111TH CONGRESS 1st session

HOUSE OF REPRESENTATIVES

Report 111-

MAKING SUPPLEMENTAL APPROPRIATIONS FOR JOB PRESERVATION AND CREATION, INFRASTRUCTURE INVESTMENT, ENERGY EFFICIENCY AND SCIENCE, ASSISTANCE TO THE UNEMPLOYED, AND STATE AND LOCAL FISCAL STABILIZATION, FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2009, AND FOR OTHER PURPOSES.

Mr. OBEY, from the Committee of Conference, submitted the following

CONFERENCE REPORT

[To accompany H.R. 1]

The committee of conference on the disagreeing votes of the two Houses on the amendment of the Senate to the bill (H.R. 1) "making supplemental appropriations for job preservation and creation, infrastructure investment, energy efficiency and science, assistance to the unemployed, and State and local fiscal stabilization, for the fiscal year ending September 30, 2009, and for other purposes", having met, after full and free conference, have agreed to recommend and do recommend to their respective Houses as follows:

That the House recede from its disagreement to the amendment of the Senate, and agree to the same with an amendment, as follows:

In lieu of the matter stricken and inserted by said amendment, insert:

SEN. APPROP.

1 SECTION 1. SHORT TITLE.

- 2 This Act may be cited as the "American Recovery
- 3 and Reinvestment Act of 2009".
- 4 SEC. 2. TABLE OF CONTENTS.
- The table of contents for this Act is as follows:

DIVISION A-APPROPRIATIONS PROVISIONS

TITLE I—AGRICULTURE, RURAL DEVELOPMENT, FOOD AND DRUG ADMINISTRATION, AND RELATED AGENCIES

TITLE II—COMMERCE, JUSTICE, SCIENCE, AND RELATED AGENCIES

TITLE III—DEPARTMENT OF DEFENSE

TITLE IV—ENERGY AND WATER DEVELOPMENT

TITLE V—FINANCIAL SERVICES AND GENERAL GOVERNMENT

TITLE VI—DEPARTMENT OF HOMELAND SECURITY

TITLE VII—INTERIOR, ENVIRONMENT, AND RELATED AGENCIES

TITLE VIII—DEPARTMENTS OF LABOR, HEALTH AND HUMAN SERVICES, AND EDUCATION, AND RELATED AGENCIES

TITLE IX—LEGISLATIVE BRANCH

TITLE X—MILITARY CONSTRUCTION AND VETERANS AFFAIRS AND RELATED AGENCIES

TITLE XI—STATE, FOREIGN OPERATIONS, AND RELATED PROGRAMS

TITLE XII—TRANSPORTATION, HOUSING AND URBAN DEVELOPMENT, AND RELATED AGENCIES

TITLE XIII—HEALTH INFORMATION TECHNOLOGY

TITLE XIV—STATE FISCAL STABILIZATION FUND

TITLE XV—ACCOUNTABILITY AND TRANSPARENCY

TITLE XVI—GENERAL PROVISIONS—THIS ACT

DIVISION B—TAX, UNEMPLOYMENT, HEALTH, STATE FISCAL RELIEF, AND OTHER PROVISIONS

TITLE I—TAX PROVISIONS

TITLE II—ASSISTANCE FOR UNEMPLOYED WORKERS AND STRUG-GLING FAMILIES

TITLE III—HEALTH INSURANCE ASSISTANCE

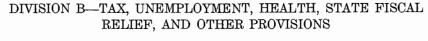
TITLE IV—HEALTH INFORMATION TECHNOLOGY

TITLE V STATE FISCAL RELIEF

6 SEC. 3. PURPOSES AND PRINCIPLES.

- 7 (a) Statement of Purposes.—The purposes of
- 8 this Act include the following:

Trans 14





TITLE I—TAX PROVISIONS

TITLE II—ASSISTANCE FOR UNEMPLOYED WORKERS AND STRUG-GLING FAMILIES

TITLE III—PREMIUM ASSISTANCE FOR COBRA BENEFITS

TITLE IV—MEDICARE AND MEDICAID HEALTH INFORMATION TECHNOLOGY; MISCELLANEOUS MEDICARE PROVISIONS

TITLE V—STATE FISCAL RELIEF

TITLE VI—BROADBAND TECHNOLOGY OPPORTUNITIES PROGRAM TITLE VII—LIMITS ON EXECUTIVE COMPENSATION

1	(1) To preserve and create jobs and promote
2	economic recovery.
3	(2) To assist those most impacted by the reces
4	sion.
5	(3) To provide investments needed to increase
6	economic efficiency by spurring technological ad
7	vances in science and health.
8	(4) To invest in transportation, environmenta
9	protection, and other infrastructure that will provide
10	long-term economic benefits.
11	(5) To stabilize State and local government
12	budgets, in order to minimize and avoid reductions
13	in essential services and counterproductive state and
14	local tax increases.
15	(b) General Principles Concerning Use of
16	FUNDS.—The President and the heads of Federal depart
17	ments and agencies shall manage and expend the funds
18	made available in this Act so as to achieve the purposes
19	specified in subsection (a), including commencing expendi-
20	tures and activities as quickly as possible consistent with
21	prudent management.
22	SEC. 4. REFERENCES.
23	Except as expressly provided otherwise, any reference
24	to "this Act" contained in any division of this Act shall

- 1 be treated as referring only to the provisions of that divi-
- 2 sion.
- 3 SEC. 5. EMERGENCY DESIGNATIONS.
- 4 (a) IN GENERAL.—Each amount in this Act is des-
- 5 ignated as an emergency requirement and necessary to
- 6 meet emergency needs pursuant to section 204(a) of S.
- 7 Con. Res. 21 (110th Congress) and section 301(b)(2) of
- 8 S. Con. Res. 70 (110th Congress), the concurrent resolu-
- 9 tions on the budget for fiscal years 2008 and 2009.
- 10 (b) Pay-as-You-Go.—All applicable provisions in
- 11 this Act are designated as an emergency for purposes of
- 12 pay-as-you-go principles.



DIVISION A—APPROPRIATIONS

2	PROVISIONS
3	That the following sums are appropriated, out of any
4	money in the Treasury not otherwise appropriated, for the
5	fiscal year ending September 30, 2009, and for other pur-
6	poses, namely:
7	TITLE I—AGRICULTURE, RURAL DEVELOP-
8	MENT, FOOD AND DRUG ADMINISTRATION,
9	AND RELATED AGENCIES
10	DEPARTMENT OF AGRICULTURE
11	AGRICULTURE BUILDINGS AND FACILITIES AND RENTAL
12	PAYMENTS
13	For an additional amount for "Agriculture Buildings
14	and Facilities and Rental Payments", \$24,000,000, for
15	necessary construction, repair, and improvement activities.
16	OFFICE OF INSPECTOR GENERAL
17	For an additional amount for "Office of Inspector
18	General", \$22,500,000, to remain available until Sep-
19	tember 30, 2013, for oversight and audit of programs,
20	grants, and activities funded by this Act and administered
21	by the Department of Agriculture.
22	AGRICULTURAL RESEARCH SERVICE
23	BUILDINGS AND FACILITIES
24	For an additional amount for "Buildings and Facili-
25	ties", \$176,000,000, for work on deferred maintenance at

Agricultural Research Service facilities: Provided, That priority in the use of such funds shall be given to critical deferred maintenance, to projects that can be completed. and to activities that can commence promptly following 5 enactment of this Act. 6 FARM SERVICE AGENCY 7 SALARIES AND EXPENSES 8 For an additional amount for "Farm Service Agency," Salaries and Expenses," \$50,000,000, for the purpose of maintaining and modernizing the information technology 11 system. 12 Natural Resources Conservation Service 13 WATERSHED AND FLOOD PREVENTION OPERATIONS For an additional amount for "Watershed and Flood 14 Operations", \$290,000,000, ofPrevention which \$145,000,000 is for necessary expenses to purchase and restore floodplain easements as authorized by section 403 of the Agricultural Credit Act of 1978 (16 U.S.C. 2203) (except that no more than \$30,000,000 of the amount provided for the purchase of floodplain easements may be obligated for projects in any one State): Provided, That such 22 funds shall be allocated to projects that can be fully funded and completed with the funds appropriated in this Act, and to activities that can commence promptly following 25 enactment of this Act.

1	WATERSHED REHABILITATION PROGRAM
2	For an additional amount for "Watershed Rehabilita-
3	tion Program", \$50,000,000: Provided, That such funds
4	shall be allocated to projects that can be fully funded and
5	completed with the funds appropriated in this Act, and
6	to activities that can commence promptly following enact-
7	ment of this Act.
8	RURAL HOUSING SERVICE
9	RURAL HOUSING INSURANCE FUND PROGRAM ACCOUNT
10	For an additional amount for gross obligations for
11	the principal amount of direct and guaranteed loans as
12	authorized by title V of the Housing Act of 1949, to be
13	available from funds in the rural housing insurance fund,
14	as follows: \$1,000,000,000 for section 502 direct loans;
15	and \$10,472,000,000 for section 502 unsubsidized guar-
16	anteed loans.
17	For an additional amount for the cost of direct and
18	guaranteed loans, including the cost of modifying loans,
19	as defined in section 502 of the Congressional Budget Act
20	of 1974, as follows: \$67,000,000 for section 502 direct
21	loans; and \$133,000,000 for section 502 unsubsidized
22	guaranteed loans.
23	RURAL COMMUNITY FACILITIES PROGRAM ACCOUNT
24	For an additional amount for the cost of direct loans
25	and grants for rural community facilities programs as au-

thorized by section 306 and described in section 381E(d)(1) of the Consolidated Farm and Rural Development Act, \$130,000,000. 4 RURAL BUSINESS—COOPERATIVE SERVICE 5 RURAL BUSINESS PROGRAM ACCOUNT 6 For an additional amount for the cost of guaranteed 7 loans and grants as authorized by sections 310B(a)(2)(A) and 310B(c) of the Consolidated Farm and Rural Development Act (7 U.S.C. 1932), \$150,000,000. 10 RURAL UTILITIES SERVICE 11 RURAL WATER AND WASTE DISPOSAL PROGRAM ACCOUNT 12 For an additional amount for the cost of direct loans 13 and grants for the rural water, waste water, and waste disposal programs authorized by sections 306 and 310B and described in section 381E(d)(2) of the Consolidated Farm and Rural Development Act, \$1,380,000,000. 16 17 DISTANCE LEARNING, TELEMEDICINE, AND BROADBAND 18 **PROGRAM** 19 For an additional amount for the cost of broadband 20 loans and loan guarantees, as authorized by the Rural 21 Electrification Act of 1936 (7 U.S.C. 901 et seq.) and for technical 22 grants (including for assistance), 23 \$2,500,000,000: Provided, That the cost of direct and guaranteed loans shall be as defined in section 502 of the

Congressional Budget Act of 1974: Provided further, That,

notwithstanding title VI of the Rural Electrification Act of 1936, this amount is available for grants, loans and loan guarantees for broadband infrastructure in any area of the United States: Provided further, That at least 75 percent of the area to be served by a project receiving funds from such grants, loans or loan guarantees shall be in a rural area without sufficient access to high speed broadband service to facilitate rural economic development, as determined by the Secretary of Agriculture: Provided further, That priority for awarding such funds shall be given to project applications for broadband systems that will deliver end users a choice of more than one service provider: Provided further, That priority for awarding funds made available under this paragraph shall be given to projects that provide service to the highest proportion of rural residents that do not have access to broadband service: Provided further, That priority shall be given for project applications from borrowers or former borrowers under title II of the Rural Electrification Act of 1936 and for project applications that include such borrowers or former borrowers: *Provided further*, That priority for 22 awarding such funds shall be given to project applications that demonstrate that, if the application is approved, all 23 project elements will be fully funded: Provided further, That priority for awarding such funds shall be given to project applications for activities that can be completed

2 if the requested funds are provided: Provided further, That
3 priority for awarding such funds shall be given to activities
4 that can commence promptly following approval: Provided
5 further, That no area of a project funded with amounts
6 made available under this paragraph may receive funding
7 to provide broadband service under the Broadband Tech8 nology Opportunities Program: Provided further, That the
9 Secretary shall submit a report on planned spending and
10 actual obligations describing the use of these funds not
11 later than 90 days after the date of enactment of this Act,
12 and quarterly thereafter until all funds are obligated, to
13 the Committees on Appropriations of the House of Rep14 resentatives and the Senate.
15 SPECIAL SUPPLEMENTAL NUTRITION PROGRAM FOR

 $A \rightarrow \sum_{15}^{12}$

WOMEN, INFANTS, AND CHILDREN (WIC)

17 For an additional amount for the special supple-

18 mental nutrition program as authorized by section 17 of

19 the Child Nutrition Act of 1966 (42 U.S.C. 1786)

20 \$500,000,000, of which \$400,000,000 shall be placed in

21 reserve to be allocated as the Secretary deems necessary,

22 notwithstanding section 17(i) of such Act, to support par-

23 ticipation should cost or participation exceed budget esti-

24 mates, and of which \$100,000,000 shall be for the pur-

25 poses specified in section 17(h)(10)(B)(ii): Provided, That

Insert 6A

FOOD AND NUTRITION SERVICE CHILD NUTRITION PROGRAMS

For an additional amount for the Richard B. Russell National School Lunch Act (42 U.S.C. 1751 et. seq.), except section 21, and the Child Nutrition Act of 1966 (42 U.S.C. 1771 et. seq.), except sections 17 and 21, \$100,000,000, to carry out a grant program for National School Lunch Program equipment assistance: *Provided*, That such funds shall be provided to States administering a school lunch program in a manner proportional with each States' administrative expense allocation: *Provided further*, That the States shall provide competitive grants to school food authorities based upon the need for equipment assistance in participating schools with priority given to school in which not less than 50 percent of the students are eligible for free or reduced price meals under the Richard B. Russell National School Lunch Act.

- 1 up to one percent of the funding provided for the purposes
- 2 specified in section 17(h)(10)(B)(ii) may be reserved by
- 3 the Secretary for Federal administrative activities in sup-
- 4 port of those purposes.
- 5 COMMODITY ASSISTANCE PROGRAM
- 6 For an additional amount for the emergency food as-
- 7 sistance program as authorized by section 27(a) of the
- 8 Food and Nutrition Act of 2008 (7 U.S.C. 2036(a)) and
- 9 section 204(a)(1) of the Emergency Food Assistance Act
- 10 of 1983 (7 U.S.C. 7508(a)(1)), \$150,000,000: Provided,
- 11 That of the funds made available, the Secretary may use
- 12 up to \$50,000,000 for costs associated with the distribu-
- 13 tion of commodities, of which up to \$25,000,000 shall be
- 14 made available in fiscal year 2009.
- 15 GENERAL PROVISIONS—THIS TITLE
- 16 Sec. 101. Temporary Increase in Benefits
- 17 Under the Supplemental Nutrition Assistance
- 18 Program. (a) Maximum Benefit Increase.—
- 19 (1) IN GENERAL.—Beginning the first month
- that begins not less than 25 days after the date of
- enactment of this Act, the value of benefits deter-
- 22 mined under section 8(a) of the Food and Nutrition
- Act of 2008 and consolidated block grants for Puer-
- 24 to Rico and American Samoa determined under sec-
- 25 tion 19(a) of such Act shall be calculated using

1	113.6 percent of the June 2008 value of the thrifty
2	food plan as specified under section 3(o) of such
3	Act.
4	(2) TERMINATION.—
5	(A) The authority provided by this sub-
6	section shall terminate after September 30
7	2009.
8	(B) Notwithstanding subparagraph (A)
9	the Secretary of Agriculture may not reduce the
10	value of the maximum allotments, minimum al-
11	lotments or consolidated block grants for Puer-
12	to Rico and American Samoa below the level in
13	effect for fiscal year 2009 as a result of para-
14	graph (1).
15	(b) REQUIREMENTS FOR THE SECRETARY.—In car-
16	rying out this section, the Secretary shall—
17	(1) consider the benefit increases described in
18	subsection (a) to be a "mass change";
19	(2) require a simple process for States to notify
20	households of the increase in benefits;
21	(3) consider section 16(c)(3)(A) of the Food
22	and Nutrition Act of 2008 (7 U.S.C. 2025(c)(3)(A))
23	to apply to any errors in the implementation of this
24	section, without regard to the 120-day limit de-
25	scribed in that section;

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- (4) disregard the additional amount of benefits that a household receives as a result of this section in determining the amount of overissuances under section 13 of the Food and Nutrition Act of 2008 (7 U.S.C. 2022); and (5) set the tolerance level for excluding small errors for the purposes of section 16(c) of the Food and Nutrition Act of 2008 (7 U.S.C. 2025(c)) at \$50 through September 30, 2009. (c) Administrative Expenses.— (1) IN GENERAL.—For the costs of State administrative expenses associated with carrying out this section and administering the supplemental nutrition assistance program established under the Food and Nutrition Act of 2008 (7 U.S.C. 2011 et seq.), the Secretary shall make available \$145,000,000 in fiscal year 2009 and \$150,000,000 in fiscal year 2010, of which \$4,500,000 is for necessary expenses of the Food and Nutrition Service for management and oversight of the program and for monitoring the integrity and evaluating the effects of the payments made under this section.
 - (2) TIMING FOR FISCAL YEAR 2009.—Not later than 60 days after the date of enactment of this

1	Act, the Secretary shall make available to States
2	amounts for fiscal year 2009 under paragraph (1).
3	(3) ALLOCATION OF FUNDS.—Except as pro-
4	vided for management and oversight, funds de-
5	scribed in paragraph (1) shall be made available as
6	grants to State agencies for each fiscal year as fol-
7	lows:
8	(A) 75 percent of the amounts available
9	for each fiscal year shall be allocated to States
10	based on the share of each State of households
11	that participate in the supplemental nutrition
12	assistance program as reported to the Depart-
13	ment of Agriculture for the most recent 12-
14	month period for which data are available, ad-
15	justed by the Secretary (as of the date of enact-
16	ment) for participation in disaster programs
17	under section 5(h) of the Food and Nutrition
18	Act of 2008 (7 U.S.C. 2014(h)); and
19	(B) 25 percent of the amounts available
20	for each fiscal year shall be allocated to States
21	based on the increase in the number of house-
22	holds that participate in the supplemental nu-
23	trition assistance program as reported to the
24	Department of Agriculture over the most recent
25	12-month period for which data are available.

adjusted by the Secretary (as of the date of en-1 2 actment) for participation in disaster programs 3 under section 5(h) of the Food and Nutrition 4 Act of 2008 (7 U.S.C. 2014(h)). 5 (d) FOOD DISTRIBUTION PROGRAM ON INDIAN RES-ERVATIONS.—For the costs relating to facility improvements and equipment upgrades associated with the Food Distribution Program on Indian Reservations, as established under section 4(b) of the Food and Nutrition Act of 2008 (7 U.S.C. 2013(b)), the Secretary shall make available \$5,000,000: Provided, That administrative costsharing requirements are not applicable to funds provided 13 in accordance with this provision. (e) TREATMENT OF JOBLESS WORKERS.— 14 15 (1)REMAINDER OF FISCAL YEAR 2009 16 THROUGH FISCAL YEAR 2010.—Beginning with the 17 first month that begins not less than 25 days after 18 the date of enactment of this Act and for each sub-19 sequent month through September 30, 2010, eligi-20 bility for supplemental nutrition assistance program 21 benefits shall not be limited under section 6(0)(2) of 22 the Food and Nutrition Act of 2008 unless an indi-23 vidual does not comply with the requirements of a 24 program offered by the State agency that meets the

1	standards of subparagraphs (B) or (C) of that para-
2	graph.
3	(2) FISCAL YEAR 2011 AND THEREAFTER.—Be-
4	ginning on October 1, 2010, for the purposes of sec-
5	tion 6(o) of the Food and Nutrition Act of 2008 (7
6	U.S.C. 2015(o)), a State agency shall disregard any
7	period during which an individual received benefits
8	under the supplemental nutrition assistance program
9	prior to October 1, 2010.
10	(f) FUNDING.—There are appropriated to the Sec-
11	retary out of funds of the Treasury not otherwise appro-
12	priated such sums as are necessary to carry out this sec-
13	tion.
14	Sec. 102. Agricultural Disaster Assistance
15	Transition. (a) Federal Crop Insurance Act. Sec-
16	tion 531(g) of the Federal Crop Insurance Act (7 U.S.C.
17	1531(g)) is amended by adding at the end the following
18	"(7) 2008 TRANSITION ASSISTANCE.—
19	"(A) IN GENERAL.—Eligible producers or
20	a farm described in subparagraph (A) of para-
21	graph (4) that failed to timely pay the appro-
22	priate fee described in that subparagraph shall
23	be eligible for assistance under this section in
24	accordance with subparagraph (B) if the eligi-
25	ble producers on the farm—

1 "(i) pay the appropriate fee described 2 in paragraph (4)(A) not later than 90 days 3 after the date of enactment of this para-4 graph; and 5 "(ii)(I) in the case of each insurable 6 commodity of the eligible producers on the 7 farm, excluding grazing land, agree to ob-8 tain a policy or plan of insurance under 9 subtitle A (excluding a crop insurance pilot 10 program under that subtitle) for the next 11 insurance year for which crop insurance is 12 available to the eligible producers on the 13 farm at a level of coverage equal to 70 percent or more of the recorded or appraised 14 15 average yield indemnified at 100 percent of 16 the expected market price, or an equivalent 17 coverage; and "(II) in the case of each noninsurable 18 19 commodity of the eligible producers on the 20 farm, agree to file the required paperwork, 21 and pay the administrative fee by the ap-22 plicable State filing deadline, for the non-23 insured crop assistance program for the 24 next year for which a policy is available.

1	"(B) Amount of assistance.—Eligible
2	producers on a farm that meet the require-
3	ments of subparagraph (A) shall be eligible to
4	receive assistance under this section as if the el-
5	igible producers on the farm—
6	"(i) in the case of each insurable com-
7	modity of the eligible producers on the
8	farm, had obtained a policy or plan of in-
9	surance for the 2008 crop year at a level
10	of coverage not to exceed 70 percent or
11	more of the recorded or appraised average
12	yield indemnified at 100 percent of the ex-
13	pected market price, or an equivalent cov-
14	erage; and
15	"(ii) in the case of each noninsurable
16	commodity of the eligible producers on the
17	farm, had filed the required paperwork,
18	and paid the administrative fee by the ap-
19	plicable State filing deadline, for the non-
20	insured crop assistance program for the
21	2008 crop year, except that in determining
22	the level of coverage, the Secretary shall
23	use 70 percent of the applicable yield.
24	"(C) EQUITABLE RELIEF.—Except as pro-
25	vided in subparagraph (D), eligible producers

1	on a farm that met the requirements of para-
2	graph (1) before the deadline described in para-
3	graph (4)(A) and are eligible to receive, a dis-
4	aster assistance payment under this section for
5	a production loss during the 2008 crop year
6	shall be eligible to receive an amount equal to
7	the greater of—
8	"(i) the amount that would have been
9	calculated under subparagraph (B) if the
10	eligible producers on the farm had paid the
11	appropriate fee under that subparagraph;
12	or
13	"(ii) the amount that would have been
14	calculated under subparagraph (A) of sub-
15	section (b)(3) if—
16	"(I) in clause (i) of that subpara-
17	graph, '120 percent' is substituted for
18	'115 percent'; and
19	"(II) in clause (ii) of that sub-
20	paragraph, '125' is substituted for
21	'120 percent'.
22	"(D) LIMITATION.—For amounts made
23	available under this paragraph, the Secretary
24	may make such adjustments as are necessary to
25	ensure that no producer receives a payment

1	under this paragraph for an amount in excess
2	of the assistance received by a similarly situated
3	producer that had purchased the same or high-
4	er level of crop insurance prior to the date of
5	enactment of this paragraph.
6	"(E) AUTHORITY OF THE SECRETARY.—
7	The Secretary may provide such additional as-
8	sistance as the Secretary considers appropriate
9	to provide equitable treatment for eligible pro-
10	ducers on a farm that suffered production
11	losses in the 2008 crop year that result in
12	multiyear production losses, as determined by
13	the Secretary.
14	"(F) LACK OF ACCESS.—Notwithstanding
15	any other provision of this section, the Sec-
16	retary may provide assistance under this section
17	to eligible producers on a farm that—
18	"(i) suffered a production loss due to
19	a natural cause during the 2008 crop year;
20	and
21	"(ii) as determined by the Secretary—
22	"(I)(aa) except as provided in
23	item (bb), lack access to a policy or
24	plan of insurance under subtitle A; or

1	"(bb) do not qualify for a written
2	agreement because 1 or more farming
3	practices, which the Secretary has de-
4	termined are good farming practices,
5	of the eligible producers on the farm
6	differ significantly from the farming
7	practices used by producers of the
8	same crop in other regions of the
9	United States; and
10	"(II) are not eligible for the non-
11	insured crop disaster assistance pro-
12	gram established by section 196 of the
13	Federal Agriculture Improvement and
14	Reform Act of 1996 (7 U.S.C.
15	7333).".
16	(b) TRADE ACT OF 1974.—Section 901(g) of the
17	Trade Act of 1974 (19 U.S.C. 2497(g)) is amended by
18	adding at the end the following:
19	"(7) 2008 TRANSITION ASSISTANCE.—
20	"(A) In general.—Eligible producers on
21	a farm described in subparagraph (A) of para-
22	graph (4) that failed to timely pay the appro-
23	priate fee described in that subparagraph shall
24	be eligible for assistance under this section in

1	accordance with subparagraph (B) if the eligi-
2	ble producers on the farm—
3	"(i) pay the appropriate fee described
4	in paragraph (4)(A) not later than 90 days
5	after the date of enactment of this para-
6	graph; and
7	"(ii)(I) in the case of each insurable
8	commodity of the eligible producers on the
9	farm, excluding grazing land, agree to ob-
10	tain a policy or plan of insurance under
11	the Federal Crop Insurance Act (7 U.S.C.
12	1501 et seq.) (excluding a crop insurance
13	pilot program under that Act) for the next
14	insurance year for which crop insurance is
15	available to the eligible producers on the
16	farm at a level of coverage equal to 70 per-
17	cent or more of the recorded or appraised
18	average yield indemnified at 100 percent of
19	the expected market price, or an equivalent
20	coverage; and
21	"(II) in the case of each noninsurable
22	commodity of the eligible producers on the
23	farm, agree to file the required paperwork,
24	and pay the administrative fee by the ap-
25	plicable State filing deadline, for the non-

1	insured crop assistance program for the
2	next year for which a policy is available.
3	"(B) AMOUNT OF ASSISTANCE.—Eligible
4	producers on a farm that meet the require-
5	ments of subparagraph (A) shall be eligible to
6	receive assistance under this section as if the el-
7	igible producers on the farm—
8	"(i) in the case of each insurable com-
9	modity of the eligible producers on the
10	farm, had obtained a policy or plan of in-
11	surance for the 2008 crop year at a level
12	of coverage not to exceed 70 percent or
13	more of the recorded or appraised average
14	yield indemnified at 100 percent of the ex-
15	pected market price, or an equivalent cov-
16	erage; and
17	"(ii) in the case of each noninsurable
18	commodity of the eligible producers on the
19	farm, had filed the required paperwork,
20	and paid the administrative fee by the ap-
21	plicable State filing deadline, for the non-
22	insured crop assistance program for the
23	2008 crop year, except that in determining
24	the level of coverage, the Secretary shall
25	use 70 percent of the applicable yield.

1	"(C) Equitable relief.—Except as pro
2	vided in subparagraph (D), eligible producers
3	on a farm that met the requirements of para
4	graph (1) before the deadline described in para-
5	graph (4)(A) and are eligible to receive, a dis-
6	aster assistance payment under this section for
7	a production loss during the 2008 crop year
8	shall be eligible to receive an amount equal to
9	the greater of—
10	"(i) the amount that would have been
11	calculated under subparagraph (B) if the
12	eligible producers on the farm had paid the
13	appropriate fee under that subparagraph
14	or
15	"(ii) the amount that would have been
16	calculated under subparagraph (A) of sub-
17	section (b)(3) if—
18	"(I) in clause (i) of that subpara-
19	graph, '120 percent' is substituted for
20	'115 percent'; and
21	"(II) in clause (ii) of that sub-
22	paragraph, '125' is substituted for
23	'120 percent'.
24	"(D) LIMITATION.—For amounts made
25	available under this paragraph, the Secretary

1	may make such adjustments as are necessary to
2	ensure that no producer receives a payment
3	under this paragraph for an amount in excess
4	of the assistance received by a similarly situated
5	producer that had purchased the same or high-
6	er level of crop insurance prior to the date of
7	enactment of this paragraph.
8	"(E) AUTHORITY OF THE SECRETARY.—
9	The Secretary may provide such additional as-
10	sistance as the Secretary considers appropriate
11	to provide equitable treatment for eligible pro-
12	ducers on a farm that suffered production
13	losses in the 2008 crop year that result in
14	multiyear production losses, as determined by
15	the Secretary.
16	"(F) LACK OF ACCESS.—Notwithstanding
17	any other provision of this section, the Sec-
18	retary may provide assistance under this section
19	to eligible producers on a farm that—
20	"(i) suffered a production loss due to
21	a natural cause during the 2008 crop year;
22	and
23	"(ii) as determined by the Secretary—

1	"(I)(aa) except as provided in
2	item (bb), lack access to a policy or
3	plan of insurance under subtitle A; or
4	"(bb) do not qualify for a written
5	agreement because 1 or more farming
6	practices, which the Secretary has de-
7	termined are good farming practices,
8	of the eligible producers on the farm
9	differ significantly from the farming
10	practices used by producers of the
11	same crop in other regions of the
12	United States; and
13	"(II) are not eligible for the non-
14	insured crop disaster assistance pro-
15	gram established by section 196 of the
16	Federal Agriculture Improvement and
17	Reform Act of 1996 (7 U.S.C.
18	7333).''.
19	(c) FARM OPERATING LOANS.—
20	(1) In general.—For the principal amount of
21	direct farm operating loans under section 311 of the
22	Consolidated Farm and Rural Development Act (7
23	U.S.C. 1941), \$173,367,000.
24	(2) DIRECT FARM OPERATING LOANS.—For the
25	cost of direct farm operating loans, including the

1	cost of modifying loans, as defined in section 502 of
2	the Congressional Budget Act of 1974 (2 U.S.C.
3	661a), \$20,440,000.
4	(d) 2008 AQUACULTURE ASSISTANCE.—
5	(1) Definitions.—In this subsection:
6	(A) ELIGIBLE AQUACULTURE PRO-
7	DUCER.—The term "eligible aquaculture pro-
8	ducer" means an aquaculture producer that
9	during the 2008 calendar year, as determined
10	by the Secretary—
11	(i) produced an aquaculture species
12	for which feed costs represented a substan-
13	tial percentage of the input costs of the
14	aquaculture operation; and
15	(ii) experienced a substantial price in-
16	crease of feed costs above the previous 5-
17	year average.
18	(B) Secretary.—The term "Secretary"
19	means the Secretary of Agriculture.
20	(2) Grant program.—
21	(A) IN GENERAL.—Of the funds of the
22	Commodity Credit Corporation, the Secretary
23	shall use not more than \$50,000,000, to remain
24	available until September 30, 2010, to carry out
25	a program of grants to States to assist eligible

1	aquaculture producers for losses associated with
2	high feed input costs during the 2008 calendar
3	year.
4	(B) NOTIFICATION.—Not later than 60
5	days after the date of enactment of this Act,
6	the Secretary shall notify the State department
7	of agriculture (or similar entity) in each State
8	of the availability of funds to assist eligible
9	aquaculture producers, including such terms as
10	determined by the Secretary to be necessary for
11	the equitable treatment of eligible aquaculture
12	producers.
13	(C) Provision of grants.—
14	(i) IN GENERAL.—The Secretary shall
15	make grants to States under this sub-
16	section on a pro rata basis based on the
17	amount of aquaculture feed used in each
18	State during the 2007 calendar year, as
19	determined by the Secretary.
20	(ii) TIMING.—Not later than 120 days
21	after the date of enactment of this Act, the
22	Secretary shall make grants to States to
23	provide assistance under this subsection.
24	(D) REQUIREMENTS.—The Secretary shall
25	make grants under this subsection only to

1	States that demonstrate to the satisfaction of
2	the Secretary that the State will—
3	(i) use grant funds to assist eligible
4	aquaculture producers;
5	(ii) provide assistance to eligible aqua-
6	culture producers not later than 60 days
7	after the date on which the State receives
8	grant funds; and
9	(iii) not later than 30 days after the
10	date on which the State provides assistance
11	to eligible aquaculture producers, submit to
12	the Secretary a report that describes—
13	(I) the manner in which the
14	State provided assistance;
15	(II) the amounts of assistance
16	provided per species of aquaculture;
17	and
18	(III) the process by which the
19	State determined the levels of assist-
20	ance to eligible aquaculture producers.
21	(3) REDUCTION IN PAYMENTS.—An eligible
22	aquaculture producer that receives assistance under
23	this subsection shall not be eligible to receive any
24	other assistance under the supplemental agricultural
25	disaster assistance program established under sec-

1	tion 531 of the Federal Crop Insurance Act (7
2	U.S.C. 1531) and section 901 of the Trade Act of
3	1974 (19 U.S.C. 2497) for any losses in 2008 relat-
4	ing to the same species of aquaculture.
5	(4) REPORT TO CONGRESS.—Not later than
6	180 days after the date of enactment of this Act, the
7	Secretary shall submit to the appropriate committees
8	of Congress a report that—
9	(A) describes in detail the manner in which
10	this subsection has been carried out; and
11	(B) includes the information reported to
12	the Secretary under paragraph (2)(D)(iii).
13	SEC. 103. For fiscal years 2009 and 2010, in the case
14	of each program established or amended by the Food,
15	Conservation, and Energy Act of 2008 (Public Law 110-
16	246), other than by title I of such Act, that is authorized
17	or required to be carried out using funds of the Com-
18	modity Credit Corporation—
19	(1) such funds shall be available for the pur-
20	pose of covering salaries and related administrative
21	expenses, including technical assistance, associated
22	with the implementation of the program, without re-
23	gard to the limitation on the total amount of allot-
24	ments and fund transfers contained in section 11 of

	1	the Commodity Credit Corporation Charter Ac
4	2	(15U.S.C. 714i); and
# -	3	(2) the use of such funds for such purpose shal
	4	not be considered to be a fund transfer or allotment
	5	for purposes of applying the limitation on the total
	6	amount of allotments and fund transfers contained
	7	in such section.
	8	Sec. 104. In addition to other available funds, of the
	9	funds made available to the Rural Development mission
	10	area in this title, not more than 3 percent of the funds
	11	can be used for administrative costs to carry out loan, loan
	12	guarantee and grant activities funded in this title, which
	13	shall be transferred to and merged with the appropriation
	14	for "Rural Development, Salaries and Expenses": Pro-
	15	vided, That of this amount \$1,750,000 shall be committed
	16	to agency projects associated with maintaining the compli-
	17	ance, safety, and soundness of the portfolio of loans guar-
	18	anteed through the section 502 guaranteed loan program.
	19	SEC. 105. Of the amounts appropriated in this title
	20	to the "Rural Housing Service, Rural Community Facili-
	21	ties Program Account", the "Rural Business-Cooperative
	22	Service, Rural Business Program Account", and the
	23	"Rural Utilities Service, Rural Water and Waste Disposal
	24	Program Account", at least 10 percent shall be allocated
	25	for assistance in persistent poverty counties: Provided,

- 1 That for the purposes of this section, the term "persistent
- 2 poverty counties" means any county that has had a 20
- 3 percent or more of its population living in poverty over
- 4 the past 30 years, as measured by the 1980, 1990, and
- 5 2000 decennial censuses.

1	TITLE II—COMMERCE, JUSTICE, SCIENCE, AND
2	RELATED AGENCIES
3	DEPARTMENT OF COMMERCE
4	ECONOMIC DEVELOPMENT ADMINISTRATION
5	ECONOMIC DEVELOPMENT ASSISTANCE PROGRAMS
6	For an additional amount for "Economic Develop-
7	ment Assistance Programs", \$150,000,000: Provided,
8	That \$50,000,000 shall be for economic adjustment assist-
9	ance as authorized by section 209 of the Public Works
10	and Economic Development Act of 1965, as amended (42
11	U.S.C. 3149): Provided further, That in allocating the
12	funds provided in the previous proviso, the Secretary of
13	Commerce shall give priority consideration to areas of the
14	Nation that have experienced sudden and severe economic
15	dislocation and job loss due to corporate restructuring:
16	Provided further, That not to exceed 2 percent of the funds
17	provided under this heading may be transferred to and
18	merged with the appropriation for "Salaries and Ex-
19	penses" for purposes of program administration and over-
20	sight: Provided further, That up to \$50,000,000 of the
21	funds provided under this heading may be transferred to
22	federally authorized regional economic development com-
23	missions

1	BUREAU OF THE CENSUS
2	PERIODIC CENSUSES AND PROGRAMS
3	For an additional amount for "Periodic Censuses and
4	Programs", \$1,000,000,000.
5	NATIONAL TELECOMMUNICATIONS AND INFORMATION
6	ADMINISTRATION
7	BROADBAND TECHNOLOGY OPPORTUNITIES PROGRAM
8	For an amount for "Broadband Technology Opportu-
9	nities Program", \$4,700,000,000: Provided, That of the
10	funds provided under this heading, not less than
11	\$4,350,000,000 shall be expended pursuant to division B
12	of this Act, of which: not less than \$200,000,000 shall
13	be available for competitive grants for expanding public
14	computer center capacity, including at community colleges
15	and public libraries; not less than \$250,000,000 shall be
16	available for competitive grants for innovative programs
17	to encourage sustainable adoption of broadband service;
18	and \$10,000,000 shall be transferred to "Department of
19	Commerce, Office of Inspector General" for the purposes
20	of audits and oversight of funds provided under this head-
21	ing and such funds shall remain available until expended:
22	Provided further, That of the funds provided under this
23	heading, up to \$350,000,000 may be expended pursuant
24	to Public Law $110-385$ (47 U.S.C. 1301 note) and for
25	the purposes of developing and maintaining a broadband

1 inventory map pursuant to division B of this Act: Provided 2 further, That of the funds provided under this heading, amounts deemed necessary and appropriate by the Secretary of Commerce, in consultation with the Federal Communications Commission (FCC), may be transferred to the FCC for the purposes of developing a national broadband plan or for carrying out any other FCC responsibilities pursuant to division B of this Act, and only if the Committees on Appropriations of the House and the Senate are notified not less than 15 days in advance of the transfer of such funds: Provided further, That not more than 3 percent of funds provided under this heading may be used for administrative costs, and this limitation shall apply to funds which may be transferred to the FCC. 15 DIGITAL-TO-ANALOG CONVERTER BOX PROGRAM For an amount for "Digital-to-Analog Converter Box 16 Program", \$650,000,000, for additional coupons and related activities under the program implemented under section 3005 of the Digital Television Transition and Public Safety Act of 2005: Provided, That of the amounts pro-20 vided under this heading, \$90,000,000 may be for education and outreach, including grants to organizations for programs to educate vulnerable populations, including senior citizens, minority communities, people with disabilities, 25 low-income individuals, and people living in rural areas,

1	about the transition and to provide one-on-one assistance
2	to vulnerable populations, including help with converter
3	box installation: Provided further, That the amounts pro-
4	vided in the previous proviso may be transferred to the
5	Federal Communications Commission (FCC) if deemed
6	necessary and appropriate by the Secretary of Commerce
7	in consultation with the FCC, and only if the Committees
8	on Appropriations of the House and the Senate are noti-
9	fied not less than 5 days in advance of transfer of such
10	funds.
11	NATIONAL INSTITUTE OF STANDARDS AND TECHNOLOGY
12	SCIENTIFIC AND TECHNICAL RESEARCH AND SERVICES
13	For an additional amount for "Scientific and Tech-
14	nical Research and Services", \$220,000,000.
15	CONSTRUCTION OF RESEARCH FACILITIES
16	For an additional amount for "Construction of Re-
17	search Facilities", \$360,000,000, of which \$180,000,000
18	shall be for a competitive construction grant program for
19	research science buildings.
20	NATIONAL OCEANIC AND ATMOSPHERIC
21	ADMINISTRATION
22	OPERATIONS, RESEARCH, AND FACILITIES
23	For an additional amount for "Operations, Research,
24	and Facilities" \$230,000,000

1	PROCUREMENT, ACQUISITION AND CONSTRUCTION
2	For an additional amount for "Procurement, Acquisi-
3	tion and Construction", \$600,000,000.
4	OFFICE OF INSPECTOR GENERAL
5	For an additional amount for "Office of Inspector
6	General", \$6,000,000, to remain available until September
7	30, 2013.
8	DEPARTMENT OF JUSTICE GENERAL ADMINISTRATION
9	DEPARTMENT OF JUSTICE OFFICE OF INSPECTOR GENERAL C+5C For an additional amount for "Office of Inspector
10	For an additional amount for "Office of Inspector
11	General", \$2,000,000, to remain available until September
12	30, 2013.
13	STATE AND LOCAL LAW ENFORCEMENT ACTIVITIES
14	OFFICE ON VIOLENCE AGAINST WOMEN
15	VIOLENCE AGAINST WOMEN PREVENTION AND
16	PROSECUTION PROGRAMS
17	For an additional amount for "Violence Against
18	Women Prevention and Prosecution Programs",
19	\$225,000,000 for grants to combat violence against
20	women, as authorized by part T of the Omnibus Crime
21	Control and Safe Streets Act of 1968 (42 U.S.C. 3796gg
22	et seq.): Provided, That, \$50,000,000 shall be for transi-
23	tional housing assistance grants for victims of domestic
24	violence, stalking or sexual assault as authorized by sec-

- 1 tion 40299 of the Violent Crime Control and Law Enforce-
- 2 ment Act of 1994 (Public Law 103–322).
- 3 Office of Justice Programs
- 4 STATE AND LOCAL LAW ENFORCEMENT ASSISTANCE
- 5 For an additional amount for "State and Local Law
- 6 Enforcement Assistance", \$2,000,000,000, for the Ed-
- 7 ward Byrne Memorial Justice Assistance Grant program
- 8 as authorized by subpart 1 of part E of title I of the Omni-
- 9 bus Crime Control and Safe Street Act of 1968 ("1968
- 10 Act"), (except that section 1001(c), and the special rules
- 11 for Puerto Rico under section 505(g), of the 1968 Act,
- 12 shall not apply for purposes of this Act).
- For an additional amount for "State and Local Law
- 14 Enforcement Assistance", \$225,000,000, for competitive
- 15 grants to improve the functioning of the criminal justice
- 16 system, to assist victims of crime (other than compensa-
- 17 tion), and youth mentoring grants.
- 18 For an additional amount for "State and Local Law
- 19 Enforcement Assistance", \$40,000,000, for competitive
- 20 grants to provide assistance and equipment to local law
- 21 enforcement along the Southern border and in High-In-
- 22 tensity Drug Trafficking Areas to combat criminal nar-
- 23 cotics activity stemming from the Southern border, of
- 24 which \$10,000,000 shall be transferred to "Bureau of Al-

- 1 cohol, Tobacco, Firearms and Explosives, Salaries and Ex-
- 2 penses" for the ATF Project Gunrunner.
- 3 For an additional amount for "State and Local Law
- 4 Enforcement Assistance", \$225,000,000, for assistance to
- 5 Indian tribes, notwithstanding Public Law 108–199, divi-
- 6 sion B, title I, section 112(a)(1) (118 Stat. 62), which
- 7 shall be available for grants under section 20109 of sub-
- 8 title A of title II of the Violent Crime Control and Law
- 9 Enforcement Act of 1994 (Public Law 103–322).
- 10 For an additional amount for "State and Local Law
- 11 Enforcement Assistance", \$100,000,000, to be distributed
- 12 by the Office for Victims of Crime in accordance with sec-
- 13 tion 1402(d)(4) of the Victims of Crime Act of 1984 (Pub-
- 14 lic Law 98–473).
- 15 For an additional amount for "State and Local Law
- 16 Enforcement Assistance", \$125,000,000, for assistance to
- 17 law enforcement in rural States and rural areas, to pre-
- 18 vent and combat crime, especially drug-related crime.
- 19 For an additional amount for "State and Local Law
- 20 Enforcement Assistance", \$50,000,000, for Internet
- 21 Crimes Against Children (ICAC) initiatives.
- 22 COMMUNITY ORIENTED POLICING SERVICES
- 23 For an additional amount for "Community Oriented
- 24 Policing Services", for grants under section 1701 of title
- 25 I of the 1968 Omnibus Crime Control and Safe Streets

- 1 Act (42 U.S.C. 3796dd) for hiring and rehiring of addi-
- 2 tional career law enforcement officers under part Q of
- 3 such title, notwithstanding subsection (i) of such section,
- 4 \$1,000,000,000.
- 5 Salaries and Expenses
- 6 For an additional amount, not elsewhere specified in
- 7 this title, for management and administration and over-
- 8 sight of programs within the Office on Violence Against
- 9 Women, the Office of Justice Programs, and the Commu-
- 10 nity Oriented Policing Services Office, \$10,000,000.
- 11 SCIENCE
- 12 NATIONAL AERONAUTICS AND SPACE ADMINISTRATION
- 13 SCIENCE
- 14 For an additional amount for "Science",
- 15 \$400,000,000.
- 16 AERONAUTICS
- 17 For an additional amount for "Aeronautics",
- 18 \$150,000,000.
- 19 EXPLORATION
- 20 For an additional amount for "Exploration",
- 21 \$400,000,000.
- 22 CROSS AGENCY SUPPORT
- For an additional amount for "Cross Agency Sup-
- 24 port", \$50,000,000.

