

to come to a compromise on the leader's bill, there is virtually no time, no matter what the House does, for the Senate to do anything before default is over. That means our Republican colleagues have the ball in their hands in terms of default; is that correct?

Mr. REID. Mr. President, I have been told personally by some Republicans in the Senate they will do everything they can to stop legislation from proceeding. That is not a majority; it is a handful of people on the Republican side of the aisle.

That is why I said in my remarks that I hope the Republican Party will turn back to the party of Ronald Reagan. He raised the debt ceiling 19 times during the time he was President. He was a man who compromised. That was who he was. He hated communism. Who was the man who brought down the Iron Curtain? Ronald Reagan. He was willing to compromise even with somebody he spoke of in the worst terms. He knew how to compromise, and even though he was elected as the most anti-Communist President in the history of the country, the day he was elected he sent his embassy personnel to the Soviet Union so they could work with them. That led to the great decision by our countries to bring down the Iron Curtain.

Mr. SCHUMER. I see that the minority leader is here, and I thank the majority leader for yielding.

Mr. DURBIN. Mr. President, if the minority leader doesn't mind, I would like to ask the majority leader a question.

The ACTING PRESIDENT pro tempore. The Senator from Illinois.

Mr. DURBIN. During the period of time we were waiting yesterday for a decision by the House of Representatives, which they still didn't come to—during that period of time, we had an opportunity to have many personal conversations among Senators—Democrats and Republicans—and I would say that unanimously, to a person, Democratic and Republican Senators agreed that a default would be an economic disaster for the United States of America.

The majority leader has been briefed this morning by the Treasury Secretary about some of the prospects of default. We have heard only one that I know of—a Republican Senator—come to the floor and say that a default on our debt could be managed very easily.

I want to ask, since I have heard from business leaders in Illinois of closings that were literally canceled this week for multimillion-dollar investments in the city of Chicago in the State of Illinois because of what is happening in the House of Representatives, can the majority leader please tell us, as much as he can at this moment, what the prospects are if we do reach the point of default on this national debt?

Mr. REID. Mr. President, I am familiar with the situation in Illinois where a \$146 million construction project was

turned down at the last minute because they were so afraid of the credit.

Mr. DURBIN. I have one further question. In terms of the impact on our Nation, as the Secretary of the Treasury has told the leader, can he give us, for the record, an idea of what we face if the Republicans in the House continue to delay and hold to a strategy that has no hope of passage?

Mr. REID. Secretary Geithner said it has already started. The international community is extremely worried they could only get overnight loans. It is extremely precarious for our country.

Mr. President, I suggest the absence of a quorum.

The ACTING PRESIDENT pro tempore. The clerk will call the roll.

The bill clerk proceeded to call the roll.

Mr. McCONNELL. Mr. President, I ask unanimous consent that the order for the quorum call be rescinded.

The ACTING PRESIDENT pro tempore. Without objection, it is so ordered.

RECOGNITION OF THE MINORITY LEADER

The ACTING PRESIDENT pro tempore. The minority leader is recognized.

DEBT CEILING

Mr. McCONNELL. Mr. President, it is not surprising that I have a little different take on what has been happening in the last few days than my colleague, the majority leader.

Let me explain what has been going on in Congress this week. The American people have been waiting on us to do something to prevent default. They want us to end this crisis right now. Over in the House of Representatives, we have the Speaker of the House doing his job. Speaker BOEHNER has been doing the hard work of governing, working day and night to put together a bill that can actually pass the House of Representatives and end this crisis now. He should be commended for his efforts.

What about over here in the Senate? The contrast could not be starker. Rather than working in the last few days toward a solution to the crisis the way the Republican majority in the House has, the Democratic majority in the Senate has been wasting precious time rounding up "no" votes to keep this crisis alive. Rather than being responsible and doing their duty and coming up with a bill that can actually pass, they have been busy signing up people for the "not good enough" caucus and ginning up opposition to everything else.

Lawmakers should be working a solution to the crisis, not a blocking strategy. Our Democratic friends in the Senate have offered no solutions to this crisis that could pass either Chamber—not one. Instead, all day long yesterday we got chest-thumping com-

ments about how they are going to kill any piece of legislation that comes over from the House, that it is dead on arrival.

