

our Export Import Bank policy has allowed us to grow our business in existing markets as well as open new ones."

This company has grown its exports from 2 percent of its business to more than 10 percent. They could not have done it without the Export-Import Bank.

There are thousands of stories just like that all over the United States.

I am a cosponsor of Senator SHAHEEN's bill that would increase the lending cap for the Bank to \$160 billion and reauthorize it through 2021—not these short-term, 30-day, 60-day, 6-month extensions we have seen under this leadership in Congress.

In the past, reauthorizing the Ex-Im Bank was a bipartisan measure. Republicans used to support it as much as Democrats. But now there is a small group of Republicans, inspired by the Heritage Foundation, who have decided: Let's put an end to this Bank. Let's put an end to the opportunity for small businesses to hire Americans and export goods overseas.

Their hatred of government blinds them to the reality of this Bank and the thousands of jobs that will be lost if they have their way and eliminate the Ex-Im Bank.

They also refuse to recognize that by failing to reauthorize this Bank, U.S. businesses can't compete with businesses in other countries that will still have access to their own export financing agencies. Do you think China is going to put its export-import bank out of business? No. They just increased its size. Our major competitor has stepped up. In this case, many of the leaders in Congress are stepping back. So we are not only hurting ourselves if we can't find a way to go forward.

The Bank is set to expire at the end of the month, which is less than 4 weeks from now. I hope we can come to an agreement by then to pass a bill to reauthorize a program that is critically important to U.S. exports. I hope reasonable voices in the Republican Party will not allow a vocal minority to prevent us from reauthorizing this important program.

#### PATRIOT EMPLOYER TAX CREDIT ACT

Mr. DURBIN. Mr. President, as the number of candidates grows for the office of President, we are hearing a lot of proposals for changes in the Tax Code. Many of them are interesting, and some of them are damaging when it comes to working for middle-income families.

Sadly, we are seeing a race to the bottom on who can propose the lowest corporate tax rate, giving huge breaks to the very companies that shift jobs overseas. Most Americans don't realize this. If you want to move your production from the United States to another country, you can deduct the moving expenses from the taxes you owe America. We are subsidizing your decision to

pick up and move jobs overseas. American workers—some of them are given the sad responsibility to train the supervisors at the new overseas companies while American workers are checking out their last paychecks.

I have a different idea. Instead of rewarding corporations with lower tax bills, we should reward those companies in America that maintain their commitment to this country and its workers and give fair wages and benefits to the American workers. We call it the Patriot Employer Tax Credit Act. It is very basic.

When you look at the Tax Code, it is a huge document full of incentives and disincentives for businesses. We will reward certain things; we won't reward other things. Well, this is something we should consider rewarding.

Senator SHERROD BROWN and I have introduced the Patriot Employer Tax Credit Act, which would provide a tax credit to American companies that treat American veterans and workers the best. It puts the Tax Code on the side of these companies. These patriot employers would be eligible for a tax credit equal to 10 percent of the first \$15,000 of qualified wages for American workers, which is about \$1,200 per worker.

In order to qualify for this tax credit, these companies would have to meet five criteria. See if you think, as I do, that these are good ideas.

First, the company has to invest in American jobs. Businesses must remain headquartered here in the United States if they have ever been headquartered here before. The company would also have to maintain or increase the number of workers in the United States compared to the number of workers overseas, and not decrease the number of workers through the use of contractors. The company can't pick up and leave, move to a foreign capital to avoid paying its fair share of U.S. taxes.

First, invest in American jobs located in America.

Second, pay fair wages. A patriot employer under our bill would have to pay at least 90 percent of its employees \$15 an hour. Why do we pick \$15 an hour? Do the math: \$15 an hour, 40 hours a week, about \$30,000 a year. Why? Because if you make that amount of money, you qualify for virtually no Federal subsidies, Federal programs. You are earning a paycheck and you are supporting your family. If you make less than that, you qualify for Federal Government assistance. So we are saying to employers: If you will pay at least \$15 an hour, we will give you this tax credit.

Third, provide quality health insurance for your employees consistent with the Affordable Care Act.

Fourth, help your employees prepare for retirement. We want to reward companies that offer at least 90 percent of their employees a defined benefit plan, such as a pension plan or a defined contribution plan with decent employer contributions.