1	OFFICE OF INSPECTOR GENERAL
2	For an additional amount for "Office of Inspector
3	General", \$2,000,000, to remain available until September
4	30, 2013.
5	NATIONAL SCIENCE FOUNDATION
6	RESEARCH AND RELATED ACTIVITIES
7	For an additional amount for "Research and Related
8	Activities", \$2,500,000,000: Provided, That \$300,000,000
9	shall be available solely for the Major Research Instru-
10	mentation program and \$200,000,000 shall be for activi-
11	ties authorized by title II of Public Law 100-570 for aca-
12	demic research facilities modernization.
13	EDUCATION AND HUMAN RESOURCES
14	For an additional amount for "Education and
15	Human Resources', \$100,000,000.
16	MAJOR RESEARCH EQUIPMENT AND FACILITIES
17	CONSTRUCTION
18	For an additional amount for "Major Research
19	Equipment and Facilities Construction", \$400,000,000.
20	OFFICE OF INSPECTOR GENERAL
21	For an additional amount for "Office of Inspector
22	General", \$2,000,000, to remain available until September
23	30, 2013.

10

1 GENERAL PROVISION—THIS TITLE

- 2 Sec. 201. Sections 1701(g) and 1704(c) of the Omni-
- 3 bus Crime Control and Safe Street Act of 1968 (42 U.S.C.
- 4 3796dd(g) and 3796dd-3(c)) shall not apply with respect
- 5 to funds appropriated in this or any other Act making ap-
- 6 propriations for fiscal year 2009 or 2010 for Community
- 7 Oriented Policing Services authorized under part Q of
- 8 such Act of 1968.

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1	TITLE III—DEPARTMENT OF DEFENSE
2	OPERATION AND MAINTENANCE
3	OPERATION AND MAINTENANCE, ARMY
4	For an additional amount for "Operation and Main-
5	tenance, Army", \$1,474,525,000, to remain available for
6	obligation until September 30, 2010, to improve, repair
7	and modernize Department of Defense facilities, restore
8	and modernize real property to include barracks, and in-
9	vest in the energy efficiency of Department of Defense fa-
10	cilities.
11	OPERATION AND MAINTENANCE, NAVY
12	For an additional amount for "Operation and Main-
13	tenance, Navy", \$657,051,000, to remain available for ob-
14	ligation until September 30, 2010, to improve, repair and
15	modernize Department of Defense facilities, restore and
16	modernize real property to include barracks, and invest
17	in the energy efficiency of Department of Defense facili-
18	ties.
19	OPERATION AND MAINTENANCE, MARINE CORPS
20	For an additional amount for "Operation and Main-
21	tenance, Marine Corps", \$113,865,000, to remain avail-
22	able for obligation until September 30, 2010, to improve,
23	repair and modernize Department of Defense facilities, re-
24	store and modernize real property to include barracks, and

- 1 invest in the energy efficiency of Department of Defense
- 2 facilities.
- 3 OPERATION AND MAINTENANCE, AIR FORCE
- 4 For an additional amount for "Operation and Main-
- 5 tenance, Air Force", \$1,095,959,000, to remain available
- 6 for obligation until September 30, 2010, to improve, re-
- 7 pair and modernize Department of Defense facilities, re-
- 8 store and modernize real property to include barracks, and
- 9 invest in the energy efficiency of Department of Defense
- 10 facilities.
- 11 OPERATION AND MAINTENANCE, ARMY RESERVE
- 12 For an additional amount for "Operation and Main-
- 13 tenance, Army Reserve", \$98,269,000, to remain available
- 14 for obligation until September 30, 2010, to improve, re-
- 15 pair and modernize Department of Defense facilities, re-
- 16 store and modernize real property to include barracks, and
- 17 invest in the energy efficiency of Department of Defense
- 18 facilities.
- 19 OPERATION AND MAINTENANCE, NAVY RESERVE
- 20 For an additional amount for "Operation and Main-
- 21 tenance, Navy Reserve", \$55,083,000, to remain available
- 22 for obligation until September 30, 2010, to improve, re-
- 23 pair and modernize Department of Defense facilities, re-
- 24 store and modernize real property to include barracks, and

1 invest in the energy efficiency of Department of Defense 2 facilities. 3 OPERATION AND MAINTENANCE, MARINE CORPS 4 RESERVE 5 For an additional amount for "Operation and Maintenance, Marine Corps Reserve", \$39,909,000, to remain available for obligation until September 30, 2010, to improve, repair and modernize Department of Defense facilities, restore and modernize real property to include barracks, and invest in the energy efficiency of Department 11 of Defense facilities. 12 OPERATION AND MAINTENANCE, AIR FORCE RESERVE 13 For an additional amount for "Operation and Maintenance, Air Force Reserve", \$13,187,000, to remain available for obligation until September 30, 2010, to im-16 prove, repair and modernize Department of Defense facilities, restore and modernize real property to include bar-18 racks, and invest in the energy efficiency of Department of Defense facilities. 19 20 OPERATION AND MAINTENANCE, ARMY NATIONAL 21 Guard 22 For an additional amount for "Operation and Maintenance, Army National Guard", \$266,304,000, to remain 23 24 available for obligation until September 30, 2010, to im-

prove, repair and modernize Department of Defense facili-

- 1 ties, restore and modernize real property to include bar-2 racks, and invest in the energy efficiency of Department
- 3 of Defense facilities.
- 4 OPERATION AND MAINTENANCE, AIR NATIONAL GUARD
- 5 For an additional amount for "Operation and Main-
- 6 tenance, Air National Guard", \$25,848,000, to remain
- 7 available for obligation until September 30, 2010, to im-
- 8 prove, repair and modernize Department of Defense facili-
- 9 ties, restore and modernize real property to include bar-
- 10 racks, and invest in the energy efficiency of Department
- 11 of Defense facilities.
- 12 RESEARCH, DEVELOPMENT, TEST AND
- 13 EVALUATION
- 14 RESEARCH, DEVELOPMENT, TEST AND EVALUATION,
- 15 Army
- 16 For an additional amount for "Research, Develop-
- 17 ment, Test and Evaluation, Army", \$75,000,000, to re-
- 18 main available for obligation until September 30, 2010.
- 19 RESEARCH, DEVELOPMENT, TEST AND EVALUATION,
- 20 Navy
- 21 For an additional amount for "Research, Develop-
- 22 ment, Test and Evaluation, Navy", \$75,000,000, to re-
- 23 main available for obligation until September 30, 2010.

1	RESEARCH, DEVELOPMENT, TEST AND EVALUATION,
2	AIR FORCE
3	For an additional amount for "Research, Develop
4	ment, Test and Evaluation, Air Force", \$75,000,000, to
5	remain available for obligation until September 30, 2010
6	RESEARCH, DEVELOPMENT, TEST AND EVALUATION,
7	Defense-Wide
8	For an additional amount for "Research, Develop
9	ment, Test and Evaluation, Defense-Wide", \$75,000,000
10	to remain available for obligation until September 30
11	2010.
12	OTHER DEPARTMENT OF DEFENSE PROGRAMS
13	Defense Health Program
14	For an additional amount for "Defense Health Pro-
15	gram", \$400,000,000 for operation and maintenance, to
16	remain available for obligation until September 30, 2010
17	to improve, repair and modernize military medical facili-
18	ties, and invest in the energy efficiency of military medical
19	facilities.
20	OFFICE OF THE INSPECTOR GENERAL
21	For an additional amount for "Office of the Inspector
22	General", \$15,000,000 for operation and maintenance, to
23	ramain available for obligation until Santamber 30, 2011

1	TITLE IV—ENERGY AND WATER
2	DEVELOPMENT
3	DEPARTMENT OF DEFENSE—CIVIL
4	DEPARTMENT OF THE ARMY
5	CORPS OF ENGINEERS—CIVIL
6	INVESTIGATIONS
7	For an additional amount for "Investigations",
8	\$25,000,000: Provided, That funds provided under this
9	heading in this title shall only be used for programs,
10	projects or activities that heretofore or hereafter receive
11	funds provided in Acts making appropriations available for
12	Energy and Water Development: Provided further, That
13	funds provided under this heading in this title shall be
14	used for programs, projects or activities or elements of
15	programs, projects or activities that can be completed
16	within the funds made available in that account and that
17	will not require new budget authority to complete: Pro-
18	vided further, That for projects that are being completed
19	with funds appropriated in this Act that would otherwise
20	be expired for obligation, expired funds appropriated in
21	this Act may be used to pay the cost of associated super-
22	vision, inspection, overhead, engineering and design on
23	those projects and on subsequent claims, if any: Provided
24	further, That the Secretary of the Army shall submit a
25	quarterly report to the Committees on Appropriations of

- 1 the House of Representatives and the Senate detailing the
- 2 allocation, obligation and expenditures of these funds, be-
- 3 ginning not later than 45 days after enactment of this Act:
- 4 Provided further, That the Secretary shall have unlimited
- 5 reprogramming authority for these funds provided under
- 6 this heading.

7 CONSTRUCTION

- 8 For an additional amount for "Construction",
- 9 \$2,000,000,000: *Provided*, That not less than
- 10 \$200,000,000 of the funds provided shall be for water-
- 11 related environmental infrastructure assistance: Provided
- 12 further, That section 102 of Public Law 109-103 (33
- 13 U.S.C. 2221) shall not apply to funds provided in this
- 14 title: Provided further, That notwithstanding any other
- 15 provision of law, funds provided in this paragraph shall
- 16 not be cost shared with the Inland Waterways Trust Fund
- 17 as authorized in Public Law 99-662: Provided further,
- 18 That funds provided under this heading in this title shall
- 19 only be used for programs, projects or activities that here-
- 20 tofore or hereafter receive funds provided in Acts making
- 21 appropriations available for Energy and Water Develop-
- 22 ment: Provided further, That funds provided under this
- 23 heading in this title shall be used for programs, projects
- 24 or activities or elements of programs, projects or activities
- 25 that can be completed within the funds made available in

- 1 that account and that will not require new budget author-
- 2 ity to complete: Provided further, That the limitation con-
- 3 cerning total project costs in section 902 of the Water Re-
- 4 sources Development Act of 1986, as amended (33 U.S.C.
- 5 2280), shall not apply during fiscal year 2009 to any
- 6 project that received funds provided in this title: Provided
- 7 further, That funds appropriated under this heading may
- 8 be used by the Secretary of the Army, acting through the
- 9 Chief of Engineers, to undertake work authorized to be
- 10 carried out in accordance with section 14 of the Flood
- 11 Control Act of 1946 (33 U.S.C. 701r); section 205 of the
- 12 Flood Control Act of 1948 (33 U.S.C. 701s); section 206
- 13 of the Water Resources Development Act of 1996 (33
- 14 U.S.C. 2330); or section 1135 of the Water Resources De-
- 15 velopment Act of 1986 (33 U.S.C. 2309a), notwith-
- 16 standing the program cost limitations set forth in those
- 17 sections: Provided further, That for projects that are being
- 18 completed with funds appropriated in this Act that would
- 19 otherwise be expired for obligation, expired funds appro-
- 20 priated in this Act may be used to pay the cost of associ-
- 21 ated supervision, inspection, overhead, engineering and de-
- 22 sign on those projects and on subsequent claims, if any:
- 23 Provided further, That the Secretary of the Army shall
- 24 submit a quarterly report to the Committees on Appro-
- 25 priations of the House of Representatives and the Senate

- 1 detailing the allocation, obligation and expenditures of
- 2 these funds, beginning not later than 45 days after enact-
- 3 ment of this Act: Provided further, That the Secretary
- 4 shall have unlimited reprogramming authority for these
- 5 funds provided under this heading.
- 6 MISSISSIPPI RIVER AND TRIBUTARIES
- 7 For an additional amount for "Mississippi River and
- 8 Tributaries", \$375,000,000: Provided, That funds pro-
- 9 vided under this heading in this title shall only be used
- 10 for programs, projects or activities that heretofore or here-
- 11 after receive funds provided in Acts making appropriations
- 12 available for Energy and Water Development: Provided
- 13 further, That funds provided under this heading in this
- 14 title shall be used for programs, projects or activities or
- 15 elements of programs, projects or activities that can be
- 16 completed within the funds made available in that account
- 17 and that will not require new budget authority to com-
- 18 plete: Provided further, That the limitation concerning
- 19 total project costs in section 902 of the Water Resources
- 20 Development Act of 1986, as amended (33 U.S.C. 2280),
- 21 shall not apply during fiscal year 2009 to any project that
- 22 received funds provided in this title: Provided further, That
- 23 for projects that are being completed with funds appro-
- 24 priated in this Act that would otherwise be expired for
- 25 obligation, expired funds appropriated in this Act may be

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- 1 used to pay the cost of associated supervision, inspection,
- 2 overhead engineering and design on those projects and on
- 3 subsequent claims, if any: Provided further, That the Sec-
- 4 retary of the Army shall submit a quarterly report to the
- 5 Committees on Appropriations of the House of Represent-
- 6 atives and the Senate detailing the allocation, obligation
- 7 and expenditures of these funds, beginning not later than
- 8 45 days after enactment of this Act: Provided further,
- 9 That the Secretary shall have unlimited reprogramming
- 10 authority for these funds provided under this heading.

11 OPERATION AND MAINTENANCE

- For an additional amount for "Operation and Main-
- 13 tenance", \$2,075,000,000: Provided, That funds provided
- 14 under this heading in this title shall only be used for pro-
- 15 grams, projects or activities that heretofore or hereafter
- 16 receive funds provided in Acts making appropriations
- 17 available for Energy and Water Development: Provided
- 18 further, That funds provided under this heading in this
- 19 title shall be used for programs, projects or activities or
- 20 elements of programs, projects or activities that can be
- 21 completed within the funds made available in that account
- 22 and that will not require new budget authority to com-
- 23 plete: Provided further, That section 9006 of Public Law
- 24 110-114 shall not apply to funds provided in this title:
- 25 Provided further, That for projects that are being com-

- 1 pleted with funds appropriated in this Act that would oth-
- 2 erwise be expired for obligation, expired funds appro-
- 3 priated in this Act may be used to pay the cost of associ-
- 4 ated supervision, inspection, overhead, engineering and de-
- 5 sign on those projects and on subsequent claims, if any:
- 6 Provided further, That the Secretary of the Army shall
- 7 submit a quarterly report to the Committees on Appro-
- 8 priations of the House of Representatives and the Senate
- 9 detailing the allocation, obligation and expenditures of
- 10 these funds, beginning not later than 45 days after enact-
- 11 ment of this Act: Provided further, That the Secretary
- 12 shall have unlimited reprogramming authority for these
- 13 funds provided under this heading.
- 14 REGULATORY PROGRAM
- 15 For an additional amount for "Regulatory Program",
- 16 \$25,000,000.
- 17 FORMERLY UTILIZED SITES REMEDIAL ACTION PROGRAM
- 18 For an additional amount for "Formerly Utilized
- 19 Sites Remedial Action Program", \$100,000,000: Provided,
- 20 That funds provided under this heading in this title shall
- 21 be used for programs, projects or activities or elements
- 22 of programs, projects or activities that can be completed
- 23 within the funds made available in that account and that
- 24 will not require new budget authority to complete: Pro-
- 25 vided further, That for projects that are being completed

1 with funds appropriated in this Act that would otherwise be expired for obligation, expired funds appropriated in 3 this Act may be used to pay the cost of associated supervision, inspection, overhead, engineering and design on 5 those projects and on subsequent claims, if any: Provided further, That the Secretary of the Army shall submit a quarterly report to the Committees on Appropriations of the House of Representatives and the Senate detailing the allocation, obligation and expenditures of these funds, beginning not later than 45 days after enactment of this Act: Provided further, That the Secretary shall have unlimited reprogramming authority for these funds provided under 13 this heading. 14 DEPARTMENT OF THE INTERIOR --15 - Bureau-of Reclamation 16 WATER AND RELATED RESOURCES 17 For an additional amount for "Water and Related Resources", \$1,000,000,000: Provided, That of the amount appropriated under this heading, not less than \$126,000,000 shall be used for water reclamation and reuse projects authorized under title XVI of Public Law 102-575: Provided further, That funds provided in this Act shall be used for elements of projects, programs or activities that can be completed within these funding amounts and not create budgetary obligations in future

fiscal years: Provided further, That \$50,000,000 of the 1 funds provided under this heading may be transferred to the Department of the Interior for programs, projects and activities authorized by the Central Utah Project Completion Act (titles II-V of Public Law 102-575): Provided further, That \$50,000,000 of the funds provided under this heading may be used for programs, projects, and activities authorized by the California Bay-Delta Restoration Act (Public Law 108–361): Provided further, That not less than \$60,000,000 of the funds provided under this heading shall be used for rural water projects and shall be expended primarily on water intake and treatment facilities of such projects: Provided further, That not less than \$10,000,000 of the funds provided under this heading shall be used for a bureau-wide inspection of canals program in urbanized areas: Provided further, That the costs of extraordinary maintenance and replacement activities carried out with funds provided in this Act shall be repaid pursuant to existing authority, except the length of repayment period shall be as determined by the Commissioner, but in no case shall the repayment period exceed 50 years and the repayment shall include interest, at a rate determined by the Secretary of the Treasury as of the beginning of the fiscal year in which the work is commenced, 25 on the basis of average market yields on outstanding mar-

1	ketable obligations of the United States with the remain-
2	ing periods of maturity comparable to the applicable reim-
3	bursement period of the project adjusted to the nearest
4	one-eighth of 1 percent on the unamortized balance of any
5	portion of the loan: Provided further, That for projects
6	that are being completed with funds appropriated in this
7	Act that would otherwise be expired for obligation, expired
8	funds appropriated in this Act may be used to pay the
9	cost of associated supervision, inspection, overhead, engi-
10	neering and design on those projects and on subsequent
11	claims, if any: Provided further, That the Secretary of the
12	Interior shall submit a quarterly report to the Committees
13	on Appropriations of the House of Representatives and the \cdot
14	Senate detailing the allocation, obligation and expendi-
15.	tures of these funds, beginning not later than 45 days
16	after enactment of this Act: Provided further, That the
17	Secretary shall have unlimited reprogramming authority
18	for these funds provided under this heading.
19	DEPARTMENT OF ENERGY
20	ENERGY PROGRAMS
21	Energy Efficiency and Renewable Energy
22	For an additional amount for "Energy Efficiency and
23	Renewable Energy", \$16,800,000,000, for necessary ex
24	penses: Provided, That \$3,200,000,000 shall be available
25	for Energy Efficiency and Conservation Block Grants for

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implementation of programs authorized under subtitle E of title V of the Energy Independence and Security Act U.S.C. 17151 et seq.), 2007(42)\$2,800,000,000 is available through the formula in subtitle E: Provided further, That the Secretary may use the most recent and accurate population data available to satisfy the requirements of section 543(b) of the Energy Independence and Security Act of 2007: Provided further, That the remaining \$400,000,000 shall be awarded on a competitive basis: Provided further, That \$5,000,000,000 shall be for the Weatherization Assistance Program under part A of title IV of the Energy Conservation and Production Act (42 U.S.C. 6861 et seq.): Provided further, That \$3,400,000,000 shall be for the State Energy Program 14 authorized under part D of title III of the Energy Policy and Conservation Act (42 U.S.C. 6321): Provided further, That \$2,000,000,000 shall be available for grants for the 17 manufacturing of advanced batteries and components and the Secretary shall provide facility funding awards under 19 this section to manufacturers of advanced battery systems 20 21 and vehicle batteries that are produced in the United States, including advanced lithium ion batteries, hybrid 22 electrical systems, component manufacturers, and soft-23 ware designers: Provided further, That notwithstanding section 3304 of title 5, United States Code, and without

- 1 regard to the provisions of sections 3309 through 3318
- 2 of such title 5, the Secretary of Energy, upon a determina-
- 3 tion that there is a severe shortage of candidates or a crit-
- 4 ical hiring need for particular positions, may from within
- 5 the funds provided, recruit and directly appoint highly
- 6 qualified individuals into the competitive service: Provided
- 7 further, That such authority shall not apply to positions
- 8 in the Excepted Service or the Senior Executive Service:
- 9 Provided further, That any action authorized herein shall
- 10 be consistent with the merit principles of section 2301 of
- 11 such title 5, and the Department shall comply with the
- 12 public notice requirements of section 3327 of such title
- 13 5.
- 14 ELECTRICITY DELIVERY AND ENERGY RELIABILITY
- 15 For an additional amount for "Electricity Delivery
- 16 and Energy Reliability," \$4,500,000,000: Provided, That
- 17 funds shall be available for expenses necessary for elec-
- 18 tricity delivery and energy reliability activities to mod-
- 19 ernize the electric grid, enhance security and reliability of
- 20 the energy infrastructure, energy storage research, devel-
- 21 opment, demonstration and deployment, and facilitate re-
- 22 covery from disruptions to the energy supply, and for im-
- 23 plementation of programs authorized under title XIII of
- 24 the Energy Independence and Security Act of 2007 (42
- 25 U.S.C. 17381 et seq.): Provided further, That

to include

demand

responsive
equipment,

\$100,000,000 shall be available for worker training activities: Provided further, That notwithstanding section 3304 2 3 of title 5, United States Code, and without regard to the provisions of sections 3309 through 3318 of such title 5, the Secretary of Energy, upon a determination that there is a severe shortage of candidates or a critical hiring need for particular positions, may from within the funds provided, recruit and directly appoint highly qualified individuals into the competitive service: Provided further, That such authority shall not apply to positions in the Excepted Service or the Senior Executive Service: Provided further, 11 That any action authorized herein shall be consistent with the merit principles of section 2301 of such title 5, and the Department shall comply with the public notice re-15_quirements of section 3327 of such title 5: Provided further, That for the purpose of facilitating the development of regional transmission plans, the Office of Electricity Delivery and Energy Reliability within the Department of Energy is provided \$80,000,000 within the available funds to conduct a resource assessment and an analysis of future demand and transmission requirements after consultation with the Federal Energy Regulatory Commission: Provided further, That the Office of Electricity Delivery and Energy Reliability in coordination with the Federal Energy Regulatory Commission will provide technical assist-

- 13 ance to the North American Electric Reliability Corpora-1 tion, the regional reliability entities, the States, and other 2 transmission owners and operators for the formation of 3 interconnection-based transmission plans for the Eastern and Western Interconnections and ERCOT: Provided fur-5 ther, That such assistance may include modeling, support to regions and States for the development of coordinated State electricity policies, programs, laws, and regulations: Provided further, That \$10,000,000 is provided to implement section 1305 of Public Law 110-140: Provided further, That the Secretary of Energy may use or transfer 11 amounts provided under this heading to carry out new authority for transmission improvements, if such authority 13 is enacted in any subsequent Act, consistent with existing fiscal management-practices and procedures. 16 Fossil Energy Research and Development For an additional amount for "Fossil Energy Research and Development", \$3,400,000,000. NON-DEFENSE ENVIRONMENTAL CLEANUP
- 17
- 18
- 19
- 20 For an additional amount for "Non-Defense Environ-
- mental Cleanup", \$483,000,000. 21
- 22 URANIUM ENRICHMENT DECONTAMINATION AND
- 23 DECOMMISSIONING FUND
- For an additional amount for "Uranium Enrichment 24
- Decontamination Decommissioning and Fund",

2 \$390,000,000/of which \$70,000,000 shall be available in 1 accordance with title X, subtitle A of the Energy Policy Act of 1992. 3 4 SCIENCE 5 For \cdot an additional for "Science", amount \$1,600,000,000. 7 ADVANCED RESEARCH PROJECTS AGENCY—ENERGY 8 For the Advanced Research Projects Agency—Energy, \$400,000,000 is provided as authorized under section 5012 of the America Competes Act (42 U.S.C. 16538). 11 12 TITLE 17—INNOVATIVE TECHNOLOGY LOAN 13 GUARANTEE PROGRAM 14 For an additional amount for the cost of guaranteed 15 loans authorized by section 1702(b)(1) and section 1705 16 of the Energy Policy Act of 2005, \$6,000,000,000, available until expended, to pay the costs of guarantees made under this section: *Provided*, That of the amount provided for title XVII, \$25,000,000 shall be used for administrative expenses in carrying out the guaranteed loan program: Provided further, That of the amounts provided for title XVII, \$10,000,000 shall be transferred to and available for administrative expenses for the Advanced Tech-

24 nology Vehicles Manufacturing Loan Program.

Ţ	OFFICE OF THE INSPECTOR GENERAL
2	For necessary expenses of the Office of the Inspector
3	General in carrying out the provisions of the Inspector
4	General Act of 1978, as amended, \$15,000,000, to remain
5	available until September 30, 2012.
6	ENVIRONMENTAL AND OTHER DEFENSE
7	- ACTIVITIES
8	DEFENSE ENVIRONMENTAL CLEANUP
9	For an additional amount for "Defense Environ-
10	mental Cleanup," \$5,127,000,000.
11	Construction, Rehabilitation, Operation, and
12	Maintenance, Western Area Power Adminis-
13	TRATION
14	For carrying out the functions authorized by title III,
-15	section 302(a)(1)(E) of the Act of August 4, 1977 (42
16	U.S.C. 7152), and other related activities including con-
17	servation and renewable resources programs as author-
18	ized, \$10,000,000, to remain available until expended:
19	Provided, That the Administrator shall establish such per-
20	sonnel staffing levels as he deems necessary to economi-
21	cally and efficiently complete the activities pursued under
22	the authority granted by section 402 of this Act: Provided
23	further, That this appropriation is non-reimbursable.

	I GENERAL PROVISIONS—THIS TITLE
	2 SEC. 401. BONNEVILLE POWER ADMINISTRATION
	3 Borrowing Authority. For the purposes of providing
,	4 funds to assist in financing the construction, acquisition,
	5 and replacement of the transmission system of the Bonne-
(5 ville Power Administration and to implement the authority
,	7 of the Administrator of the Bonneville Power Administra-
. 8	3 tion under the Pacific Northwest Electric Power Planning
ģ	9 and Conservation Act (16 U.S.C. 839 et seq.), an addi-
10	tional \$3,250,000,000 in borrowing authority is made
11	available under the Federal Columbia River Transmission
12	2 System Act (16 U.S.C. 838 et seq.), to remain outstanding
13	3 at any time.
14	SEC. 402. WESTERN AREA POWER ADMINISTRATION
- 15	BORROWING AUTHORITY. The Hoover Power Plant Act of
16	1984 (Public Law 98-381) is amended by adding at the
17	end the following:
18	"TITLE III—BORROWING
19	AUTHORITY
20	"SEC. 301. WESTERN AREA POWER ADMINISTRATION BOR-
21	ROWING AUTHORITY.
22	"(a) DEFINITIONS.—In this section:
23	"(1) ADMINISTRATOR.—The term 'Adminis-
24	trator' means the Administrator of the Western
25	Area Power Administration.

1	"(2) Secretary.—The term 'Secretary' means
2	the Secretary of the Treasury.
3	"(b) AUTHORITY.—
4	"(1) In general.—Notwithstanding any other
5	provision of law, subject to paragraphs (2) through
6	(5)—
7	"(A) the Western Area Power Administra-
8	tion may borrow funds from the Treasury; and
9	"(B) the Secretary shall, without further
10	appropriation and without fiscal year limitation,
11	loan to the Western Area Power Administra-
12	tion, on such terms as may be fixed by the Ad-
13	ministrator and the Secretary, such sums (not
14	to exceed, in the aggregate (including deferred
15	interest), \$3,250,000,000 in outstanding repay-
16	able balances at any one time) as, in the judg-
17	ment of the Administrator, are from time to
18	time required for the purpose of—
19	"(i) constructing, financing, facili-
20	tating, planning, operating, maintaining,
21	or studying construction of new or up-
22	graded electric power transmission lines
23	and related facilities with at least one ter-
24	minus within the area served by the West-
25	ern Area Power Administration; and

1	"(11) delivering or facilitating the de-
2	livery of power generated by renewable en-
3	ergy resources constructed or reasonably
4	expected to be constructed after the date
5	of enactment of this section.
6	"(2) Interest.—The rate of interest to be
7	charged in connection with any loan made pursuant
8	to this subsection shall be fixed by the Secretary,
9	taking into consideration market yields on out-
10	standing marketable obligations of the United States
11	of comparable maturities as of the date of the loan.
12	"(3) Refinancing.—The Western Area Power
13	Administration may refinance loans taken pursuant
14	to this section within the Treasury.
15	"(4) Participation.—The Administrator may
16	permit other entities to participate in the financing,
17	construction and ownership projects financed under
18	this section.
19	"(5) Congressional review of disburse-
20	MENT.—Effective upon the date of enactment of this
21	section, the Administrator shall have the authority
22	to have utilized \$1,750,000,000 at any one time. If
23	the Administrator seeks to borrow funds above
24	\$1,750,000,000, the funds will be disbursed unless
25	there is enacted, within 90 calendar days of the first

Ţ	such request, a joint resolution that rescinds the re-
2	mainder of the balance of the borrowing authority
3	provided in this section.
4	"(c) Transmission Line and Related Facility
5	Projects.—
6	"(1) In general.—For repayment purposes,
7	each transmission line and related facility project in
8	which the Western Area Power Administration par-
9	ticipates pursuant to this section shall be treated as
10	separate and distinct from—
11	"(A) each other such project; and
12	"(B) all other Western Area Power Admin-
13	istration power and transmission facilities.
14	"(2) PROCEEDS.—The Western Area Power
15	Administration shall apply the proceeds from the use
16	of the transmission capacity from an individual
17	project under this section to the repayment of the
18	principal and interest of the loan from the Treasury
19	attributable to that project, after reserving such
20	funds as the Western Area Power Administration
21	determines are necessary—
22	"(A) to pay for any ancillary services that
23	are provided; and

1	"(B) to meet the costs of operating and
2	maintaining the new project from which the
3	revenues are derived.
4	"(3) Source of Revenue.—Revenue from the
5	use of projects under this section shall be the only
6	source of revenue for—
7	"(A) repayment of the associated loan for
8	the project; and
9	"(B) payment of expenses for ancillary
10	services and operation and maintenance.
11	"(4) Limitation on authority.—Nothing in
12	this section confers on the Administrator any addi-
13	tional authority or obligation to provide ancillary
14	services to users of transmission facilities developed
15	under this section.
16	"(5) Treatment of certain revenues.—
17	Revenue from ancillary services provided by existing
18	Federal power systems to users of transmission
19	projects funded pursuant to this section shall be
20	treated as revenue to the existing power system that
21	provided the ancillary services.
22	"(d) Certification.—
23	"(1) In general.—For each project in which
24	the Western Area Power Administration participates
25	pursuant to this section, the Administrator shall cer-

1	tify, prior to committing funds for any such project,
2	that—
3	"(A) the project is in the public interest;
4	"(B) the project will not adversely impact
5	system reliability or operations, or other statu-
6	tory obligations; and
7	"(C) it is reasonable to expect that the
8	proceeds from the project shall be adequate to
9	make repayment of the loan.
10	"(2) Forgiveness of balances.—
11	"(A) IN GENERAL.—If, at the end of the
12	useful life of a project, there is a remaining bal-
13	ance owed to the Treasury under this section,
14	the balance shall be forgiven.
15	"(B) Unconstructed projects.—Funds
16	expended to study projects that are considered
17	pursuant to this section but that are not con-
18	structed shall be forgiven.
19	"(C) NOTIFICATION.—The Administrator
20	shall notify the Secretary of such amounts as
21	are to be forgiven under this paragraph.
22	"(e) Public Processes.—
23	"(1) Policies and practices.—Prior to re-
24	questing any loans under this section, the Adminis-
25	trator shall use a public process to develop practices

- and policies that implement the authority granted by this section.
- 3 "(2) Requests for interest.—In the course
- 4 of selecting potential projects to be funded under
- 5 this section, the Administrator shall seek Requests
- 6 For Interest from entities interested in identifying
- 7 potential projects through one or more notices pub-
- 8 lished in the Federal Register."
- 9 Sec. 403. Set-aside for Management and Over-
- 10 SIGHT. Up to 0.5 percent of each amount appropriated
- 11 in this title may be used for the expenses of management
- 12 and oversight of the programs, grants, and activities fund-
- 13 ed by such appropriation, and may be transferred by the
- 14 head of the Federal department or agency involved to any
- 15 other appropriate account within the department or agen-
- 16 cy for that purpose: Provided, That the Secretary will pro-
- 17 vide a report to the Committees on Appropriations of the
- 18 House of Representatives and the Senate 30 days prior
- 19 to the transfer: Provided further, That funds set aside
- 20 under this section shall remain available for obligation
- 21 until September 30, 2012.
- 22 Sec. 404. Technical Corrections to the En-
- 23 Ergy Independence and Security Act of 2007. (a)
- 24 Section 543(a) of the Energy Independence and Security
- 25 Act of 2007 (42 U.S.C. 17153(a)) is amended—

1	(1) by redesignating paragraphs (2) through
2	(4) as paragraphs (3) through (5), respectively; and
3	(2) by striking paragraph (1) and inserting the
4	following:
5	"(1) 34 percent to eligible units of local govern-
6	ment—alternative 1, in accordance with subsection
7	(b);
8	"(2) 34 percent to eligible units of local govern-
9	ment—alternative 2, in accordance with subsection
10	(b);".
11	(b) Section 543(b) of the Energy Independence and
12	Security Act of 2007 (42 U.S.C. 17153(b)) is amended
13	by striking "subsection (a)(1)" and inserting "subsection
14	(a)(1) or (2)".
15	(c) Section 548(a)(1) of the Energy Independence
16	and Security Act of 2007 (42 U.S.C. 17158(a)(1)) is
17	amending by striking "; provided" and all that follows
18	through "541(3)(B)".
19	Sec. 405. Amendments to Title XIII of the En-
20	ERGY INDEPENDENCE AND SECURITY ACT OF 2007. Title
21	XIII of the Energy Independence and Security Act of
22	2007 (42 U.S.C. 17381 and following) is amended as fol-
23	lows:
24	(1) By amending subparagraph (A) of section
25	1304(b)(3) to read as follows:

1	(A) IN GENERAL.—In carrying out the
2	initiative, the Secretary shall provide financial
3	support to smart grid demonstration projects in
4	urban, suburban, tribal, and rural areas, includ-
5	ing areas where electric system assets are con-
6	trolled by nonprofit entities and areas where
7	electric system assets are controlled by investor-
8	owned utilities.".
9	(2) By amending subparagraph (C) of section
10	1304(b)(3) to read as follows:
11	"(C) Federal share of cost of tech-
12	NOLOGY INVESTMENTS.—The Secretary shall
13	provide to an electric utility described in sub-
14	paragraph (B) or to other parties financial as-
15	sistance for use in paying an amount equal to
16	not more than 50 percent of the cost of quali-
17	fying advanced grid technology investments
8	made by the electric utility or other party to
9	carry out a demonstration project.".
20	(3) By inserting after section 1304(b)(3)(D)
21	the following new subparagraphs:
22	"(E) AVAILABILITY OF DATA.—The Sec-
23	retary shall establish and maintain a smart grid
4	information clearinghouse in a timely manner
5	which will make data from smart grid dem-

onstration projects and other sources available
to the public. As a condition of receiving finan-
cial assistance under this subsection, a utility or
other participant in a smart grid demonstration
project shall provide such information as the
Secretary may require to become available
through the smart grid information clearing-
house in the form and within the timeframes as
directed by the Secretary. The Secretary shall
assure that business proprietary information
and individual customer information is not in-
cluded in the information made available
through the clearinghouse.
"(F) OPEN PROTOCOLS AND STAND-
ARDS.—The Secretary shall require as a condi-
tion of receiving funding under this subsection
that demonstration projects utilize open proto-
cols and standards (including Internet-based
protocols and standards) if available and appro-
priate.".
(4) By amending paragraph (2) of section
1304(c) to read as follows:
"(2) to carry out subsection (b), such sums as
may be necessary.".

(5) By amending subsection (a) of section 1306		
by striking "reimbursement of one-fifth (20 per-		
cent)" and inserting "grants of up to one-half (50		
percent)".		
(6) By striking the last sentence of subsection		
(b)(9) of section 1306.		
(7) By striking "are eligible for" in subsection		
(c)(1) of section 1306 and inserting "utilize".		
(8) By amending subsection (e) of section 1306		
to read as follows:		
"(e) Procedures and Rules.—(1) The Secretary		
shall, within 60 days after the enactment of the American		
Recovery and Reinvestment Act of 2009, by means of a		
notice of intent and subsequent solicitation of grant pro-		
posals—		
"(A) establish procedures by which applicants		
can obtain grants of not more than one-half of their		
documented costs;		
"(B) require as a condition of receiving funding		
under this subsection that demonstration projects		
utilize open protocols and standards (including		
Internet-based protocols and standards) if available		
and appropriate;		
"(C) establish procedures to ensure that there		
is no duplication or multiple payment for the same		

1	investment or costs, that the grant goes to the party
2	making the actual expenditures for the qualifying
3	Smart Grid investments, and that the grants made
4	have a significant effect in encouraging and facili-
5	tating the development of a smart grid;
6	"(D) establish procedures to ensure there will
7	be public records of grants made, recipients, and
8	qualifying Smart Grid investments which have re-
9	ceived grants; and
10	"(E) establish procedures to provide advance
11	payment of moneys up to the full amount of the
12	grant award.
13	"(2) The Secretary shall have discretion and exercise
14	reasonable judgment to deny grants for investments that
15	do not qualify.".
16	SEC. 406. RENEWABLE ENERGY AND ELECTRIC
17	Power Transmission Loan Guarantee Program. (a)
18	AMENDMENT.—Title XVII of the Energy Policy Act of
19	$2005 \ (42 \ \mathrm{U.S.C.} \ 16511 \ \mathrm{et} \ \mathrm{seq.})$ is amended by adding the
20	following at the end:
21	"SEC. 1705. TEMPORARY PROGRAM FOR RAPID DEPLOY-
22	MENT OF RENEWABLE ENERGY AND ELEC-
23	TRIC POWER TRANSMISSION PROJECTS.
24	"(a) In General.—Notwithstanding section 1703,
25	the Secretary may make guarantees under this section

1	only for the following categories of projects that commence
2	construction not later than September 30, 2011:
3	"(1) Renewable energy systems, including incre-
4	mental hydropower, that generate electricity or ther-
5	mal energy, and facilities that manufacture related
6	components.
7	"(2) Electric power transmission systems, in-
8	cluding upgrading and reconductoring projects.
9	"(3) Leading edge biofuel projects that will use
10	technologies performing at the pilot or demonstra-
11	tion scale that the Secretary determines are likely to
12	become commercial technologies and will produce
13	transportation fuels that substantially reduce life-
14	cycle greenhouse gas emissions compared to other
15	transportation fuels.
16	"(b) Factors Relating to Electric Power
17	Transmission Systems.—In determining to make guar-
18	antees to projects described in subsection (a)(2), the Sec-
19	retary may consider the following factors:
20	"(1) The viability of the project without guar-
21	antees.
22	"(2) The availability of other Federal and State
23	incentives.
24	"(3) The importance of the project in meeting
25	reliability needs.

- 1 "(4) The effect of the project in meeting a
- 2 State or region's environment (including climate
- 3 change) and energy goals.
- 4 "(c) Wage Rate Requirements.—The Secretary
- 5 shall require that each recipient of support under this sec-
- 6 tion provide reasonable assurance that all laborers and
- 7 mechanics employed in the performance of the project for
- 8 which the assistance is provided, including those employed
- 9 by contractors or subcontractors, will be paid wages at
- 10 rates not less than those prevailing on similar work in the
- 11 locality as determined by the Secretary of Labor in accord-
- 12 ance with subchapter IV of chapter 31 of part A of subtitle
- 13 II of title 40, United States Code (commonly referred to
- 14 as the 'Davis-Bacon Act').
- 15 "(d) LIMITATION.—Funding under this section for
- 16 projects described in subsection (a)(3) shall not exceed
- 17 \$500,000,000.
- 18 "(e) SUNSET.—The authority to enter into guaran-
- 19 tees under this section shall expire on September 30,
- 20 2011.".
- 21 (b) Table of Contents Amendment.—The table
- 22 of contents for the Energy Policy Act of 2005 is amended
- 23 by inserting after the item relating to section 1704 the
- 24 following new item:

[&]quot;Sec. 1705. Temporary program for rapid deployment of renewable energy and electric power transmission projects.".