Democrats are out bragging about how they are going to prolong the crisis instead of doing the hard work of trying to solve it. That includes the President.

Look, if the President hadn't decided to blow up the bipartisan solution that Members of Congress worked so hard to produce last weekend, we would be voting to end this crisis today.

Instead, Democrats in Congress are still talking about blocking a solution to the crisis, and the President is rolling out new mileage standards today. Let me repeat that. Here we are a few days from when the Secretary of the Treasury says we will be in a default situation, and the President of the United States is rolling out new mileage standards today.

How about this: How about a plan from Democrats in Washington that can pass both Chambers, prevent the crisis, and protect Americans from a worsening economy?

I suggest to my friends on the other side this morning that they start taking their responsibilities as a majority party a little more seriously because at this point, the only people who are disregarding the consequences of default are Senate Democrats—not the Republicans in the House but Senate Democrats.

Republicans have been doing the hard work of governing this week. It is about time our Democratic friends join us.

I yield the floor.

The ACTING PRESIDENT pro tempore. The majority leader.

Mr. REID. Mr. President, I appreciate my friend's statement. I didn't hear it all, but I certainly heard the context of the statement. We are willing to work with him and his staff, as we have, to try to come up with a solution. I want the record to reflect very clearly, as I said in my remarks this morning, for my friends who didn't have the opportunity to hear it, we cannot have in this country a 6-month extension because a 6-month extension is no extension. A 6-month extension of what we are dealing with would put us back, in a matter of weeks, in the same fiscal extravaganza trying to move forward with the work of the country.

The country is locked down. Congress is inoperable. The White House is unable to do very much because they are focused on this huge problem. I want the record to be spread with the fact that I will work as closely as I can on any suggestions they have, as I have indicated. But, please, everyone, don't come to me with a 6-month extension.

The proposal I am moving forward with—and Fred Thompson said take your chips, my Republican friends, and put them in your pocket and walk away—gives the Republicans everything they have asked for: no revenues, \$2.4 trillion in cuts. That is a pretty

good deal. That is not a 6-month deal; it is a solution that takes us until 2013, in the month of March.

Help me work through this. I have no pride of authorship. If somebody can figure out another way to improve that suggestion, I will work with them. I am willing to work with them. As I have said on the floor before—and I don't want anybody to consider this as a sign of weakness—I have compromised my whole life. When I practiced law, that is what I did in trying to represent people and get a result. I believed many times that I was a failure when I had to go to court. But I went to court over 100 times to try cases to juries.

I always believed that compromise was the right thing to do, even in the law. As a legislator, it is a sign of integrity and confidence when you say you will compromise. Legislation is the art of compromise.

Again, I am here indicating to the world that I have spent my whole adult life trying to compromise and build consensus.

The ACTING PRESIDENT pro tempore. The Senator from Tennessee is recognized.

Mr. ALEXANDER. Mr. President, I ask unanimous consent for up to 5 minutes.

The ACTING PRESIDENT pro tempore. Is there objection?

Mr. REID. Mr. President, as long as it is in morning business, no.

The ACTING PRESIDENT pro tempore. The Senator from Tennessee is recognized.

DEBT CEILING

Mr. ALEXANDER. As one Senator, I thank the majority leader and the Republican leader for their comments. We all know what we need to do. We have two objectives. At a time when we are borrowing 40 cents of every dollar we spend, we need to reduce the debt. We also need to honor our obligations, and we know why. There is nobody on the Republican side of the aisle I know of who thinks we should not honor our obligations.

We know that on August 3 there will not be enough money to pay all the bills. We don't want the most credit-worthy Nation in the world to go to a place where it begins to pay its bills selectively out of a cigar box, which is why I am hopeful—and I believe all of us are hopeful—that we can find a way for the two leaders to recommend to us and the House a solution that the President will sign, which will reduce our debt and honor our obligations.

