—The term "preference" means an advantage of any kind, and includes a quota, set-aside, numerical goal, timetable, or other numerical objective.
- (3) HISTORICALLY BLACK COLLEGE OR UNI-VERSITY —The term "historically Black college or university" means a part B institution, as defined in section 322(2) of the Higher Education Act of 1965 (20 U.S.C. 1061(2)).

#### THE BALANCED BUDGET ACT OF 1997

## ROTH (AND MOYNIHAN) AMENDMENT NO. 434

Mr. ROTH (for himself and Mr. Moy-NIHAN) proposed an amendment to the bill, S. 947, supra; as follows:

Strike section 5542 and insert the following:

#### SEC. 5542. INCOME-RELATED REDUCTION IN MEDICARE SUBSIDY.

(a) IN GENERAL.—Section 1839 (42 U.S.C. 1395r) is amended by adding at the end the following:

(h)(1) Notwithstanding the previous subsections of this section, in the case of an individual whose modified adjusted gross income for a taxable year ending with or within a calendar year (as initially determined by the Secretary in accordance with paragraph (3)) exceeds the threshold amount described in paragraph (5)(B), the Secretary shall increase the amount of the monthly premium for months in the calendar year by an amount equal to the difference between-

"(A) 200 percent of the monthly actuarial rate for enrollees age 65 and over as determined under subsection (a)(1) for that calendar year; and

"(B) the total of the monthly premiums paid by the individual under this section (determined without regard to subsection (b)) during such calendar year.

"(2) In the case of an individual described in paragraph (1) whose modified adjusted gross income exceeds the threshold amount by less than \$50,000, the amount of the increase in the monthly premium applicable under paragraph (1) shall be an amount which bears the same ratio to the amount of the increase described in paragraph (1) (determined without regard to this paragraph) as such excess bears to \$50,000.

(3) The Secretary shall make an initial determination of the amount of an individual's modified adjusted gross income for a taxable year ending with or within a calendar year for purposes of this subsection as follows:

"(A) Not later than September 1 of the year preceding the year, the Secretary shall provide notice to each individual whom the Secretary finds (on the basis of the individual's actual modified adjusted gross income for the most recent taxable year for which such information is available or other information provided to the Secretary by the Secretary of the Treasury) will be subject to an increase under this subsection that the individual will be subject to such an increase, and shall include in such notice the Secretary's estimate of the individual's modified adjusted gross income for the year.

(B) If, during the 30-day period beginning on the date notice is provided to an individual under subparagraph (A), the individual provides the Secretary with information on the individual's anticipated modified adjusted gross income for the year, the amount initially determined by the Secretary under this paragraph with respect to the individual shall be based on the information provided by the individual.

(C) If an individual does not provide the Secretary with information under subparagraph (B), the amount initially determined by the Secretary under this paragraph with respect to the individual shall be the amount included in the notice provided to the individual under subparagraph (A).

(4)(A) If the Secretary determines (on the basis of final information provided by the Secretary of the Treasury) that the amount of an individual's actual modified adjusted gross income for a taxable year ending with or within a calendar year is less than or greater than the amount initially determined by the Secretary under paragraph (3), the Secretary shall increase or decrease the amount of the individual's monthly premium under this section (as the case may be) for months during the following calendar year by an amount equal to 1/12 of the difference

"(i) the total amount of all monthly premiums paid by the individual under this section during the previous calendar year; and

"(ii) the total amount of all such premiums which would have been paid by the individual during the previous calendar year if the amount of the individual's modified adjusted gross income initially determined under paragraph (3) were equal to the actual amount of the individual's modified adjusted gross income determined under this para-

'(B)(i) In the case of an individual for whom the amount initially determined by the Secretary under paragraph (3) is based on information provided by the individual under subparagraph (B) of such paragraph, if the Secretary determines under subparagraph (A) that the amount of the individual's actual modified adjusted gross income for a taxable year is greater than the amount initially determined under paragraph (3), the Secretary shall increase the amount otherwise determined for the year under subparagraph (A) by interest in an amount equal to the sum of the amounts determined under clause (ii) for each of the months described in clause (ii).

(ii) Interest shall be computed for any month in an amount determined by applying the underpayment rate established section 6621 of the Internal Revenue Code of 1986 (compounded daily) to any portion of the difference between the amount initially determined under paragraph (3) and the amount determined under subparagraph (A) for the period beginning on the first day of the month beginning after the individual provided information to the Secretary under subparagraph (B) of paragraph (3) and ending 30 days before the first month for which the individual's monthly premium is increased under this paragraph.

(iii) Interest shall not be imposed under this subparagraph if the amount of the individual's modified adjusted gross income provided by the individual under subparagraph (B) of paragraph (3) was not less than the individual's modified adjusted gross income determined on the basis of information shown on the return of tax imposed by chapter 1 of the Internal Revenue Code of 1986 for the

taxable year involved.

(C) In the case of an individual who is not enrolled under this part for any calendar year for which the individual's monthly premium under this section for months during the year would be increased pursuant to subparagraph (A) if the individual were enrolled under this part for the year, the Secretary may take such steps as the Secretary considers appropriate to recover from the individual the total amount by which the individual's monthly premium for months during the year would have been increased under subparagraph (A) if the individual were en-

rolled under this part for the year.
"(D) In the case of a deceased individual for whom the amount of the monthly premium under this section for months in a year would have been decreased pursuant to subparagraph (A) if the individual were not deceased, the Secretary shall make a payment to the individual's surviving spouse (or, in the case of an individual who does not have a surviving spouse, to the individual's estate) in an amount equal to the difference between-

"(i) the total amount by which the individual's premium would have been decreased for all months during the year pursuant to subparagraph (A); and

"(ii) the amount (if any) by which the individual's premium was decreased for months during the year pursuant to subparagraph

(A). "(5) In this subsection, the following definitions apply:

"(A) The term 'modified adjusted gross income' means adjusted gross income (as defined in section 62 of the Internal Revenue Code of 1986)-