- 1 Sec. 407. Weatherization Assistance Program
- 2 AMENDMENTS. (a) INCOME LEVEL.—Section 412(7) of
- 3 the Energy Conservation and Production Act (42 U.S.C.
- 4 6862(7)) is amended by striking "150 percent" both
- 5 places it appears and inserting "200 percent".
- 6 (b) Assistance Level Per Dwelling Unit.—Sec-
- 7 tion 415(c)(1) of the Energy Conservation and Production
- 8 Act (42 U.S.C. 6865(c)(1)) is amended by striking.
- 9 "\$2,500" and inserting "\$6,500".
- 10 (c) Effective Use of Funds.—In providing funds
- 11 made available by this Act for the Weatherization Assist-
- 12 ance Program, the Secretary may encourage States to give
- 13 priority to using such funds for the most cost-effective ef-
- 14 ficiency activities, which may include insulation of attics,
- 15 if, in the Secretary's view, such use of funds would in-
- 16 crease the effectiveness of the program.
- 17 (d) Training and Technical Assistance.—Sec-
- 18 tion 416 of the Energy Conservation and Production Act
- 19 (42 U.S.C. 6866) is amended by striking "10 percent"
- 20 and inserting "up to 20 percent".
- 21 (e) Assistance for Previously Weatherized
- 22 DWELLING UNITS.—Section 415(c)(2) of the Energy Con-
- 23 servation and Production Act (42 U.S.C. 6865(c)(2)) is
- 24 amended by striking "September 30, 1979" and inserting
- 25 "September 30, 1994".

- 31 1 Sec. 408. Technical Corrections to Public UTILITY REGULATORY POLICIES ACT OF 1978. (a) Section 111(d) of the Public Utility Regulatory Policies Act of 1978 (16 U.S.C. 2621(d)) is amended by redesignating paragraph (16) relating to consideration of smart grid investments (added by section 1307(a) of Public Law 110– 140) as paragraph (18) and by redesignating paragraph (17) relating to smart grid information (added by section 1308(a) of Public Law 110–140) as paragraph (19). 10 (b) Subsections (b) and (d) of section 112 of the Public Utility Regulatory Policies Act of 1978 (16 U.S.C. 2622) are each amended by striking "(17) through (18)" in each place it appears and inserting "(16) through (19)". 14 15 Sec. 409. Renewable Electricity Transmission STUDY. In completing the 2009 National Electric Transmission Congestion Study, the Secretary of Energy shall include— 18 (1) an analysis of the significant potential
- 19 20 sources of renewable energy that are constrained in 21 accessing appropriate market areas by lack of ade-22 quate transmission capacity;
- 23 (2) an analysis of the reasons for failure to de-24 velop the adequate transmission capacity;

1	(3) recommendations for achieving adequate	
2	transmission capacity;	
3	(4) an analysis of the extent to which legal	
4	challenges filed at the State and Federal level are	
5	delaying the construction of transmission necessary	
6	to access renewable energy; and	
7	(5) an explanation of assumptions and projec-	
8	tions made in the Study, including—	
9	(A) assumptions and projections relating	
10	to energy efficiency improvements in each load	
11	center;	
12	(B) assumptions and projections regarding	
13	the location and type of projected new genera-	
14	tion capacity; and	
15	(C) assumptions and projections regarding	
16	projected deployment of distributed generation	
17	infrastructure.	
18	SEC. 410. ADDITIONAL STATE ENERGY GRANTS. (a)	_
19	IN GENERAL.—Amounts appropriated in paragraph (6)	ب
20	under the heading "Department of Energy—Energy Pro-	_ Jhis
21	grams—Energy Efficiency and Renewable Energy" in title	7110
22	V of division A of this Act shall be available to the Sec-	
23	retary of Energy for making additional grants under part	
24	D of title III of the Energy Policy and Conservation Act	
25	(42 U.S.C. 6321 et seq.). The Secretary shall make grants	

1	under this section in excess of the base allocation estab-	
2	lished for a State under regulations issued pursuant to	
3	the authorization provided in section 365(f) of such Act	
4	only if the governor of the recipient State notifies the Sec-	
5	retary of Energy in writing that the governor has obtained	
6	necessary assurances that each of the following will occur:	
7	(1) The applicable State regulatory authority	
8	will seek to implement, in appropriate proceedings	
9	for each electric and gas utility, with respect to	
10	which the State regulatory authority has ratemaking	
11	authority, a general policy that ensures that utility	
12	financial incentives are aligned with helping their	
13	customers use energy more efficiently and that pro-	
14	vide timely cost recovery and a timely earnings op-	
15	portunity for utilities associated with cost-effective	
16	measurable and verifiable efficiency savings, in a	
17	way that sustains or enhances utility customers' in-	
18	centives to use energy more efficiently.	
19	(2) The State, or the applicable units of local	
20	government that have authority to adopt building	
21	codes, will implement the following:	
22	(A) A building energy code (or codes) for	
23	residential buildings that meets or exceeds the	
24	most recently published International Energy	

1	Conservation Code, or achieves equivalent or
2	greater energy savings.
3	(B) A building energy code (or codes) for
4	commercial buildings throughout the State that
5	meets or exceeds the ANSI/ASHRAE/IESNA
6	Standard 90.1–2007, or achieves equivalent or
7	greater energy savings.
8	(C) A plan for the jurisdiction achieving
9	compliance with the building energy code or
10	codes described in subparagraphs (A) and (B)
11	within 8 years of the date of enactment of this
12	Act in at least 90 percent of new and renovated
13	residential and commercial building space. Such
14	plan shall include active training and enforce-
15	ment programs and measurement of the rate of
16	compliance each year.
17	(3) The State will to the extent practicable
18	prioritize the grants toward funding energy effi-
19	ciency and renewable energy programs, including—
20	(A) the expansion of existing energy effi-
21	ciency programs approved by the State or the
22	appropriate regulatory authority, including en-
23	ergy efficiency retrofits of buildings and indus-
24	trial facilities, that are funded—
25	(i) by the State; or

1	(11) through rates under the oversight		
2	of the applicable regulatory authority, to		
3	the extent applicable;		
4	(B) the expansion of existing programs,		
5	approved by the State or the appropriate regu-		
6	latory authority, to support renewable energy		
7	projects and deployment activities, including		
8	programs operated by entities which have the		
9	authority and capability to manage and dis-		
10	tribute grants, loans, performance incentives,		
11	and other forms of financial assistance; and		
12	(C) cooperation and joint activities between		
13	States to advance more efficient and effective		
14	use of this funding to support the priorities de-		
15	scribed in this paragraph.		
16	(b) STATE MATCH.—The State cost share require-		
17	ment under the item relating to "Department of Energy;		
18	Energy Conservation" in title II of the Department of the		
19	Interior and Related Agencies Appropriations Act, 1985		
20	(42 U.S.C. 6323a; 98 Stat. 1861) shall not apply to assist-		
21	ance provided under this section.		
22	(c) Equipment and Materials for Energy Effi-		
23	CIENCY MEASURES AND RENEWABLE ENERGY MEAS-		
24	URES.—No limitation on the percentage of funding that		
25	may be used for the purchase and installation of equip-		

- 1 ment and materials for energy efficiency measures and re-
- 2 newable energy measures under grants provided under
- 3 part D of title III of the Energy Policy and Conservation
- 4 Act (42 U.S.C. 6321 et seq.) shall apply to assistance pro-
- 5 vided under this section.

(XLTOX

1	TITLE V—FINANCIAL SERVICES AND GENERAL
2	GOVERNMENT
3	DEPARTMENT OF THE TREASURY
4	TREASURY INSPECTOR GENERAL FOR TAX
5	ADMINISTRATION
6	SALARIES AND EXPENSES
7	For an additional amount for necessary expenses of
8	the Treasury Inspector General for Tax Administration in
9	carrying out the Inspector General Act of 1978,
10	\$7,000,000, to remain available until September 30, 2013,
11	for oversight and audits of the administration of the mak-
12	ing work pay tax credit and economic recovery payments
13	under the American Recovery and Reinvestment Act of
14	2009.
15	COMMUNITY DEVELOPMENT FINANCIAL INSTITUTIONS
16	Fund Program Account
17	For an additional amount for "Community Develop-
18	ment Financial Institutions Fund Program Account",
19	\$100,000,000, to remain available until September 30,
20	2010, for qualified applicants under the fiscal year 2009
21	funding round of the Community Development Financial
22	Institutions Program, of which up to \$8,000,000 may be
23	for financial assistance, technical assistance, training and
24	outreach programs designed to benefit Native American,
25	Native Hawaiian, and Alaskan Native communities and

provided primarily through qualified community development lender organizations with experience and expertise in community development banking and lending in Indian country, Native American organizations, tribes and tribal organizations and other suitable providers and up to \$2,000,000 may be used for administrative expenses: Provided, That for the purpose of the fiscal year 2009 funding round, the following statutory provisions are hereby waived: 12 U.S.C. 4707(e) and 12 U.S.C. 4707(d): Pro-10 vided further, That no awardee, together with its subsidi-11 aries and affiliates, may be awarded more than 5 percent 12 of the aggregate funds available during fiscal year 2009 13 from the Community Development Financial Institutions Program: Provided further, That no later than 60 days 15 after the date of enactment of this Act, the Department 16 of the Treasury shall submit to the Committees on Appro-17 priations of the House of Representatives and the Senate 18 a detailed expenditure plan for funds provided under this 19 heading. 20 Internal Revenue Service 21 HEALTH INSURANCE TAX CREDIT ADMINISTRATION 22 For an additional amount to implement the health 23 insurance tax credit under the TAA Health Coverage Im-24 provement Act of 2009, \$80,000,000, to remain available

until September 30, 2010.

. 1	GENERAL SERVICES ADMINISTRATION
2	REAL PROPERTY ACTIVITIES
3	FEDERAL BUILDINGS FUND
4	LIMITATIONS ON AVAILABILITY OF REVENUE
5	(INCLUDING TRANSFER OF FUNDS)
6	For an additional amount to be deposited in the Fed-
7	eral Buildings Fund, \$5,550,000,000, to carry out the
8	purposes of the Fund, of which not less than
9	\$750,000,000 shall be available for Federal buildings and
10	United States courthouses, not less than \$300,000,000
11	shall be available for border stations and land ports of
12	entry, and not less than \$4,500,000,000 shall be available
13	for measures necessary to convert GSA facilities to High-
14	Performance Green Buildings, as defined in section 401
15	of Public Law 110–140: Provided, That not to exceed
16	\$108,000,000 of the amounts provided under this heading
17	may be expended for rental of space, related to leasing
18	of temporary space in connection with projects funded
19	under this heading: Provided further, That not to exceed
20	\$127,000,000 of the amounts provided under this heading
21	may be expended for building operations, for the adminis-
22	trative costs of completing projects funded under this
23	heading: Provided further, That not to exceed \$3,000,000
24	of the funds provided shall be for on-the-job pre-appren-
25	ticeship and apprenticeship training programs registered
26	with the Department of Labor, for the construction, re-

1 pair, and alteration of Federal buildings: Provided further,

2 That not less than \$5,000,000,000 of the funds provided

3 under this heading shall be obligated by September 30,

4 2010, and the remainder of the funds provided under this

5 heading shall be obligated not later than September 30,

6 2011: Provided further, That the Administrator of General

7 Services is authorized to initiate design, construction, re-

8 pair, alteration, and other projects through existing au-

9 thorities of the Administrator: Provided further, That the

10 General Services Administration shall submit a detailed

11 plan, by project, regarding the use of funds made available

12 in this Act to the Committees on Appropriations of the

13 House of Representatives and the Senate within 45 days

14 of enactment of this Act, and shall provide notification to

15 the Committees within 15 days prior to any changes re-

16 garding the use of these funds: Provided further, That the

17 Administrator shall report to the Committees on the obli-

18 gation of these funds on a quarterly basis beginning on

19 June 30, 2009: Provided further, That of the amounts pro-

20 vided, \$4,000,000 shall be transferred to and merged with

21 "Government-Wide Policy", for the Office of Federal

22 High-Performance Green Buildings as authorized in the

23 Energy Independence and Security Act of 2007 (Public

24 Law 110-140): Provided further, That amounts provided

25 under this heading that are savings or cannot be used for

(hereafter,

- 5 the activity for which originally obligated may be deobligated and, notwithstanding any other provision of law, reobligated for the purposes identified in the plan required under this heading not less than 15 days after notification has been provided to the Committees on Appropriations of the House of Representatives and the Senate. ENERGY-EFFICIENT FEDERAL MOTOR VEHICLE FLEET 8 PROCUREMENT 9 For capital expenditures and necessary expenses of acquiring motor vehicles with higher fuel economy, including: hybrid vehicles; electric vehicles; and commerciallyavailable, plug-in hybrid vehicles, \$300,000,000, to remain available until September 30, 2011: Provided, That none of these funds may be obligated until the Administrator of General Services submits to the Committees on Appropriations of the House of Representatives and the Senate, within 90 days after enactment of this Act, a plan for expenditure of the funds that details the current inventory of the Federal fleet owned by the General Services Admin-
- 20 istration, as well as other Federal agencies, and the strat-
- 21 egy to expend these funds to replace a portion of the Fed-
- 22 eral fleet with the goal of substantially increasing energy
- 23 efficiency over the current status, including increasing fuel
- 24 efficiency and reducing emissions: Provided further, That, hereafter,
- 25 the Administrator shall report to the Committees on the

obligation of these funds on a quarterly basis beginning on September 30, 2009. 2 3 OFFICE OF INSPECTOR GENERAL 4 For an additional amount for the Office of the In-5 spector General, to remain available until September 30, 2013, for oversight and audit of programs, grants, and projects funded under this title, \$7,000,000. 8 RECOVERY ACT ACCOUNTABILITY AND 9 TRANSPARENCY BOARD 10 For necessary expenses of the Recovery Act Accountability and Transparency Board to carry out the provi-11 sions of title XV of this Act, \$84,000,000, to remain available until September 30, 2011. 13 14 SMALL BUSINESS ADMINISTRATION 15 SALARIES AND EXPENSES 16 For an additional amount, to remain available until September 30, 2010, \$69,000,000, of which \$24,000,000 is for marketing, management, and technical assistance 18 under section 7(m) of the Small Business Act (15 U.S.C. 636(m)(4)) by intermediaries that make microloans under 20 21 the microloan program, and of which \$20,000,000 is for 22 improving, streamlining, and automating information technology systems related to lender processes and lender oversight: *Provided*, That no later than 60 days after the date of enactment of this Act, the Small Business Admin-

- 1 istration shall submit to the Committees on Appropria-
- 2 tions of the House of Representatives and the Senate a
- 3 detailed expenditure plan for funds provided under the
- 4 heading "Small Business Administration" in this Act.
- 5 Office of Inspector General
- 6 For an additional amount for the Office of Inspector
- 7 General in carrying out the provisions of the Inspector
- 8 General Act of 1978, \$10,000,000, to remain available
- 9 until September 30, 2013, for oversight and audit of pro-
- 10 grams, grants, and projects funded under this title.
- 11 SURETY BOND GUARANTEES REVOLVING FUND
- For additional capital for the Surety Bond Guaran-
- 13 tees Revolving Fund, authorized by the Small Business
- 14 Investment Act of 1958, \$15,000,000, to remain available
- 15 until expended.
- 16 Business Loans Program Account
- 17 For an additional amount for the cost of direct loans,
- 18 \$6,000,000, to remain available until September 30, 2010,
- 19 and for an additional amount for the cost of guaranteed
- 20 loans, \$630,000,000, to remain available until September
- 21 30, 2010: Provided, That of the amount for the cost of
- 22 guaranteed loans, \$375,000,000 shall be for reimburse-
- 23 ments, loan subsidies and loan modifications for loans to
- 24 small business concerns authorized in section 501 of this
- 25 title; and \$255,000,000 shall be for loan subsidies and

1	loan modifications for loans to small business concerns au-	
2	thorized in section 506 of this title: Provided further, That	
3	such costs, including the cost of modifying such loans,	
4	shall be as defined in section 502 of the Congressional	
5	Budget Act of 1974.	
6	Administrative Provisions—Small Business	
7	ADMINISTRATION	
8	Sec. 501. Fee Reductions. (a) Administrative	
9	PROVISIONS SMALL BUSINESS ADMINISTRATION.—Until	
10	September 30, 2010, and to the extent that the cost of	
1	such elimination or reduction of fees is offset by appro-	
12	priations, with respect to each loan guaranteed under sec-	
13	tion 7(a) of the Small Business Act (15 U.S.C. 636(a))	(+;+ l=
4	and section 502 of this Act, for which the application is	· American
5	approved on or after the date of enactment of this Act,	
6	the Administrator shall—	
7	(1) in lieu of the fee otherwise applicable under	•
8	section 7(a)(23)(A) of the Small Business Act (15	
9	U.S.C. 636(a)(23)(A)), collect no fee or reduce fees	
20	to the maximum extent possible; and	
21	(2) in lieu of the fee otherwise applicable under	
22	section 7(a)(18)(A) of the Small Business Act (15	
23	U.S.C. 636(a)(18)(A)), collect no fee or reduce fees	
.4	to the maximum extent possible.	

1	(b) TEMPORARY FEE ELIMINATION FOR THE 504
2	Loan Program.—
3	(1) IN GENERAL.—Until September 30, 2010
4	and to the extent the cost of such elimination in fees
5	is offset by appropriations, with respect to each
6	project or loan guaranteed by the Administrator
7	pursuant to title V of the Small Business Investment
8	Act of 1958 (15 U.S.C. 695 et seq.) for which an
9	application is approved or pending approval on or
10	after the date of enactment of this Act—
11	(A) the Administrator shall, in lieu of the
12	fee otherwise applicable under section 503(d)(2)
13	of the Small Business Investment Act of 1958
14	(15 U.S.C. 697(d)(2)), collect no fee;
15	(B) a development company shall, in lieu
16	of the processing fee under section
17	120.971(a)(1) of title 13, Code of Federal Reg-
18	ulations (relating to fees paid by borrowers), or
19	any successor thereto, collect no fee.
20	(2) REIMBURSEMENT FOR WAIVED FEES.—
21	(A) In General.—To the extent that the
22	cost of such payments is offset by appropria-
23	tions, the Administrator shall reimburse each
24	development company that does not collect a
25	processing fee pursuant to paragraph (1)(B).

1	(B) Amount.—The payment to a develop-	
2	ment company under subparagraph (A) shall be	
3	in an amount equal to 1.5 percent of the net	
4	debenture proceeds for which the development	
5	company does not collect a processing fee pur-	
.6	suant to paragraph (1)(B).	
7	(c) APPLICATION OF FEE ELIMINATIONS.—	
8	(1) To the extent that amounts are made avail-	
9	able to the Administrator for the purpose of fee	
10	eliminations or reductions under subsections (a), the	
11	Administrator shall—	
12	(A) first use any amounts provided to	
13	eliminate or reduce fees paid by small business	
14	borrowers under clauses (i) through (iii) of	
15	paragraph (18)(A), to the maximum extent pos-	
16	sible; and	
17	(B) then use any amounts provided to	
18	eliminate or reduce fees under paragraph	
19	(23)(A) paid by small business lenders with as-	
20	sets less than \$1,000,000,000 as of the date of	
21	enactment; and	
22	(C) then use any remaining amounts ap-	(L+(+
23	propriated under this Act to reduce fees paid by	(title
24	small business lenders other than those with as-	
25	sets less than \$1,000,000,000.	

1	(2) The Administrator shall eliminate fees
2	under subsections (a) and (b) until the amount pro
3	vided for such purposes, as applicable, under the
4	heading "Business Loans Program Account" under
5	the heading "Small Business Administration" under
6	this Act are expended.
7	Sec. 502. Economic Stimulus Lending Program
8	FOR SMALL BUSINESSES. (a) PURPOSE.—The purpose of
9	this section is to permit the Small Business Administra-
10	tion to guarantee up to 90 percent of qualifying small
11	business loans made by eligible lenders.
12	(b) DEFINITIONS.—For purposes of this section:
13	(1) The term "Administrator" means the Ad-
14	ministrator of the Small Business Administration.
15	(2) The term "qualifying small business loan"
16	means any loan to a small business concern pursu-
17	ant to section 7(a) of the Small Business Act (15
. 18	U.S.C. 636) or title V of the Small Business Invest-
19	ment Act of 1958 (15 U.S.C. 695 and following) ex-
20	cept for such loans made under section 7(a)(31).
21	(3) The term "small business concern" has the
22	same meaning as provided by section 3 of the Small
23	Business Act (15 U.S.C. 632).
24	(c) Qualified Borrowers.—

1	(1) ALIENS UNLAWFULLY PRESENT IN THE
2	UNITED STATES.—A loan guarantee may not be
3	made under this section for a loan made to a con-
4	cern if an individual who is an alien unlawfully
5	present in the United States—
6	(A) has an ownership interest in that con-
7	cern; or
8	(B) has an ownership interest in another
9	concern that itself has an ownership interest in
10	that concern.
11	(2) FIRMS IN VIOLATION OF IMMIGRATION
12	LAWS.—No loan guarantee may be made under this
13	section for a loan to any entity found, based on a
4	determination by the Secretary of Homeland Secu-
5	rity or the Attorney General to have engaged in a
6	pattern or practice of hiring, recruiting or referring
7	for a fee, for employment in the United States an
8	alien knowing the person is an unauthorized alien.
9	(d) CRIMINAL BACKGROUND CHECKS.—Prior to the
20	approval of any loan guarantee under this section, the Ad-
21	ministrator may verify the applicant's criminal back-
22	ground, or lack thereof, through the best available means,
23	including, if possible, use of the National Crime Informa-
24	tion Center computer system at the Federal Bureau of In-
2.5	vestigation.

- 1 (e) APPLICATION OF OTHER LAW.—Nothing in this
- 2 section shall be construed to exempt any activity of the
- 3 Administrator under this section from the Federal Credit
- 4 Reform Act of 1990 (title V of the Congressional Budget
- 5 and Impoundment Control Act of 1974; 2 U.S.C. 661 and
- 6 following).
- 7 (f) SUNSET.—Loan guarantees may not be issued
- 8 under this section after the date 12 months after the date
- 9 of enactment of this act.
- 10 (g) SMALL BUSINESS ACT PROVISIONS.—The provi-
- 11 sions of the Small Business Act applicable to loan guaran-
- 12 tees under section 7 of that Act and regulations promul-
- 13 gated thereunder as of the date of enactment of this Act
- 14 shall apply to loan guarantees under this section except
- 15 as otherwise provided in this section.
- 16 (h) AUTHORIZATION.—There are authorized to be ap-
- 17 propriated such sums as may be necessary to carry out
- 18 this section.
- 19 Sec. 503. Establishment of SBA Secondary
- 20 MARKET GUARANTEE AUTHORITY. (a) PURPOSE.—The
- 21 purpose of this section is to provide the Administrator
- 22 with the authority to establish the SBA Secondary Market
- 23 Guarantee Authority within the SBA to provide a Federal
- 24 guarantee for pools of first lien 504 loans that are to be
- 25 sold to third-party investors.

1	(b) DEFINITIONS.—For purposes of this section:
2	(1) The term "Administrator" means the Ad
3	ministrator of the Small Business Administration.
4	(2) The term "first lien position 504 loan"
5	means the first mortgage position, non-federally
6	guaranteed loans made by private sector lenders
7	made under title V of the Small Business Invest
8	ment Act.
9	(c) Establishment of Authority.—
10	(1) Organization.—
11	(A) The Administrator shall establish a
12	Secondary Market Guarantee Authority within
13	the Small Business Administration.
14	(B) The Administrator shall appoint a Di-
15	rector of the Authority who shall report to the
16	Administrator.
17	(C) The Administrator is authorized to
18	hire such personnel as are necessary to operate
19	the Authority and may contract such operations
20	of the Authority as necessary to qualified third
21	party companies or individuals.
22	(D) The Administrator is authorized to
23	contract with private sector fiduciary and cus-
24	tom dial agents as necessary to operate the Au-
25	thority.

1	(2) GUARANTEE PROCESS.—
2	(A) The Administrator shall establish, by
3	rule, a process in which private sector entities
4	may apply to the Administration for a Federal
5	guarantee on pools of first lien position 504
6	loans that are to be sold to third-party inves-
7	tors.
8	(B) The Administrator is authorized to
9	contract with private sector fiduciary and cus-
10	tom dial agents as necessary to operate the Au-
11	thority.
12	(3) Responsibilities.—
13	(A) The Administrator shall establish, by
14	rule, a process in which private sector entities
15	may apply to the SBA for a Federal guarantee
16	on pools of first lien position 504 loans that are
17	to be sold to third-party investors.
18	(B) The rule under this section shall pro-
. 19	vide for a process for the Administrator to con-
20	sider and make decisions regarding whether to
.21	extend a Federal guarantee referred to in
22	clause (i). Such rule shall also provide that:
23	(i) The seller of the pools purchasing
24	a guarantee under this section retains not
25	less than 5 percent of the dollar amount of

1	the pools to be sold to third-party inves-
2	tors.
3	(ii) The Administrator shall charge
4	fees, upfront or annual, at a specified per-
5	centage of the loan amount that is at such
6	a rate that the cost of the program under
7	the Federal Credit Reform Act of 1990
8	(title V of the Congressional Budget and
9	Impoundment Control Act of 1974; 2
0	U.S.C. 661) shall be equal to zero.
1	(iii) The Administrator may guarantee
12	not more than \$3,000,000,000 of pools
3	under this authority.
4	(C) The Administrator shall establish doc-
5	uments, legal covenants, and other required
6	documentation to protect the interests of the
7	United States.
8	(D) The Administrator shall establish a
9	process to receive and disburse funds to entities
20	under the authority established in this section.
21	(d) Limitations.—
22	(1) The Administrator shall ensure that entities
23	purchasing a guarantee under this section are using
24	such guarantee for the purpose of selling 504 first
25	lien position pools to third-party investors.

T	(2) If the Administrator finds that any such
2	guarantee was used for a purpose other than tha
3	specified in paragraph (1), the Administrator shall—
4	(A) prohibit the purchaser of the guar-
5	antee or its affiliates (within the meaning of the
6	regulations under 13 CFR 121.103) from using
7	the authority of this section in the future; and
8	(B) take any other actions the Adminis-
9	trator, in consultation with the Attorney Gen-
10	eral of the United States deems appropriate.
11	(e) Oversight.—The Administrator shall submit a
12	report to Congress not later than the third business day
13	of each month setting forth each of the following:
14	(1) The aggregate amount of guarantees ex-
15	tended under this section during the preceding
16	month.
17	(2) The aggregate amount of guarantees out-
18	standing.
19	(3) Defaults and payments on defaults made
20	under this section.
21	(4) The identity of each purchaser of a guar-
22	antee found by the Administrator to have misused
23	guarantees under this section.
24	(5) Any other information the Administrator
25	deems necessary to fully inform Congress of undue

- 1 risk to the United States associated with the
- 2 issuance of guarantees under this section.
- 3 (f) DURATION OF PROGRAM.—The authority of this
- 4 section shall terminate on the date 2 years after the date
- 5 of enactment of this section.
- 6 (g) Funding.—Such sums as necessary are author-
- 7 ized to be appropriated to carry out the provisions of this
- 8 section.
- 9 (h) BUDGET TREATMENT.—Nothing in this section
- 10 shall be construed to exempt any activity of the Adminis-
- 11 trator under this section from the Federal Credit Reform
- 12 Act of 1990 (title V of the Congressional Budget and Im-
- 13 poundment Control Act of 1974; 2 U.S.C. 661 and fol-
- 14 lowing).
- 15 (i) EMERGENCY RULEMAKING AUTHORITY.—The
- 16 Administrator shall issue regulations under this section
- 17 within 15 days after the date of enactment of this section.
- 18 The notice requirements of section 553(b) of title 5,
- 19 United States Code shall not apply to the promulgation
- 20 of such regulations.
- 21 Sec. 504. Stimulus for Community Develop-
- 22 MENT LENDING. (a) LOW INTEREST REFINANCING
- 23 Under the Local Development Business Loan
- 24 Program.—Section 502 of the Small Business Invest-

1	ment Act of 1958 (15 U.S.C. 696) is amended by adding
2	at the end the following:
3	"(7) Permissible debt refinancing.—
4	"(A) IN GENERAL.—Any financing ap-
5	proved under this title may include a limited
6	amount of debt refinancing.
7	"(B) Expansions.—If the project involves
8	expansion of a small business concern, any
9	amount of existing indebtedness that does not
10	exceed 50 percent of the project cost of the ex-
1	pansion may be refinanced and added to the ex-
12	pansion cost, if—
13	"(i) the proceeds of the indebtedness
4	were used to acquire land, including a
5	building situated thereon, to construct a
6	building thereon, or to purchase equip-
.7	ment;
8	"(ii) the existing indebtedness is
9	collateralized by fixed assets;
20	"(iii) the existing indebtedness was in-
21	curred for the benefit of the small business
22	concern;
23	"(iv) the financing under this title will
24	be used only for refinancing existing in-

1	debteaness or costs relating to the project
2	financed under this title;
3	"(v) the financing under this title wil
4	provide a substantial benefit to the bor
5	rower when prepayment penalties, financ
6	ing fees, and other financing costs are ac-
7	counted for;
8	"(vi) the borrower has been current
9	on all payments due on the existing debt
0	for not less than 1 year preceding the date
1	of refinancing; and
12	"(vii) the financing under section 504
13	will provide better terms or rate of interest
4	than the existing indebtedness at the time
5	of refinancing.".
6	(b) Job Creation Goals.—Section 501(e)(1) and
17	section 501(e)(2) of the Small Business Investment Act
8	(15 U.S.C. 695) are each amended by striking "\$50,000"
9	and inserting "\$65,000".
20	Sec. 505. Increasing Small Business Invest-
21	MENT. (a) SIMPLIFIED MAXIMUM LEVERAGE LIMITS.—
22	Section 303(b) of the Small Business Investment Act of
23	1958 (15 U.S.C. 683(b)) is amended as follows:

1	(1) By striking so much of paragraph (2) as
2	precedes subparagraphs (C) and (D) and inserting
3	the following:
4	"(2) MAXIMUM LEVERAGE.—
5	"(A) IN GENERAL.—The maximum
6	amount of outstanding leverage made available
7	to any one company licensed under section
8	301(c) of this Act may not exceed the lesser
9	of—
10	"(i) 300 percent of such company's
11	private capital; or
12	"(ii) \$150,000,000.
13	"(B) MULTIPLE LICENSES UNDER COM-
14	MON CONTROL.—The maximum amount of out
15	standing leverage made available to two or more
16	companies licensed under section 301(c) of this
17	Act that are commonly controlled (as deter-
18	mined by the Administrator) and not under
19	capital impairment may not exceed
20	\$225,000,000.";
21	(2) By amending paragraph (2)(C) by inserting
22	"(i)" before "In calculating" and adding the fol-
23	lowing at the end thereof:
24	"(ii) The maximum amount of out-
25	standing leverage made available to—

1	(1) any 1 company described in
2	clause (iii) may not exceed the lesser
3	of 300 percent of private capital of
4	the company, or \$175,000,000; and
5	"(II) 2 or more companies de
6	scribed in clause (iii) that are under
7	common control (as determined by the
8	Administrator) may not exceed
9	\$250,000,000.
10	(iii) A company described in
11	this clause is a company licensed
12	under section 301(c) in the first fiscal
13	year after the date of enactment of
14	this clause or any fiscal year there-
15	after that certifies in writing that not
16	less than 50 percent of the dollar
17	amount of investments of that com-
18	pany shall be made in companies that
19	are located in a low-income geographic
20	area (as that term is defined in sec-
21	tion 351).".
22	(3) By striking paragraph (4).
23	(b) Simplified Aggregate Investment Limita-
24	TIONS.—Section 306(a) of the Small Business Investment

- 1 Act of 1958 (15 U.S.C. 686(a)) is amended to read as
- 2 follows:
- 3 "(a) Percentage Limitation on Private Cap-
- 4 ITAL.—If any small business investment company has ob-
- 5 tained financing from the Administrator and such financ-
- 6 ing remains outstanding, the aggregate amount of securi-
- 7 ties acquired and for which commitments may be issued
- 8 by such company under the provisions of this title for any
- 9 single enterprise shall not, without the approval of the Ad-
- 10 ministrator, exceed 10 percent of the sum of—
- 11 "(1) the private capital of such company; and
- "(2) the total amount of leverage projected by
- the company in the company's business plan that
- was approved by the Administrator at the time of
- the grant of the company's license.".
- 16 (c) Investments in Smaller Enterprises.—Sec-
- 17 tion 303(d) of the Small Business Investment Act of 1958
- 18 (15 U.S.C. 683(d)) is amended to read as follows:
- 19 "(d) Investments in Smaller Enterprises.—
- 20 The Administrator shall require each licensee, as a condi-
- 21 tion of approval of an application for leverage, to certify
- 22 in writing that not less than 25 percent of the aggregate
- 23 dollar amount of financings of that licensee shall be pro-
- 24 vided to smaller enterprises.".

1 Sec. 506. Business Stabilization Program. (a) IN GENERAL.—Subject to the availability of appropriations, the Administrator of the Small Business Administration shall carry out a program to provide loans on a deferred basis to viable (as such term is determined pursuant to regulation by the Administrator of the Small Business Administration) small business concerns that have a qualifying small business loan and are experiencing immediate financial hardship. 10 (b) ELIGIBLE BORROWER.—A small business concern 11 as defined under section 3 of the Small Business Act (15 U.S.C. 632). 12 13 (c) QUALIFYING SMALL BUSINESS LOAN.—A loan but shall not made to a small business concern that meets the eligibility include loans standards in section 7(a) of the Small Business Act (15, quarantees U.S.C. 636(a))/ 16 (or loan quarantee quaranteed 17 (d) LOAN SIZE.—Loans made under this section may commitments 18 not exceed \$35,000. 19 (e) Purpose.—Loans made under this program shall date of enactment 20 be used to make periodic payment of principal and interof this Act est, either in full or in part, on an existing qualifying small business loan for a period of time not to exceed 6 months. 23 (f) LOAN TERMS.—Loans made under this section 24 shall: 25 (1) carry a 100 percent guaranty; and

1	(2) have interest fully subsidized for the period	
2	of repayment.	
3	(g) REPAYMENT.—Repayment for loans made under	
4	this section shall—	
5	(1) be amortized over a period of time not to	
6	exceed 5 years; and	•
7	(2) not begin until 12 months after the final	
8	disbursement of funds is made.	
9	(h) COLLATERAL.—The Administrator of the Small	
10	Business Administration may accept any available collat-	
11	eral, including subordinated liens, to secure loans made	
12	under this section.	
13	(i) FEES.—The Administrator of the Small Business	
14	Administration is prohibited from charging any processing	
15	fees, origination fees, application fees, points, brokerage	
16	fees, bonus points, prepayment penalties, and other fees	
17	that could be charged to a loan applicant,	for loans under mis section
8	(j) Sunset.—The Administrator of the Small Busi-	Section
19	ness Administration shall not issue loan guarantees under	· -
20	this section after September 30, 2010.	
21	(k) EMERGENCY RULEMAKING AUTHORITY.—The	
22	Administrator of the Small Business Administration shall	
23	issue regulations under this section within 15 days after	
24	the date of enactment of this section. The notice require-	

- 1 ments of section 553(b) of title 5, United States Code
- 2 shall not apply to the promulgation of such regulations.

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3	SEC. 6997. GAO REPORT.
4	(a) REPORT.—Not later than 30 days after the enact-
5	ment of this Act, the Comptroller General of the United
6	States shall report to the Congress on the actions of the (authorities
	Administrator in implementing the authority established
8	in sections 6201 through 6206 of this Act. the administrative provisions
9	(b) INCLUDED ITEM.—The report under this section
10	shall include a summary of the activity of the Adminis-
11	trator under this section and an analysis of whether he
	is accomplishing the purpose of increasing liquidity in the
13	secondary market for Small Business Administration
1 1	looms



- (a) MAXIMUM BOND AMOUNT.—Section 411(a)(1) of the Small Business Investment Act of 1958 (15 U.S.C. 694b(a)(1)) is amended—
 - (1) by inserting "(A)" after "(1)";
 - (2) by striking "\$2,000,000" and inserting "\$5,000,000"; and
 - (3) by adding at the end the following:
- "(B) The Administrator may guarantee a surety under subparagraph (A) for a total work order or contract amount that does not exceed \$10,000,000, if a contracting officer of a Federal agency certifies that such a guarantee is necessary."

(b) SIZE STANDARDS.—Section 410 of the Small Business Investment Act of 1958 (15 U.S.C. 694a) is amended by adding at the end the following:

"(9) Notwithstanding any other provision of law or any rule, regulation, or order of the Administration, for purposes of sections 410, 411, and 412 the term 'small business concern' means a business concern that meets the size standard for the primary industry in which such business concern, and the affiliates of such business concern, is engaged, as determined by the Administrator in accordance with the North American Industry Classification System."

SUNSET.—The amendments made by this section shall remain in effect until September 30, 2010.

C



(b) Denial of Liability -

Section 411 of the Small Business Investment Act of 1958 (15 U.S.C. 694b) is amended-

- (1) by striking subsection (e) and inserting the following:
- "(e) Reimbursement of surety; conditions

Pursuant to any such guarantee or agreement, the Administration shall reimburse the surety, as provided in subsection (c) of this section, except that the Administration shall be relieved of liability (in whole or in part within the discretion of the Administration) if—

- (1) the surety obtained such guarantee or agreement, or applied for such reimbursement, by fraud or material misrepresentation,
- (2) the total contract amount at the time of execution of the bond or bonds exceeds \$5,000,000,
- (3) the surety has breached a material term or condition of such guarantee agreement, or
- (4) the surety has substantially violated the regulations promulgated by the Administration pursuant to subsection (d)."
- (2) by adding at the end the following:
- "(k) For bonds made or executed with the prior approval of the Administration, the Administration shall not deny liability to a surety based upon material information that was provided as part of the guaranty application."

- (d) Study- The Administrator of the Small Business Administration shall conduct a study of the current funding structure of the surety bond program carried out under part B (15 U.S.C. 694a et seq.) of title IV of the Small Business Investment Act of 1958. The study shall include--
- (1) an assessment of whether the program's current funding framework and program fees are inhibiting the program's growth;
- (2) an assessment of whether surety companies and small business concerns could benefit from an alternative funding structure; and
- (e) Report- Not later than 180 days after the date of the enactment of this Act, the Administrator shall submit to Congress a report on the results of the study required under subsection (d).

(JASK 7)

SEC. 509, ESTABLISHMENT OF SBA SECONDARY MARKET LENDING AUTHORITY.

- (a) Purpose —The purpose of this section is to provide the Small Business Administration with the authority to establish a Secondary Market Lending Authority within the SBA to make loans to the systemically important SBA secondary market broker-dealers who operate the SBA secondary market.
- (b) Definitions.—For purposes of this section:
- (1) The term "Administrator" means the Administrator of the SBA.
- (2) The term "SBA" means the Small Business Administration.
- (3) The terms "Secondary Market Lending Authority" and "Authority" mean the office establishedunder subsection (c).
- (4) The term "SBA secondary market" meansthe market for the purchase and sale of loans originated, underwritten, and closed under the Small Business Act.
- (5) The term "Systemically Important Secondary Market Broker-Dealers" mean those entities designated under subsection (c)(1) as vital to the continued operation of the SBA secondary market by reason of their purchase and sale of the government guaranteed portion of loans, or pools of loans, originated, underwritten, and closed under the Small Business Act.
- (c) RESPONSIBILITIES, AUTHORITIES, ORGANIZATION, AND LIMITATIONS.—
- (1) DESIGNATION OF SYSTEMICALLY IMPORTANT SBA SECONDARY MARKET BROKER-DEALERS.—The Administrator shall establish a process to designate, in consultation with the Board of Governors of the Federal Reserve and the Secretary of the Treasury, Systemically Important Secondary Market Broker-Dealers.
- (2) ESTABLISHMENT OF SBA SECONDARY MARKET LENDING AUTHORITY.—
- (A) ORGANIZATION.—
- (i) The Administrator shall establish within the SBA an office to provide loans to Systemically Important Secondary Market Broker-dealers to be used for the purpose of financing the inventory of the government guaranteed portion of loans, originated, underwritten, and closed under the Small Business Act or pools of such loans.
- (ii) The Administrator shall appoint a Director of the Authority who shall report to the Administrator.
- (iii) The Administrator is authorized to hire such personnel as are necessary to operate the Authority.

- (iv) The Administrator may contract such Authority operations as he determines necessary to qualified third-party companies or individuals.
- (v) The Administrator is authorized to contract with private sector fiduciary and custodial agents as necessary to operate the Authority. (B) LOANS.—
- (i) The Administrator shall establish by rule a process under which Systemically Important SBA Secondary Market Broker-Dealers designated under paragraph (1) may apply to the Administrator for loans under this section.
- (ii) The rule under clause (i) shall provide a process for the Administrator to consider and make decisions regarding whether or not to extend a loan applied for under this section. Such rule shall include provisions to assure each of the following:
- (I) That loans made under this section are for the sole purpose of financing the inventory of the govern ment guaranteed portion of loans, originated, underwritten, and closed under the Small Business Act or pools of such loans.
- (II) That loans made under this section are fully collateralized to the satisfaction of the Administrator.
- (III) That there is no limit to the frequency in which a borrower may borrow under this section unless the Administrator determines that doing so would create an undue risk of loss to the agency or the United States.
- (IV) That there is no limit on the size of a loan, subject to the discretion of the Administrator.
- (iii) Interest on loans under this section shall not exceed the Federal Funds target rate as established by the Federal Reserve Board of Governors plus 25 basis points.
- (iv) The rule under this section shall provide for such loan documents, legal covenants, collateral requirements and other required documentation as necessary to protect the interests of the agency, the United States, and the taxpayer.
- (v) The Administrator shall establish custodial accounts to safeguard any collateral pledged to the SBA in connection with a loan under this section.
- (vi) The Administrator shall establish a process to disburse and receive funds to and from borrowers under this section.

- (C) LIMITATIONS ON USE OF LOAN PROCEEDS BY SYSTEMICALLY IMPORTANT SECONDARY MARKET BROKER-DEALERS.—The Administrator shall ensure that borrowers under this section are using funds provided under this section only for the purpose specified in subparagraph (B)(ii)(I). If the Administrator finds that such funds were used for any other purpose, the Administrator shall—
- (i) require immediate repayment of outstanding loans;
- (ii) prohibit the borrower, its affiliates, or any future corporate manifestation of the borrower from using the Authority; and
- (iii) take any other actions the Administrator, in consultation with the Attorney General of the United States, deemsappropriate.
- (d) REPORT TO CONGRESS.—The Administrator shall submit a report to Congress not later than the third business day of each month containing a statement of each of the following:
- (1) The aggregate loan amounts extended during the preceding month under this section.
- (2) The aggregate loan amounts repaid under this section during the proceeding month.
- (3) The aggregate loan amount outstanding under this section.
- (4) The aggregate value of assets held as collateral under this section;
- (5) The amount of any defaults or delinquencies on loans made under this section.
- (6) The identity of any borrower found by the Administrator to misuse funds made available under this section.
- (7) Any other information the Administrator deems necessary to fully inform Congress of undue risk of financial loss to the United States in connection with loans made under this section.
- (e) DURATION.—The authority of this section shall remain in effect for a period of 2 years after the date of enactment of this section.
- (f) FEES.—The Administrator shall charge fees, up front or annual, at a specified percentage of the loan amount that is at such a rate that the cost of the program under the Federal Credit Reform Act of 1990 ((title V of the Congressional Budget and Impoundment Control Act of 1974; 2 U.S.C. 661) shall be equal to zero.
- (g) FUNDING.—Such sums as necessary are authorized to be appropriated to carry out the provisions of this section.
- (h) BUDGET TREATMENT.—Nothing in this section shall be construed to exempt any activity of the Administrator under this section from the

Federal Credit Reform Act of 1990 (title V of the Congressional Budget and Im poundment Control Act of 1974; 2 U.S.C. 661 and

following).