Fifth, employ a diverse workforce. We want companies to have a plan in place to help veterans and people with disabilities. I don't think that is too much to ask. We grab our flags and march in parades as politicians and thank the veterans over and over. Why don't we thank them with a job? And let's reward the companies that do.

That is it, five conditions. And with these five conditions, these patriotic American companies would get a tax break. Wouldn't it be better for us to incentivize American companies to do the right thing rather than pay the moving expenses for those that want to leave the country? That is a choice. I think it is pretty simple.

I know it can be done because in Skokie, IL, there is a company doing it. It is called Block Steel. The company started 100 years ago and has grown to be the largest distributor of aluminized steel in the Nation. It is a family-run business. It has ensured that 77 employees are treated fairly. Each of their employees is paid more than \$15 an hour, has good health care, and a good retirement. Block Steel should be rewarded for its efforts. Under the Patriot Employer Tax Credit Act, Block Steel could qualify for a tax credit of up to \$100,000. That is money they can invest in their business and grow it, with even more people working.

As this debate about tax reform continues, I hope we focus on rewarding companies that really care about America. We shouldn't be blindly focused on a race to the bottom to the lowest wages. And, I might add, this is paid for. It is paid for by eliminating the deduction for moving businesses overseas that is currently part of the Tax Code.

So let's reform the Tax Code the right way, with an eye on helping the workers get a decent paycheck, decent benefits, and rewarding the companies that put American workers first.

I thank Senators SHERROD BROWN, ELIZABETH WARREN, JACK REED, TAMMY BALDWIN, and BERNIE SANDERS for lending their support to this important bill. I look forward to continuing our fight for working families here in the Senate.

Mr. President, I yield the floor.

I suggest the absence of a quorum.

The PRESIDING OFFICER. The clerk will call the roll.

The senior assistant legislative clerk proceeded to call the roll.

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

The PRESIDING OFFICER (Mr. SULLIVAN). Without objection, it is so ordered.

#### CONCLUSION OF MORNING BUSINESS

The PRESIDING OFFICER. Morning business is closed.

## NATIONAL DEFENSE AUTHORIZATION ACT FOR FISCAL YEAR 2016

The PRESIDING OFFICER. Under the previous order, the Senate will proceed to the consideration of H.R. 1735, which the clerk will report.

The legislative clerk read as follows:

A bill (H.R. 1735) to authorize appropriations for fiscal year 2016 for military activities of the Department of Defense, for military construction, and for defense activities of the Department of Energy, to prescribe military personnel strengths for such fiscal year, and for other purposes.

The PRESIDING OFFICER. Under the previous order, the time until 2:30 p.m. will be for debate only and equally divided between the bill managers or the designees.

The Senator from Arizona.

AMENDMENT NO. 1463

(Purpose: In the nature of a substitute)

Mr. McCAIN. Mr. President, I call up amendment No. 1463, which is at the desk.

The PRESIDING OFFICER. The clerk will report.

The legislative clerk read as follows:

The Senator from Arizona [Mr. McCAIN] proposes an amendment numbered 1463.

Mr. McCAIN. Mr. President, I ask unanimous consent that the reading of the amendment be dispensed with.

The PRESIDING OFFICER. Without objection, it is so ordered.

(The amendment is printed in the RECORD of June 2, 2015, under “Text of Amendments.”)

## ORDER FOR RECESS

Mr. McCAIN. Mr. President, I ask unanimous consent that the Senate stand in recess from 1 p.m. until 2 p.m. today.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. McCAIN. Mr. President, it is my pleasure to rise with my friend and colleague from Rhode Island to speak about the National Defense Authorization Act for Fiscal Year 2016. For 53 consecutive years, Congress has passed this vital piece of legislation, which provides the necessary funding and authorizes—I repeat, authorizes—our military to defend the Nation. The NDAA is one of few bills in Congress that continues to enjoy bipartisan support year after year. This is a testament to the legislation’s critical importance to our national security and the high regard with which it is held by the Congress.

Last month, the Senate Armed Services Committee voted 22 to 4 to approve the NDAA, an overwhelming vote that reflects the committee’s proud tradition of bipartisan support for the brave men and women of our armed services.

I thank the committee’s ranking member, the Senator from Rhode Island. Despite his failure of education at our Nation’s military academy, I appreciate the thoughtfulness and bipartisan spirit with which he approaches our national security. It has been a pleasure to work with Senator REED over the last few months and years on

this legislation and today as we appear on the floor on behalf of this legislation.