But to suggest that the majority leader's proposal—his bill—which he offers in good faith, I know that—is a compromise, that is a little hard to accept. It is a Democratic proposal. The other side has spent most of its time this week saying: We can get 53 of us to make sure that as soon as the Republican proposal passes the House, if it does, we will beat it in an hour. We will not even consider it. We will kill it. We

are not going to vote on it. We will table it and put it away.

That is not the spirit of compromise. The proposal the Speaker is trying to pass may be about the only thing he can pass in the House of Representatives. That may not be what a Democratic Senate would like, but this is a Democratic Senate and that is a Republican House. We have to come up with something that both can pass and the President will sign. We all know that.

I hope the spirit of today, tomorrow, and Sunday is that we spend less time plotting about how we can defeat each other's proposals as quickly as possible and more time working together to come up with ways to reduce spending and honor our obligations.

The Democratic whip is on the Senate floor. I have probably undermined his support in some groups for complimenting him for his courage. I support the same thing he does. For example, the work of the Gang of 6 is supported by one-third of the Senate, a very good example for the rest of us in the Senate about what can be accomplished when we work together.

I hope we will recognize the Speaker is trying as hard as the majority leader to come up with something that can pass the House. The majority leader wants something that can pass the Senate, but it must pass both and be signed by the President. We must reduce our spending and we must honor our obligations, and every single Republican Senator as well as every Democrat knows that, I think.

I thank the Chair, and I yield the floor.

RESERVATION OF LEADER TIME

The ACTING PRESIDENT pro tempore. Under the previous order, the leadership time is reserved.

RECESS

The ACTING PRESIDENT pro tempore. Under the previous order, the Senate will stand in recess until 11 a.m.

Thereupon, at 10:02 a.m., the Senate recessed until 11 a.m. and reassembled when called to order by the Acting President pro tempore.

MORNING BUSINESS

The ACTING PRESIDENT pro tempore. Under the previous order, the Senate will be in a period of morning business until 12 noon, with Senators permitted to speak therein for up to 10 minutes each, with the time equally divided and controlled between the two leaders or their designees.

The Senator from Illinois.

THE DEBT CEILING

Mr. DURBIN. Mr. President, this is a historic weekend in Washington, and I

think those who are visiting the Capitol and following the proceedings understand the gravity of the decisions that lie before us.

On August 2, our debt ceiling expires. That has never happened in our history. One time there was a technical period of 1 or 2 days, but there has never been a long period of time when the United States of America basically defaulted on its debt. And it is a very serious matter. It is one that affects our Nation, our debt, and literally every family and business that lives within our boundaries.

Here is the reason why it is so important. In 1939, we created this law which said that a President could come to Congress periodically and ask for the authority to borrow money to pay for the things Congress has already appropriated. So, as an example, when Members of the House and Senate say to the President of the United States: We want you to continue to wage war in Afghanistan, at the cost of \$10 billion a month, this President knows he will have to borrow about \$4 billion a month to meet that congressional appropriation. You see, we borrow about 40 cents for every dollar we spend.

Similarly, when it comes to the payments we make to our veterans who are disabled, we have promised them: We will pay you because you served our country and you lost a limb or you were injured, and we will compensate you for that loss for the rest of your life. We understand in making that commitment we are also making a commitment to borrow the money necessary to do it.

So periodically a President will come to Congress and say: I understand our obligations which you have sent to me and I have approved, and now I ask you to extend my authority to borrow the money to meet those obligations. That has happened 89 times since 1939. Since we passed this law, Presidents of both parties have come to Congress and asked for that authority. As I mentioned, not one time did Congress say no except that one technical period in I believe 1979–89 times, 55 times by Republican Presidents and 34 times by Democratic Presidents.

When you look at the Presidents who have requested extensions of the debt ceiling I have just described, the President who holds the record for the most requests is President Ronald Reagan, who, in an 8-year period of time, asked to have the debt ceiling of the United States extended 18 times, more than twice a year. During the Ronald Reagan Presidency, the debt of the United States tripled. That is why he came to Congress so often.

The President who ranks second in terms of increasing our national debt during his 8 years is President George W. Bush. The debt of America virtually doubled during his Presidency because we waged two wars we didn't pay for; we did something we had never done in our history: cut taxes particularly for the rich in the midst of a war; and we had many programs unpaid for.