(i) EMERGENCY RULEMAKING AUTHORITY.—The Administrator shall promulgate regulations under this section within 15 days after the date of enactment of enactment of this section. In promulgating these regulations, the Administrator the notice requirements of section 553(b) of title 5 of the United States Code shall not apply.

1	TITLE VI—DEPARTMENT OF HOMELAND
2	SECURITY
3	DEPARTMENT OF HOMELAND SECURITY
4	Office of the Under Secretary for Management
5	For an additional amount for the "Office of the
6	Under Secretary for Management", \$200,000,000 for
7	planning, design, construction costs, site security, infor-
8	mation technology infrastructure, fixtures, and related
9	costs to consolidate the Department of Homeland Security
10	headquarters: Provided, That no later than 60 days after
11	the date of enactment of this Act, the Secretary of Home-
12	land Security, in consultation with the Administrator of
13	General Services, shall submit to the Committees on Ap-
14	propriations of the Senate and the House of Representa-
15	tives a plan for the expenditure of these funds.
16	OFFICE OF INSPECTOR GENERAL
17	For an additional amount for the "Office of Inspector
18	General", \$5,000,000, to remain available until September
19	30, 2012, for oversight and audit of programs, grants, and
20	projects funded under this title.
21	U.S. Customs and Border Protection
22	SALARIES AND EXPENSES
23	For an additional amount for "Salaries and Ex-
24	penses", $$160,000,000$, of which $$100,000,000$ shall be
25	for the procurement and deployment of non-intrusive in-

- 1 spection systems; and of which \$60,000,000 shall be for
- 2 procurement and deployment of tactical communications
- 3 equipment and radios: Provided, That no later than 45
- 4 days after the date of enactment of this Act, the Secretary
- 5 of Homeland Security shall submit to the Committees on
- 6 Appropriations of the Senate and the House of Represent-
- 7 atives a plan for expenditure of these funds.
- 8 BORDER SECURITY FENCING, INFRASTRUCTURE, AND
- 9 TECHNOLOGY
- 10 For an additional amount for "Border Security Fenc-
- 11 ing, Infrastructure, and Technology', \$100,000,000 for
- 12 expedited development and deployment of border security
- 13 technology on the Southwest border: Provided, That no
- 14 later than 45 days after the date of enactment of this Act,
- 15 the Secretary of Homeland Security shall submit to the
- 16 Committees on Appropriations of the Senate and the
- 17 House of Representatives a plan for expenditure of these
- 18 funds.
- 19 CONSTRUCTION
- For an additional amount for "Construction",
- 21 \$420,000,000 solely for planning, management, design, al-
- 22 teration, and construction of U.S. Customs and Border
- 23 Protection owned land border ports of entry: Provided,
- 24 That no later than 45 days after the date of enactment
- 25 of this Act, the Secretary of Homeland Security shall sub-

mit to the Committees on Appropriations of the Senate and the House of Representatives a plan for expenditure of these funds. 4 U.S. Immigration and Customs Enforcement 5 AUTOMATION MODERNIZATION 6 For an additional amount for "Automation Modernization", \$20,000,000 for the procurement and deployment of tactical communications equipment and radios: Provided. That no later than 45 days after the date of 10 enactment of this Act, the Secretary of Homeland Security 11 shall submit to the Committees on Appropriations of the 12 Senate and the House of Representatives a plan for ex-13 penditure of these funds. 14 Transportation Security Administration 15 AVIATION SECURITY 16 For an additional amount for "Aviation Security", 17 \$1,000,000,000 for procurement and installation of 18 checked baggage explosives detection systems and check-19 point explosives detection equipment: Provided, That the 20 Assistant Secretary of Homeland Security (Transpor-21 tation Security Administration) shall prioritize the award of these funds to accelerate the installations at locations 22 with completed design plans: Provided further, That no later than 45 days after the date of enactment of this Act,

the Secretary of Homeland Security shall submit to the

- 1 Committees on Appropriations of the Senate and the
- 2 House of Representatives a plan for the expenditure of
- 3 these funds.
- 4 Coast Guard
- 5 ACQUISITION, CONSTRUCTION, AND IMPROVEMENTS
- 6 For an additional amount for "Acquisition, Construc-
- 7 tion, and Improvements", \$98,000,000 for shore facilities
- 8 and aids to navigation facilities; for priority procurements
- 9 due to materials and labor cost increases; and for costs
- 10 to repair, renovate, assess, or improve vessels: Provided,
- 11 That no later than 45 days after the date of enactment
- 12 of this Act, the Secretary of Homeland Security shall sub-
- 13 mit to the Committees on Appropriations of the Senate
- 14 and the House of Representatives a plan for the expendi-
- 15 ture of these funds.
- 16 ALTERATION OF BRIDGES
- 17 For an additional amount for "Alteration of
- 18 Bridges", \$142,000,000 for alteration or removal of ob-
- 19 structive bridges, as authorized by section 6 of the Tru-
- 20 man-Hobbs Act (33 U.S.C. 516): Provided, That the
- 21 Coast Guard shall award these funds to those bridges that
- 22 are ready to proceed to construction: Provided further,
- 23 That no later than 45 days after the date of enactment
- 24 of this Act, the Secretary of Homeland Security shall sub-
- 25 mit to the Committees on Appropriations of the Senate

1	and the House of Representatives a plan for the expendi-
2	ture of these funds.
3	FEDERAL EMERGENCY MANAGEMENT AGENCY
4	STATE AND LOCAL PROGRAMS
5	For an additional amount for grants, \$300,000,000,
6	to be allocated as follows:
7	(1) \$150,000,000 for Public Transportation Se-
8	curity Assistance and Railroad Security Assistance
9	under sections 1406 and 1513 of the Implementing
10	Recommendations of the 9/11 Commission Act of
11	2007 (Public Law 110–53; 6 U.S.C. 1135 and
12	1163).
13	(2) \$150,000,000 for Port Security Grants in
14	accordance with 46 U.S.C. 70107, notwithstanding
15	46 U.S.C. 70107(c).
16	FIREFIGHTER ASSISTANCE GRANTS
17	For an additional amount for competitive grants,
18	\$210,000,000 for modifying, upgrading, or constructing
19	non-Federal fire stations: $Provided$, That up to 5 percent
20	shall be for program administration: Provided further,
21	That no grant shall exceed \$15,000,000.
22	DISASTER ASSISTANCE DIRECT LOAN PROGRAM ACCOUNT
23	Notwithstanding section 417(b) of the Robert T.
24	Stafford Disaster Relief and Emergency Assistance Act,
25	the amount of any such loan issued pursuant to this sec-

- 1 tion for major disasters occurring in calendar year 2008
- 2 may exceed \$5,000,000, and may be equal to not more
- 3 than 50 percent of the annual operating budget of the
- 4 local government in any case in which that local govern-
- 5 ment has suffered a loss of 25 percent or more in tax reve-
- 6 nues: Provided, That the cost of modifying such loans shall
- 7 be as defined in section 502 of the Congressional Budget
- 8 Act of 1974 (2 U.S.C. 661a).

9 EMERGENCY FOOD AND SHELTER

- For an additional amount to carry out the emergency
- 11 food and shelter program pursuant to title III of the
- 12 McKinney-Vento Homeless Assistance Act (42 U.S.C.
- 13 11331 et seq.), \$100,000,000: Provided, That total admin-
- 14 istrative costs shall not exceed 3.5 percent of the total
- 15 amount made available under this heading.

16 GENERAL PROVISIONS—THIS TITLE

- 17 SEC. 601. Notwithstanding any other provision of
- 18 law, the President shall establish an arbitration panel
- 19 under the Federal Emergency Management Agency public
- 20 assistance program to expedite the recovery efforts from
- 21 Hurricanes Katrina and Rita within the Gulf Coast Re-
- 22 gion. The arbitration panel shall have sufficient authority
- 23 regarding the award or denial of disputed public assist-
- 24 ance applications for covered hurricane damage under sec-
- 25 tion 403, 406, or 407 of the Robert T. Stafford Disaster

- 1 Relief and Emergency Assistance Act (42 U.S.C. 5170b,
- 2 5172, or 5173) for a project the total amount of which
- 3 is more than \$500,000.
- 4 SEC. 602. The Administrator of the Federal Emer-
- 5 gency Management Agency may not prohibit or restrict
- 6 the use of funds designated under the hazard mitigation
- 7 grant program for damage caused by Hurricanes Katrina
- 8 and Rita if the homeowner who is an applicant for assist-
- 9 ance under such program commenced work otherwise eligi-
- 10 ble for hazard mitigation grant program assistance under
- 11 section 404 of the Robert T. Stafford Disaster Relief and
- 12 Emergency Assistance Act (42 U.S.C. 5170c) without ap-
- 13 proval in writing from the Administrator.
- 14 Sec. 603. Warver of Matchine Requirement
- 915 Under Safer Program, Subparagraph (E) of section
 - 16 34(a)(1) of the Federal Fire Prevention and Control Act
 - 17 of 1974 (15 U.S.C. 2229a(a)(1)(E)) shall not apply with
 - 18 respect to funds appropriated in this or any other Act
 - 19 making appropriations for fiscal year 2009 or 2010 for
 - 20 grants under such section 34.
 - 21 Sec. 604. (a) Requirement.—Except as provided
 - 22 in subsections (c) through (g), funds appropriated or oth-
 - 23 erwise available to the Department of Homeland Security
 - 24 may not be used for the procurement of an item described

in subsection (b) if the item is not grown, reprocessed
reused, or produced in the United States.
(b) COVERED ITEMS.—An item referred to in sub-
section (a) is any of the following, if the item is directly
related to the national security interests of the United
States:
(1) An article or item of—
(A) clothing and the materials and compo-
nents thereof, other than sensors, electronics, or
other items added to, and not normally associ-
ated with, clothing (and the materials and com-
ponents thereof);
(B) tents, tarpaulins, covers, textile belts,
bags, protective equipment (including but not
limited to body armor), sleep systems, load car-
rying equipment (including but not limited to
fieldpacks), textile marine equipment, para-
chutes, or bandages;
(C) cotton and other natural fiber prod-
ucts, woven silk or woven silk blends, spun silk
yarn for cartridge cloth, synthetic fabric or
coated synthetic fabric (including all textile fi-
bers and yarns that are for use in such fabrics),

canvas products, or wool (whether in the form

1	of fiber or yarn or contained in fabrics, mate-
2	rials, or manufactured articles); or
3	(D) any item of individual equipment man-
4	ufactured from or containing such fibers, yarns,
5	fabrics, or materials.
6	(c) Availability Exception.—Subsection (a) does
7	not apply to the extent that the Secretary of Homeland
8	Security determines that satisfactory quality and suffi-
9	cient quantity of any such article or item described in sub-
10	section (b)(1) grown, reprocessed, reused, or produced in
11	the United States cannot be procured as and when needed
12	at United States market prices. This section is not appli-
13	cable to covered items that are, or include, materials deter-
14	mined to be non-available in accordance with Federal Ac-
15	quisition Regulation 25.104 Nonavailable Articles.
16	(d) DE MINIMIS EXCEPTION.—Notwithstanding sub-
17	section (a), the Secretary of Homeland Security may ac-
18	cept delivery of an item covered by subsection (b) that con-
19	tains non-compliant fibers if the total value of non-compli-
20	ant fibers contained in the end item does not exceed 10
21	percent of the total purchase price of the end item.
22	(e) Exception for Certain Procurements Out-
23	SIDE THE UNITED STATES.—Subsection (a) does not
24	apply to the following:
25	(1) Procurements by vessels in foreign waters.

- 1 (2) Emergency procurements.
- 2 (f) Exception for Small Purchases.—Sub-
- 3 section (a) does not apply to purchases for amounts not
- 4 greater than the simplified acquisition threshold referred
- 5 to in section 2304(g) of title 10, United States Code.
- 6 (g) Applicability to Contracts and Sub-
- 7 CONTRACTS FOR PROCUREMENT OF COMMERCIAL
- 8 ITEMS.—This section is applicable to contracts and sub-
- 9 contracts for the procurement of commercial items not
- 10 withstanding section 34 of the Office of Federal Procure-
- 11 ment Policy Act (41 U.S.C. 430), with the exception of
- 12 commercial items listed under subsections (b)(1)(C) and
- 13 (b)(1)(D) above. For the purposes of this section, "com-
- 14 mercial" shall be as defined in the Federal Acquisition
- 15 Regulation—Part 2.
- 16 (h) Geographic Coverage.—In this section, the
- 17 term "United States" includes the possessions of the
- 18 United States.
- 19 (i) NOTIFICATION REQUIRED WITHIN 7 DAYS AFTER
- 20 CONTRACT AWARD IF CERTAIN EXCEPTIONS APPLIED.—
- 21 In the case of any contract for the procurement of an item
- 22 described in subsection (b)(1), if the Secretary of Home-
- 23 land Security applies an exception set forth in subsection
- 24 (c) with respect to that contract, the Secretary shall, not
- 25 later than 7 days after the award of the contract, post

1	a notification that the exception has been applied on the
2	Internet site maintained by the General Services Adminis-
3	tration known as FedBizOps.gov (or any successor site).
4	(j) Training During Fiscal Year 2009.—
5	(1) In general.—The Secretary of Homeland
6	Security shall ensure that each member of the acqui-
7	sition workforce in the Department of Homeland Se-
8	curity who participates personally and substantially
9	in the acquisition of textiles on a regular basis re-
10	ceives training during fiscal year 2009 on the re-
11	quirements of this section and the regulations imple-
12	menting this section.
13	(2) Inclusion of information in new
14	TRAINING PROGRAMS.—The Secretary shall ensure
15	that any training program for the acquisition work-
16	force developed or implemented after the date of the
17	enactment of this Act includes comprehensive infor-
18	mation on the requirements described in paragraph
19	(1). System
20	(k) Consistency with International Agree-
21	MENTS.
22	(1) In GENERAL.—No provision of this specion
23	shall apply to the extent it is inconsistent with
24	United States obligations under an international
25	agreement. To the extent that current international



(k) CONSISTENCY WITH INTERNATIONAL AGREEMENTS.— This section shall be applied in a manner consistent with United States obligations under international agreements.

1	agreements are modified or new agreements nego	
2	trated that are inconsistent with this provision, this	
3	section shall not apply.	
4	(2) REPORT.—The Secretary of Homeland Se-	
5	curity shall submit a report each year to Congress	
6	containing, with respect to the year covered by the	
7	report—	
8	(A) a list of each provision of this section	
9	that did not apply during that year under para-	
10	graph (1); and	
11	(B) a list of each contract awarded by the	
12	Department of Homeland Security during that	
13	year without regard to a provision in this sec-	
14	tion because that provision was made inappli-	
15	cable pursuant to international agreement	an
16	(l) Effective Date.—This section applies with re-	
17	spect to contracts entered into by the Department of	
18	Homeland Security 180 days after the date of the enact-	
19	ment of this Act.	

1	TITLE VII—INTERIOR, ENVIRONMENT, AND
2	RELATED AGENCIES
3	DEPARTMENT OF THE INTERIOR
4	BUREAU OF LAND MANAGEMENT
5	MANAGEMENT OF LANDS AND RESOURCES
6	For an additional amount for "Management of Lands
7	and Resources", for activities on all Bureau of Land Man-
8	agement lands including maintenance, rehabilitation, and
9	restoration of facilities, property, trails and lands and for
10	remediation of abandoned mines and wells, \$125,000,000.
11	CONSTRUCTION
12	For an additional amount for "Construction", for ac-
13	tivities on all Bureau of Land Management lands includ-
14	ing construction, reconstruction, decommissioning and re-
15	pair of roads, bridges, trails, property, and facilities and
16	for energy efficient retrofits of existing facilities,
17	\$180,000,000.
18	WILDLAND FIRE MANAGEMENT
19	For an additional amount for "Wildland Fire Man-
20	agement", for hazardous fuels reduction, \$15,000,000.
21	UNITED STATES FISH AND WILDLIFE SERVICE
22	RESOURCE MANAGEMENT
23	For an additional amount for "Resource Manage-
24	ment", for deferred maintenance, construction, and cap-
25	ital improvement projects on national wildlife refuges and

national fish hatcheries and for high priority habitat restoration projects, \$165,000,000. 3 CONSTRUCTION 4 For an additional amount for "Construction", for construction, reconstruction, and repair of roads, bridges, property, and facilities and for energy efficient retrofits of existing facilities, \$115,000,000. 8 NATIONAL PARK SERVICE 9 OPERATION OF THE NATIONAL PARK SYSTEM For an additional amount for "Operation of the Na-10 tional Park System", for deferred maintenance of facilities 11 and trails and for other critical repair and rehabilitation 13 projects, \$146,000,000. 14 HISTORIC PRESERVATION FUND 15 For an additional amount for "Historic Preservation Fund", for historic preservation projects at historically black colleges and universities as authorized by the Historic Preservation Fund Act of 1996 and the Omnibus Parks and Public Lands Act of 1996, \$15,000,000: Provided, That any matching requirements otherwise required for such projects are waived. 22 CONSTRUCTION 23 For an additional amount for "Construction", for repair and restoration of roads; construction of facilities, including energy efficient retrofits of existing facilities; 26 equipment replacement; preservation and repair of histor-

1	ical resources within the National Park System; cleanup
2	of abandoned mine sites on park lands; and other critical
3	infrastructure projects, \$589,000,000.
4	UNITED STATES GEOLOGICAL SURVEY
5	SURVEYS, INVESTIGATIONS, AND RESEARCH
6	For an additional amount for "Surveys, Investiga-
7	tions, and Research", \$140,000,000, for repair, construc-
8	tion and restoration of facilities; equipment replacement
9	and upgrades including stream gages, and seismic and vol-
10	cano monitoring systems; national map activities; and
11	other critical deferred maintenance and improvement
12	projects.
13	Bureau of Indian Affairs
14	OPERATION OF INDIAN PROGRAMS
15	For an additional amount for "Operation of Indian
16	Programs", for workforce training programs and the
17	housing improvement program, \$40,000,000.
18	CONSTRUCTION
19	For an additional amount for "Construction", for re-
20	pair and restoration of roads; replacement school con-
21	struction; school improvements and repairs; and detention
22	center maintenance and repairs, \$450,000,000: Provided,
23	That section 1606 of this Act shall not apply to tribal con-
24	tracts entered into by the Bureau of Indian Affairs with
25	this appropriation.

1	INDIAN GUARANTEED LOAN PROGRAM ACCOUNT
2	For an additional amount for "Indian Guaranteed
3	Loan Program Account", \$10,000,000.
4	OFFICE OF INSPECTOR GENERAL
5	SALARIES AND EXPENSES
6	For an additional amount for "Office of Inspector
7	General", \$15,000,000, to remain available until Sep-
8	tember 30, 2012.
9	ENVIROMENTAL PROTECTION AGENCY
10	OFFICE OF INSPECTOR GENERAL
11	For an additional amount for "Office of Inspector
12	General", \$20,000,000, to remain available until Sep-
13	tember 30, 2012.
14	HAZARDOUS SUBSTANCE SUPERFUND
15	For an additional amount for "Hazardous Substance
16	Superfund", \$600,000,000, which shall be for the Super-
17	fund Remedial program: $Provided$, That the Administrator
18	of the Environmental Protection Agency (Administrator)
19	may retain up to 3 percent of the funds appropriated here-
20	in for management and oversight purposes.
21	LEAKING UNDERGROUND STORAGE TANK TRUST FUND
22	Program
23	For an additional amount for "Leaking Underground
24	Storage Tank Trust Fund Program", \$200,000,000,
25	which shall be for cleanup activities authorized by section

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1	9003(h) of the Solid Waste Disposal Act: Provided, That
2	none of these funds shall be subject to cost share require-
3	ments under section 9003(h)(7)(B) of such Act: Provided
4	further, That the Administrator may retain up to 1.5 per-
5	cent of the funds appropriated herein for management and
6	oversight purposes.
7	STATE AND TRIBAL ASSISTANCE GRANTS
8	(INCLUDING TRANSFERS OF FUNDS)
9	For an additional amount for "State and Tribal As-
10	sistance Grants'', \$6,400,000,000, which shall be allocated
11	as follows:
12	(1) \$4,000,000,000 shall be for capitalization
13	grants for the Clean Water State Revolving Funds
14	under title VI of the Federal Water Pollution Con-
15	trol Act and \$2,000,000,000 shall be for capitaliza-
16	tion grants under section 1452 of the Safe Drinking
17	Water Act: Provided That the Administrator may

retain up to 1 percent of the funds appropriated

herein for management and oversight purposes: Pro-

vided further, That funds appropriated herein shall

not be subject to the matching or cost share require-

ments of sections 602(b)(2), 602(b)(3) or 202 of the

Federal Water Pollution Control Act nor the match-

ing requirements of section 1452(e) of the Safe

Drinking Water Act: Provided further, That the Ad-

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ministrator shall reallocate funds appropriated herein for the Clean and Drinking Water State Revolving Funds (Revolving Funds) where projects are not under contract or construction within 12 months of the date of enactment of this Act: Provided further, That notwithstanding the priority rankings they would otherwise receive under each program, priority for funds appropriated herein shall be given to projects on a State priority list that are ready to proceed to construction within 12 months of the date of enactment of this Act: Provided further, That notwithstanding the requirements of section 603(d) of the Federal Water Pollution Control Act or section 1452(f) of the Safe Drinking Water Act, for the funds appropriated herein, each State shall use not less than 50 percent of the amount of its capitalization grants to provide additional subsidization to eligible recipients in the form of forgiveness of principal, negative interest loans or grants or any combination of these: Provided further, That, to the extent there are sufficient eligible project applications, not less than 20 percent of the funds appropriated herein for the Revolving Funds shall be for projects to address green infrastructure, water or energy efficiency improvements or other environmentally inno-

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vative activities: Provided further, That notwithstanding the limitation on amounts specified in section 518(c) of the Federal Water Pollution Control Act, up to 1.5 percent of the funds appropriated herein for the Clean Water State Revolving Funds may be reserved by the Administrator for tribal grants under section 518(c) of such Act: Provided further, That up to 4 percent of the funds appropriated herein for tribal set-asides under the Revolving Funds may be transferred to the Indian Health Service to support management and oversight of tribal projects: Provided further, That none of the funds appropriated herein shall be available for the purchase of land or easements as authorized by section 603(c) of the Federal Water Pollution Control Act or for activities authorized by section 1452(k) of the Safe Drinking Water Act: Provided further, That notwithstanding section 603(d)(2) of the Federal Water Pollution Control Act and section 1452(f)(2) of the Safe Drinking Water Act, funds may be used to buy, refinance or restructure the debt obligations of eligible recipients only where such debt was incurred on or after October 1, 2008;

(2) \$100,000,000 shall be to carry out Brownfields projects authorized by section 104(k) of

1	the Comprehensive Environmental Response, Com-
2	pensation, and Liability Act of 1980: Provided, That
3	the Administrator may reserve up to 3.5 percent of
4	the funds appropriated herein for management and
5	oversight purposes: Provided further, That none of
6	the funds appropriated herein shall be subject to
7	cost share requirements under section
8	104(k)(9)(B)(iii) of such Act; and
9	(3) \$300,000,000 shall be for Diesel Emission
10	Reduction Act grants pursuant to title VII, subtitle
11	G of the Energy Policy Act of 2005: Provided, That
12	the Administrator may reserve up to 2 percent of
13	the funds appropriated herein for management and
14	oversight purposes: Provided further, That none of
15	the funds appropriated herein for Diesel Emission
16	Reduction Act grants shall be subject to the State
17	Grant and Loan Program Matching Incentive provi-
18	sions of section 793(c)(3) of such Act.
19	Administrative Provision, Environmental
20	PROTECTION AGENCY
21	(INCLUDING TRANSFERS OF FUNDS)
22	Funds made available to the Environmental Protec-
23	tion Agency by this Act for management and oversight
24	purposes shall remain available until September 30, 2011,

1	and may be transferred to the "Environmental Programs
2	and Management" account as needed.
3	DEPARTMENT OF AGRICULTURE
4	Forest Service
5	CAPITAL IMPROVEMENT AND MAINTENANCE
6	For an additional amount for "Capital Improvement
7	and Maintenance", \$650,000,000, for priority road,
8	bridge and trail maintenance and decommissioning, in-
9	cluding related watershed restoration and ecosystem en-
10	hancement projects; facilities improvement, maintenance
11	and renovation; remediation of abandoned mine sites; and
12	support costs necessary to carry out this work.
13	WILDLAND FIRE MANAGEMENT
14	For an additional amount for "Wildland Fire Man-
15	agement", $$500,000,000$, of which $$250,000,000$ is for
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16	hazardous fuels reduction, forest health protection, reha-
16 17	hazardous fuels reduction, forest health protection, rehabilitation and hazard mitigation activities on Federal lands
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17	bilitation and hazard mitigation activities on Federal lands
17 18	bilitation and hazard mitigation activities on Federal lands and of which \$250,000,000 is for State and private for-
17 18 19	bilitation and hazard mitigation activities on Federal lands and of which \$250,000,000 is for State and private for- estry activities including hazardous fuels reduction, forest
17 18 19 20	bilitation and hazard mitigation activities on Federal lands and of which \$250,000,000 is for State and private forestry activities including hazardous fuels reduction, forest health and ecosystem improvement activities on State and
17 18 19 20 21	bilitation and hazard mitigation activities on Federal lands and of which \$250,000,000 is for State and private forestry activities including hazardous fuels reduction, forest health and ecosystem improvement activities on State and private lands using all authorities available to the Forest
17 18 19 20 21 22	bilitation and hazard mitigation activities on Federal lands and of which \$250,000,000 is for State and private forestry activities including hazardous fuels reduction, forest health and ecosystem improvement activities on State and private lands using all authorities available to the Forest Service: <i>Provided</i> , That up to \$50,000,000 of the total

1	vided for activities on State and private lands shall not
2	be subject to matching or cost share requirements.
3	DEPARTMENT OF HEALTH AND HUMAN
4	SERVICES
5	Indian Health Service
6	INDIAN HEALTH SERVICES
7	For an additional amount for "Indian Health Serv-
8	ices", for health information technology activities,
9	\$85,000,000: Provided, That such funds may be used for
10	both telehealth services development and related infra-
11	structure requirements that are typically funded through
12	the "Indian Health Facilities" account: Provided further,
13	That notwithstanding any other provision of law, health
14	information technology funds provided within this title
15	shall be allocated at the discretion of the Director of the
16	Indian Health Service.
17	INDIAN HEALTH FACILITIES
18	For an additional amount for "Indian Health Facili-
19	ties", for facilities construction projects, deferred mainte-
20	nance and improvement projects, the backlog of sanitation
21	projects and the purchase of equipment, \$415,000,000, of
22	which $\$227,000,000$ is provided within the health facilities
23	construction activity for the completion of up to two facili-
24	ties from the current priority list for which work has al-
25	ready been initiated: Provided, That for the purposes of

1	this Act, spending caps included within the annual appro-
2	priation for "Indian Health Facilities" for the purchase
3	of medical equipment shall not apply: Provided further
4	That section 1606 of this Act shall not apply to tribal con-
5	tracts entered into by the Service with this appropriation
6	OTHER RELATED AGENCIES
7	SMITHSONIAN INSTITUTION
8	FACILITIES CAPITAL
9	For an additional amount for "Facilities Capital", for
10	repair and revitalization of existing facilities, \$25,000,000
11	NATIONAL FOUNDATION ON THE ARTS AND THE
12	HUMANITIES
13	NATIONAL ENDOWMENT FOR THE ARTS
14	GRANTS AND ADMINISTRATION
15	For an additional amount for "Grants and Adminis-
16	tration", \$50,000,000, to be distributed in direct grants
17	to fund arts projects and activities which preserve jobs in
18	the non-profit arts sector threatened by declines in philan-
19	thropic and other support during the current economic
20	downturn: Provided, That 40 percent of such funds shall
21	be distributed to State arts agencies and regional arts or
22	ganizations in a manner similar to the agency's current
23	practice and 60 percent of such funds shall be for competi-
24	tively selected arts projects and activities according to sec
25	tions 2 and 5(c) of the National Foundation on the Arts

- 1 and Humanities Act of 1965 (20 U.S.C. 951, 954(c)):
- 2 Provided further, That matching requirements under sec-
- 3 tion 5(e) of such Act shall be waived.
- 4 GENERAL PROVISIONS—THIS TITLE
- 5 Sec. 701. (a) Within 30 days of enactment of this
- 6 Act, each agency receiving funds under this title shall sub-
- 7 mit a general plan for the expenditure of such funds to
- 8 the House and Senate Committees on Appropriations.
- 9 (b) Within 90 days of enactment of this Act, each
- 10 agency receiving funds under this title shall submit to the
- 11 Committees a report containing detailed project level in-
- 12 formation associated with the general plan submitted pur-
- 13 suant to subsection (a).
- 14 Sec. 702. In carrying out the work for which funds
- 15 in this title are being made available, the Secretary of the
- 16 Interior and the Secretary of Agriculture shall utilize,
- 17 where practicable, the Public Lands Corps, Youth Con-
- 18 servation Corps, Student Conservation Association, Job
- 19 Corps and other related partnerships with Federal, State,
- 20 local, tribal or non-profit groups that serve young adults.
- 21 Sec. 703. Each agency receiving funds under this
- 22 title may transfer up to 10 percent of the funds in any
- 23 account to other appropriation accounts within the agency,
- 24 if the head of the agency (1) determines that the transfer
- 25 will enhance the efficiency or effectiveness of the use of

- 1 the funds without changing the intended purpose; and (2)
- 2 notifies the Committees on Appropriations of the House
- 3 of Representatives and the Senate 10 days prior to the
- 4 transfer.

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1	TITLE VIH-DEPARTMENTS OF LABOR
2	HEALTH AND HUMAN SERVICES, AND EDU
3	CATION, AND RELATED AGENCIES
4	DEPARTMENT OF LABOR
5	EMPLOYMENT AND TRAINING ADMINISTRATION
6	TRAINING AND EMPLOYMENT SERVICES
7	For an additional amount for "Training and Employ
8	ment Services" for activities under the Workforce Invest
9	ment Act of 1998 ("WIA"), \$3,950,000,000, which shall
10	be available for obligation on the date of enactment of this
11	Act, as follows:
12	(1) \$500,000,000 for grants to the States for
13	adult employment and training activities, including
14	supportive services and needs-related payments de-
15	scribed in section 134(e)(2) and (3) of the WIA
16	Provided, That a priority use of these funds shall be
17	services to individuals described in 134(d)(4)(E) or
18	the WIA;
19	(2) \$1,200,000,000 for grants to the States for
20	youth activities, including summer employment for
21	youth: Provided, That no portion of such funds shall
22	be reserved to carry out section 127(b)(1)(A) of the
23	WIA: Provided further, That for purposes of section
24	127(b)(1)(C)(iv) of the WIA, funds available for
25	youth activities shall be allotted as if the total

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amount available for youth activities in the fiscal year does not exceed \$1,000,000,000: Provided further, That with respect to the youth activities provided with such funds, section 101(13)(A) of the WIA shall be applied by substituting "age 24" for "age 21": Provided further, That the work readiness indicator described performance in section 136(b)(2)(A)(ii)(I) of the WIA shall be the only measure of performance used to assess the effectiveness of summer employment for youth provided with such funds; (3) \$1,250,000,000 for grants to the States for dislocated worker employment and training activities; (4) \$200,000,000 for the dislocated workers assistance national reserve; (5) \$50,000,000 for YouthBuild activities: Provided. That for program years 2008 and 2009, the YouthBuild program may serve an individual who has dropped out of high school and re-enrolled in an alternative school, if that re-enrollment is part of a sequential service strategy; and (6) \$750,000,000 for a program of competitive grants for worker training and placement in high growth and emerging industry sectors: Provided,

1	That $$500,000,000$ shall be for research, labor ex-
2	change and job training projects that prepare work-
3	ers for careers in the energy efficiency and renew-
4	able energy as described in section 171(e)(1)(B) of
5	the WIA: Provided further, That in awarding grants
6	from those funds not designated in the preceding
7	proviso, the Secretary of Labor shall give priority to
8	projects that prepare workers for careers in the
9	health care sector:
10	Provided, That funds made available in this paragraph
11	shall remain available through June 30, 2010: Provided
12	further, That a local board may award a contract to an
13	institution of higher education or other eligible training
14	provider if the local board determines that it would facili-
15	tate the training of multiple individuals in high-demand
16	occupations, if such contract does not limit customer
17	choice.
18	COMMUNITY SERVICE EMPLOYMENT FOR OLDER
19	AMERICANS
20	For an additional amount for "Community Service
21	Employment for Older Americans" to carry out title V of
22	the Older Americans Act of 1965, \$120,000,000, which
23	shall be available for obligation on the date of enactment
24	of this Act and shall remain available through June 30,
25	2010: Provided, That funds shall be allotted within 30

- 1 days of such enactment to current grantees in proportion
- 2 to their allotment in program year 2008: Provided further,
- 3 That funds made available under this heading in this Act
- 4 may, in accordance with section 517(c) of the Older Amer-
- 5 icans Act of 1965, be recaptured and reobligated.
- 6 STATE UNEMPLOYMENT INSURANCE AND EMPLOYMENT
- 7 SERVICE OPERATIONS
- 8 For an additional amount for "State Unemployment
- 9 Insurance and Employment Service Operations" for
- 10 grants to States in accordance with section 6 of the Wag-
- 11 ner-Peyser Act, \$400,000,000, which may be expended
- 12 from the Employment Security Administration Account in
- 13 the Unemployment Trust Fund, and which shall be avail-
- 14 able for obligation on the date of enactment of this Act:
- 15 Provided, That such funds shall remain available to the
- 16 States through September 30, 2010: Provided further,
- 17 That \$250,000,000 of such funds shall be used by States
- 18 for reemployment services for unemployment insurance
- 19 claimants (including the integrated Employment Service
- 20 and Unemployment Insurance information technology re-
- 21 quired to identify and serve the needs of such claimants):
- 22 Provided further, That the Secretary of Labor shall estab-
- 23 lish planning and reporting procedures necessary to pro-
- 24 vide oversight of funds used for reemployment services.

1	DEPARTMENTAL MANAGEMENT
2	SALARIES AND EXPENSES
3	(INCLUDING TRANSFER OF FUNDS)
4	For an additional amount for "Departmental Man
5	agement", \$80,000,000, for the enforcement of worker
6	protection laws and regulations, oversight, and coordina
7	tion activities related to the infrastructure and unemploy
8	ment insurance investments in this Act: Provided, That
9	the Secretary of Labor may transfer such sums as nec-
10	essary to "Employment and Standards Administration"
11	"Employee Benefits Security Administration", "Occupa-
12	tional Safety and Health Administration", and "Employe
13	ment and Training Administration—Program Administra
14	tion" for enforcement, oversight, and coordination activi-
15	ties: Provided further, That prior to obligating any funds
16	proposed to be transferred from this account, the Sec-
17	retary shall provide to the Committees on Appropriations
18	of the House of Representatives and the Senate an oper-
19	ating plan describing the planned uses of each amount
20	proposed to be transferred.
21	OFFICE OF JOB CORPS
22	For an additional amount for "Office of Job Corps"
23	\$250,000,000, for construction, rehabilitation and acquisi-
24	tion of Job Corps Centers, which shall be available upon
25	the date of enactment of this Act and remain available

- 1 for obligation through June 30, 2010: Provided, That sec-2 tion 1552(a) of title 31, United States Code shall not 3 apply if funds are used for a multi-year lease agreement that will result in construction activities that can com-4 5 mence within 120 days of enactment of this Act: Provided further, That notwithstanding section 3324(a) of title 31, 7 United States Code, the funds used for an agreement under the preceding proviso may be used for advance, 8 9 progress, and other payments: Provided further, That the 10 Secretary of Labor may transfer up to 15 percent of such funds to meet the operational needs of such centers, which 11 may include training for careers in the energy efficiency, renewable energy, and environmental protection industries: Provided further, That the Secretary shall provide to the Committees on Appropriations of the House of Representatives and the Senate an operating plan describing the allocation of funds, and a report on the actual obliga-17 tions, expenditures, and unobligated balances for each activity funded under this heading not later than September 19 20 30, 2009 and quarterly thereafter as long as funding pro-21 vided under this heading is available for obligation or ex-22 penditure. OFFICE OF INSPECTOR GENERAL
- 23
- 24 For an additional amount for the "Office of Inspector
- 25 General", \$6,000,000, which shall remain available

1	through September 30, 2012, for salaries and expenses
2	necessary for oversight and audit of programs, grants, and
3	projects funded in this Act.
4	DEPARTMENT OF HEALTH AND HUMAN
5	SERVICES
6	HEALTH RESOURCES AND SERVICES ADMINISTRATION
7	HEALTH RESOURCES AND SERVICES
8	For an additional amount for "Health Resources and
9	Services", \$2,500,000,000 which shall be used as follows:
10	(1) \$500,000,000 shall be for grants to health
11	centers authorized under section 330 of the Public
12	Health Service Act ("PHS Act");
13	(2) \$1,500,000,000 shall be available for grants
14	for construction, renovation and equipment, and for
15	the acquisition of health information technology sys-
16	tems, for health centers including health center con-
17	trolled networks receiving operating grants under PHS
18	section 330 of the Public Health Service Act, not-
19	withstanding the limitation in section 330(e)(3); and
20	(3) \$500,000,000 to address health professions
21	workforce shortages, of which \$75,000,000 for the
22	National Health Service Corps shall remain available
23	through September 30, 2011: Provided, That funds
24	may be used to provide scholarships, loan repay-
25	ment, and grants to training programs for equip-

1 ment as authorized in the PHS Act, and grants au-2 thorized in sections 330L, 747, 767 and 768 of the 3 PHS Act: Provided further, That 20 percent of the 4 funds allocated to the National Health Service Corps 5 shall be used for field operations: *Provided*, That up to 0.5 percent of funds provided in this paragraph may used for administration of such funds: Provided further, That the Secretary shall provide to the Committees on Appropriations of the House of Representatives and the Senate an operating plan detailing activities to be supported and timelines for expenditure 12 prior to making any Federal obligations of funds provided in this paragraph but not later than 90 days after the date of enactment of this Act: Provided further, That the Secretary shall provide to the Committees on Appropriations of the House of Representatives and the Senate a report on the actual obligations, expenditures, and unobli-17 gated balances for each activity funded in this paragraph 18 not later than November 1, 2009 and every 6 months 20 thereafter as long as funding provided in this paragraph 21 is available for obligation or expenditure. 22 NATIONAL INSTITUTES OF HEALTH 23 NATIONAL CENTER FOR RESEARCH RESOURCES 24 For an additional amount for "National Center for Research Resources", \$1,300,000,000, ofwhich

- 1 \$1,000,000,000 shall be for grants or contracts under sec-
- 2 tion 481A of the Public Health Service Act to construct,
- 3 renovate or repair existing non-Federal research facilities:
- 4 Provided, That sections 481A(c)(1)(B)(ii), paragraphs
- 5 (1), (3), and (4) of section 481A(e), and section 481B of
- 6 such Act shall not apply to the use of such funds: Provided
- 7 further, That the references to "20 years" in subsections
- 8 (c)(1)(B)(i) and (f) of section 481A of such Act are
- 9 deemed to be references to "10 years" for purposes of
- 10 using such funds: Provided further, That the National
- 11 Center for Research Resources may also use
- 12 \$300,000,000 to provide, under the authority of section
- 13 301 and title IV of such Act, shared instrumentation and
- 14 other capital research equipment to recipients of grants
- 15 and contracts under section 481A of such Act and other
- 16 appropriate entities: Provided further, That the Director
- 17 of the Center shall provide to the Committees on Appro-
- 18 priations of the House of Representatives and the Senate
- 19 an annual report indicating the number of institutions re-
- 20 ceiving awards of a grant or contract under section 481A
- 21 of such Act, the proposed use of the funding, the average
- 22 award size, a list of grant or contract recipients, and the
- 23 amount of each award.