We have worked through some of the toughest issues facing our military today. We have our differences on some aspects of this legislation, but those differences have never interfered with the search for common ground and consensus. This is a much better bill thanks to the Senator from Rhode Island.

I also thank the majority leader, the Senator from Kentucky, for his commitment to resuming regular order and bringing the NDAA to the floor this week. Under the leadership of the Senator from Kentucky, the Senate will be able to take up this critical national security legislation on time, allowing for thoughtful consideration and amendments and giving our military the certainty they need to plan and execute their missions.

That stands in stark contrast to the last 2 years under Democratic leadership, when this body failed to take up the NDAA until the very end of the year, at the last minute, with no amendments allowed.

Just yesterday the Democratic leader said considering this vital Defense bill is just a “waste of time”—waste of time. Those comments must be very disappointing to the servicemembers, retirees, and their families in his home State of Nevada who clearly understand the importance of this legislation.

The fiscal year 2016 NDAA is a reform bill. It tackles acquisition reform, military retirement reform, personnel reform, commissary reform, headquarters and management reform. This legislation delivers sweeping defense reforms that can enable our military to rise to the challenges of a more dangerous world, both today and in the future. The Armed Services Committee identified \$10 billion of excess and unnecessary spending from the President’s defense budget request, and we are reinvesting it in military capabilities for our war fighters and reforms that can yield long-term savings for the Department of Defense. We did all of this while upholding our commitments to our servicemembers, retirees, and their families.

This legislation is a reflection of the growing threats we face in the world. Over the past few months, the Senate Armed Services Committee has received testimony from many of America’s most respected statesmen, thinkers, and former military commanders. These leaders had a common warning: America is facing the most diverse and complex array of crises since the Second World War. Just consider some of the troubling events that have transpired over the past year.

In Ukraine, Russia has sought to redraw an international border and annex the territory of another sovereign country through the use of military force. It continues aggressively to destabilize Ukraine, with troubling im-

plications for security in Europe. Yet the President continues to refuse to provide Ukraine with the defensive weapons they need and have repeatedly requested to defend their sovereign nation from Russia’s onslaught.

In the Middle East, a terrorist army, with tens of thousands of fighters, many holding Western passports, has taken over a vast swath of territory and declared an Islamic State in the heart of one of the most strategically important parts of the world. Nearly 3,000 U.S. troops have returned to Iraq to combat this threat, with U.S. aircraft flying hundreds of strike missions a month over Iraq and Syria. Unfortunately, as recent reports suggest, nearly 75 percent of those air missions never even dropped weapons, and meanwhile ISIS is taking territory on the ground, most recently in Ramadi and Palmyra.

At the same time, amid negotiations over its nuclear program, Iran continues to pursue its ambitions to challenge regional order in the Middle East by increasing its development of ballistic missiles, support for terrorism, training and arming of pro-Iranian militant groups, and other malign activities in places such as Iraq, Syria, Lebanon, Gaza, Bahrain, and Yemen.

Yemen has collapsed, as a Shia insurgency with ties to the Iranian regime has toppled the U.S.-backed government in Sana'a. Al Qaeda continues to use parts of the country to plan attacks against the West, the U.S. Embassy has been evacuated, and a U.S.-backed coalition of Arab nations has intervened militarily to reverse the gains of the Houthi insurgency and to restore the previous government to power.

Libya has become a failed state, beset by civil war and a growing presence of transnational terrorist groups, such as Al Qaeda and ISIL, similar to Afghanistan in 2001.

In Asia, North Korea continues to develop its nuclear arsenal and ever-more capable ballistic missiles, and late last year it committed the most destructive cyber attack ever on U.S. territory.

China is increasingly taking coercive actions to assert expansive territorial claims that unilaterally change the status quo in the South and East China Seas and raise tensions with U.S. allies and partners, all while continuing to expand and modernize its military in ways that challenge U.S. access and freedom of movement in the western Pacific. A recent report in the Wall Street Journal described how China has taken steps to militarize the vast land features that it is actively reclaiming in the South China Sea.

Unfortunately I could go on, but these are just some of the growing threats our Nation faces—threats that are far more serious than they were a year ago and significantly more so than when Congress passed the Budget Control Act in 2011. That legislation arbitrarily capped defense spending