1	OFFICE OF THE DIRECTOR
2	(INCLUDING TRANSFER OF FUNDS)
3	For an additional amount for "Office of the Direc-
4	tor", \$8,200,000,000: Provided, That \$7,400,000,000
5	shall be transferred to the Institutes and Centers of the
6	National Institutes of Health and to the Common Fund
7	established under section 402A(c)(1) of the Public Health
8	Service Act in proportion to the appropriations otherwise
9	made to such Institutes, Centers, and Common Fund for
10	fiscal year 2009: Provided further, That these funds shall
11	be used to support additional scientific research and shall
12	be merged with and be available for the same purposes
13	as the appropriation or fund to which transferred: Pro-
14	vided further, That this transfer authority is in addition
15	to any other transfer authority available to the National MI
	Institutes of Health: Provided further, That none of these
17	funds may be transferred to "National Institutes of
18	Health—Buildings and Facilities", the Center for Sci-
19	entific Review, the Center for Information Technology, the
20	Clinical Center, or the Global Fund for HIV/AIDS, Tuber-
21	culosis and Malaria: Provided further, That the funds pro-
22	vided in this Act to the NIH shall not be subject to the
23	provisions of 15 U.S.C. 638(f)(1) and 15 U.S.C.
24	638(n)(1): Provided further, That \$400,000,000 may be

1 used to carry out section 215 of division G of Public Law 110-161. 3 BUILDINGS AND FACILITIES 4 For an additional amount for "Buildings and Facilities", \$500,000,000, to fund high-priority repair, construction and improvement projects for National Institutes of Health facilities on the Bethesda, Maryland campus and other agency locations. 9 AGENCY FOR HEALTHCARE RESEARCH AND QUALITY 10 HEALTHCARE RESEARCH AND QUALITY 11 (INCLUDING TRANSFER OF FUNDS) 12 For an additional amount for "Healthcare Research and Quality" to carry out titles III and IX of the Public Health Service Act, part A of title XI of the Social Security Act, and section 1013 of the Medicare Prescription Drug, Improvement, and Modernization Act of 2003, \$700,000,000 for comparative effectiveness research: Provided, That of the amount appropriated in this paragraph, \$400,000,000 shall be transferred to the Office of the Director of the National Institutes of Health ("Office of the Director") to conduct or support comparative effectiveness research under section 301 and title IV of the Public Health Service Act: Provided further, That funds transferred to the Office of the Director may be transferred 25 to the Institutes and Centers of the National Institutes

- 1 of Health and to the Common Fund established under sec-
- 2 tion 402A(c)(1) of the Public Health Service Act: Provided
- 3 further, That this transfer authority is in addition to any
- 4 other transfer authority available to the National Insti-
- 5 tutes of Health: Provided further, That within the amount
- 6 available in this paragraph for the Agency for Healthcare
- 7 Research and Quality, not more than 1 percent shall be
- 8 made available for additional full-time equivalents.
- 9 In addition, \$400,000,000 shall be available for com-
- 10 parative effectiveness research to be allocated at the dis-
- 11 cretion of the Secretary of Health and Human Services
- 12 ("Secretary"): Provided, That the funding appropriated in
- 13 this paragraph shall be used to accelerate the development
- 14 and dissemination of research assessing the comparative
- 15 effectiveness of health care treatments and strategies, in-
- 16 through efforts that: (1) conduct, support, or syn-
- 17 thesize research that compares the clinical outcomes, ef-
- 18 fectiveness, and appropriateness of items, services, and
- 19 procedures that are used to prevent, diagnose, or treat dis-
- 20 eases, disorders, and other health conditions; and (2) en-
- 21 courage the development and use of clinical registries, clin-
- 22 ical data networks, and other forms of electronic health
- 23 data that can be used to generate or obtain outcomes data:
- 24 Provided further, That the Secretary shall enter into a
- 25 contract with the Institute of Medicine, for which no more

1 than \$1,500,000 shall be made available from funds provided in this paragraph, to produce and submit a report to the Congress and the Secretary by not later than June 30, 2009, that includes recommendations on the national priorities for comparative effectiveness research to be conducted or supported with the funds provided in this paragraph and that considers input from stakeholders: Provided further, That the Secretary shall consider any recommendations of the Federal Coordinating Council for Comparative Effectiveness Research established by section 804 of this Act and any recommendations included in the Institute of Medicine report pursuant to the preceding proviso in designating activities to receive funds provided in this paragraph and may make grants and contracts with appropriate entities, which may include agencies within the Department of Health and Human Services and other governmental agencies, as well as private sector entities, that have demonstrated experience and capacity to achieve the goals of comparative effectiveness research: Provided further, That the Secretary shall publish information on grants and contracts awarded with the funds provided under this heading within a reasonable time of the obligation of funds for such grants and contracts and shall disseminate research findings from such grants and contracts to clinicians, patients, and the general public,

as appropriate: Provided further, That, to the extent feasible, the Secretary shall ensure that the recipients of the funds provided by this paragraph offer an opportunity for public comment on the research: Provided further, That research conducted with funds appropriated under this paragraph shall be consistent with Departmental policies relating to the inclusion of women and minorities in research: Provided further, That the Secretary shall provide the Committees on Appropriations of the House of Representatives and the Senate, the Committee on Energy and Commerce and the Committee on Ways and Means 11 of the House of Representatives, and the Committee on Health, Education, Labor, and Pensions and the Committee on Finance of the Senate with an annual report on the research conducted or supported through the funds provided under this heading: Provided further, That the Secretary, jointly with the Directors of the Agency for Healthcare Research and Quality and the National Insti-18 tutes of Health, shall provide the Committees on Appropriations of the House of Representatives and the Senate a fiscal year 2009 operating plan for the funds appropriated under this heading prior to making any Federal obligations of such funds in fiscal year 2009, but not later than July 30, 2009, and a fiscal year 2010 operating plan for such funds prior to making any Federal obligations

1 of such funds in fiscal year 2010, but not later than November 1, 2009, that detail the type of research being conducted or supported, including the priority conditions addressed; and specify the allocation of resources within the Department of Health and Human Services: Provided further, That the Secretary, jointly with the Directors of the Agency for Healthcare Research and Quality and the National Institutes of Health, shall provide to the Committees on Appropriations of the House of Representatives and the Senate a report on the actual obligations, expenditures, and unobligated balances for each activity funded under this heading not later than November 1, 2009, and every 6 months thereafter as long as funding provided under this heading is available for obligation or expendi-15 ture. 16 ADMINISTRATION FOR CHILDREN AND FAMILIES 17 PAYMENTS TO STATES FOR THE CHILD CARE AND 18 DEVELOPMENT BLOCK GRANT 19 For an additional amount for "Payments to States 20 for the Child Care and Development Block Grant", 21 \$2,000,000,000, which shall be used to supplement, not 22 supplant State general revenue funds for child care assistance for low-income families: Provided, That, in addition to the amounts required to be reserved by the States under

section 658G of the Child Care and Development Block

24

25

Grant Act of 1990, \$255,186,000 shall be reserved by the States for activities authorized under section 658G, of which \$93,587,000 shall be for activities that improve the quality of infant and toddler care. 5 CHILDREN AND FAMILIES SERVICES PROGRAMS 6 For an additional amount for "Children and Families" Services Programs", \$3,150,000,000, which shall be used 7 8 as follows: 9 (1) \$1,000,000,000 for carrying out activities 10 under the Head Start Act. 11 \$1,100,000,000 for expansion of Early 12 Head Start programs, as described in section 645A 13 of the Head Start Act: Provided, That of the funds 14 provided in this paragraph, up to 10 percent shall . 15 be available for the provision of training and tech-16 nical assistance to such programs consistent with 17 section 645A(g)(2) of such Act, and up to 3 percent 18 shall be available for monitoring the operation of 19 such programs consistent with section 641A of such 20 Act. 21 (3) \$1,000,000,000 for carrying out activities 22 under sections 674 through 679 of the Community 23 Services Block Grant Act, of which no part shall be

subject to section 674(b)(3) of such Act: Provided,

That notwithstanding section 675C(a)(1) and 675(b)

	1	of such Act, 1 percent of the funds made available	
	2	to each State from this additional amount shall be	
	3	used for benefits enrollment coordination activities	
	4	relating to the identification and enrollment of eligi-	
	5	ble individuals and families in Federal, State, and	
	6	local benefit programs: Provided further, That all	
	7	funds remaining available to a State from this addi-	
	8	tional amount after application of the previous pro-	
	9	viso shall be distributed to eligible entities as defined	
	10	in section 673(1) of such Act: Provided further, That	
	11	for services furnished under such Act during fiscal	$-\left(\begin{array}{c} and \\ 2010 \end{array}\right)$
5	12	year 2009, States may apply the last sentence of	(2010
/	13	section 673(2) of such Act by substituting "200 per-	
	14	cent" for "125 percent".	
	15	(4) \$50,000,000 for carrying out activities	
	16	under section 1110 of the Social Security Act.	,
	17	ADMINISTRATION ON AGING	
	18	AGING SERVICES PROGRAMS	
	19	For an additional amount for "Aging Services Pro-	
	20	grams" under subparts 1 and 2 of part C, of title III,	
	21	and under title VI, of the Older Americans Act of 1965,	
	22	\$100,000,000, of which \$65,000,000 shall be for Con-	
	23	gregate Nutrition Services, \$32,000,000 shall be for	
	24	Home-Delivered Nutrition Services and \$3,000,000 shall	
	25	be for Nutrition Services for Native Americans.	

- Provided Further, That

1	OFFICE-OF-THE SECRETARY
2	OFFICE OF THE NATIONAL COORDINATOR FOR HEALTH
3	INFORMATION TECHNOLOGY
4	(INCLUDING TRANSFER OF FUNDS)
5	For an additional amount for "Office of the National
6	Coordinator for Health Information Technology",
7	\$2,000,000,000, to carry out title XIII of this Act, to re-
8	main available until expended of which \$300,000,000 is
9	to support regional or sub-national efforts toward health
10	information exchange Provided, That of such amount, the
11	Secretary of Health and Human Services shall transfer
12	\$20,000,000 to the Director of the National Institute of
13	Standards and Technology in the Department of Com-
14	merce for continued work on advancing health care infor-
15	mation enterprise integration through activities such as
16	technical standards analysis and establishment of con-
17	formance testing infrastructure, so long as such activities
18	are coordinated with the Office of the National Coordi-
19	nator for Health Information Technology: Provided fur-
20	ther, That 0.25 percent of the funds provided in this para-
21	graph may be used for administration of such funds: $Pro-$
22	vided further, That funds available under this heading
23	shall become available for obligation only upon submission $% \left(1\right) =\left(1\right) \left(1\right) \left$
24	of an annual operating plan by the Secretary to the Com-
25	mittees on Appropriations of the House of Representatives

- 1 and the Senate: Provided further,—That the fiscal year
- 2 2009 operating plan shall be provided not later than 90
- 3 days after enactment of this Act and that subsequent an-
- 4 nual operating plans shall be provided not later than No-
- 5 vember 1 of each year: Provided further, That these oper-
- 6 ating plans shall describe how expenditures are aligned
- 7 with the specific objectives, milestones, and metrics of the
- 8 Federal Health Information Technology Strategic Plan,
- 9 including any subsequent updates to the Plan; the alloca-
- 10 tion of resources within the Department of Health and
- 11 Human Services and other Federal agencies; and the iden-
- 12 tification of programs and activities that are supported:
- 13 Provided further, That the Secretary shall provide to the
- 14 Committees on Appropriations of the House of Represent-
- 15 atives and the Senate a report on the actual obligations,
- 16 expenditures, and unobligated balances for each major set
- 17 of activities not later than November 1, 2009, and every
- 18 6 months thereafter as long as funding provided under
- 19 this heading is available for obligation or expenditure.
- 20 OFFICE OF INSPECTOR GENERAL
- 21 For an additional amount for the "Office of Inspector
- 22 General", \$17,000,000 which shall remain available until
- 23 September 30, 2012.

1	PUBLIC HEALTH AND SOCIAL SERVICES EMERGENCY
2	FUND
3	For an additional amount for "Public Health and So-
4	cial Services Emergency Fund" to improve information
5	technology security at the Department of Health and
6	Human Services, \$50,000,000.
7	PREVENTION AND WELLNESS FUND
8	(INCLUDING TRANSFER OF FUNDS)
9	For necessary expenses for a "Prevention and
10	Wellness Fund" to be administered through the Depart-
11	ment of Health and Human Services, Office of the Sec-
12	retary, \$1,000,000,000: Provided, That of the amount
13	provided in this paragraph, \$300,000,000 shall be trans-
14	ferred to the Centers for Disease Control and Prevention
15	("CDC") as an additional amount to carry out the immu-
16	nization program ("section 317 immunization program")
17	authorized by section $317(a)$, (j) , and $(k)(1)$ of the Public
18	Health Service Act ("PHS Act"): Provided further, That
19	of the amount provided in this paragraph, \$650,000,000
20	shall be to carry out evidence-based clinical and commu-
21	nity-based prevention and wellness strategies authorized
22	by the PHS Act, as determined by the Secretary, that de-
23	liver specific, measurable health outcomes that address
24	chronic disease rates: Provided further, That funds appro-
25	priated in the preceding proviso may be transferred to

1 other appropriation accounts of the Department of Health

2 and Human Services, as determined by the Secretary to

3 be appropriate: Provided further, That \$50,000,000 shall

4 be transferred to the CDC for a program to reduce the

5 incidence of healthcare-associated infections: Provided fur-

6 ther, That not more than 0.5 percent of funds made avail-

7 able in this paragraph may be used for management and

8 oversight expenses in the office division of the Depart-

9 ment of Health and Human Services administering the

10 funds: Provided further, That the Secretary shall, directly

11 or through contracts with public or private entities, pro-

12 vide for annual evaluations of programs carried out with

13 funds provided under this heading in order to determine

14 the quality and effectiveness of the programs: Provided

15 further, That the Secretary shall, not later than 1 year

16 after the date of enactment of this Act, submit to the

17 Committees on Appropriations of the House of Represent-

18 atives and the Senate, the Committee on Energy and Com-

19 merce of the House of Representatives, and the Committee

20 on Health, Education, Labor, and Pensions of the Senate,

21 a report summarizing the annual evaluations of programs

22 from the preceding proviso: Provided further, That the

23 Secretary shall provide to the Committees on Appropria-

24 tions of the House of Representatives and the Senate an

25 operating plan for the Prevention and Wellness Fund

(insert)

or

Insert 21a

Provided further, That of the amount appropriated in this paragraph, \$50,000,000 shall be provided to States for an additional amount to carry out activities to implement healthcare-associated infections reduction strategies

prior to making any Federal obligations of funds provided in this paragraph (excluding funds to carry out the section 3 317 immunization program), but not later than 90 days after the date of enactment of this Act, that indicates the 4 prevention priorities to be addressed; provides measurable goals for each prevention priority; details the allocation of resources within the Department of Health and Human Services; and identifies which programs or activities are 9 supported, including descriptions of any new programs or activities: Provided further, That the Secretary shall pro-10 vide to the Committees on Appropriations of the House of Representatives and the Senate a report on the actual 13 obligations, expenditures, and unobligated balances for each activity funded under this heading not later than November 1, 2009, and every 6 months thereafter as long as funding provided under this heading is available for obligation or expenditure. 17 18 DEPARTMENT OF EDUCATION 19 EDUCATION FOR THE DISADVANTAGED 20 For an additional amount for "Education for the Disadvantaged" to carry out title I of the Elementary and 21 Education ofSecondary 1965 ("ESEA"), 22 Act 23 \$13,000,000,000: Provided, That \$5,000,000,000 shall be available for targeted grants under section 1125 of the

ESEA: Provided further, That \$5,000,000,000 shall be

- 1 available for education finance incentive grants under sec-
- 2 tion 1125A of the ESEA: Provided further, That
- 3 \$3,000,000,000 shall be for school improvement grants
- 4 under section 1003(g) of the ESEA: Provided further,
- 5 That each local educational agency receiving funds avail-
- 6 able under this paragraph shall be required to file with
- 7 the State educational agency, no later than December 1,
- 8 2009, a school-by-school listing of per-pupil educational
- 9 expenditures from State and local sources during the
- 10 2008-2009 academic year: Provided further, That each
- 11 State educational agency shall report that information to
- 12 the Secretary of Education by March 31, 2010.
- 13 IMPACT AID
- 14 For an additional amount for "Impact Aid" to carry
- 15 out section 8007 of title VIII of the Elementary and Sec-
- 16 ondary Education Act of 1965, \$100,000,000, which shall
- 17 be expended pursuant to the requirements of section 805.
- 18 SCHOOL IMPROVEMENT PROGRAMS
- 19 For an additional amount for "School Improvement
- 20 Programs" to carry out subpart 1, part D of title II of
- 21 the Elementary and Secondary Education Act of 1965
- 22 ("ESEA"), and subtitle B of title VII of the McKinney-
- 23 Vento Homeless Assistance Act, \$720,000,000: Provided,
- 24 That \$650,000,000 shall be available for subpart 1, part
- 25 D of title II of the ESEA: Provided further, That the Sec-

- 1 retary shall allot \$70,000,000 for grants under McKinney-
- 2 Vento to each State in proportion to the number of home-
- 3 less students identified by the State during the 2007–2008
- 4 school year relative to the number of such children identi-
- 5 fied nationally during that school year: Provided further,
- 6 That State educational agencies shall subgrant the
- 7 McKinney-Vento funds to local educational agencies on a
- 8 competitive basis or according to a formula based on the
- 9 number of homeless students identified by the local edu-
- 10 cational agencies in the State: Provided further, That the
- 11 Secretary shall distribute the McKinney-Vento funds to
- 12 the States not later than 60 days after the date of the
- 13 enactment of this Act: Provided further, That each State
- 14 shall subgrant the McKinney-Vento funds to local edu-
- 15 cational agencies not later than 120 days after receiving
- 16 its grant from the Secretary.
- 17 Innovation and Improvement
- 18 For an additional amount for "Innovation and Im-
- 19 provement" to carry out subpart 1, part D of title V of
- 20 the Elementary and Secondary Education Act of 1965
- 21 ("ESEA"), \$200,000,000: Provided, That these funds
- 22 shall be expended as directed in the fifth, sixth, and sev-
- 23 enth provisos under the heading "Innovation and Improve-
- 24 ment" in the Department of Education Appropriations
- 25 Act, 2008: Provided further, That a portion of these funds

- 1 shall also be used for a rigorous national evaluation by
- 2 the Institute of Education Sciences, utilizing randomized
- 3 controlled methodology to the extent feasible, that assesses
- 4 the impact of performance-based teacher and principal
- 5 compensation systems supported by the funds provided in
- 6 this Act on teacher and principal recruitment and reten-
- 7 tion in high-need schools and subjects: Provided further,
- 8 That the Secretary may reserve up to 1 percent of the
- 9 amount made available under this heading for manage-
- 10 ment and oversight of the activities supported with those
- 11 funds.

12 Special Education

- For an additional amount for "Special Education"
- 14 for carrying out parts B and C of the Individuals with
- 15 Disabilities Education Act ("IDEA"), \$12,200,000,000,
- 16 of which \$11,300,000,000 shall be available for section
- 17 611 of the IDEA: Provided, That if every State, as defined
- 18 by section 602(31) of the IDEA, reaches its maximum al-
- 19 location under section 611(d)(3)(B)(iii) of the IDEA, and
- 20 there are remaining funds, such funds shall be proportion-
- 21 ally allocated to each State subject to the maximum
- 22 amounts contained in section 611(a)(2) of the IDEA: Pro-
- 23 vided further, That by July 1, 2009, the Secretary of Edu-
- 24 cation shall reserve the amount needed for grants under
- 25 section 643(e) of the IDEA, with any remaining funds to

- 1 be allocated in accordance with section 643(c) of the
- 2 IDEA: Provided further, That the total amount for each
- 3 of sections 611(b)(2) and 643(b)(1) of the IDEA, under
- 4 this and all other Acts, for fiscal year 2009, whenever en-
- 5 acted, shall be equal to the amounts respectively available
- 6 for these activities under these sections during fiscal year
- 7 2008 increased by the amount of inflation as specified in
- 8 section 619(d)(2)(B) of the IDEA: Provided further, That
- 9 section 613(a)(2)(C) of the IDEA shall not apply to funds
- 10 provided in this Act for part B of the IDEA. Provided
- 11 further, That \$400,000,000 shall be available for section
- 12 619 of the IDEA and \$500,000,000 shall be available for
- 13 part C of the IDEA.
- 14 REHABILITATION SERVICES AND DISABILITY RESEARCH
- 15 For an additional amount for "Rehabilitation Serv-
- 16 ices and Disability Research" for providing grants to
- 17 States to carry out the Vocational Rehabilitation Services
- 18 program under part B of title I and parts B and C of
- 19 chapter 1 and chapter 2 of title VII of the Rehabilitation
- 20 Act of 1973, \$680,000,000: Provided, That \$540,000,000
- 21 shall be available for part B of title I of the Rehabilitation
- 22 Act: Provided further, That funds provided herein shall not
- 23 be considered in determining the amount required to be
- 24 appropriated under section 100(b)(1) of the Rehabilitation
- 25 Act of 1973 in any fiscal year: Provided further, That, not-

- 1 withstanding section 7(14)(A), the Federal share of the
- 2 costs of vocational rehabilitation services provided with the
- 3 funds provided herein shall be 100 percent: Provided fur-
- 4 ther, That \$140,000,000 shall be available for parts B and
- 5 C of chapter 1 and chapter 2 of title VII of the Rehabilita-
- 6 tion Act: Provided further, That \$18,200,000 shall be for
- 7 State Grants, \$87,500,000 shall be for independent living
- 8 centers, and \$34,300,000 shall be for services for older
- 9 blind individuals.

10 STUDENT FINANCIAL ASSISTANCE

- 11 For an additional amount for "Student Financial As-
- 12 sistance" to carry out subpart 1 of part A and part C
- 13 of title IV of the Higher Education Act of 1965 ("HEA"),
- 14 \$15,840,000,000, which shall remain available through
- 15 September 30, 2011: Provided, That \$15,640,000,000
- 16 shall be available for subpart 1 of part A of title IV of
- 17 the HEA: Provided further, That \$200,000,000 shall be
- 18 available for part C of title IV of the HEA.
- 19 The maximum Pell Grant for which a student shall
- 20 be eligible during award year 2009–2010 shall be \$4,860.
- 21 STUDENT AID ADMINISTRATION
- 22 For an additional amount for "Student Aid Adminis-
- 23 tration" to carry out part D of title I, and subparts 1,
- 24 3, and 4 of part A, and parts B, C, D, and E of title
- 25 IV of the Higher Education Act of 1965, \$60,000,000.

1	HIGHER-EDUCATION
2	For an additional amount for "Higher Education" to
3	carry out part A of title II of the Higher Education Act
4	of 1965, \$100,000,000.
5	Institute of Education Sciences
6	For an additional amount for "Institute of Education
7	Sciences" to carry out section 208 of the Educational
8	Technical Assistance Act, \$250,000,000, which may be
9	used for Statewide data systems that include postsec-
10	ondary and workforce information, of which up to
11	\$5,000,000 may be used for State data coordinators and
12	for awards to public or private organizations or agencies
13	to improve data coordination.
14	DEPARTMENTAL MANAGEMENT
15	OFFICE OF THE INSPECTOR GENERAL
16	For an additional amount for the "Office of the In-
17	spector General", \$14,000,000, which shall remain avail-
18	able through September 30, 2012, for salaries and ex-
19	penses necessary for oversight and audit of programs,
20	grants, and projects funded in this Act.

1	RELATED AGENCIES
2	CORPORATION FOR NATIONAL AND COMMUNITY SERVICE
3	OPERATING EXPENSES
4	(INCLUDING TRANSFER OF FUNDS)
5	For an additional amount for "Operating Expenses"
6	to carry out the Domestic Volunteer Service Act of 1973
7	("1973 Act") and the National and Community Service
8	Act of 1990 ("1990 Act"), $\$160,000,000$: <i>Provided</i> , That
9	\$89,000,000 of the funds made available in this paragraph
10	shall be used to make additional awards to existing
11	AmeriCorps grantees and may be used to provide adjust-
12	ments to awards under subtitle C of title I of the 1990
13	Act made prior to September 30, 2010 for which the Chief
14	Executive Officer of the Corporation for National and
15	Community Service ("CEO") determines that a waiver of
16	the Federal share limitation is warranted under section
17	2521.70 of title 45 of the Code of Federal Regulations:
18	Provided further, That of the amount made available in
19	this paragraph, not less than \$6,000,000 shall be trans-
20	ferred to "Salaries and Expenses" for necessary expenses
21	relating to information technology upgrades, of which up
22	to \$800,000 may be used to administer the funds provided
23	in this paragraph: Provided further, That of the amount
24	provided in this paragraph, not less than \$65,000,000
25	shall be for programs under title I, part A of the 1973

Act: Provided further, That funds provided in the previous 2 proviso shall not be made available in connection with 3 cost-share agreements authorized under section 192A(g)(10) of the 1990 Act: Provided further, That of 4 the funds available under this heading, up to 20 percent of funds allocated to grants authorized under section 124(b) of title I, subtitle C of the 1990 Act may be used to administer, reimburse, or support any national service 8 program under section 129(d)(2) of the 1990 Act: Provided further. That, except as provided herein and in addition to requirements identified herein, funds provided in this paragraph shall be subject to the terms and conditions 12 under which funds were appropriated in fiscal year 2008: 14 Provided further, That the CEO shall provide the Committees on Appropriations of the House of Representatives and the Senate a fiscal year 2009 operating plan for the 17 funds appropriated in this paragraph prior to making any Federal obligations of such funds in fiscal year 2009, but not later than 90 days after the date of enactment of this 19 Act, and a fiscal year 2010 operating plan for such funds 21 prior to making any Federal obligations of such funds in fiscal year 2010, but not later than November 1, 2009, 23 that detail the allocation of resources and the increased number of members supported by the AmeriCorps pro-25 grams: Provided further, That the CEO shall provide to

- 1 the Committees on Appropriations of the House of Rep-
- 2 resentatives and the Senate a report on the actual obliga-
- 3 tions, expenditures, and unobligated balances for each ac-
- 4 tivity funded under this heading not later than November
- 5 1, 2009, and every 6 months thereafter as long as funding
- 6 provided under this heading is available for obligation or
- 7 expenditure.
- 8 Office of Inspector General
- 9 For an additional amount for the "Office of Inspector
- 10 General", \$1,000,000, which shall remain available until
- 11 September 30, 2012.
- 12 National Service Trust
- 13 (INCLUDING TRANSFER OF FUNDS)
- 14 For an additional amount for "National Service
- 15 Trust" established under subtitle D of title I of the Na-
- 16 tional and Community Service Act of 1990 ("1990 Act"),
- 17 \$40,000,000, which shall remain available until expended:
- 18 Provided, That the Corporation for National and Commu-
- 19 nity Service may transfer additional funds from the
- 20 amount provided within "Operating Expenses" for grants
- 21 made under subtitle C of title I of the 1990 Act to this
- 22 appropriation upon determination that such transfer is
- 23 necessary to support the activities of national service par-
- 24 ticipants and after notice is transmitted to the Committees
- 25 on Appropriations of the House of Representatives and the

1	Senate: Provided further, That the amount appropriated
2	for or transferred to the National Service Trust may be
3	invested under section 145(b) of the 1990 Act without re-
4	gard to the requirement to apportion funds under 3
5	U.S.C. 1513(b).
6	SOCIAL SECURITY ADMINISTRATION
7	LIMITATION ON ADMINISTRATIVE EXPENSES
8	(INCLUDING TRANSFER OF FUNDS)
9	For an additional amount for "Limitation on Admin
10	istrative Expenses", \$1,000,000,000 shall be available as
11	follows:
12	(1) \$500,000,000 shall remain available unti
13	expended for necessary expenses of the replacement
14	of the National Computer Center and the informa
15	tion technology costs associated with such Center
16	Provided, That the Commissioner of Social Security
17	shall notify the Committees on Appropriations of the
18	House of Representatives and the Senate not later
19	than 10 days prior to each public notice soliciting
20	bids related to site selection and construction and
21	prior to the lease or purchase of such site: Provided
22	further, That the construction plan and site selection
23	for such center shall be subject to review and ap
24	proval by the Office of Management and Budget
25	Provided further, That such center shall continue to
26	be a government-operated facility; and

1	\$500,000,000 for processing disability and
2	retirement workloads, including information tech-
3	nology acquisitions and research in support of such
4	activities: Provided, That up to \$40,000,000 may be
5	used by the Commissioner of Social Security for
6	health information technology research and activities
7	to facilitate the adoption of electronic medical
8	records in disability claims, including the transfer of
9	funds to "Supplemental Security Income Program"
10	to carry out activities under section 1110 of the So-
11	cial Security Act.
12	OFFICE OF INSPECTOR GENERAL
13	For an additional amount for the "Office of Inspector
14	General", \$2,000,000, which shall remain available (2017
15	through September 30, 2013, for salaries and expenses
16	necessary for oversight and audit of programs, projects,
17	and activities funded in this Act.
18	GENERAL PROVISIONS—THIS TITLE
19	SEC. 801. (a) Up to 1 percent of the funds made
20	available to the Department of Labor in this title may be
21	used for the administration, management, and oversight
22	of the programs, grants, and activities funded by such ap-
23	propriation, including the evaluation of the use of such
24	funds.

24

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1	(b) Funds designated for these purposes may be
2	available for obligation through September 30, 2010.
3	(c) Not later than 30 days after enactment of this
4	Act, the Secretary of Labor shall provide an operating
5	plan describing the proposed use of funds for the purposes
6	described in (a).
7	SEC. 802. REPORT ON THE IMPACT OF PAST AND
8	FUTURE MINIMUM WAGE INCREASES. (a) IN GENERAL.—
9	Section 8104 of the U.S. Troop Readiness, Veterans'
10	Care, Katrina Recovery, and Iraq Accountability Appro-
11	priations Act, 2007 (Public Law 110–28; 121 Stat. 189)
12	is amended to read as follows:
13	"SEC. 8104. REPORT ON THE IMPACT OF PAST AND FUTURE
14	MINIMUM WAGE INCREASES.
15	"(a) STUDY.—Beginning on the date that is 60 days
16	after the date of enactment of this Act, and every year
17	thereafter until the minimum wage in the respective terri-
18	tory is \$7.25 per hour, the Government Accountability Of-
19	fice shall conduct a study to—
20	"(1) assess the impact of the minimum wage
21	increases that occurred in American Samoa and the
22	Commonwealth of the Northern Mariana Islands in
23	2007 and 2008, as required under Public Law 110-

28, on the rates of employment and the living stand-

ards of workers, with full consideration of the other

1 factors that impact rates of employment and the liv-2 ing standards of workers such as inflation in the 3 cost of food, energy, and other commodities; and 4 "(2) estimate the impact of any further wage 5 increases on rates of employment and the living 6 standards of workers in American Samoa and the 7 Commonwealth of the Northern Mariana Islands, 8 with full consideration of the other factors that may 9 impact the rates of employment and the living 10 standards of workers, including assessing how the 11 profitability of major private sector firms may be 12 impacted by wage increases in comparison to other 13 factors such as energy costs and the value of tax 14 benefits. 15 "(b) REPORT.—No earlier than March 15, 2010, and not later than April 15, 2010, the Government Accountability Office shall transmit its first report to Congress 17 18 concerning the findings of the study required under subsection (a). The Government Accountability Office shall 19 transmit any subsequent reports to Congress concerning 20 21 the findings of a study required by subsection (a) between 22 March 15 and April 15 of each year. 23 "(c) ECONOMIC INFORMATION.—To provide sufficient economic data for the conduct of the study under subsection (a) the Bureau of the Census of the Depart-

- 1 ment of Commerce shall include and separately report on
- 2 American Samoa, the Commonwealth of the Northern
- 3 Mariana Islands, Guam, and the Virgin Islands in its
- 4 County Business Patterns data with the same regularity
- 5 and to the same extent as each Bureau collects and re-
- 6 ports such data for the 50 States. In the event that the
- 7 inclusion of American Samoa, the Commonwealth of the
- 8 Northern Mariana Islands, Guam, and the Virgin Islands
- 9 in such surveys and data compilations requires time to
- 10 structure and implement, the Bureau of the Census shall
- 11 in the interim annually report the best available data that
- 12 can feasibly be secured with respect to such territories.
- 13 Such interim report shall describe the steps the Bureau
- 14 will take to improve future data collection in the territories
- 15 to achieve comparability with the data collected in the
- 16 United States. The Bureau of the Census, together with
- 17 the Department of the Interior, shall coordinate their ef-
- 18 forts to achieve such improvements.".
- 19 (b) Effective Date.—The amendment made by
- 20 this section shall take effect on the date of enactment of
- 21 this Act.
- 22 Sec. 803. Eligible Employees in the Rec-
- 23 REATIONAL MARINE INDUSTRY. Section 2(3)(F) of the
- 24 Longshore and Harbor Workers' Compensation Act (33
- 25 U.S.C. 902(3)(F)) is amended—

1	(1) by striking ", repair or dismantle"; and
2	(2) by striking the semicolon and inserting ", or
3	individuals employed to repair any recreational ves-
4	sel, or to dismantle any part of a recreational vessel
5	in connection with the repair of such vessel;".
6	Sec. 804. Federal Coordinating Council for
7	COMPARATIVE EFFECTIVENESS RESEARCH. (a) ESTAB-
8	LISHMENT.—There is hereby established a Federal Co-
9	ordinating Council for Comparative Effectiveness Re-
10	search (in this section referred to as the "Council").
11	(b) Purpose.—The Council shall foster optimum co-
12	ordination of comparative effectiveness and related health
13	services research conducted or supported by relevant Fed-
14	eral departments and agencies, with the goal of reducing
15	duplicative efforts and encouraging coordinated and com-
16	plementary use of resources.
17	(c) Duties.—The Council shall—
18	(1) assist the offices and agencies of the Fed-
19	eral Government, including the Departments of
20	Health and Human Services, Veterans Affairs, and
21	Defense, and other Federal departments or agencies,
22	to coordinate the conduct or support of comparative
23	effectiveness and related health services research;
24	and
25	(2) advise the President and Congress on—

1	(A) strategies with respect to the infra-
2	structure needs of comparative effectiveness re-
3	search within the Federal Government; and
4	(B) apprinte organizational expendi-
5	tures for comparative effectiveness research by
6	relevant Federal departments and agencies.
7	(d) Membership.—
8	(1) Number and appointment.—The Council
9	shall be composed of not more than 15 members, all
10	of whom are senior Federal officers or employees
11	with responsibility for health-related programs, ap-
12	pointed by the President, acting through the Sec-
13	retary of Health and Human Services (in this sec-
14	tion referred to as the "Secretary"). Members shall
15	first be appointed to the Council not later than 30
16	days after the date of the enactment of this Act.
17	(2) Members.—
18	(A) IN GENERAL.—The members of the
19	Council shall include one senior officer or em-
20	ployee from each of the following agencies:
21	(i) The Agency for Healthcare Re-
22	search and Quality.
23	(ii) The Centers for Medicare and
24	Medicaid Services.

1	(iii) The National Institutes of
2	Health.
3	(iv) The Office of the National Coor-
4	dinator for Health Information Tech-
5	nology.
6	(v) The Food and Drug Administra-
7	tion.
8	(vi) The Veterans Health Administra-
9	tion within the Department of Veterans
10	Affairs.
11	(vii) The office within the Department
12	of Defense responsible for management of
13	the Department of Defense Military
14	Health Care System.
15	(B) QUALIFICATIONS.—At least half of the
16	members of the Council shall be physicians or
17	other experts with clinical expertise.
18	(3) CHAIRMAN; VICE CHAIRMAN.—The Sec-
19	retary shall serve as Chairman of the Council and
20	shall designate a member to serve as Vice Chairman.
21	(e) Reports.—
22	(1) Initial report.—Not later than June 30,
23	2009, the Council shall submit to the President and
24	the Congress a report containing information de-
25	scribing current Federal activities on comparative ef-

1	fectiveness research and recommendations for such
2	research conducted or supported from funds made
3	available for allotment by the Secretary for compara
4	tive effectiveness research in this Act.
5	(2) Annual report.—The Council shall sub
6	mit to the President and Congress an annual report
7	regarding its activities and recommendations con-
8	cerning the infrastructure needs, appropries organi-
9	zational expenditures and opportunities for better
10	coordination of comparative effectiveness research by
11	relevant Federal departments and agencies.
12	(f) STAFFING; SUPPORT.—From funds made avail-
13	able for allotment by the Secretary for comparative effec-
14	tiveness research in this Act, the Secretary shall make
15	available not more than 1 percent to the Council for staff
16	and administrative support.
17	(g) Rules of Construction.—
18	(1) COVERAGE.—Nothing in this section shall
19	be construed to permit the Council to mandate cov-
20	erage, reimbursement, or other policies for any pub-
21	lic or private payer.
22	(2) REPORTS AND RECOMMENDATIONS.—None
23	of the reports submitted under this section or rec
24	ommendations made by the Council shall be con-

	1	strued as mandates or clinical guidelines for pay-	
	2	ment, coverage, or treatment.	
Insert)	3	SEC. 805. GRANTS FOR IMPACT AID CONSTRUCTION.	
pages	4	(a) Reservation for Management and Oversight.—	
36-40	5	From the funds appropriated to carry out this section, the	
	6	Secretary may reserve up to 1 percent for management	
	. 7	and oversight of the activities carried out with those funds.	(A) I
	8	(b) Construction Payments.—	G
	9	(1) FORMULA GRANTS.—From 40 percent of	
	10	the amount not reserved under subsection (a), the	
	11	Secretary shall make payments in accordance with	
	12 .	section 8007(a) of the Elementary and Secondary	
	13	Education Act of 1965 (20 U.S.C. 7707(a)), except	
	14	that the amount of such payments shall be deter-	/ - -\
1	15	mined in accordance with this subparagraph	(B)
	16	AMOUNT OF PAYMENTS.—The Sec-	
R —	17	retary shall make a payment to each local edu-	
	18	cational agency eligible for a payment under	
	19	section 8007(a) of the Elementary and Sec-	
·	20	ondary Education Act of 1965 (20 U.S.C.	
	21	7707(a)) in an amount that bears the same re-	
	22	lationship to the funds made available under	
A -	23	subparagraph (1) as the number of children de-	
•	24	termined under subparagraphs (B), (C), and	
	25	(D)(i) of section 8003(a)(1) of the Elementary	

1	and Secondary Education Act of 1965 (20
2	U.S.C. 7703(a)(1)(B), (C), and (D)(i)) who
3	were in average daily attendance in the local
4	educational agency for the most recent year for
5	which such information is available bears to the
6	number of such children in all the local edu-
7	cational agencies eligible for a payment under
8	section 8007(a) of the Elementary and Sec-
9	ondary Education Act of 1965 (20 U.S.C.
10	7707(a)).
11	(2) Competitive grants.—From 60 percent
12	of the amount not reserved under subsection (a), the
13	Secretary—.
14	(A) shall award emergency grants in ac-
15	cordance with section 8007(b) of the Elemen-
16	tary and Secondary Education Act of 1965 (20
17	U.S.C. 7707(b)) to eligible local educational
18	agencies to enable the agencies to carry out
19	emergency repairs of school facilities; and
20	(B) may award modernization grants in
21	accordance with section 8007(b) of the Elemen-
22	tary and Secondary Education Act of 1965 (20
23	U.S.C. 7707(b)) to eligible local educational
24	agencies to enable the agencies to carry out the
25	modernization of school facilities.

	1	(3) Provisions Not To Apply.—Paragraphs	
	2	(2), (3), (4), $(5)(A)(i)$, and $(5)(A)(vi)$ of section	
	3	8007(b) of the Elementary and Secondary Edu-	
	4 '	cation Act of 1965 (20 U.S.C. 7707(b)(2), (3), (4),	
	5	(5)(A)(i), and (5)(A)(vi)) shall not apply to grants	
paragraph	6	made under (2) .	
	7	(4) Eligibility.—A local educational agency is	·
	8	eligible to receive a grant under (2) if the local	
	9	educational agency—	Paragraph
	10	(A) was eligible to receive a payment under	, ,
	11	section 8002 or 8003 of the Elementary and	
	12	Secondary Education Act of 1965 (20 U.S.C.	
	13	7702 and 7703) for fiscal year 2008; and	
	14	(B) has—	
	15	(i) a total taxable assessed value of	
	16	real property that may be taxed for school	
	17	purposes of less than \$100,000,000; or	
	18	(ii) an assessed value of real property	
	19	per student that may be taxed for school	
	20	purposes that is less than the average of	
	21	the assessed value of real property per stu-	
·	22	dent that may be taxed for school purposes	
	23	in the State in which the local educational	
	24	agency is located.	

1	l · .	(5) CRITERIA FOR GRANTS.—In awarding
paragraph_3	2 gra	ants under (1)(2), the Secretary shall consider the
[3	foll	lowing criteria:
4	ļ.	(A) Whether the facility poses a health or
5	5	safety threat to students and school personnel
ϵ	5	including noncompliance with building codes
7	1	and inaccessibility for persons with disabilities
8	3	or whether the existing building capacity meets
9)	the needs of the current enrollment and sup-
10)	ports the provision of comprehensive edu-
11		cational services to meet current standards in
. 12		the State in which the local educational agency
13	}	is located.
14		(B) The extent to which the new design
15		and proposed construction utilize energy effi-
16		cient and recyclable materials.
17	,	(C) The extent to which the new design
18		and proposed construction utilizes non-tradi-
. 19)	tional or alternative building methods to expe-
20)	dite construction and project completion and
21		maximize cost efficiency.
22		(D) The feasibility of project completion
23		within 24 months from award.
24		(E) The availability of other resources for
25		the proposed project.

1 SEC. 806. MANDATORY PELL GRANTS. 401(b)(9)(A) of the Higher Education Act of 1965 (20 2 3 U.S.C. 1070a(b)(9)(A)) is amended— 4 (1) in clause (ii), by striking "\$2,090,000,000" 5 and inserting "\$2,733,000,000"; and 6 (2) in clause (iii), by striking "\$3,030,000,000" 7 and inserting "\$3,861,000,000". 8 Sec. 807. (a) In General.—Notwithstanding any other provision of law, and in order to begin expenditures 10 and activities under this Act as quickly as possible consistent with prudent management, the Secretary of Edu-12 cation may— 13 (1) award fiscal year 2009 funds to States and 14 local educational agencies on the basis of eligibility 15 determinations made for the award of fiscal year 16 2008 funds; and 17 (2) require States to make prompt allocations 18 to local educational agencies. 19 (b) Interest Not to Accrue.—Notwithstanding sections 3335 and 6503 of title 31, United States Code, 20 21 or any other provision of law, the United States shall not be liable to any State or other entity for any interest or fee with respect to any funds under this Act that are allo-

cated by the Secretary of Education to the State or other

- 1 entity within 30 days of the date on which they are avail-
- 2 able for obligation.

1	TITLE IX—LEGISLATIVE BRANCH
2	GOVERNMENT ACCOUNTABILITY OFFICE
3	SALARIES AND EXPENSES
4	For an additional amount for "Salaries and Ex-
5	penses" of the Government Accountability Office,
6	\$25,000,000, to remain available until September 30,
7	2010.
8	GENERAL PROVISIONS—THIS TITLE
9	Sec. 901. Government Accountability Office
10	Reviews and Reports. (a) Reviews and Reports.—
11	(1) In General.—The Comptroller General
12	shall conduct bimonthly reviews and prepare reports
13	on such reviews on the use by selected States and
14	localities of funds made available in this Act. Such
15	reports, along with any audits conducted by the
16	Comptroller General of such funds, shall be posted
17	on the Internet and linked to the website established
18	under this Act by the Recovery Accountability and
19	Transparency Board.
20	(2) REDACTIONS.—Any portion of a report or
21	audit under this subsection may be redacted when
22	made publicly available, if that portion would dis-
23	close information that is not subject to disclosure
24	under section 552 of title 5, United States Code

24 General.

1 (commonly known as the Freedom of Information 2 Act). 3 (b) Examination of Records.—The Comptroller General may examine any records related to obligations and use by any Federal, State, or local government agency of funds made available in this Act. 7 Sec. 902. Access of Government Account-ABILITY OFFICE. (a) ACCESS.—Each contract awarded using funds made available in this Act shall provide that the Comptroller General and his representatives are au-11 thorized— 12 (1) to examine any records of the contractor or 13 any of its subcontractors, or any State or local agen-14 cy administering such contract, that directly pertain 15 to, and involve transactions relating to, the contract 16 or subcontract; and 17 (2) to interview any officer or employee of the 18 contractor or any of its subcontractors, or of any 19 State or local government agency administering the 20 contract, regarding such transactions. 21 (b) RELATIONSHIP TO EXISTING AUTHORITY.— Nothing in this section shall be interpreted to limit or restrict in any way any existing authority of the Comptroller

1	TITLE X—MILITARY CONSTRUCTION AND
2	VETERANS AFFAIRS
3	DEPARTMENT OF DEFENSE
4	MILITARY CONSTRUCTION, ARMY
5	For an additional amount for "Military Construction,
6	Army", \$180,000,000, to remain available until Sep-
7	tember 30, 2013: Provided, That notwithstanding any
8	other provision of law, such funds may be obligated and
9	expended to carry out planning and design and military
10	construction projects in the United States not otherwise
11	authorized by law: Provided further, That of the amount
12	provided under this heading, \$80,000,000 shall be for
13	child development centers, and \$100,000,000 shall be for
14	warrior transition complexes: Provided further, That not
15	later than 30 days after the date of enactment of this Act,
16	the Secretary of Defense shall submit to the Committees
17	on Appropriations of both Houses of Congress an expendi-
18	ture plan for funds provided under this heading.
19	MILITARY CONSTRUCTION, NAVY AND MARINE CORPS
20	For an additional amount for "Military Construction,
21	Navy and Marine Corps", \$280,000,000, to remain avail-
22	able until September 30, 2013: Provided, That notwith-
23	standing any other provision of law, such funds may be
24	obligated and expended to carry out planning and design

25 and military construction projects in the United States not

- 1 otherwise authorized by law: Provided further, That of the
- 2 amount provided under this heading, \$100,000,000 shall
- 3 be for troop housing, \$80,000,000 shall be for child devel-
- 4 opment centers, and \$100,000,000 shall be for energy con-
- 5 servation and alternative energy projects: Provided further,
- 6 That not later than 30 days after the date of enactment
- 7 of this Act, the Secretary of Defense shall submit to the
- 8 Committees on Appropriations of both Houses of Congress
- 9 an expenditure plan for funds provided under this head-
- 10 ing.
- 11 MILITARY CONSTRUCTION, AIR FORCE
- 12 For an additional amount for "Military Construction,
- 13 Air Force", \$180,000,000, to remain available until Sep-
- 14 tember 30, 2013: Provided, That notwithstanding any
- 15 other provision of law, such funds may be obligated and
- 16 expended to carry out planning and design and military
- 17 construction projects in the United States not otherwise
- 18 authorized by law: Provided further, That of the amount
- 19 provided under this heading, \$100,000,000 shall be for
- 20 troop housing and \$80,000,000 shall be for child develop-
- 21 ment centers: Provided further, That not later than 30
- 22 days after the date of enactment of this Act, the Secretary
- 23 of Defense shall submit to the Committees on Appropria-
- 24 tions of both Houses of Congress an expenditure plan for
- 25 funds provided under this heading.

1 MILITARY CONSTRUCTION, DEFENSE-WIDE 2 For an additional amount for "Military Construction, 3 Defense-Wide", \$1,450,000,000, to remain available until September 30, 2013: Provided, That notwithstanding any 4 5 other provision of law, such funds may be obligated and expended to carry out planning and design and military 6 construction projects in the United States not otherwise 7 8 authorized by law: Provided further, That of the amount provided under this heading, \$1,330,000,000 shall be for the construction of hospitals and \$120,000,000 shall be for the Energy Conservation Investment Program: Provided further. That not later than 30 days after the date 13 of enactment of this Act, the Secretary of Defense shall submit to the Committees on Appropriations of both Houses of Congress an expenditure plan for funds provided under this heading. 17 MILITARY CONSTRUCTION, ARMY NATIONAL GUARD 18 For an additional amount for "Military Construction," Army National Guard", \$50,000,000 to remain available until September 30, 2013: Provided, That notwithstanding 20 any other provision of law, such funds may be obligated 21 and expended to carry out planning and design and military construction projects in the United States not otherwise authorized by law: *Provided further*, That not later 25 than 30 days after the date of enactment of this Act, the

- 1 Secretary of Defense, in consultation with the Director of
- 2 the Army National Guard, shall submit to the Committees
- 3 on Appropriations of both Houses of Congress an expendi-
- 4 ture plan for funds provided under this heading.
- 5 MILITARY CONSTRUCTION, AIR NATIONAL GUARD
- 6 For an additional amount for "Military Construction,
- 7 Air National Guard", \$50,000,000, to remain available
- 8 until September 30, 2013: Provided, That notwithstanding
- 9 any other provision of law, such funds may be obligated
- 10 and expended to carry out planning and design and mili-
- 11 tary construction projects in the United States not other-
- 12 wise authorized by law: Provided further, That not later
- 13 than 30 days after the date of enactment of this Act, the
- 14 Secretary of Defense, in consultation with the Director of
- 15 the Air National Guard, shall submit to the Committees
- 16 on Appropriations of both Houses of Congress an expendi-
- 17 ture plan for funds provided under this heading.
- 18 Family Housing Construction, Army
- 19 For an additional amount for "Family Housing Con-
- 20 struction, Army", \$34,507,000, to remain available until
- 21 September 30, 2013: Provided, That notwithstanding any
- 22 other provision of law, such funds may be obligated and
- 23 expended to carry out planning and design and military
- 24 construction projects in the United States not otherwise
- 25 authorized by law: Provided further, That within 30 days

1 of enactment of this Act, the Secretary of Defense shall submit to the Committees on Appropriations of both Houses of Congress an expenditure plan for funds provided under this heading. 5 Family Housing Operation and Maintenance, 6 ARMY 7 For an additional amount for "Family Housing Operation and Maintenance, Army", \$3,932,000: Provided, That notwithstanding any other provision of law, such funds may be obligated and expended for maintenance and repair and minor construction projects in the United States not otherwise authorized by law. 13 Family Housing Construction, Air Force 14 For an additional amount for "Family Housing Construction, Air Force", \$80,100,000, to remain available until September 30, 2013: Provided, That notwithstanding any other provision of law, such funds may be obligated and expended to carry out planning and design and military construction projects in the United States not otherwise authorized by law: Provided further, That within 30 days of enactment of this Act the Secretary of Defense shall submit to the Committees on Appropriations of both Houses of Congress an expenditure plan for funds pro-24 vided under this heading.

1	Family Housing Operation and Maintenance, Air
2	FORCE
3	For an additional amount for "Family Housing Oper-
4	ation and Maintenance, Air Force", \$16,461,000: Pro-
5	vided, That notwithstanding any other provision of law,
6	such funds may be obligated and expended for mainte-
7	nance and repair and minor construction projects in the
8	United States not otherwise authorized by law.
9	Homeowners Assistance Fund
10	For an additional amount for "Homeowners Assist-
11	ance Fund", established by section 1013 of the Dem-
12	onstration Cities and Metropolitan Development Act of
13	1966, as amended (42 U.S.C. 3374), \$555,000,000, to re-
14	main available until expended: Provided, That the Sec-
15	retary of Defense shall submit quarterly reports to the
16	Committees on Appropriations of both Houses of Congress
17	on the expenditure of funds made available under this
18	heading in this or any other Act.
19	Administrative Provision
20	SEC. 1001. (a) TEMPORARY EXPANSION OF HOME-
21	OWNERS ASSISTANCE PROGRAM TO RESPOND TO MORT-
22	GAGE FORECLOSURE AND CREDIT CRISIS. Section 1013
23	of the Demonstration Cities and Metropolitan Develop-
24	ment Act of 1966 (42 U.S.C. 3374) is amended—
25	(1) in subsection (a)—

1	(A) by redesignating paragraphs (1), (2)
2	and (3) as clauses (i), (ii), and (iii), respec-
3	tively, and indenting such subparagraphs, as so
4	redesignated, 6 ems from the left margin;
5 .	(B) by striking "Notwithstanding any
6	other provision of law" and inserting the fol-
7	lowing:
8	"(1) Acquisition of property at or near
9	MILITARY INSTALLATIONS THAT HAVE BEEN OR
10	DERED TO BE CLOSED.—Notwithstanding any other
11	provision of law";
12	(C) by striking "if he determines" and in-
13	serting "if—
14	"(A) the Secretary determines—";
15	(D) in clause (iii), as redesignated by sub-
16	paragraph (A), by striking the period at the
17	end and inserting "; or"; and
18	(E) by adding at the end the following:
19	"(B) the Secretary determines—
20	"(i) that the conditions in clauses (i)
21	and (ii) of subparagraph (A) have been
22	met;
23	"(ii) that the closing or realignment
24	of the base or installation resulted from a
25	realignment or closure carried out under

1	the 2005 round of defense base closure
2	and realignment under the Defense Base
3	Closure and Realignment Act of 1990
4	(part XXIX of Public Law 101-510; 10
5	U.S.C. 2687 note);
6	"(iii) that the property was purchased
7	by the owner before July 1, 2006;
8	"(iv) that the property was sold by
9	the owner between July 1, 2006, and Sep-
10	tember 30, 2012, or an earlier end date
11	designated by the Secretary;
12	"(v) that the property is the primary
13	residence of the owner; and
14	"(vi) that the owner has not pre-
15	viously received benefit payments author-
16	ized under this subsection.
17	"(2) Homeowner assistance for wounded
8	MEMBERS OF THE ARMED FORCES, DEPARTMENT OF
9	DEFENSE AND UNITED STATES COAST GUARD CIVIL-
20	IAN EMPLOYEES, AND THEIR SPOUSES.—Notwith-
21	standing any other provision of law, the Secretary of
22	Defense is authorized to acquire title to, hold, man-
23	age, and dispose of, or, in lieu thereof, to reimburse
24	for certain losses upon private sale of, or foreclosure
25	against, any property improved with a one- or two-

I	family dwelling which was at the time of the relevant
2	wound, injury, or illness, the primary residence of-
3	"(A) any member of the Armed Forces in
4	medical transition who—
5	"(i) incurred a wound, injury, or ill-
6	ness in the line of duty during a deploy-
7	ment in support of the Armed Forces;
8	"(ii) is disabled to a degree of 30 per-
9	cent or more as a result of such wound, in-
10	jury, or illness, as determined by the Sec-
11	retary of Defense; and
12	"(iii) is reassigned in furtherance of
13	medical treatment or rehabilitation, or due
14	to medical retirement in connection with
15	such disability;
16	"(B) any civilian employee of the Depart-
17	ment of Defense or the United States Coast
18	Guard who—
19	"(i) was wounded, injured, or became
20	ill in the line of duty during a forward de-
21	ployment occurring on or after September her duties
22	11, 2001, in support of the Armed Forces;
23	and
24	"(ii) is reassigned in furtherance of
25	medical treatment, rehabilitation, or due to

1 .	medical retirement resulting from the sus-	
2	tained disability; or	:
3	"(C) the spouse of a member of the Armed	
4	Forces or a civilian employee of the Department	
5	of Defense or the United States Coast Guard	. •
6	\mathbf{if} —	٠.
7	"(i) the member or employee was	
8		
9	ment on or after September 11, 2001, in of his or h	er
10	support of the Armed Forces or died from	
11	a wound, injury, or illness incurred in the	٠.
12	line of duty during such a deployment; and	
13	"(ii) the spouse relocates from such	٠.
14	residence within 2 years after the death of	
15	such member or employee.	
16	"(3) Temporary Homeowner assistance	
17	FOR MEMBERS OF THE ARMED FORCES PERMA-	,
18	NENTLY REASSIGNED DURING SPECIFIED MORTGAGE	
19	CRISIS.—Notwithstanding any other provision of	
20	law, the Secretary of Defense is authorized to ac-	٠
21	quire title to, hold, manage, and dispose of, or, in	
22	lieu thereof, to reimburse for certain losses upon pri-	
23	vate sale of, or foreclosure against, any property im-	
24	proved with a one- or two-family dwelling situated at	

1	or near a military base or installation, if the Sec-
2	retary determines—
3	"(A) that the owner is a member of the
4	Armed Forces serving on permanent assign-
5	ment;
6	"(B) that the owner is permanently reas-
7	signed by order of the United States Govern-
8	ment to a duty station or home port outside a
9	50-mile radius of the base or installation;
10	"(C) that the reassignment was ordered
11	between February 1, 2006, and September 30,
12	2012, or an earlier end date designated by the
13	Secretary;
14	"(D) that the property was purchased by
15	the owner before July 1, 2006;
16	"(E) that the property was sold by the
17	owner between July 1, 2006, and September
18	30, 2012, or an earlier end date designated by
19	the Secretary;
20	"(F) that the property is the primary resi-
21	dence of the owner; and
22	"(G) that the owner has not previously re-
23	ceived benefit payments authorized under this
24	subsection.";

1	(2) in subsection (b), by striking "this section"
2	each place it appears and inserting "subsection
3	(a)(1)";
4	(3) in subsection (c)—
5	(A) by striking "Such persons" and insert-
6	ing the following:
7	"(1) HOMEOWNER ASSISTANCE RELATED TO
8	CLOSED MILITARY INSTALLATIONS.—
9	"(A) IN GENERAL.—Such persons";
10	(B) by striking "set forth above shall elect
11	either (1) to receive" and inserting the fol-
12	lowing: "set forth in subsection (a)(1) shall
13	elect either—
14	"(i) to receive";
15	(C) by striking "difference between (A) 95
16	per centum" and all that follows through "(B)
17	the fair market value" and inserting the fol-
18	lowing: "difference between—
9	"(I) 95 per centum of the fair
20	market value of their property (as
21	such value is determined by the Sec-
22	retary of Defense) prior to public an-
23	nouncement of intention to close all or
24	part of the military base or installa-
25	tion; and

1.	"(II) the fair market value";
2	(D) by striking "time of the sale, or (2) to
3	receive" and inserting the following: "time of
4	the sale; or
5	"(ii) to receive";
6	(E) by striking "outstanding mortgages.
7	The Secretary may also pay a person who elects
8	to receive a cash payment under clause (1) of
9	the preceding sentence an amount" and insert-
10	ing "outstanding mortgages.
11	"(B) REIMBURSEMENT OF EXPENSES.—
12	The Secretary may also pay a person who elects
13	to receive a cash payment under subparagraph
14	(A) an amount"; and
15	(F) by striking "best interest of the Fed-
16	eral Government. Cash payment" and inserting
17	the following: "best interest of the United
18	States.
19	"(2) Homeowner assistance for wounded
20	INDIVIDUALS AND THEIR SPOUSES.—
21	"(A) IN GENERAL.—Persons eligible under
22	the criteria set forth in subsection (a)(2) may
23	elect either—
24	"(i) to receive a cash payment as com-
25	pensation for losses which may be or have

1	been sustained in a private sale, in an
2	amount not to exceed the difference be-
3	tween—
4	"(I) 95 per centum of prior fair
5	market value of their property (as
6	such value is determined by the Sec-
7	retary of Defense); and
8	"(II) the fair market value of
9	such property (as such value is deter-
10	mined by the Secretary of Defense) at
11	the time of sale; or
12	"(ii) to receive, as purchase price for
13	their property an amount not to exceed 90
14	per centum of prior fair market value as
15	such value is determined by the Secretary
16	of Defense, or the amount of the out-
17	standing mortgages.
18	"(B) DETERMINATION OF BENEFITS.—
19	The Secretary may also pay a person who elects
20	to receive a cash payment under subparagraph
21	(A) an amount that the Secretary determines
22	appropriate to reimburse the person for the
23	costs incurred by the person in the sale of the
24	property if the Secretary determines that such

1	payment will benefit the person and is in the
2	best interest of the United States.
3	"(3) HOMEOWNER ASSISTANCE FOR PERMA-
4	NENTLY REASSIGNED INDIVIDUALS.—
5	"(A) In general.—Persons eligible under
6	the criteria set forth in subsection (a)(3) may
7	elect either—
8	"(i) to receive a cash payment as com-
9	pensation for losses which may be or have
10	been sustained in a private sale, in an
11	amount not to exceed the difference be-
12	tween—
13	"(I) 95 per centum of prior fair
14	market value of their property (as
15	such value is determined by the Sec-
16	retary of Defense); and
17	"(II) the fair market value of
18	such property (as such value is deter-
19	mined by the Secretary of Defense) at
20	the time of sale; or
21	"(ii) to receive, as purchase price for
22	their property an amount not to exceed 90
23	per centum of prior fair market value as
24	such value is determined by the Secretary

1	of Defense, or the amount of the out-
2	standing mortgages.
3	"(B) DETERMINATION OF BENEFITS.—
4.	The Secretary may also pay a person who elects
5	to receive a cash payment under subparagraph
6	(A) an amount that the Secretary determines
7	appropriate to reimburse the person for the
8	costs incurred by the person in the sale of the
9	property if the Secretary determines that such
10	payment will benefit the person and is in the
11	best interest of the United States.
12	"(4) Compensation and limitations re-
13	LATED TO FORECLOSURES AND ENCUMBRANCES.—
14	Cash payment";
15	(4) by striking subsection (g);
16	(5) in subsection (l), by striking "(a)(2)" and
17	inserting "(a)(1)(A)(ii)";
18	(6) in subsection (m), by striking "this section"
19	and inserting "subsection (a)(1)";
20	(7) in subsection (n)—
21	(A) in paragraph (1), by striking "this sec-
22	tion" and inserting "subsection (a)(1)"; and
23	(B) in paragraph (2), by striking "this sec-
24	tion" and inserting "subsection (a)(1)";
25	(8) in subsection (o)—

1.	(A) in paragraph (1), by striking "this sec-
2	tion" and inserting "subsection (a)(1)";
3	(B) in paragraph (2), by striking "this sec-
4	tion" and inserting "subsection (a)(1)"; and
5	(C) by striking paragraph (4); and
6	(9) by adding at the end the following new sub-
7	section:
8	"(p) DEFINITIONS.—In this section:
9	"(1) the term 'Armed Forces' has the meaning
10	given the term 'armed forces' in section 101(a) of
11	title 10, United States Code;
12	"(2) the term 'civilian employee' has the mean-
13	ing given the term 'employee' in section 2105(a) of
14	title 5, United States Code;
15	"(3) the term 'medical transition', in the case
16	of a member of the Armed Forces, means a member
17	who—
18	"(A) is in Medical Holdover status;
19	"(B) is in Active Duty Medical Extension
20	status;
21	"(C) is in Medical Hold status;
22	"(D) is in a status pending an evaluation
23	by a medical evaluation board;
24	"(E) has a complex medical need requiring
25	six or more months of medical treatment; or

1	"(F) is assigned or attached to an Army
2	Warrior Transition Unit, an Air Force Patient
3	Squadron, a Navy Patient Multidisciplinary
4	Care Team, or a Marine Patient Affairs Team/
5	Wounded Warrior Regiment; and
6	"(4) the term 'nonappropriated fund instrumen-
7	tality employee' means a civilian employee who-
8	"(A) is a citizen of the United States; and
9	"(B) is paid from nonappropriated funds
10	of Army and Air Force Exchange Service, Navy
11	Resale and Services Support Office, Marine
12	Corps exchanges, or any other instrumentality
13	of the United States under the jurisdiction of
14	the Armed Forces which is conducted for the
15	comfort, pleasure, contentment, or physical or
16	mental improvement of members of the Armed
17	Forces.".
18	(b) CLERICAL AMENDMENT.—Such section is further
	amended in the section heading by inserting "and certain
	property owned by members of the armed forces, depart-
21	ment of defense and united states loast suard civilian em-
22	ployees, and surviving spouses" after "ordered to be
23	closed".
24	(c) Authority to Use Appropriated Funds.—
25	Notwithstanding subsection (i) of such section, amounts

1	appropriated or otherwise made available by this title
2	under the heading "Homeowners Assistance Fund" may
3	be used for the Homeowners Assistance Fund established
4	under such section.
5	DEPARTMENT OF VETERANS AFFAIRS
6	VETERANS HEALTH ADMINISTRATION
7	MEDICAL FACILITIES
8	For an additional amount for "Medical Facilities" for
9	non-recurring maintenance, including energy projects,
10	\$850,000,000, to remain available until September 30,
11	2010: Provided, That not later than 30 days after the date
12	of enactment of this Act, the Secretary of Veterans Affairs
13	shall submit to the Committees on Appropriations of both
14	Houses of Congress an expenditure plan for funds pro-
15	vided under this heading.
16	NATIONAL CEMETERY ADMINISTRATION
17	For an additional amount for "National Cemetery
18	Administration" for monument and memorial repairs, in-
19	cluding energy projects, \$50,000,000, to remain available
20	until September 30, 2010: Provided, That not later than
21	30 days after the date of enactment of this Act, the Sec-
22	retary of Veterans Affairs shall submit to the Committees
23	on Appropriations of both Houses of Congress an expendi-
24	ture plan for funds provided under this heading.

. 1	DEPARTMENTAL ADMINISTRATION
2	GENERAL OPERATING EXPENSES
3	For an additional amount for "General Operating
4	Expenses", \$150,000,000, to remain available until Sep-
5	tember 30, 2010, for additional expenses related to hiring
6	and training temporary surge claims processors.
7	INFORMATION TECHNOLOGY SYSTEMS
8	For an additional amount for "Information Tech-
9	nology Systems", \$50,000,000, to remain available until
10	September 30, 2010, for the Veterans Benefits Adminis-
11	tration's development of paperless claims processing: Pro-
12	vided, That not later than 30 days after the enactment
13	of this Act, the Secretary of Veterans Affairs shall submit
14	to the Committee on Appropriations of both Houses of
15	Congress an expenditure plan for funds provided under
16	this heading.
17	OFFICE OF INSPECTOR GENERAL
18	For an additional amount for "Office of Inspector
19	General", \$1,000,000, to remain available until September
20	30, 2011, for oversight and audit of programs, grants and
21	projects funded under this title.
22	GRANTS FOR CONSTRUCTION OF STATE EXTENDED CARE
23	FACILITIES
24	For an additional amount for "Grants for Construc-
25	tion of State Extended Care Facilities", \$100.000.000, to

1 remain available until September 30, 2010, for grants to assist States to acquire or construct State nursing home 3 and domiciliary facilities and to remodel, modify, or alter 4 existing hospital, nursing home, and domiciliary facilities 5 in State homes, for furnishing care to veterans as authorized by sections 8131 through 8137 of title 38, United 6 7 States Code. 8 Administrative Provision 9 Sec. 1002. Payments to Eligible Persons Who SERVED IN THE UNITED STATES ARMED FORCES IN THE 10 FAR EAST DURING WORLD WAR II. (a) FINDINGS.—Con-11 gress makes the following findings: 13 (1) The Philippine islands became a United 14 States possession in 1898 when they were ceded 15 from Spain following the Spanish-American War. 16 (2) During World War II, Filipinos served in a 17 variety of units, some of which came under the di-18 rect control of the United States Armed Forces. 19 (3) The regular Philippine Scouts, the new 20 Philippine Scouts, the Guerrilla Services, and more 21 than 100,000 members of the Philippine Common-22 wealth Army were called into the service of the 23 United States Armed Forces of the Far East on 24 July 26, 1941, by an executive order of President 25 Franklin D. Roosevelt.

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1	(4) Even after hostilities had ceased, wartime
2	service of the new Philippine Scouts continued as a
3	matter of law until the end of 1946, and the force
4	gradually disbanded and was disestablished in 1950.
5	(5) Filipino veterans who were granted benefits
6	prior to the enactment of the so-called Rescissions
7	Acts of 1946 (Public Laws 79-301 and 79-391)
8	currently receive full benefits under laws adminis-
9	tered by the Secretary of Veterans Affairs, but
10	under section 107 of title 38, United States Code,
11	the service of certain other Filipino veterans is
12	deemed not to be active service for purposes of such
13	laws.
14	(6) These other Filipino veterans only receive
15	certain benefits under title 38, United States Code,
16	and, depending on where they legally reside, are paid
17	such benefit amounts at reduced rates.
18	(7) The benefits such veterans receive include
19	service-connected compensation benefits paid under
20	chapter 11 of title 38, United States Code, depend-
21	ency indemnity compensation survivor benefits paid
22	under chapter 13 of title 38, United States Code,
23	and burial benefits under chapters 23 and 24 of title

38, United States Code, and such benefits are paid

to beneficiaries at the rate of \$0.50 per dollar au-

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. 1	thorized, unless they lawfully reside in the United
· 2	States.
3	(8) Dependents' educational assistance under
4	chapter 35 of title 38, United States Code, is also
5	payable for the dependents of such veterans at the
6	rate of \$0.50 per dollar authorized, regardless of the
7	veterans' residency.
8	(b) Compensation Fund.—
9	(1) In General.—There is in the general fund
10	of the Treasury a fund to be known as the "Filipino
11	Veterans Equity Compensation Fund" (in this sec-
12	tion referred to as the "compensation fund").
13	(2) AVAILABILITY OF FUNDS.—Subject to the
14	availability of appropriations for such purpose
15	amounts in the fund shall be available to the Sec-
16	retary of Veterans Affairs without fiscal year limita-
17	tion to make payments to eligible persons in accord-
18	ance with this section.
19	(c) Payments.—
20	(1) In General.—The Secretary may make a
21	payment from the compensation fund to an eligible
22	person who, during the one-year period beginning on
23	the date of the enactment of this Act, submits to the

Secretary a claim for benefits under this section.

The application for the claim shall contain such in-

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1	formation and	evidence	as	the	Secretary	may	re
2	quire.				-		

- (2) PAYMENT TO SURVIVING SPOUSE.—If an eligible person who has filed a claim for benefits under this section dies before payment is made under this section, the payment under this section shall be made instead to the surviving spouse, if any, of the eligible person.
- 9 (d) ELIGIBLE PERSONS.—An eligible person is any 10 person who—

11 (1) served—

(A) before July 1, 1946, in the organized military forces of the Government of the Commonwealth of the Philippines, while such forces were in the service of the Armed Forces of the United States pursuant to the military order of the President dated July 26, 1941, including among such military forces organized guerrilla forces under commanders appointed, designated, or subsequently recognized by the Commander in Chief, Southwest Pacific Area, or other competent authority in the Army of the United States; or

1	(B) in the Philippine Scouts under section
2	14 of the Armed Forces Voluntary Recruitment
3.	Act of 1945 (59 Stat. 538); and
4	(2) was discharged or released from service de-
5	scribed in paragraph (1) under conditions other than
6	dishonorable.
7	(e) PAYMENT AMOUNTS.—Each payment under this
8	section shall be—
9	(1) in the case of an eligible person who is not
10	a citizen of the United States, in the amount of
11	\$9,000; and
12	(2) in the case of an eligible person who is a
13	citizen of the United States, in the amount of
14	\$15,000 .
15	(f) LIMITATION.—The Secretary may not make more
16	than one payment under this section for each eligible per-
17	son described in subsection (d).
18	(g) CLARIFICATION OF TREATMENT OF PAYMENTS
19	UNDER CERTAIN LAWS.—Amounts paid to a person
20	under this section—
21	(1) shall be treated for purposes of the internal
. 22	revenue laws of the United States as damages for
23	human suffering; and
24	(2) shall not be included in income or resources
25	for numbers of determining

1	(A) eligibility of an individual to receive
2	benefits described in section 3803(c)(2)(C) of
3	title 31, United States Code, or the amount of
4	such benefits;
5 .	(B) eligibility of an individual to receive
6	benefits under title VIII of the Social Security
7	Act, or the amount of such benefits; or
8	(C) eligibility of an individual for, or the
9	amount of benefits under, any other Federal or
10	federally assisted program.
11	(h) Release.—
12	(1) In General.—Except as provided in para-
13	graph (2), the acceptance by an eligible person or
14	surviving spouse, as applicable, of a payment under
15	this section shall be final, and shall constitute a
16	complete release of any claim against the United
17	States by reason of any service described in sub-
18	section (d).
19	(2) PAYMENT OF PRIOR ELIGIBILITY STA-
20	TUS.—Nothing in this section shall prohibit a person
21	from receiving any benefit (including health care,
22	survivor, or burial benefits) which the person would
23	have been eligible to receive based on laws in effect
24	as of the day before the date of the enactment of
25	this Act.

25 such data is available.

1	(i) RECOGNITION OF SERVICE.—The service of a per
2	son as described in subsection (d) is hereby recognized a
3	active military service in the Armed Forces for purpose
4	of, and to the extent provided in, this section.
5	(j) Administration.—
6	(1) The Secretary shall promptly issue applica
7	tion forms and instructions to ensure the promp
8	and efficient administration of the provisions of this
9	section.
10	(2) The Secretary shall administer the provi
11	sions of this section in a manner consistent with ap
12	plicable provisions of title 38, United States Code
13	and other provisions of law, and shall apply the defi-
14	nitions in section 101 of such title in the administra
15	tion of such provisions, except to the extent other
16	wise provided in this section.
17	(k) REPORTS.—The Secretary shall include, in docu
18	ments submitted to Congress by the Secretary in support
19	of the President's budget for each fiscal year, detailed in
20	formation on the operation of the compensation fund, in
21	cluding the number of applicants, the number of eligible
22	persons receiving benefits, the amounts paid out of the
23	compensation fund, and the administration of the com-
24	pensation fund for the most recent fiscal year for which

- 1 (l) AUTHORIZATION OF APPROPRIATION.—There is
- 2 authorized to be appropriated to the compensation fund
- 3 \$198,000,000, to remain available until expended, to make
- 4 payments under this section.

1	TITLE XI—STATE, FOREIGN OPERATIONS, AND	-
2	RELATED PROGRAMS	
3	DEPARTMENT OF STATE	
4	Administration of Foreign Affairs	
5	DIPLOMATIC AND CONSULAR PROGRAMS	
6	For an additional amount for "Diplomatic and Con-	
7	sular Programs" for urgent domestic facilities require-	
8	ments for passport and training functions, \$90,000,000:	
9	Provided, That the Secretary of State shall submit to the	
10	Committees on Appropriations within 90 days of enact-	
11	ment of this Act a detailed spending plan for funds appro-	
12	priated under this heading: Provided further, That with	
13	respect to the funds made available for passport agencies,	
14	such plan shall be developed in consultation with the De-	
15	partment of Homeland Security and the General Services	
16	Administration and shall coordinate and co-locate, to the	
17	extent feasible, passport agencies with other Federal facili-	
18	ties.	
19	CAPITAL INVESTMENT FUND	
20	(INCLUDING TRANSFER OF FUNDS)	
21	For an additional amount for "Capital Investment	
	Fund", \$290,000,000, for information technology security	
23	and upgrades to support mission-critical operations, of	-lup t
24	which \$38,000,000 shall be transferred to, and merged	
25	with funds made available under the heading "Capital In-	

1 vestment Fund" of the United States Agency for International Development: Provided, That the Secretary of State and the Administrator of the United States Agency for International Development shall coordinate information technology systems, where appropriate, to increase efficiencies and eliminate redundancies, to include co-location of backup information management facilities, and shall submit to the Committees on Appropriations within 90 days of enactment of this Act a detailed spending plan for funds appropriated under this heading. 11 OFFICE OF INSPECTOR GENERAL 12 For an additional amount for "Office of Inspector General" for oversight requirements, \$2,000,000. 13 14 International Commissions 15 INTERNATIONAL BOUNDARY AND WATER COMMISSION, 16 UNITED STATES AND MEXICO 17 CONSTRUCTION 18 (INCLUDING TRANSFER OF FUNDS) 19` For an additional amount for "Construction" for the 20 water quantity program to meet immediate repair and rehabilitation requirements, \$220,000,000: Provided, That 22 up to \$2,000,000 may be transferred to, and merged with, funds available under the heading "International Bound-24 ary and Water Commission, United States and Mexico— 25 Salaries and Expenses": Provided further, That the Sec-26 retary of State shall submit to the Committees on Appro-

- 1 priations within 90 days of enactment of this Act a de-
- 2 tailed spending plan for funds appropriated under this
- 3 heading.

1	TITLE XII—TRANSPORTATION AND HOUSING
2	AND URBAN DEVELOPMENT, AND RELATED
3	AGENCIES
4	DEPARTMENT OF TRANSPORTATION
5	OFFICE OF THE SECRETARY
6	SUPPLEMENTAL DISCRETIONARY GRANTS FOR A
7	NATIONAL SURFACE TRANSPORTATION SYSTEM
8	For an additional amount for capital investments in
9	surface transportation in frastructure, $\$1,500,000,000$, to
10	remain available through September 30, 2011: Provided,
11	That the Secretary of Transportation shall distribute
12	funds provided under this heading as discretionary grants
13	to be awarded to State and local governments or transit
14	agencies on a competitive basis for projects that will have
15	a significant impact on the Nation, a metropolitan area,
16	or a region: Provided further, That projects eligible for
17	funding provided under this heading shall include, but not
18	be limited to, highway or bridge projects eligible under
19	title 23, United States Code, including interstate rehabili-
20	tation, improvements to the rural collector road system,
21	the reconstruction of overpasses and interchanges, bridge
22	replacements, seismic retrofit projects for bridges, and
23	road realignments; public transportation projects eligible
24	under chapter 53 of title 49, United States Code, includ-
25	ing investments in projects participating in the New Starts

or Small Starts programs that will expedite the completion of those projects and their entry into revenue service; passenger and freight rail transportation projects; and port 3 infrastructure investments, including projects that connect ports to other modes of transportation and improve the efficiency of freight movement: Provided further, That of the amount made available under this paragraph, the Secretary may use an amount not to exceed \$200,000,000 for the purpose of paying the subsidy and administrative costs of projects eligible for federal credit assistance under 11 chapter 6 of title 23, United States Code, if the Secretary finds that such use of the funds would advance the pur-13 poses of this paragraph: Provided further, That in distributing funds provided under this heading, the Secretary 15 shall take such measures so as to ensure an equitable geographic distribution of funds and an appropriate balance in addressing the needs of urban and rural communities: Provided further, That a grant funded under this heading shall be not less than \$20,000,000 and not greater than 19 \$300,000,000: Provided further, That the Secretary may waive the minimum grant size cited in the preceding pro-22 viso for the purpose of funding significant projects in smaller cities, regions, or States: Provided further, That 24 not more than 20 percent of the funds made available under this paragraph may be awarded to projects in a sin-

gle State: Provided further, That the Federal share of the costs for which an expenditure is made under this heading may be up to 100 percent: Provided further, That the Secretary shall give priority to projects that require a contribution of Federal funds in order to complete an overall financing package, and to projects that are expected to be completed within 3 years of enactment of this Act: Provided further, That the Secretary shall publish criteria on which to base the competition for any grants awarded under this heading not later than 90 days after enactment of this Act: *Provided further*, That the Secretary shall require applications for funding provided under this heading to be submitted not later than 180 days after the publication of such criteria, and announce all projects selected to be funded from such funds not later than 1 year after enactment of this Act: Provided further, That projects con-17 ducted using funds provided under this heading must com-18 ply with the requirements of subchapter IV of chapter 31 19 of title 40, United States Code: Provided further, That the 20 Secretary may retain up to \$1,500,000 of the funds provided under this heading, and may transfer portions of those funds to the Administrators of the Federal Highway 23 Administration, the Federal Transit Administration, the Federal Railroad Administration and the Maritime Ad-

1	ministration, to fund the award and oversight of grants
2	made under this heading.
3	FEDERAL AVIATION ADMINISTRATION
4	SUPPLEMENTAL FUNDING FOR FACILITIES AND
5	EQUIPMENT
6	For an additional amount for necessary investments
7	in Federal Aviation Administration infrastructure,
8	\$200,000,000, to remain available through September 30,
9	2010: Provided, That funding provided under this heading
10	shall be used to make improvements to power systems, air
11	route traffic control centers, air traffic control towers, ter-
12	minal radar approach control facilities, and navigation and
13	landing equipment: Provided further, That priority be
14	given to such projects or activities that will be completed
15	within 2 years of enactment of this Act: Provided further,
16	That amounts made available under this heading may be
17	provided through grants in addition to the other instru-
18	ments authorized under section 106(l)(6) of title 49,
19	United States Code: Provided further, That the Federal
20	share of the costs for which an expenditure is made under
21	this heading shall be 100 percent: Provided further, That
22	amounts provided under this heading may be used for ex-
23	penses the agency incurs in administering this program:
24	Provided further, That not more than 60 days after enact-
25	ment of this Act, the Administrator shall establish a proc-

- 1 ess for applying, reviewing and awarding grants and coop-
- 2 erative and other transaction agreements, including the
- 3 form and content of an application, and requirements for
- 4 the maintenance of records that are necessary to facilitate
- 5 an effective audit of the use of the funding provided: Pro-
- 6 vided further, That section 50101 of title 49, United
- 7 States Code, shall apply to funds provided under this
- 8 heading.

9 GRANTS-IN-AID FOR AIRPORTS

- For an additional amount for "Grants-In-Aid for Air-
- 11 ports", to enable the Secretary of Transportation to make
- 12 grants for discretionary projects as authorized by sub-
- 13 chapter 1 of chapter 471 and subchapter 1 of chapter 475
- 14 of title 49, United States Code, and for the procurement,
- 15 installation and commissioning of runway incursion pre-
- 16 vention devices and systems at airports of such title,
- 17 \$1,100,000,000, to remain available through September
- 18 30, 2010: Provided, That such funds shall not be subject
- 19 to apportionment formulas, special apportionment cat-
- 20 egories, or minimum percentages under chapter 471: Pro-
- 21 vided further, That the Secretary shall distribute funds
- 22 provided under this heading as discretionary grants to air-
- 23 ports, with priority given to those projects that dem-
- 24 onstrate to his satisfaction their ability to be completed
- 25 within 2 years of enactment of this Act, and serve to sup-
- 26 plement and not supplant planned expenditures from air-

1	port-generated revenues or from other State and local
2	sources on such activities: Provided further, That the Sec-
3	retary shall award grants totaling not less than 50 percent
4	of the funds made available under this heading within 120
5	days of enactment of this Act, and award grants for the
6	remaining amounts not later than 1 year after enactment
7	of this Act: Provided further, That the Federal share pay-
8	able of the costs for which a grant is made under this
9	heading shall be 100 percent: Provided further, That the
10	amount made available under this heading shall not be
11	subject to any limitation on obligations for the Grants-
12	in-Aid for Airports program set forth in any Act: $Provided$
13	further, That the Administrator of the Federal Aviation
14	Administration may retain up to 0.2 percent of the funds
15	provided under this heading to fund the award and over-
16	sight by the Administrator of grants made under this
17	heading.
18	FEDERAL HIGHWAY ADMINISTRATION
19	HIGHWAY INFRASTRUCTURE INVESTMENT
20	For an additional amount for restoration, repair, con-
21	struction and other activities eligible under paragraph (b)
22	of section 133 of title 23, United States Code, and for
23	passenger and freight rail transportation and port infra-
24	structure projects eligible for assistance under subsection
25	601(a)(8) of such title, \$27,500,000,000, to remain avail-

able through September 30, 2010: Provided, That, after making the set-asides required under this heading, 50 percent of the funds made available under this heading shall be apportioned to States using the formula set forth in section 104(b)(3) of title 23, United States Code, and the remaining funds shall be apportioned to States in the same ratio as the obligation limitation for fiscal year 2008 was distributed among the States in accordance with the formula specified in section 120(a)(6) of division K of Public Law 110–161: Provided further, That funds made 10 available under this heading shall be apportioned not later 11 than 21 days after the date of enactment of this Act: Provided further, That in selecting projects to be carried out with funds apportioned under this heading, priority shall be given to projects that are projected for completion within a 3-year time frame, and are located in economically distressed areas as defined by section 301 of the Public Works and Economic Development Act of 1965, as amended (42 U.S.C. 3161): Provided further, That 120 19 days following the date of such apportionment, the Secretary of Transportation shall withdraw from each State an amount equal to 50 percent of the funds awarded to 23 that State (excluding funds suballocated within the State) less the amount of funding obligated (excluding funds suballocated within the State), and the Secretary shall redis-

1 tribute such amounts to other States that have had no funds withdrawn under this proviso in the manner described in section 120(c) of division K of Public Law 110-161: Provided further, That 1 year following the date of such apportionment, the Secretary shall withdraw from each recipient of funds apportioned under this heading any unobligated funds, and the Secretary shall redistribute such amounts to States that have had no funds withdrawn under this proviso (excluding funds suballocated within the State) in the manner described in section 120(c) of division K of Public Law 110–161: Provided further, That at the request of a State, the Secretary of Transportation may provide an extension of such 1-year period only to the extent that he feels satisfied that the State has encountered extreme conditions that create an unworkable bidding environment or other extenuating cir-17 cumstances: Provided further, That before granting such an extension, the Secretary shall send a letter to the 18 House and Senate Committees on Appropriations that 19 20 provides a thorough justification for the extension: Provided further, That 3 percent of the funds apportioned to a State under this heading shall be set aside for the purposes described in subsection 133(d)(2) of title 23, United States Code (without regard to the comparison to fiscal

year 2005): Provided further, That 30 percent of the funds

- 1 apportioned to a State under this heading shall be suballo-
- 2 cated within the State in the manner and for the purposes
- 3 described in the first sentence of subsection 133(d)(3)(A),
- 4 in subsection 133(d)(3)(B), and in subsection
- 5 133(d)(3)(D): Provided further, That such suballocation
- 6 shall be conducted in every State as defined by section
- 7 101(a)(32) of title 23, United States Code: Provided fur-
- 8 ther, That funds suballocated within a State to urbanized
- 9 areas and other areas shall not be subject to the redis-
- 10 tribution of amounts required 120 days following the date
- 11 of apportionment of funds provided under this heading:
- 12 Provided further, That of the funds provided under this
- 13 heading, \$105,000,000 shall be for the Puerto Rico high-
- 14 way program authorized under section 165 of title 23,
- 15 United States Code, and \$45,000,000 shall be for the ter-
- 16 ritorial highway program authorized under section 215 of
- 17 title 23, United States Code: Provided further, That of the
- 18 funds provided under this heading, \$60,000,000 shall be
- 19 for capital expenditures eligible under section 147 of title
- 20 23, United States Code (without regard to subsection(d)):
- 21 Provided further, That the Secretary of Transportation
- 22 shall distribute such \$60,000,000 as competitive discre-
- 23 tionary grants to States, with priority given to those
- 24 projects that demonstrate to his satisfaction their ability
- 25 to be completed within 2 years of enactment of this Act:

Provided further, That of the funds provided under this heading, \$550,000,000 shall be for investments in transportation at Indian reservations and Federal lands: Provided further, That of the funds identified in the preceding proviso, \$310,000,000 shall be for the Indian Reservation Roads program, \$170,000,000 shall be for the Park Roads and Parkways program, \$60,000,000 shall be for the Forest Highway Program, and \$10,000,000 shall be for the Refuge Roads program: Provided further, That for investments at Indian reservations and Federal lands, priority shall be given to capital investments, and to projects and activities that can be completed within 2 years of enactment of this Act: *Provided further*, That 1 year following 13 the enactment of this Act, to ensure the prompt use of 15 the \$550,000,000 provided for investments at Indian reservations and Federal lands, the Secretary shall have the authority to redistribute unobligated funds within the re-18 spective program for which the funds were appropriated: Provided further, That up to 4 percent of the funding provided for Indian Reservation Roads may be used by the 20 21 Secretary of the Interior for program management and oversight and project-related administrative expenses: Provided further, That section 134(f)(3)(C)(ii)(II) of title 23, 23 24 United States Code, shall not apply to funds provided under this heading: Provided further, That of the funds

1 made available under this heading, \$20,000,000 shall be

2 for highway surface transportation and technology train-

3 ing under section 140(b) of title 23, United States Code,

4 and \$20,000,000 shall be for disadvantaged business en-

5 terprises bonding assistance under section 332(e) of title

6 49, United States Code: Provided further, That funds

7 made available under this heading shall be administered

8 as if apportioned under chapter 1 of title 23, United

9 States Code, except for funds made available for invest-

10 ments in transportation at Indian reservations and Fed-

11 eral lands, and for the territorial highway program, which

12 shall be administered in accordance with chapter 2 of title

13 23, United States Code, and except for funds made avail-

14 able for disadvantaged business enterprises bonding as-

15 sistance, which shall be administered in accordance with

16 chapter 3 of title 49, United States Code: Provided further,

17 That the Federal share payable on account of any project

18 or activity carried out with funds made available under

19 this heading shall be, at the option of the recipient, up

20 to 100 percent of the total cost thereof: Provided further,

21 That funds made available by this Act shall not be obli-

22 gated for the purposes authorized under section 115(b)

23 of title 23, United States Code: Provided further, That

24 funding provided under this heading shall be in addition

25 to any and all funds provided for fiscal years 2009 and

- 1 2010 in any other Act for "Federal-aid Highways" and
- 2 shall not affect the distribution of funds provided for
- 3 "Federal-aid Highways" in any other Act: Provided fur-
- 4 ther, That the amount made available under this heading
- 5 shall not be subject to any limitation on obligations for
- 6 Federal-aid highways or highway safety construction pro-
- 7 grams set forth in any Act: Provided further, That section
- 8 1101(b) of Public Law 109-59 shall apply to funds appor-
- 9 tioned under this heading: Provided further, That the Ad-
- 10 ministrator of the Federal Highway Administration may
- 11 retain up to \$40,000,000 of the funds provided under this
- 12 heading to fund the oversight by the Administrator of
- 13 projects and activities carried out with funds made avail-
- 14 able to the Federal Highway Administration in this Act,
- 15 and such funds shall be available through September 30,
- 16 2012.
- 17 FEDERAL RAILROAD ADMINISTRATION
- 18 CAPITAL ASSISTANCE FOR HIGH SPEED RAIL CORRIDORS
- AND INTERCITY PASSENGER RAIL SERVICE
- For an additional amount for section 501 of Public
- 21 Law 110–432 and discretionary grants to States to pay
- 22 for the cost of projects described in paragraphs (2)(A) and
- 23 (2)(B) of section 24401 of title 49, United States Code,
- 24 subsection (b) of section 24105 of such title,
- 25 \$8,000,000,000, to remain available through September

30, 2012: Provided, That the Secretary of Transportation shall give priority to projects that support the development of intercity high speed rail service: Provided further, That within 60 days of the enactment of this Act, the Secretary shall submit to the House and Senate Committees on Appropriations a strategic plan that describes how the Secretary will use the funding provided under this heading to improve and deploy high speed passenger rail systems: Provided further, That within 120 days of enactment of this Act, the Secretary shall issue interim guidance to applicants covering grant terms, conditions, and procedures until final regulations are issued: Provided further, That such interim guidance shall provide separate instructions for the high speed rail corridor program, capital assistance for intercity passenger rail service grants, and congestion grants: Provided further, That the Secretary shall waive the requirement that a project conducted using funds provided under this heading be in a State rail plan developed under chapter 227 of title 49, United States Code: Provided further, That the Federal share payable of the costs for which a grant is made under this heading shall be, at the option of the recipient, up to 100 percent: Provided further, That projects conducted using funds provided under this heading must comply with the requirements of subchapter IV of chapter 31 of title 40, United States

- 1 Code: Provided further, That section 24405 of title 49,
- 2 United States Code, shall apply to funds provided under
- 3 this heading: Provided further, That the Administrator of
- 4 the Federal Railroad Administration may retain up to one-
- 5 quarter of 1 percent of the funds provided under this
- 6 heading to fund the award and oversight by the Adminis-
- 7 trator of grants made under this heading, and funds re-
- 8 tained for said purposes shall remain available through
- 9 September 30, 2014.
- 10 CAPITAL GRANTS TO THE NATIONAL RAILROAD
- 11 PASSENGER CORPORATION
- 12 For an additional amount for Capital and Debt
- 13 Service Grants to the National Railroad Passenger Cor-
- poration (Amtrak) to enable the Secretary of Transpor-
- 15 tation to make capital grants to Amtrak as authorized by
- 16 section 101(c) of the Passenger Rail Investment and Im-
- 17 provement Act of 2008 (Public Law 110–432),
- 18 \$1,300,000,000, to remain available through September
- 19 30, 2010, of which \$450,000,000 shall be used for capital
- 20 security grants: Provided, That priority for the use of non-
- 21 security funds shall be given to projects for the repair,
- 22 rehabilitation, or upgrade of railroad assets or infrastruc-
- 23 ture, and for capital projects that expand passenger rail
- 24 capacity including the rehabilitation of rolling stock: Pro-
- 25 vided further, That none of the funds under this heading
- 26 shall be used to subsidize the operating losses of Amtrak:

1	Provided further, That funds provided under this heading	
2	shall be awarded not later than 30 days after the date	
3	of enactment of this Act: Provided further, That the Sec-	
4	retary shall take measures to ensure that projects funded	
5	under this heading shall be completed within 2 years of	
6	enactment of this Act, and shall serve to supplement and	
7	not supplant planned expenditures for such activities from	
8	other Federal, State, local and corporate sources: $Provided$	
9	further, That the Secretary shall certify to the House and	O-
10	Senate Committees on Appropriations in writing	
11	compliance with the preceding proviso: Provided further,	
12	That not more than 60 percent of the funds provided for	
13	non-security activities under this heading may be used for	
14	capital projects along the Northeast Corridor: Provided	
15	further, That of the funding provided under this heading,	
16	\$5,000,000 shall be made available for the Amtrak Office	
17	of Inspector General and made available through Sep-	
18	tember 30, 2013.	
19	FEDERAL TRANSIT ADMINISTRATION	
20	TRANSIT CAPITAL ASSISTANCE	
21	For an additional amount for transit capital assist-	
22	ance grants authorized under section 5302(a)(1) of title	
23	49, United States Code, \$6,900,000,000, to remain avail-	
24	able through September 30, 2010: Provided, That the Sec-	
25	retary of Transportation shall provide 80 percent of the	

funds appropriated under this heading for grants under 1 2 section 5307 of title 49, United States Code, and apportion such funds in accordance with section 5336 of such 3 title (other than subsections (i)(1) and (j)): Provided fur-4 5 ther, That the Secretary shall apportion 10 percent of the funds appropriated under this heading in accordance with 6 section 5340 of such title: Provided further, That the Sec-8 retary shall provide 10 percent of the funds appropriated under this heading for grants under section 5311 of title 49, United States Code, and apportion such funds in accordance with such section: Provided further, That funds 11 apportioned under this heading shall be apportioned not 12 later than 21 days after the date of enactment of this Act: Provided further, That 180 days following the date of such apportionment, the Secretary shall withdraw from each urbanized area or State an amount equal to 50 percent of the funds apportioned to such urbanized areas or States less the amount of funding obligated, and the Secretary shall redistribute such amounts to other urbanized areas 19 or States that have had no funds withdrawn under this 20 proviso utilizing whatever method he deems appropriate to ensure that all funds redistributed under this proviso shall be utilized promptly: Provided further, That 1 year 23 following the date of such apportionment, the Secretary shall withdraw from each urbanized area or State any un-

obligated funds, and the Secretary shall redistribute such 2 amounts to other urbanized areas or States that have had no funds withdrawn under this proviso utilizing whatever 3 method he deems appropriate to ensure that all funds re-4 5 distributed under this proviso shall be utilized promptly: Provided further, That at the request of an urbanized area 6 or State, the Secretary of Transportation may provide an extension of such 1-year period if he feels satisfied that the urbanized area or State has encountered an unwork-10 able bidding environment or other extenuating circumstances: Provided further, That before granting such 12 an extension, the Secretary shall send a letter to the House and Senate Committees on Appropriations that provides a thorough justification for the extension: Provided further. That of the funds provided for section 5311 of title 49, United States Code, 2.5 percent shall be made 17 available for section 5311(c)(1): Provided further, That of the funding provided under this heading, \$100,000,000 18 shall be distributed as discretionary grants to public transit agencies for capital investments that will assist in reducing the energy consumption or greenhouse gas emis-21 sions of their public transportation systems: Provided further. That for such grants on energy-related investments, priority shall be given to projects based on the total energy savings that are projected to result from the investment,

- 1 and projected energy savings as a percentage of the total
- 2 energy usage of the public transit agency: Provided fur-
- 3 ther, That applicable chapter 53 requirements shall apply
- 4 to funding provided under this heading, except that the
- 5 Federal share of the costs for which any grant is made
- 6 under this heading shall be, at the option of the recipient,
- 7 up to 100 percent: Provided further, That the amount
- 8 made available under this heading shall not be subject to
- 9 any limitation on obligations for transit programs set forth
- 10 in any Act: Provided further, That section 1101(b) of Pub-
- 11 lic Law 109-59 shall apply to funds appropriated under
- 12 this heading: Provided further, That the funds appro-
- 13 priated under this heading shall not be comingled with any
- 14 prior year funds: Provided further, That notwithstanding
- 15 any other provision of law, three-quarters of 1 percent of
- 16 the funds provided for grants under section 5307 and sec-
- 17 tion 5340, and one-half of 1 percent of the funds provided
- 18 for grants under section 5311, shall be available for ad-
- 19 ministrative expenses and program management oversight,
- 20 and such funds shall be available through September 30,
- 21 2012.
- 22 FIXED GUIDEWAY INFRASTRUCTURE INVESTMENT
- For an amount for capital expenditures authorized
- 24 under section 5309(b)(2) of title 49, United States Code,
- 25 \$750,000,000, to remain available through September 30,

1 2010: Provided, That the Secretary of Transportation

2 shall apportion funds under this heading pursuant to the

3 formula set forth in section 5337 of title 49, United States

4 Code: Provided further, That the funds appropriated under

5 this heading shall not be commingled with funds available

6 under the Formula and Bus Grants account: Provided fur-

7 ther, That funds made available under this heading shall

8 be apportioned not later than 21 days after the date of

9 enactment of this Act: Provided further, That not less than

10 \$\phi\text{ percent of the funds apportioned under this heading}

11 shall be obligated within 150 days of their apportionments

12 Provided further, That applicable chapter 53 requirements

13 shall apply except that the Federal share of the costs for

14 which a grant is made under this heading shall be, at the

15 option of the recipient, up to 100 percent: Provided fur-

16 ther, That the provisions of section 1101(b) of Public Law

17 109–59 shall apply to funds made available under this

18 heading: Provided further, That notwithstanding any other

19 provision of law, up to 1 percent of the funds under this

20 heading shall be available for administrative expenses and

21 program management oversight and shall remain available

22 for obligation until September 30, 2012.

23 CAPITAL INVESTMENT GRANTS

For an additional amount for "Capital Investment

25 Grants", as authorized under section 5338(c)(4) of title

26 49, United States Code, and allocated under section

INSERT 19A

Provided further, That 180 days following the date of such apportionment, the Secretary shall withdraw from each urbanized area an amount equal to 50 percent of the funds apportioned to such urbanized area less the amount of funding obligated, and the Secretary shall redistribute such amounts to other urbanized areas that have had no funds withdrawn under this proviso utilizing whatever method he or she deems appropriate to ensure that all funds redistributed under this proviso shall be utilized promptly: Provided further, That 1 year following the date of such apportionment, the Secretary shall withdraw from each urbanized area any unobligated funds, and the Secretary shall redistribute such amounts to other urbanized areas that have had no funds withdrawn under this proviso utilizing whatever method he or she deems appropriate to ensure that all funds redistributed under this proviso shall be utilized promptly: Provided further, That at the request of an urbanized area, the Secretary of Transportation may provide an extension of such 1-year period if he or she feels satisfied that the urbanized area has encountered an unworkable bidding environment or other extenuating circumstances: *Provided further*, That before granting such an extension, the Secretary shall send a letter to the House and Senate Committees on Appropriations that provides a thorough justification for the extension:

1	5309(m)(2)(A) of such title, to enable the Secretary of
2	Transportation to make discretionary grants as authorized
3	by section 5309(d) and (e) of such title, \$750,000,000,
4	to remain available through September 30, 2010: $Pro-$
5	vided, That such amount shall be allocated without regard
6	to the limitation under section $5309(m)(2)(A)(i)$: $Provided$
7	further, That in selecting projects to be funded, priority
8	shall be given to projects that are currently in construction
9	or are able to obligate funds within $150~\mathrm{days}$ of enactment
10	of this Act: Provided further, That the provisions of section
11	1101(b) of Public Law 109–59 shall apply to funds made
12	available under this heading. Provided further, That appli-
13	cable chapter 53 requirements shall apply, except that not-
14	withstanding any other provision of law, up to 1 percent
15	of the funds provided under this heading shall be available
16	for administrative expenses and program management
17	oversight, and shall remain available through September
18	30, 2012.
19	MARITIME ADMINISTRATION
20	SUPPLEMENTAL GRANTS FOR ASSISTANCE TO SMALL
21	SHIPYARDS
22	To make grants to qualified shipyards as authorized
23	under section 3508 of Public Law 110–417 or section
24	54101 of title 46, United States Code, \$100,000,000, to
25	remain available through September 30, 2010: Provided,

Provided further, That funds appropriated under this heading shall not be commingled with any prior year funds:



- 1 That the Secretary of Transportation shall institute meas-
- 2 ures to ensure that funds provided under this heading
- 3 shall be obligated within 180 days of the date of their dis-
- 4 tribution: Provided further, That the Maritime Adminis-
- 5 trator may retain and transfer to "Maritime Administra-
- 6 tion, Operations and Training" up to 2 percent of the
- 7 funds provided under this heading to fund the award and
- 8 oversight by the Administrator of grants made under this
- 9 heading.

10 OFFICE OF INSPECTOR GENERAL

11 SALARIES AND EXPENSES

- For an additional amount for necessary expenses of
- 13 the Office of Inspector General to carry out the provisions
- 14 of the Inspector General Act of 1978, as amended,
- 15 \$20,000,000, to remain available through September 30,
- 16 2013: Provided, That the funding made available under
- 17 this heading shall be used for conducting audits and inves-
- 18 tigations of projects and activities carried out with funds
- 19 made available in this Act to the Department of Transpor-
- 20 tation: Provided further, That the Inspector General shall
- 21 have all necessary authority, in carrying out the duties
- 22 specified in the Inspector General Act, as amended (5
- 23 U.S.C. App. 3), to investigate allegations of fraud, includ-
- 24 ing false statements to the Government (18 U.S.C. 1001),

1	by any person or entity that is subject to regulation by
2	the Department.
3	GENERAL PROVISION—DEPARTMENT OF
4	TRANSPORTATION
5	Sec. 1201. (a) Maintenance of Effort.—Not
6	later than 30 days after the date of enactment of this Act,
7	for each amount that is distributed to a State or agency
8	thereof from an appropriation in this Act for a covered
9	program, the Governor of the State shall certify to the
10	Secretary of Transportation that the State will maintain
11	its effort with regard to State funding for the types of
12	projects that are funded by the appropriation. As part of
13	this certification, the Governor shall submit to the Sec-
14	retary of Transportation a statement identifying the
15	amount of funds the State planned to expend from State
16	sources as of the date of enactment of this Act during
17	the period beginning on the date of enactment of this Act
18	through September 30, 2010, for the types of projects that
19	are funded by the appropriation.
20	(b) FAILURE TO MAINTAIN EFFORT.—
21	If a State is unable to maintain the level of
22	effort certified pursuant to subsection (a), the State
23	will be prohibited by the Secretary of Transportation
24	from receiving additional limitation pursuant to the
25	redistribution of the limitation on obligations for

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Federal-aid highway and highway safety construc-

2	tion programs that occurs after August 1 for fiscal
3	year 2011.
4	(2) The Secretary of Transportation may waive
5	the requirements under paragraph (1) if the Sec-
6	retary determines that it is impossible for the State
7	to maintain its effort because of extreme conditions
8	beyond the control of the State and that the amount
9	of the State's reduction in its level of effort is rea-
10	sonable and necessary in light of the extreme condi-
11	tions: Provided, That the term "extreme conditions"
12	includes, without limitations, unanticipated reduc-
13	tions in State revenues occurring after the adoption
14	of the current State budget due to national, re-
15	gional, or State economic conditions.
16	(c) Periodic Reports.—
17	(1) In general.—Notwithstanding any other
18	provision of law, each grant recipient shall submit to
19	the covered agency from which they received funding
20	periodic reports on the use of the funds appropriated
21	in this Act for covered programs. Such reports shall
22	be collected and compiled by the covered agency and
23	transmitted to Congress.
24	(2) Contents of Reports.—For amounts re-

ceived under each covered program by a grant re-

1	cipient under this Act, the grant recipient shall in-
2	clude in the periodic reports information tracking-
3	(A) the amount of Federal funds appro-
4	priated, allocated, obligated, and outlayed under
5	the appropriation;
6	(B) the number of projects that have been
7	put out to bid under the appropriation and the
8	amount of Federal funds associated with such
9	projects;
10	(C) the number of projects for which con-
11	tracts have been awarded under the appropria-
12	tion and the amount of Federal funds associ-
13	ated with such contracts;
14	(D) the number of projects for which work
15	has begun under such contracts and the
16	amount of Federal funds associated with such
17	contracts;
18	(E) the number of projects for which work
19	has been completed under such contracts and
20	the amount of Federal funds associated with
21	such contracts;
22	(F) the number of direct, on-project jobs
23	created or sustained by the Federal funds pro-
24	vided for projects under the appropriation and,
25	to the extent possible, the estimated indirect

1	jobs created or sustained in the associated sup-
2	plying industries, including the number of job-
3	years created and the total increase in employ-
4	ment since the date of enactment of this Act;
5	and
6	(G) for each covered program report infor-
7	mation tracking the actual aggregate expendi-
8	tures by each grant recipient from State
9	sources for projects eligible for funding under
10	the program during the period beginning on the
11	date of enactment of this Act through Sep-
12	tember 30, 2010, as compared to the level of
13	such expenditures that were planned to occur
14	during such period as of the date of enactment
15	of this Act.
16	(3) TIMING OF REPORTS.—Each grant recipi-
17	ent shall submit the first of the periodic reports re-
18	quired under this subsection not later than 90 days
19	after the date of enactment of this Act and shall
20	submit updated reports not later than 180 days, 1
21	year, 2 years, and 3 years after such date of enact-
22	ment.
23	(d) DEFINITIONS.—In this section, the following defi-
24	nitions apply:

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agency' means the Office of the Secretary of Transportation, the Federal Aviation Administration, the Federal Highway Administration, the Federal Railroad Administration, the Federal Transit Administration and the Maritime Administration of the Department of Transportation.

(2) COVERED PROGRAM.—The term "covered program" means funds appropriated in this Act for "Supplemental Discretionary Grants for a National Surface Transportation System" to the Office of the Secretary of Transportation, for "Supplemental Funding for Facilities and Equipment" "Grants-in-Aid for Airports" to the Federal Aviation Administration; for "Highway Infrastructure Investment" to the Federal Highway Administration; for "Capital Assistance for High Speed Rail Corridors and Intercity Passenger Rail Service" and "Capital Grants to the National Railroad Passenger Corporation" to the Federal Railroad Administration; for "Transit Capital Assistance", "Fixed Guideway Infrastructure Investment", and "Capital Investment Grants" to the Federal Transit Administration; and "Supplemental Grants for Assistance to Small Shipyards" to the Maritime Administration.

1	(3) GRANT RECIPIENT.—The term "grant re-
2	cipient" means a State or other recipient of assist
3	ance provided under a covered program in this Act
4	Such term does not include a Federal department or
5	agency.
6	(e) Notwithstanding any other provision of law, sec-
7	tions 3501–3521 of title 44, United States Code, shall not
8	apply to the provisions of this section.
9	DEPARTMENT OF HOUSING AND URBAN
10	DEVELOPMENT
· 11	Public and Indian Housing
12	PUBLIC HOUSING CAPITAL FUND
13	For an additional amount for the "Public Housing
14	Capital Fund" to carry out capital and management ac-
15	tivities for public housing agencies, as authorized under
16	section 9 of the United States Housing Act of 1937 (42
17	U.S.C. 1437g) (the "Act"), \$4,000,000,000, to remain
18	available until September 30, 2011: Provided, That the
19	Secretary of Housing and Urban Development shall dis-
20	tribute \$3,000,000,000 of this amount by the same for-
21	mula used for amounts made available in fiscal year 2008,
22	except that the Secretary may determine not to allocate
23	funding to public housing agencies currently designated
24	as troubled or to public housing agencies that elect not
25	to accept such funding: Provided further, That the Sec-

retary shall obligate funds allocated by formula within 30 days of enactment of this Act: Provided further, That the 2 3 Secretary shall make available \$1,000,000,000 by competition for priority investments, including investments 4 that leverage private sector funding or financing for renovations and energy conservation retrofit investments: 6 Provided further, That the Secretary shall obligate competitive funding by September 30, 2009: Provided further, 9 That public housing authorities shall give priority to capital projects that can award contracts based on bids within 120 days from the date the funds are made available to 11 the public housing authorities: Provided further, That public housing agencies shall give priority consideration to the 14 rehabilitation of vacant rental units: Provided further, That public housing agencies shall prioritize capital projects that are already underway or included in the 5year capital fund plans required by the Act (42 U.S.C. 1437c-1(a)): Provided further, That notwithstanding any other provision of law, (1) funding provided under this heading may not be used for operating or rental assistance activities, and (2) any restriction of funding to replace-21 ment housing uses shall be inapplicable: Provided further, That notwithstanding any other provision of law, the Secretary shall institute measures to ensure that funds pro-

vided under this heading shall serve to supplement and

1 not supplant expenditures from other Federal, State, or local sources or funds independently generated by the grantee: Provided further, That notwithstanding section 9(j), public housing agencies shall obligate 100 percent of the funds within 1 year of the date on which funds become available to the agency for obligation, shall expend at least 60 percent of funds within 2 years of the date on which funds become available to the agency for obligation, and shall expend 100 percent of the funds within 3 years of such date: Provided further, That if a public housing agen-10 11 cy fails to comply with the 1-year obligation requirement, the Secretary shall recapture all remaining unobligated funds awarded to the public housing agency and reallocate such funds to agencies that are in compliance with those requirements: Provided further, That if a public housing agency fails to comply with either the 2-year or the 3year expenditure requirement, the Secretary shall recapture the balance of the funds awarded to the public housing agency and reallocate such funds to agencies that are 19 in compliance with those requirements: Provided further, 20 21 That in administering funds appropriated or otherwise made available under this heading, the Secretary may 23 waive or specify alternative requirements for any provision of any statute or regulation in connection with the obligation by the Secretary or the use of these funds (except

1 for requirements related to fair housing, nondiscrimination, labor standards, and the environment), upon a finding that such a waiver is necessary to expedite or facilitate the use of such funds: Provided further, That, in addition to waivers authorized under the previous proviso, the Secretary may direct that requirements relating to the procurement of goods and services arising under state and local laws and regulations shall not apply to amounts made available under this heading: Provided further, That of the funds made available under this heading, up to .5 percent shall be available for staffing, training, technical assistance, technology, monitoring, travel, enforcement, 12 research and evaluation activities: Provided further, That funds set aside in the previous proviso shall remain available until September 30, 2012: Provided further, That any funds made available under this heading used by the Secretary for personnel expenses related to administering 18 funding under this heading shall be transferred to "Per-19 sonnel Compensation and Benefits, Office of Public and 20 Indian Housing" and shall retain the terms and conditions 21 of this account, including reprogramming provisions, ex-22 cept that the period of availability set forth in the previous 23 proviso shall govern such transferred funds: Provided further, That any funds made available under this heading used by the Secretary for training or other administrative

- 1 expenses shall be transferred to "Administration, Oper-
- 2 ations, and Management", for non-personnel expenses of
- 3 the Department of Housing and Urban Development: Pro-
- 4 vided further, That any funds made available under this
- 5 heading used by the Secretary for technology shall be
- 6 transferred to "Working Capital Fund".
- 7 NATIVE AMERICAN HOUSING BLOCK GRANTS
- 8 For an additional amount for "Native American
- 9 Housing Block Grants", as authorized under title I of the
- 10 Native American Housing Assistance and Self-Determina-
- 11 tion Act of 1996 ("NAHASDA") (25 U.S.C. 4111 et
- 12 seq.), \$510,000,000 to remain available until September
- 13 30, 2011: Provided, That \$255,000,000 of the amount
- 14 provided under this heading shall be distributed according
- 15 to the same funding formula used in fiscal year 2008: Pro-
- 16 vided further, That the Secretary shall obligate funds allo-
- 17 cated by formula within 30 days of enactment of this Act:
- 18 Provided further, That the amounts distributed through
- 19 the formula shall be used for new construction, acquisi-
- 20 tion, rehabilitation including energy efficiency and con-
- 21 servation, and infrastructure development: Provided fur-
- 22 ther, That in selecting projects to be funded, recipients
- 23 shall give priority to projects for which contracts can be
- 24 awarded within 180 days from the date that funds are
- 25 available to the recipients: Provided further, that the Sec-

1 retary may obligate \$255,000,000 of the amount provided under this heading for competitive grants to eligible enti-2 3 ties that apply for funds authorized under NAHASDA: Provided further, That the Secretary shall obligate com-4 petitive funding by September 30, 2009: Provided further, That in awarding competitive funds, the Secretary shall give priority to projects that will spur construction and 8 rehabilitation and will create employment opportunities 9 for low-income and unemployed persons: Provided further, That recipients of funds under this heading shall obligate 100 percent of such funds within 1 year of the date funds 12 are made available to a recipient, expend at least 50 percent of such funds within 2 years of the date on which 13 funds become available to such recipients for obligation 15 and expend 100 percent of such funds within 3 years of such date: Provided further, That if a recipient fails to comply with the 2-year expenditure requirement, the Secretary shall recapture all remaining funds awarded to the recipient and reallocate such funds through the funding 20 formula to recipients that are in compliance with these requirements: Provided further, That if a recipient fails to 21 comply with the 3-year expenditure requirement, the Secretary shall recapture the balance of the funds originally 23 awarded to the recipient: Provided further, That notwith-

standing any other provision of law, the Secretary may

- set aside up to 2 percent of funds made available under this paragraph for a housing entity eligible to receive funding under title VIII of NAHASDA (25 U.S.C. 4221 et seq.): Provided further, That in administering funds appropriated or otherwise made available under this heading, the Secretary may waive or specify alternative requirements for any provision of any statute or regulation in connection with the obligation by the Secretary or the use of these funds (except for requirements related to fair housing, nondiscrimination, labor standards, and the environment), upon a finding that such a waiver is necessary to expedite or facilitate the use of such funds: Provided further, That of the funds made available under this heading, up to .5 percent shall be available for staffing, training, technical assistance, technology, monitoring, travel, enforcement, research and evaluation activities: Provided further, That funds set aside in the previous proviso shall remain available until September 30, 2012: Provided fur-
- 19 ther, That any funds made available under this heading
- 20 used by the Secretary for personnel expenses related to
- 21 administering funding under this heading shall be trans-
- 22 ferred to "Personnel Compensation and Benefits, Office
- 23 of Public and Indian Housing" and shall retain the terms
- 24 and conditions of this account, including reprogramming
- 25 provisions, except that the period of availability set forth

- 1 in the previous proviso shall govern such transferred
- 2 funds: Provided further, That any funds made available
- 3 under this heading used by the Secretary for training or
- 4 other administrative expenses shall be transferred to "Ad-
- 5 ministration, Operations, and Management", for non-per-
- 6 sonnel expenses of the Department of Housing and Urban
- 7 Development: Provided further, That any funds made
- 8 available under this heading used by the Secretary for
- 9 technology shall be transferred to "Working Capital
- 10 Fund".

11 COMMUNITY PLANNING AND DEVELOPMENT

- 12 COMMUNITY DEVELOPMENT FUND
- For an additional amount for "Community Develop-
- 14 ment Fund" \$1,000,000,000, to remain available until
- 15 September 30, 2010 to carry out the community develop-
- 16 ment block grant program under title I of the Housing
- 17 and Community Development Act of 1974 (42 U.S.C.
- 18 5301 et seq.): Provided, That the amount appropriated in
- 19 this paragraph shall be distributed pursuant to 42 U.S.C.
- 20 5306 to grantees that received funding in fiscal year 2008:
- 21 Provided further, That in administering the funds appro-
- 22 priated in this paragraph, the Secretary of Housing and
- 23 Urban Development shall establish requirements to expe-
- 24 dite the use of the funds: Provided further, That in select-
- 25 ing projects to be funded, recipients shall give priority to

- 1 projects that can award contracts based on bids within
- 2 120 days from the date the funds are made available to
- 3 the recipients / Provided further, That in administering
- 4 funds appropriated or otherwise made available under this
- 5 heading, the Secretary may waive or specify attentive re-
- 6 quirements for any provision of any statute or regulation
- 7 in connection with the obligation by the Secretary or the
- 8 use by the recipient of these funds (except for require-
- 9 ments related to fair housing, nondiscrimination, labor
- 10 standards, and the environment), upon a finding that such
- 11 waiver is necessary to expedite or facilitate the timely use
- 12 of such funds and would not be inconsistent with the over-
- 13 all purpose of the statute.
- 14 For the provision of emergency assistance for the re-
- 15 development of abandoned and foreclosed homes, as au-
- 16 thorized under division B, title III of the Housing and
- 17 Economic Recovery Act of 2008 ("the Act") (Public Law
- 18 110–289) (42 U.S.C. 5301 note), \$2,000,000,000, to re-
- 19 main available until September 30, 2010: Provided, That
- 20 grantees shall expend at least 50 percent of allocated
- 21 funds within 2 years of the date funds become available
- 22 to the grantee for obligation, and 100 percent of such
- 23 funds within 3 years of such date: Provided further, That
- 24 unless otherwise noted herein, the provisions of the Act
- 25 govern the use of the additional funds made available

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- 1 under this heading: Provided further, That notwith-
- 2 standing the provisions of sections 2301(b) and (c)(1) and
- 3 section 2302 of the Act, funding under this paragraph
- 4 shall be allocated by competitions for which eligible enti-
- 5 ties shall be States, units of general local government, and
- 6 nonprofit entities or consortia of nonprofit entities, which
- 7 may submit proposals in partnership with for profit enti-
- 8 ties: Provided further, That in selecting grantees, the Sec-
- 9 retary of Housing and Urban Development shall ensure
- 10 that the grantees are in areas with the greatest number
- 11 and percentage of foreclosures and can expend funding
- 12 within the period allowed under this heading: Provided fur-
- 13 ther, That additional award criteria for such competitions
- 14 shall include demonstrated grantee capacity to execute
- 15 projects, leveraging potential, concentration of investment
- 16 to achieve neighborhood stabilization, and any additional
- 17 factors determined by the Secretary of Housing and
- 18 Urban Development: Provided further, That the Secretary
- 19 may establish a minimum grant size: Provided further,
- 20 That the Secretary shall publish criteria on which to base
- 21 competition for any grants awarded under this heading
- 22 not later than 75 days after the enactment of this Act
- 23 and applications shall be due to HUD not later than 150
- 24 days after the enactment of this Act: Provided further,
- 25 That the Secretary shall obligate all funding within 1 year

1 of enactment of this Act: Provided further, That section 2301(d)(4) of the Act is repealed: Provided further, That section 2301(c)(3)(C) of the Act is amended to read "establish and operate land banks for homes and residential properties that have been foreclosed upon": Provided further, That funding used for section 2301(c)(3)(E) of the Act shall be available only for the redevelopment of demolished or vacant properties as housing: Provided further, That no amounts made available from a grant under this heading may be used to demolish any public housing (as 11 such term is defined in section 3 of the United States Housing Act of 1937 (42 U.S.C. 1437a)): Provided further, That a grantee may not use more than 10 percent of its grant under this heading for demolition activities under section 2301(c)(3)(C) and (D) unless the Secretary determines that such use represents an appropriate response to local market conditions: Provided further, That the recipient of any grant or loan from amounts made available under this heading or, after the date of enact-19 ment under division B, title III of the Housing and Eco-21 nomic Recovery Act of 2008, may not refuse to lease a dwelling unit in housing with such loan or grant to a par-23 ticipant under section 8 of the United States Housing Act 24 of 1937 (42 U.S.C 1437f) because of the status of the

prospective tenant as such a participant under section 8.2

- 1 of the United States Housing Act of 1937 (42 U.S.C.
- 2 1437f) because of the status of the prespective tenant as
- 3 such a participant: Provided further, That in addition to
- 4 the eligible uses in section 2301, the Secretary may also
- 5 use up to 10 percent of the funds provided under this
- 6 heading for grantees for the provision of capacity building
- 7 of and support for local communities receiving funding
- 8 under section 2301 of the Act or under this heading: Pro-
- 9 vided further, That in administrating funds appropriated
- 10 or otherwise made available under this section, the Sec-
- 11 retary may waive or specify alternative requirements for
- 12 any provision of any statute or regulation in connection
- 13 with the obligation by the Secretary or the use of funds
- 14 except for requirements related to fair housing, non-
- 15 discrimination, labor standards and the environment, upon
- 16 a finding that such a waiver is necessary to expedite or
- 17 facilitate the use of such funds: Provided further, That in
- 18 the case of any acquisition of a foreclosed upon dwelling
- 19 or residential real property acquired after the date of en-
- 20 actment with any amounts made available under this
- 21 heading or under division B, title III of the Housing and
- 22 Economic Recovery Act of 2008 (Public Law 110–289),
- 23 The initial successor in interest in such property pursuant
- 24 to the foreclosure shall assume such interest subject to:
- 25 (1) the provision by such successor in interest of a notice

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to vacate to any bona fide tenant at least 90 days before the effective date of such notice; and (2) the rights of any bona fide tenant, as of the date of such notice of foreclosure: (A) under any bona fide lease entered into before 4 the notice of foreclosure to occupy the premises until the end of the remaining term of the lease, except that a successor in interest may terminate a lease effective on the date of sale of the unit to a purchaser who will occupy the unit as a primary residence, subject to the receipt by the tenant of the 90-day notice under this paragraph; or (B) without a lease or with a lease terminable at will under 11 State law, subject to the receipt by the tenant of the 90day notice under this paragraph, except that nothing in this paragraph shall affect the requirements for termination of any Federal- or State-subsidized tenancy or of any State or local law that provides longer time periods 17 or other additional protections for tenants: Provided further, That, for purposes of this paragraph, a lease or ten-19 ancy shall be considered bona fide only if: (1) the mortgagor under the contract is not the tenant; (2) the lease or tenancy was the result of an arms-length transaction; and (3) the lease or tenancy requires the receipt of rent that is not substantially less than fair market rent for the 23 property: Provided further, That the recipient of any grant or loan from amounts made available under this heading

1 or, after the day of enactment, under division B, title

2 of the Housing and Economic Recovery Act of 2008 (Pub-

3 lic Law 110–289) may not refuse to lease a dwelling unit

4 in housing assisted with such loan or grant to a holder

5 of a voucher or certificate of eligibility under section 8

6 of the United States Housing Act of 1937 (42 U.S.C.

7 1437f) because of the status of the prospective tenant as

8 such a holder: Provided further, That in the case of any

9 qualified foreclosed housing for which funds made avail-

10 able under this heading or, after the day of enactment,

11 under division B, title I of the Housing and Economic

12 Recovery Act of 2008 (Public Law 110–289) are used and

13 in which a recipient of assistance under section 8(o) of

14 the U.S. Housing Act of 1937 resides at the time of fore-

15 closure, the initial successor in interest shall be subject

16 to the lease and to the housing assistance payments con-

17 tract for the occupied unit: Provided further, That

18 vacating the property prior to sale shall not constitute

19 good cause for termination of the tenancy unless the prop-

20 erty is unmarketable while occupied or unless the owner

21 or subsequent purchaser desires the unit for personal or

22 family use: Provided further, That if a public housing

23 agency is unable to make payments under the contract to

24 the immediate successor in interest after foreclosures, due

25 to (1) an action or inaction by the successor in interest,

(date (III

I	including the rejection of payments or the failure of the
2	successor to maintain the unit in compliance with section
3	8(o)(8) of the United States Housing Act of 1937 (42
4	U.S.C.1437f) or (2) an inability to identify the successor,
5	the agency may use funds that would have been used to
6	pay the rental amount on behalf of the family—(i) to pay
7	for utilities that are the responsibility of the owner under
8	the lease or applicable law, after taking reasonable steps
9	to notify the owner that it intends to make payments to
10	a utility provider in lieu of payments to the owner, except
11	prior notification shall not be required in any case in
12	which the unit will be or has been rendered uninhabitable
13	due to the termination or threat of termination of service,
14	in which case the public housing agency shall notify the
15	owner within a reasonable time after making such pay-
6	ment; or (ii) for the family's reasonable moving costs, in-
17	cluding security deposit costs: Provided further, That this
8	paragraph shall not preempt any Federal, State or local
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20	MOME INVESTMENT PARTNERSHIPS PROGRAM - Le
21	For an additional amount for capital investments in
22	low-income housing tax credit projects, \$2,250,000,000, to
23	remain available until September 30, 2011: Provided,
1	That such funds shall be made available to State housing

25 credit agencies, as defined in section 42(h) of the Internal

: Provided further, That of the funds made available under this heading, up to 1 percent shall be available for staffing, training, technical assistance, technology, monitoring, travel, enforcement, research and evaluation activities: *Provided* further, That funds set aside in the previous proviso shall remain available until September 30, 2012: Provided further, That any funds made available under this heading used by the Secretary for personnel expenses related to administering funding under this heading shall be transferred to "Personnel Compensation and Benefits, Community Planning and Development" and shall retain the terms and conditions of this account, including reprogramming provisions, except that the period of availability set forth in the previous proviso shall govern such transferred funds: *Provided further*, That any funds made available under this heading used by the Secretary for training or other administrative expenses shall be transferred to "Administration, Operations, and Management", for non-personnel expenses of the Department of Housing and Urban Development: Provided further, That any funds made available under this heading used by the Secretary for technology shall be transferred to "Working Capital Fund".

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1 Revenue Code of 1986, and shall be apportioned among the States based on the percentage of HOME funds apportioned to each State and the participating jurisdictions therein for Fiscal Year 2008: Provided further, That the housing credit agencies in each State shall distribute these funds competitively under this heading and pursuant to their qualified allocation plan (as defined in section 42(m) of the Internal Revenue Code of 1986) to owners of projects who have received or receive simultaneously an 10 award of low-income housing tax credits under section 11 42(h) of the Internal Revenue Code of 1986: Provided further, That housing credit agencies in each State shall commit not less than 75 percent of such funds within one year of the date of enactment of this Act, and shall demonstrate that the project owners shall have expended 75 percent of the funds made available under this heading within two years of the date of enactment of this Act, and shall have expended 100 percent of the funds within 3 years of the date of enactment of this Act: Provided further, That failure by an owner to expend funds within the 21 parameters required within the previous proviso shall re-22 sult in a redistribution of these funds by a housing credit 23 agency to a more deserving project in such State, except any funds not expended after 3 years from enactment shall be redistributed by the Secretary to other States that

1 have fully utilized the funds made available to them: Provided further, That projects awarded low income housing tax credits under section 42(h) of the IRC of 1986 in fiscal years 2007, 2008, or 2009 shall be eligible for funding under this heading: Provided further, That housing credit agencies shall give priority to projects that are expected to be completed within 3 years of enactment: Provided further, That any assistance provided to an eligible low income housing tax credit project under this heading shall be made in the same manner and be subject to the same limitations (including rent, income, and use restrictions, in lieu of corresponding limitations under the HOME program) as required by the state housing credit agency with respect to an awards of low income housing credits under section 42 of the IRC of 1986: Provided further, That the housing credit agency shall perform asset management functions, or shall contract for the performance of such services, in either case, at the owner's expense, to ensure 19 compliance with section 42 of the IRC of 1986, and the long term viability of buildings funded by assistance under this heading: Provided further, That the term eligible basis 21 (as such term is defined in such section 42) of a qualified low-income housing tax credit building receiving assistance 23 under this heading shall not be reduced by the amount

of any grant described under this heading: Provided fur-

1 ther, That the Secretary shall be given access upon reason-

2 able notice to a State housing credit agency to information

3 related to the award of Federal funds from such housing

4 credit agency pursuant to this heading and shall establish

5 an Internet site that shall identify all projects selected for

6 an award, including the amount of the award and such

7 site shall provide linkage to the housing credit agency allo-

8 cation plan which describes the process that was used to

make the award decision Provided further, That in admin-

10 istering funds under this heading, the Secretary may

11 waive any provision of any statute or regulation that the

12 Secretary administers in connection with the obligation by

13 the Secretary or the use by the recipient of these funds

14 except for requirements imposed by this heading and re-

15 quirements related to fair housing, non-discrimination,

16 labor standards and the environment, upon a finding that

17 such waiver is required to expedite the use of such funds:

18 Provided further, That for purposes of environmental com-

19 pliance review, funds under this heading that are made

20 available to State housing credit agencies for distribution

21 to projects awarded low income housing tax credits shall

22 be treated as funds under the HOME program and shall

23 be subject to Section 288 of the HOME Investment Part-

24 nership Act.

HOMELESSNESS PREVENTION FUND

1 2 For homelessness prevention and rapid re-housing activities, \$1,500,000,000, to remain available until September 30, 2011: Provided, That funds provided under this heading shall be used for the provision of short-term or medium-term rental assistance; housing relocation and stabilization services including housing search, mediation or outreach to property owners, credit repair, security or utility deposits, utility payments, rental assistance for a final month at a location, moving cost assistance, and case management; or other appropriate activities for homelessness prevention and rapid re-housing of persons who have become homeless: Provided further, That grantees receiving such assistance shall collect data on the use of the funds awarded and persons served with this assistance in the HUD Homeless Management Information System ("HMIS") or other comparable database: Provided further, That grantees may use up to 5 percent of any grant for administrative costs: Provided further, That funding 19 made available under this heading shall be allocated to eligible grantees (as defined and designated in sections 411 and 412 of subtitle B of title IV of the McKinney-Vento Homeless Assistance Act, (the "Act")) pursuant to the formula authorized by section 413 of the Act: Provided

further, That the Secretary may establish a minimum

grant size: Provided further, That grantees shall expend at least 60 percent of funds within 2 years of the date that funds became available to them for obligation, and 100 percent of funds within 3 years of such date, and the Secretary may recapture unexpended funds in violation of the 2-year expenditure requirement and reallocate such funds to grantees in compliance with that requirement: Provided further, That the Secretary may waive statutory or regulatory provisions (except provisions for fair housing, nondiscrimination, labor standards, and the environment) necessary to facilitate the timely expenditure of funds: Provided further, That the Secretary shall publish a notice to establish such requirements as may be necessary to carry out the provisions of this section within 30 days of enactment of the Act and that this notice shall take effect upon issuance: Provided further, That of the funds provided under this heading, up to .5 percent shall be available for staffing, training, technical assistance, technology, monitoring, research and evaluation activities: Provided further, That funds set aside under the previous

proviso shall remain available until September 30, 2012:

Provided further, That any funds made available under

this heading used by the Secretary for personnel expenses

related to administering funding under this heading shall

be transferred to "Community Planning and Development

this

- 1 Personnel Compensation and Benefits" and shall retain
- 2 the terms and conditions of this account including re-
- 3 programming provisions except that the period of avail-
- 4 ability set forth in the previous proviso shall govern such
- 5 transferred funds: Provided further, That any funds made
- 6 available under this heading used by the Secretary for
- 7 training or other administrative expenses shall be trans-
- 8 ferred to and merged with funding provided to "Adminis-
- 9 tration, Operations, and Management" for non-personnel
- 10 expenses of the Department of Housing and Urban Devel-
- 11 opment: Provided further, That any funding made avail-
- 12 able under this heading used by the Secretary for tech-
- 13 nology shall be transferred to and merged with the fund-
- 14 ing provided to "Working Capital Fund."
- 15 Assisted Housing Stability and Energy and
- 16 GREEN KETROFIT INVESTMENTS
- 17 For assistance to owners of properties receiving
- 18 project-based assistance pursuant to section 202 of the
- 19 Housing Act of 1959 (12 U.S.C. 17012), section 811 of
- 20 the Cranston-Gonzalez National Affordable Housing Act
- 21 (42 U.S.C. 8013), or section 8 of the United States Hous-
- 22 ing Act of 1937 as amended (42 U.S.C. 1437f),
- 23 \$2,250,000,000, of which \$2,000,000,000 shall be for an
- 24 additional amount for paragraph (1) under the heading
- 25 "Project-Based Rental Assistance" in Public Law 110-

Flousing Programs E (SC)

161 for payments to owners for 12-month periods, and of which \$250,000,000 shall be for grants or loans for energy retrofit and green investments in such assisted housing: *Provided*, That projects funded with grants or loans provided under this heading must comply with the requirements of subchapter IV of chapter 31 of title 40, United States Code: Provided further, That such grants or loans shall be provided through the policies, procedures, contracts, and transactional infrastructure of the authorized programs administered by the Office of Affordable 11 Housing Preservation of the Department of Housing and 12 Urban Development, on such terms and conditions as the Secretary of Housing and Urban Development deems appropriate to ensure the maintenance and preservation of the property, the continued operation and maintenance of energy efficiency technologies, and the timely expenditure of funds: Provided further, That the Secretary may provide 17 18 incentives to owners to undertake energy or green retrofits 19 as a part of such grant or loan terms, including, but not limited to, fees to cover investment oversight and implementation by said owner, or to encourage job creation for low-income or very low-income individuals: Provided further, That the Secretary may share in a portion of future property utility savings resulting from improvements made by grants or loans made available under this heading: Pro-

vided further, That the grants or loans shall include a financial assessment and physical inspection of such property: Provided further, That eligible owners must have at least a satisfactory management review rating, be in substantial compliance with applicable performance standards and legal requirements, and commit to an additional period of affordability determined by the Secretary, but of not fewer than 15 years: Provided further, That the Secretary shall undertake appropriate underwriting and oversight with respect to grant and loan transactions and may 11 set aside up to 5 percent of the funds made available under this heading for grants or loans for such purpose: Provided further, That the Secretary shall take steps necessary to ensure that owners receiving funding for energy 15 and green retrofit investments under this heading shall expend such funding within 2 years of the date they received 17 the funding: *Provided further*, That in administering funds 18 appropriated or otherwise made available under this head-19 ing, the Secretary may waive or specify alternative requirements for any provision of any statute or regulation 20 21 in connection with the obligation by the Secretary or the use of these funds (except for requirements related to fair 23 housing, nondiscrimination, labor standards, and the environment), upon a finding that such a waiver is necessary 25 to expedite or facilitate the use of such funds: Provided

1 further, That of the funds provided under this heading

2 up to 1 percent shall be available for staffing, training,

3 technical assistance, technology, monitoring, research and

- 4 evaluation activities: Provided further, That funds set
- 5 aside in the previous proviso shall remain available until
- 6 September 30, 2012: Provided further, That funding made
- 7 available under this heading and used by the Secretary
- 8 for personnel expenses related to administering funding
- 9 under this heading shall be transferred to and merged
- 10 with funding provided to "Housing Compensation and

11 Benefits" and shall retain the terms and conditions of this

- 12 account including reprogramming provisos except that the
- 13 period of availability set forth in the previous proviso shall
- 14 govern such transferred funds: Provided further, That any
- 15 funding made available under this heading used by the
- 16 Secretary for training and other administrative expenses
- 17 shall be transferred to and merged with funding provided
- 18 to "Administration, Operations and Management" for
- 19 non-personnel expenses of the Department of Housing and
- 20 Urban Development: Provided further, That any funding
- 21 made available under this heading used by the Secretary
- 22 for technology shall be transferred to and merged with
- 23 funding provided to "Working Capital Fund."

for grants

Personnel

1

2 CONTROL 3 For an additional amount for the "Lead Hazard Reduction Program", as authorized by section 1011 of the Residential Lead-Based Paint Hazard Reduction Act of 1992, and by sections 501 and 502 of the Housing and Urban Development Act of 1974, \$100,000,000, to remain available until September 30, 2011: Provided, That for purposes of environmental review, pursuant to the National Environmental Policy Act of 1969 (42 U.S.C. 4321 et seq.) and other provisions of law that further the purposes of such Act, a grant under the Healthy Homes Initiative, Operation Lead Elimination Action Plan (LEAP), or the Lead Technical Studies program under this heading or under prior appropriations Acts for such purposes under this heading, shall be considered to be funds for 17 a special project for purposes of section 305(e) of the Multifamily Housing Property Disposition Reform Act of 19 1994: Provided further, That funds shall be awarded first to applicants which had applied under the Lead Hazard 21 Reduction Program Notices of Funding Availability for fiscal year 2008, and were found in the application review to be qualified for award, but were not awarded because of funding limitations, and that any funds which remain

after reservation of funds for such grants shall be added

- SEN. APPROP.
- 1 to the amount of funds to be awarded under the Lead

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- 2 Hazard Reduction Program Notices of Funding Avail-
- 3 ability for fiscal year 2009: Provided further, That each
- 4 applicant for the Lead Hazard Program Notices of Fund-
- 5 ing Availability for fiscal year 2009 shall submit a detailed
- 6 plan and strategy that demonstrates adequate capacity
- 7 that is acceptable to the Secretary to carry out the pro-
- 8 posed use of funds: Provided further, That recipients of
- 9 funds under this heading shall expend at least 50 percent
- 10 of such funds within 2 years of the date on which funds
- 11 become available to such jurisdictions for obligation, and
- 12 expend 100 percent of such funds within 3 years of such
- 13 date: Provided further, That if a recipient fails to comply
- 14 with the 2-year expenditure requirement, the Secretary
- 15 shall recapture all remaining funds awarded to the recipi-
- 16 ent and reallocate such funds to recipients that are in
- 17 compliance with those requirements: Provided further,
- 18 That if a recipient fails to comply with the 3-year expendi-
- 19 ture requirement, the Secretary shall recapture the bal-
- 20 ance of the funds awarded to the recipient: Provided fur-
- 21 ther, That in administering funds appropriated or other-
- 22 wise made available under this heading, the Secretary may
- 23 waive or specify alternative requirements for any provision
- 24 of any statute or regulation in connection with the obliga-
- 25 tion by the Secretary or the use of these funds (except

and Healthy Home

- 1 for requirements related to fair housing, nondiscrimina-
- 2 tion, labor standards and the environment), upon a finding
- 3 that such a waiver is necessary to expedite or facilitate
- 4 the use of such funds: Provided further, That of the funds
- 5 made available under this heading, up to .5 percent shall
- 6 be available for staffing, training, technical assistance,
- 7 technology, monitoring, travel, enforcement, research and
- 8 evaluation activities: Provided further, That funds set
- 9 aside in the previous proviso shall remain available until
- 10 September 30, 2012: Provided further, That any funds
- 11 made available under this heading used by the Secretary
- 12 for personnel expenses related to administering funding
- 13 under this heading shall be transferred to "Personnel
- 14 Compensation and Benefits, Office of Healthy Homes and
- 15 Lead Hazard Control" and shall retain the terms and con-
- 16 ditions of this account, including reprogramming provi-
- 17 sions, except that the period of availability set forth in
- 18 the previous proviso shall govern such transferred funds:
- 19 Provided further, That any funds made available under
- 20 this heading used by the Secretary for training or other
- 21 administrative expenses shall be transferred to "Adminis-
- 22 tration, Operations, and Management", for non-personnel
- 23 expenses of the Department of Housing and Urban Devel-
- 24 opment: Provided further, That any funds made available

1	under this heading used by the Secretary for technology
2	shall be transferred to "Working Capital Fund".

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3	ØFFICE OF	INSPECTOR	R Ø ENERAL	(X

- 4 For an additional amount for the necessary salaries
- 5 and expenses of the Office of Inspector General in car-
- 6 rying out the Inspector General Act of 1978, as amended,
- 7 \$15,000,000, to remain available until September 30,
- 8 2013: Provided, That the Inspector General shall have
- 9 independent authority over all personnel issues within this
- 10 office.

11 GENERAL PROVISIONS—DEPARTMENT OF

- 12 HOUSING AND URBAN DEVELOPMENT
- 13 Sec. 1202. FHA Loan Limits for 2009. (a) Loan
- 14 Limit Floor Based on 2008 Levels.—For mortgages
- 15 for which the mortgagee issues credit approval for the bor-
- 16 rower during calendar year 2009, if the dollar amount lim-
- 17 itation on the principal obligation of a mortgage deter-
- 18 mined under section 203(b)(2) of the National Housing
- 19 Act (12 U.S.C. 1709(b)(2)) for any size residence for any
- 20 area is less than such dollar amount limitation that was
- 21 in effect for such size residence for such area for 2008
- 22 pursuant to section 202 of the Economic Stimulus Act of
- 23 2008 (Public Law 110–185; 122 Stat. 620), notwith-
- 24 standing any other provision of law, the maximum dollar
- 25 amount limitation on the principal obligation of a mort-

MANAGEMENT AND ADMINISTRATION [CSC

- 1 gage for such size residence for such area for purposes
- 2 of such section 203(b)(2) shall be considered (except for
- 3 purposes of section 255(g) of such Act (12 U.S.C. 1715z-
- 4 20(g))) to be such dollar amount limitation in effect for
- 5 such size residence for such area for 2008.
- 6 (b) Discretionary Authority for Sub-Areas.—
- 7 Notwithstanding any other provision of law, if the Sec-
- 8 retary of Housing and Urban Development determines, for
- 9 any geographic area that is smaller than an area for which
- 10 dollar amount limitations on the principal obligation of a
- 11 mortgage are determined under section 203(b)(2) of the
- 12 National Housing Act, that a higher such maximum dollar
- 13 amount limitation is warranted for any particular size or
- 14 sizes of residences in such sub-area by higher median
- 15 home prices in such sub-area, the Secretary may, for mort-
- 16 gages for which the mortgagee issues credit approval for
- 17 the borrower during calendar year 2009, increase the max-
- 18 imum dollar amount limitation for such size or sizes of
- 19 residences for such sub-area that is otherwise in effect (in-
- 20 cluding pursuant to subsection (a) of this section), but in
- 21 no case to an amount that exceeds the amount specified
- 22 in section 202(a)(2) of the Economic Stimulus Act of
- 23 2008.
- 24 Sec. 1203. GSE Conforming Loan Limits for
- 25 2009. (a) Loan Limit Floor Based on 2008 Lev-

- 1 ELS.—For mortgages originated during calendar year
- 2 2009, if the limitation on the maximum original principal
- 3 obligation of a mortgage that may purchased by the Fed-
- 4 eral National Mortgage Association or the Federal Home
- 5 Loan Mortgage Corporation determined under section
- 6 302(b)(2) of the Federal National Mortgage Association
- 7 Charter Act (12 U.S.C. 1717(b)(2)) or section 305(a)(2)
- 8 of the Federal Home Loan Mortgage Corporation Act (12
- 9 U.S.C. 1754(a)(2)), respectively, for any size residence for
- 10 any area is less than such maximum original principal ob-
- 11 ligation limitation that was in effect for such size residence
- 12 for such area for 2008 pursuant to section 201 of the Eco-
- 13 nomic Stimulus Act of 2008 (Public Law 110-185; 122
- 14 Stat. 619), notwithstanding any other provision of law, the
- 15 limitation on the maximum original principal obligation of
- 16 a mortgage for such Association and Corporation for such
- 17 size residence for such area shall be such maximum limita-
- 18 tion in effect for such size residence for such area for
- 19 2008.
- 20 (b) Discretionary Authority for Sub-Areas.—
- 21 Notwithstanding any other provision of law, if the Direc-
- 22 tor of the Federal Housing Finance Agency determines,
- 23 for any geographic area that is smaller than an area for
- 24 which limitations on the maximum original principal obli-
- 25 gation of a mortgage are determined for the Federal Na-

- 1 tional Mortgage Association or the Federal Home Loan
- 2 Mortgage Corporation, that a higher such maximum origi-
- 3 nal principal obligation limitation is warranted for any
- 4 particular size or sizes of residences in such sub-area by
- 5 higher median home prices in such sub-area, the Director
- 6 may, for mortgages originated during 2009, increase the
- 7 maximum original principal obligation limitation for such
- 8 size or sizes of residences for such sub-area that is other-
- 9 wise in effect (including pursuant to subsection (a) of this
- 10 section) for such Association and Corporation, but in no
- 11 case to an amount that exceeds the amount specified in
- 12 the matter following the comma in section 201(a)(1)(B)
- 13 of the Economic Stimulus Act of 2008.
- 14 Sec. 1204. FHA Reverse Mortgage Loan Limits
- 15 FOR 2009. For mortgages for which the mortgagee issues
- 16 credit approval for the borrower during calendar year
- 17 2009, the second sentence of section 255(g) of the Na-
- 18 tional Housing Act (12 U.S.C. 1715z-20(g)) shall be con-
- 19 sidered to require that in no case may the benefits of in-
- 20 surance under such section 255 exceed 150 percent of the
- 21 maximum dollar amount in effect under the sixth sentence
- 22 of section 305(a)(2) of the Federal Home Loan Mortgage
- 23 Corporation Act (12 U.S.C. 1454(a)(2)).

TITLE XIII—HEALTH

2 INFORMATION TECHNOLOGY

- 3 SEC. 13001. SHORT TITLE; TABLE OF CONTENTS OF TITLE.
- 4 (a) SHORT TITLE.—This title (and title IV of division
- 5 B) may be cited as the "Health Information Technology
- 6 for Economic and Clinical Health Act" or the "HITECH
- 7 Act".

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- 8 (b) Table of Contents of Title.—The table of
- 9 contents of this title is as follows:

Sec. 13001. Short title; table of contents of title.

Subtitle A-Promotion of Health Information Technology

PART 1—IMPROVING HEALTH CARE QUALITY, SAFETY, AND EFFICIENCY

Sec. 13101. ONCHIT; standards development and adoption.

"TITLE XXX—HEALTH INFORMATION TECHNOLOGY AND QUALITY

"Sec. 3000. Definitions.

"Subtitle A---Promotion of Health Information Technology

- "Sec. 3001. Office of the National Coordinator for Health Information Technology.
- "Sec. 3002. HIT Policy Committee.
- "Sec. 3003. HIT Standards Committee.
- "Sec. 3004. Process for adoption of endorsed recommendations; adoption of initial set of standards, implementation specifications, and certification criteria.
- "Sec. 3005. Application and use of adopted standards and implementation specifications by Federal agencies.
- "Sec. 3006. Voluntary application and use of adopted standards and implementation specifications by private entities.
- "Sec. 3007. Federal health information technology.
- "Sec. 3008. Transitions.
- "Sec. 3009. Miscellaneous provisions.

Sec. 13102. Technical amendment.

PART 2—APPLICATION AND USE OF ADOPTED HEALTH INFORMATION TECHNOLOGY STANDARDS; REPORTS

- Sec. 13111. Coordination of Federal activities with adopted standards and implementation specifications.
- Sec. 13112. Application to private entities.
- Sec. 13113. Study and reports.

Subtitle B-Testing of Health Information Technology

- Sec. 13201. National Institute for Standards and Technology testing.
- Sec. 13202. Research and development programs.

Subtitle C—Grants and Loans Funding

- Sec. 13301. Grant, loan, and demonstration programs.
 - "Subtitle B-Incentives for the Use of Health Information Technology
 - "Sec. 3011. Immediate funding to strengthen the health information technology infrastructure.
 - "Sec. 3012. Health information technology implementation assistance.
 - "Sec. 3013. State grants to promote health information technology.
 - "Sec. 3014. Competitive grants to States and Indian tribes for the development of loan programs to facilitate the widespread adoption of certified EHR technology.
 - "Sec. 3015. Demonstration program to integrate information technology into clinical education.
 - "Sec. 3016. Information technology professionals in health care.
 - "Sec. 3017. General grant and loan provisions.
 - "Sec. 3018. Authorization for appropriations.

Subtitle D—Privacy

Sec. 13400. Definitions.

PART 1—IMPROVED PRIVACY PROVISIONS AND SECURITY PROVISIONS

- Sec. 13401. Application of security provisions and penalties to business associates of covered entities; annual guidance on security provisions.
- Sec. 13402. Notification in the case of breach.
- Sec. 13403. Education on health information privacy.
- Sec. 13404. Application of privacy provisions and penalties to business associates of covered entities.
- Sec. 13405. Restrictions on certain disclosures and sales of health information; accounting of certain protected health information disclosures; access to certain information in electronic format.
- Sec. 13406. Conditions on certain contacts as part of health care operations.
- Sec. 13407. Temporary breach notification requirement for vendors of personal health records and other non-HIPAA covered entities.
- Sec. 13408. Business associate contracts required for certain entities.
- Sec. 13409. Clarification of application of wrongful disclosures criminal penalties.
- Sec. 13410. Improved enforcement.
- Sec. 13411. Audits.

PART 2—RELATIONSHIP TO OTHER LAWS; REGULATORY REFERENCES; EFFECTIVE DATE; REPORTS

- Sec. 13421. Relationship to other laws.
- Sec. 13422. Regulatory references.

22

23

24

Sec. 13423. Effective date. Sec. 13424. Studies, reports, guidance. Subtitle A—Promotion of Health 1 Information Technology 2 PART 1—IMPROVING HEALTH CARE QUALITY, 3 4 SAFETY, AND EFFICIENCY 5 SEC. 13101. ONCHIT; STANDARDS DEVELOPMENT AND 6 ADOPTION. 7 The Public Health Service Act (42 U.S.C. 201 et seq.) is amended by adding at the end the following: 8 "TITLE XXX—HEALTH INFORMA-9 TION TECHNOLOGY AND 10 QUALITY 11 "SEC. 3000. DEFINITIONS. 13 "In this title: "(1) CERTIFIED EHR TECHNOLOGY.—The term 14 15 'certified EHR technology' means a qualified elec-16 tronic health record that is certified pursuant to sec-17 tion 3001(c)(5) as meeting standards adopted under 18 section 3004 that are applicable to the type of 19 record involved (as determined by the Secretary, 20 such as an ambulatory electronic health record for 21 office-based physicians or an inpatient hospital elec-

"(2) Enterprise integration' means the electronic linkage

tronic health record for hospitals).

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of health care providers, health plans, the government, and other interested parties, to enable the electronic exchange and use of health information among all the components in the health care infrastructure in accordance with applicable law, and such term includes related application protocols and other related standards.

"(3) HEALTH CARE PROVIDER.—The term 'health care provider' includes a hospital, skilled nursing facility, nursing facility, home health entity or other long term care facility, health care clinic, community mental health center (as defined in section 1913(b)(1)), renal dialysis facility, blood center, ambulatory surgical center described in section 1833(i) of the Social Security Act, emergency medical services provider. Federally qualified health center, group practice, a pharmacist, a pharmacy, a laboratory, a physician (as defined in section 1861(r) of the Social Security Act), a practitioner (as described in section 1842(b)(18)(C) of the Social Security Act), a provider operated by, or under contract with, the Indian Health Service or by an Indian tribe (as defined in the Indian Self-Determination and Education Assistance Act), tribal organization, or urban Indian organization (as defined in section 4 of the

1	Indian Health Care Improvement Act), a rura
2	health clinic, a covered entity under section 340B,
3	an ambulatory surgical center described in section
4	1833(i) of the Social Security Act, a therapist (as
5	defined in section 1848(k)(3)(B)(iii) of the Social
6	Security Act), and any other category of health care
7	facility, entity, practitioner, or clinician determined
8	appropriate by the Secretary.
9	"(4) HEALTH INFORMATION.—The term 'health
10	information' has the meaning given such term in
11	section 1171(4) of the Social Security Act.
12	"(5) HEALTH INFORMATION TECHNOLOGY.—
13	The term 'health information technology' means
14	hardware, software, integrated technologies or re-
15	lated licenses, intellectual property, upgrades, or
16	packaged solutions sold as services that are designed
17	for or support the use by health care entities or pa-
18	tients for the electronic creation, maintenance, ac-
19	cess, or exchange of health information
20	"(6) HEALTH PLAN.—The term 'health plan'
21	has the meaning given such term in section 1171(5)
22	of the Social Security Act.
23	"(7) HIT POLICY COMMITTEE.—The term 'HIT
24	Policy Committee' means such Committee estab-
25	lished under section 3002(a).

1	"(8) HIT STANDARDS COMMITTEE.—The term
2	'HIT Standards Committee' means such Committee
3	established under section 3003(a).
4	"(9) Individually identifiable health in-
5	FORMATION.—The term 'individually identifiable
6	health information' has the meaning given such term
7	in section 1171(6) of the Social Security Act.
8	"(10) Laboratory.—The term 'laboratory'
9	has the meaning given such term in section 353(a).
10	"(11) NATIONAL COORDINATOR.—The term
11	'National Coordinator' means the head of the Office
12	of the National Coordinator for Health Information
13	Technology established under section 3001(a).
14	"(12) Pharmacist.—The term 'pharmacist'
15	has the meaning given such term in section 804(2)
16	of the Federal Food, Drug, and Cosmetic Act.
17	"(13) QUALIFIED ELECTRONIC HEALTH
18	RECORD.—The term 'qualified electronic health
19	record' means an electronic record of health-related
20	information on an individual that—
21	"(A) includes patient demographic and
22	clinical health information, such as medical his-
23	tory and problem lists; and
24	"(B) has the capacity—

1	(1) to provide clinical decision sup-
2	port;
3	"(ii) to support physician order entry;
4	"(iii) to capture and query informa-
5	tion relevant to health care quality; and
6	"(iv) to exchange electronic health in-
7	formation with, and integrate such infor-
8	mation from other sources.
9	"(14) STATE.—The term 'State' means each of
10	the several States, the District of Columbia, Puerto
11	Rico, the Virgin Islands, Guam, American Samoa,
12	and the Northern Mariana Islands.
	" CT 111
13	"Subtitle A—Promotion of Health
1314	Information Technology
14	Information Technology
14 15	Information Technology "SEC. 3001. OFFICE OF THE NATIONAL COORDINATOR FOR
14 15 16 17	Information Technology "SEC. 3001. OFFICE OF THE NATIONAL COORDINATOR FOR HEALTH INFORMATION TECHNOLOGY.
14 15 16 17 18	Information Technology "SEC. 3001. OFFICE OF THE NATIONAL COORDINATOR FOR HEALTH INFORMATION TECHNOLOGY. "(a) ESTABLISHMENT.—There is established within
14 15 16 17 18	Information Technology "SEC. 3001. OFFICE OF THE NATIONAL COORDINATOR FOR HEALTH INFORMATION TECHNOLOGY. "(a) ESTABLISHMENT.—There is established within the Department of Health and Human Services an Office
14 15 16 17 18 19	Information Technology "SEC. 3001. OFFICE OF THE NATIONAL COORDINATOR FOR HEALTH INFORMATION TECHNOLOGY. "(a) ESTABLISHMENT.—There is established within the Department of Health and Human Services an Office of the National Coordinator for Health Information Technology.
14 15 16 17 18 19	Information Technology "SEC. 3001. OFFICE OF THE NATIONAL COORDINATOR FOR HEALTH INFORMATION TECHNOLOGY. "(a) ESTABLISHMENT.—There is established within the Department of Health and Human Services an Office of the National Coordinator for Health Information Technology (referred to in this section as the 'Office'). The Of-
14 15 16 17 18 19 20 21	"SEC. 3001. OFFICE OF THE NATIONAL COORDINATOR FOR HEALTH INFORMATION TECHNOLOGY. "(a) ESTABLISHMENT.—There is established within the Department of Health and Human Services an Office of the National Coordinator for Health Information Technology (referred to in this section as the 'Office'). The Office shall be headed by a National Coordinator who shall
14 15 16 17 18 19 20 21 22	"SEC. 3001. OFFICE OF THE NATIONAL COORDINATOR FOR HEALTH INFORMATION TECHNOLOGY. "(a) ESTABLISHMENT.—There is established within the Department of Health and Human Services an Office of the National Coordinator for Health Information Technology (referred to in this section as the 'Office'). The Office shall be headed by a National Coordinator who shall be appointed by the Secretary and shall report directly to

1	sistent with the development of a nationwide health infor-
2	mation technology infrastructure that allows for the elec-
3	tronic use and exchange of information and that—
4	"(1) ensures that each patient's health informa-
5	tion is secure and protected, in accordance with ap-
6	plicable law;
7	"(2) improves health care quality, reduces med-
8	ical errors, reduces health disparities, and advances
9	the delivery of patient-centered medical care;
10	"(3) reduces health care costs resulting from
11	inefficiency, medical errors, inappropriate care, du-
12	plicative care, and incomplete information;
13	"(4) provides appropriate information to help
14	guide medical decisions at the time and place of
15	care;
16	"(5) ensures the inclusion of meaningful public
17	input in such development of such infrastructure;
18	"(6) improves the coordination of care and in-
19	formation among hospitals, laboratories, physician
20	offices, and other entities through an effective infra-
21	structure for the secure and authorized exchange of
22	health care information;
23	"(7) improves public health activities and facili-
24	tates the early identification and rapid response to

1	public health threats and emergencies, including bio-
2	terror events and infectious disease outbreaks;
3	"(8) facilitates health and clinical research and
4	health care quality;
5	"(9) promotes early detection, prevention, and
6	management of chronic diseases;
7	"(10) promotes a more effective marketplace,
8	greater competition, greater systems analysis, in-
9	creased consumer choice, and improved outcomes in
10	health care services; and
11	"(11) improves efforts to reduce health dispari-
12	ties.
13	"(e) Duties of the National Coordinator.—
14	"(1) STANDARDS.—The National Coordinator
15	shall———————————————————————————————————
16	"(A) review and determine whether to en-
17	dorse each standard, implementation specifica-
18	tion, and certification criterion for the elec-
19	tronic exchange and use of health information
20	that is recommended by the HIT Standards
21	Committee under section 3003 for purposes of
22	adoption under section 3004;
23	"(B) make such determinations under sub-
24	paragraph (A), and report to the Secretary
25	such determinations, not later than 45 days

1 ··	after the date the recommendation is received
2	by the Coordinator; and
3	"(C) review Federal health information
4	technology investments to ensure that Federal
5	health information technology programs are
6	meeting the objectives of the strategic plan pub-
7	lished under paragraph (3).
8 .	"(2) HIT POLICY COORDINATION.—
9	"(A) IN GENERAL.—The National Coordi-
10	nator shall coordinate health information tech-
11	nology policy and programs of the Department
12	with those of other relevant executive branch
13	agencies with a goal of avoiding duplication of
14	efforts and of helping to ensure that each agen-
15	cy undertakes health information technology ac-
16	tivities primarily within the areas of its greatest
17	expertise and technical capability and in a man-
18	ner towards a coordinated national goal.
19	"(B) HIT POLICY AND STANDARDS COM-
20	MITTEES.—The National Coordinator shall be a
21	leading member in the establishment and oper-
22	ations of the HIT Policy Committee and the
23	HIT Standards Committee and shall serve as a
24	liaison among those two Committees and the

Federal Government.

1	"(3) STRATEGIC PLAN.—
2	"(3) STRATEGIC PLAN.— "(A) IN GENERAL.—The National Coordi
3	nator shall, in consultation with other appro-
4	priate Federal agencies (including the National
5	Institute of Standards and Technology), update
6	the Federal Health IT Strategic Plan (devel-
7.	oped as of June 3, 2008) to include specific ob-
8	jectives, milestones, and metrics with respect to
9	the following:
10	"(i) The electronic exchange and use
11	of health information and the enterprise
12	integration of such information.
13	"(ii) The utilization of an electronic
L 4	health record for each person in the United
15	States by 2014.
16	"(iii) The incorporation of privacy and
17	security protections for the electronic ex-
18	change of an individual's individually iden-
19	tifiable health information.
20	"(iv) Ensuring security methods to
21	ensure appropriate authorization and elec-
22	tronic authentication of health information
23	and specifying technologies or methodolo-
24	gies for rendering health information unus-
25	able, unreadable, or indecipherable.

1	"(v) Specifying a framework for co-
2	ordination and flow of recommendations
3	and policies under this subtitle among the
4	Secretary, the National Coordinator, the
5	HIT Policy Committee, the HIT Standards
6	Committee, and other health information
7	exchanges and other relevant entities.
8 .	"(vi) Methods to foster the public un-
9	derstanding of health information tech-
10	nology.
11	"(vii) Strategies to enhance the use of
12	health information technology in improving
13	the quality of health care, reducing medical
14	errors, reducing health disparities, improv-
15	ing public health, increasing prevention
16	and coordination with community re-
17	sources, and improving the continuity of
18	care among health care settings.
19	"(viii) Specific plans for ensuring that
20	populations with unique needs, such as
21	children, are appropriately addressed in
22	the technology design, as appropriate,
23	which may include technology that
24	automates enrollment and retention for eli-
25	gible individuals.

1	("(B) COLLABORATION.—The strategie
2	plan shall be updated through collaboration of
3	public and private entities.
4	"(C) MEASURABLE OUTCOME GOALS.—
5	The strategic plan update shall include measur-
6	able outcome goals.
7	"(D) Publication.—The National Coor-
8	dinator shall republish the strategic plan, in-
9	cluding all updates.
10	"(4) Website.—The National Coordinator
11	shall maintain and frequently update an Internet
12	website on which there is posted information on the
13	work, schedules, reports, recommendations, and
14	other information to ensure transparency in pro-
15	motion of a nationwide health information tech-
16	nology infrastructure.
17	"(5) CERTIFICATION.—
18	"(A) IN GENERAL.—The National Coordi-
19	nator, in consultation with the Director of the
20	National Institute of Standards and Tech-
21	nology, shall keep or recognize a program or
22	programs for the voluntary certification of
23	health information technology as being in com-
24	pliance with applicable certification criteria
25 ·	adopted under this subtitle. Such program shall

include, as appropriate, testing of the technology in accordance with section 13201(b) of the Health Information Technology for Economic and Clinical Health Act.

"(B) CERTIFICATION CRITERIA DE-SCRIBED.—In this title, the term 'certification criteria' means, with respect to standards and implementation specifications for health information technology, criteria to establish that the technology meets such standards and implementation specifications.

"(6) REPORTS AND PUBLICATIONS.—

"(A) REPORT ON ADDITIONAL FUNDING OR AUTHORITY NEEDED.—Not later than 12 months after the date of the enactment of this title, the National Coordinator shall submit to the appropriate committees of jurisdiction of the House of Representatives and the Senate a report on any additional funding or authority the Coordinator or the HIT Policy Committee or HIT Standards Committee requires to evaluate and develop standards, implementation specifications, and certification criteria, or to achieve full participation of stakeholders in the adoption of a nationwide health information

technology infrastructure that allows for the electronic use and exchange of health information.

"(B) IMPLEMENTATION REPORT.—The National Coordinator shall prepare a report that identifies lessons learned from major public and private health care systems in their implementation of health information technology, including information on whether the technologies and practices developed by such systems may be applicable to and usable in whole or in part by other health care providers.

"(C) Assessment of impact of hit on communities with health disparities and medically underserved areas.—The National Coordinator shall assess and publish the impact of health information technology in communities with health disparities and in areas with a high proportion of individuals who are uninsured, underinsured, and medically underserved individuals (including urban and rural areas) and identify practices to increase the adoption of such technology by health care providers in such communities, and the use of health infor-

1	mation technology to reduce and better manage
2	chronic diseases.
3	"(D) EVALUATION OF BENEFITS AND
4	COSTS OF THE ELECTRONIC USE AND EX-
5	CHANGE OF HEALTH INFORMATION.—The Na-
6	tional Coordinator shall evaluate and publish
7	evidence on the benefits and costs of the elec-
8	tronic use and exchange of health information
9	and assess to whom these benefits and costs ac-
10	crue.
11	"(E) RESOURCE REQUIREMENTS.—The
12	National Coordinator shall estimate and publish
13	resources required annually to reach the goal of
14	utilization of an electronic health record for
15	each person in the United States by 2014, in-
16	cluding— .
17	"(i) the required level of Federal
18	funding;
19	"(ii) expectations for regional, State,
20	and private investment;
21	"(iii) the expected contributions by
22	volunteers to activities for the utilization of
23	such records; and
24	"(iv) the resources needed to establish
25	a health information technology workforce

1	\sufficient to support this effort (including
2	education programs in medical informatics
3	and health information management).
4	"(7) Assistance.—The National Coordinator
5	may provide financial assistance to consumer advo-
6	cacy groups and not-for-profit entities that work in
7	the public interest for purposes of defraying the cost
8	to such groups and entities to participate under,
9	whether in whole or in part, the National Tech-
10	nology Transfer Act of 1995 (15 U.S.C. 272 note).
11	"(8) GOVERNANCE FOR NATIONWIDE HEALTH
1.2	INFORMATION NETWORK.—The National Coordi-
13	nator shall establish a governance mechanism for the
14	nationwide health information network.
15	"(d) DETAIL OF FEDERAL EMPLOYEES.—
16	"(1) IN GENERAL.—Upon the request of the
17	National Coordinator, the head of any Federal agen-
18	cy is authorized to detail, with or without reimburse-
19	ment from the Office, any of the personnel of such
20	agency to the Office to assist it in carrying out its
21	duties under this section.
22	"(2) Effect of Detail.—Any detail of per-
23	sonnel under paragraph (1) shall—

1	"(A) not interrupt or otherwise affect the
2	civil service status or privileges of the Federal
3	employee; and
4	"(B) be in addition to any other staff of
5	the Department employed by the National Co-
6	ordinator.
7	"(3) ACCEPTANCE OF DETAILEES.—Notwith-
8	standing any other provision of law, the Office may
9	accept detailed personnel from other Federal agen-
10	cies without regard to whether the agency described
11	under paragraph (1) is reimbursed.
12	"(e) Chief Privacy Officer of the Office of
13	THE NATIONAL COORDINATOR.—Not later than 12
14	months after the date of the enactment of this title, the
15	Secretary shall appoint a Chief Privacy Officer of the Of-
16	fice of the National Coordinator, whose duty it shall be
17	to advise the National Coordinator on privacy, security,
18	and data stewardship of electronic health information and
19	to coordinate with other Federal agencies (and similar pri-
20	vacy officers in such agencies), with State and regional
21	efforts, and with foreign countries with regard to the pri-
22	vacy, security, and data stewardship of electronic individ-
23	ually identifiable health information.

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1	"SEC. 3002. HIT POLICY COMMITTEE.
2	"(a) ESTABLISHMENT.—There is established a HIT
3	Policy Committee to make policy recommendations to the
4	National Coordinator relating to the implementation of a
5	nationwide health information technology infrastructure
6	including implementation of the strategic plan described
7	in section 3001(c)(3).
8	"(b) Duties.—
9	"(1) RECOMMENDATIONS ON HEALTH INFOR-
10	MATION TECHNOLOGY INFRASTRUCTURE.—The HIT
11	Policy Committee shall recommend a policy frame-
12	work for the development and adoption of a nation-
13	wide health information technology infrastructure
14	that permits the electronic exchange and use of
15	health information as is consistent with the strategic
16	plan under section 3001(c)(3) and that includes the
17	recommendations under paragraph (2). The Com-
18	mittee shall update such recommendations and make
19	new recommendations as appropriate.
20	"(2) Specific areas of standard develop-
21	MENT.—
22	"(A) IN GENERAL.—The HIT Policy Com-
23	mittee shall recommend the areas in which
24	standards, implementation specifications, and

certification criteria are needed for the elec-

tronic exchange and use of health information

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for purposes of adoption under section 3004 and shall recommend an order of priority for the development, harmonization, and recognition of such standards, specifications, and certification criteria among the areas so recommended. Such standards and implementation specifications shall include named standards, architectures, and software schemes for the authentication and security of individually identifiable health information and other information as needed to ensure the reproducible development of common solutions across disparate entities. "(B) Areas required for consider-ATION.—For purposes of subparagraph (A), the HIT Policy Committee shall make recommenda-

tions for at least the following areas:

"(i) Technologies that protect the privacy of health information and promote security in a qualified electronic health record, including for the segmentation and protection from disclosure of specific and sensitive individually identifiable health information with the goal of minimizing the reluctance of patients to seek care (or dis-

1 (close information about a condition) be
2 cause of privacy concerns, in accordance
with applicable law, and for the use an
4 disclosure of limited data sets of such in
5 formation.
6 "(ii) A nationwide health information
7 technology infrastructure that allows for
8 the electronic use and accurate exchange of
9 health information.
10 "(iii) The utilization of a certifie
11 electronic health record for each person i
the United States by 2014.
13 "(iv) Technologies that as a part of
14 qualified electronic health record allow fo
an accounting of disclosures made by
covered entity (as defined for purposes of
17 regulations promulgated under section
18 264(c) of the Health Insurance Portabilit
and Accountability Act of 1996) for pur
poses of treatment, payment, and healt
care operations (as such terms are define
for purposes of such regulations).
23 "(v) The use of certified electroni
health records to improve the quality of
25 . health care, such as by promoting the co

1	ordination of health care and improving
2	continuity of health care among health
3	care providers, by reducing medical errors,
4	by improving population health, by reduc-
5	ing health disparities, by reducing chronic
6	disease, and by advancing research and
7	education.
8	"(vi) Technologies that allow individ-
9	ually identifiable health information to be
10	rendered unusable, unreadable, or indeci-
11	pherable to unauthorized individuals when
12	such information is transmitted in the na-
13	tionwide health information network or
14	physically transported outside of the se-
15	cured, physical perimeter of a health care
16	provider, health plan, or health care clear-
17	inghouse.
18	"(vii) The use of electronic systems to
19	ensure the comprehensive collection of pa-
20	tient demographic data, including, at a
21	minimum, race, ethnicity, primary lan-
22	guage, and gender information.
23	"(viii) Technologies that address the
24	needs of children and other vulnerable pop-
25	ulations.

1	(C) OTHER AREAS FOR CONSIDER
2	ATION.—In making recommendations under
3	subparagraph (A), the HIT Policy Committee
4	may consider the following additional areas:
5	"(i) The appropriate uses of a nation-
6	wide health information infrastructure, in-
7	cluding for purposes of—
8	"(I) the collection of quality data
9	and public reporting;
10	"(II) biosurveillance and public
11	health;
12	"(III) medical and clinical re-
13	search; and
14	"(IV) drug safety.
15	"(ii) Self-service technologies that fa-
16	cilitate the use and exchange of patient in-
17	formation and reduce wait times.
18	"(iii) Telemedicine technologies, in
19	order to reduce travel requirements for pa-
20	tients in remote areas.
21	"(iv) Technologies that facilitate home
22	health care and the monitoring of patients
23	recuperating at home.
24	"(v) Technologies that help reduce
25	medical errors.

1	"(vi) Technologies that facilitate the
2	continuity of care among health settings.
3	"(vii) Technologies that meet the
4	needs of diverse populations.
5	"(viii) Methods to facilitate secure ac-
6	cess by an individual to such individual's
7	protected health information.
8	"(ix) Methods, guidelines, and safe-
9	guards to facilitate secure access to patient
10	information by a family member, caregiver,
11	or guardian acting on behalf of a patient
12	due to age-related and other disability,
13	cognitive impairment, or dementia.
14	"(x) Any other technology that the
15	HIT Policy Committee finds to be among
16	the technologies with the greatest potential
17	to improve the quality and efficiency of
18	health care.
19	"(3) FORUM.—The HIT Policy Committee shall
20	serve as a forum for broad stakeholder input with
21	specific expertise in policies relating to the matters
22-	described in paragraphs (1) and (2).
23	"(4) Consistency with evaluation con-
24	DUCTED UNDER MIPPA.—

1	"(A) REQUIREMENT FOR CONSISTENCY.—
2	The HIT Policy Committee shall ensure that
3	recommendations made under paragraph
4	(2)(B)(vi) are consistent with the evaluation
5	conducted under section 1809(a) of the Socia
6	Security Act.
7	"(B) Scope.—Nothing in subparagraph
8	(A) shall be construed to limit the recommenda-
9	tions under paragraph (2)(B)(vi) to the ele-
10	ments described in section 1809(a)(3) of the
11	Social Security Act.
12	"(C) TIMING.—The requirement under
13	subparagraph (A) shall be applicable to the ex-
14	tent that evaluations have been conducted
15	under section 1809(a) of the Social Security
16	Act, regardless of whether the report described
17	in subsection (b) of such section has been sub-
18	mitted.
19	"(c) Membership and Operations.—
20	"(1) IN GENERAL.—The National Coordinator
21	shall take a leading position in the establishment
22	and operations of the HIT Policy Committee.
23	"(2) Membership.—The HIT Policy Com-
24	mittee shall be composed of members to be ap-
25	pointed as follows:

1	(A) 3 members shall be appointed by the
2	Secretary, 1 of whom shall be appointed to rep-
3	resent the Department of Health and Human
4	Services and 1 of whom shall be a public health
5	official.
6	"(B) 1 member shall be appointed by the
7	majority leader of the Senate.
8	"(C) 1 member shall be appointed by the
9	minority leader of the Senate.
10	"(D) 1 member shall be appointed by the
11	Speaker of the House of Representatives.
12	· "(E) 1 member shall be appointed by the
13	minority leader of the House of Representa-
14	tives.
15	"(F) Such other members as shall be ap-
16	pointed by the President as representatives of
17	other relevant Federal agencies.
18	"(G) 13 members shall be appointed by the
19	Comptroller General of the United States of
20	whom—
21	"(i) 3 members shall advocates for pa-
22	tients or consumers;
23	"(ii) 2 members shall represent health
24	care providers, one of which shall be a phy-
25	sician;

1	(III) I member shall be from a labor
2	organization representing health care
3	workers;
4	"(iv) 1 member shall have expertise in
5	health information privacy and security;
6	"(v) 1 member shall have expertise in
7	improving the health of vulnerable popu-
8	lations;
9	"(vi) 1 member shall be from the re-
10	search community;
11	"(vii) 1 member shall represent health
12	plans or other third-party payers;
13	"(viii) 1 member shall represent infor-
14	mation technology vendors;
15	"(ix) 1 member shall represent pur-
16	chasers or employers; and
17	"(x) 1 member shall have expertise in
18	health care quality measurement and re-
19	porting.
20	"(3) Participation.—The members of the
21	HIT Policy Committee appointed under paragraph
22	(2) shall represent a balance among various sectors
23	of the health care system so that no single sector
24	unduly influences the recommendations of the Policy
25	Committee.

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"(4) TERMS.— 1 ((A) IN GENERAL.—The terms of the 2 3 members of the HIT Policy Committee shall be 4 for 3 years, except that the Comptroller General 5 shall designate staggered terms for the mem-6 bers first appointed. 7 "(B) VACANCIES.—Any member appointed 8 to fill a vacancy in the membership of the HIT 9 Policy Committee that occurs prior to the expi-10 ration of the term for which the member's pred-11 ecessor was appointed shall be appointed only 12 for the remainder of that term. A member may 13 serve after the expiration of that member's 14 term until a successor has been appointed. A 15 vacancy in the HIT Policy Committee shall be 16 filled in the manner in which the original ap-17 pointment was made. 18 "(5) Outside involvement.—The HIT Policy 19 Committee shall ensure an opportunity for the par-20 ticipation in activities of the Committee of outside 21 advisors, including individuals with expertise in the development of policies for the electronic exchange 22

and use of health information, including in the areas

of health information privacy and security.

1 "(6) QUORUM.—A majority of the member of 2 the HIT Policy Committee shall constitute a quorum 3 for purposes of voting, but a lesser number of mem-4 bers may meet and hold hearings. 5 "(7) Failure of initial appointment.—If, 6 on the date that is 45 days after the date of enact-7 ment of this title, an official authorized under para-8 graph (2) to appoint one or more members of the 9 HIT Policy Committee has not appointed the full 10 number of members that such paragraph authorizes 11 such official to appoint, the Secretary is authorized 12 to appoint such members. 13 "(8) Consideration.—The National Coordi-14 nator shall ensure that the relevant and available 15 recommendations and comments from the National 16 Committee on Vital and Health Statistics are con-17 sidered in the development of policies. 18 "(d) APPLICATION OF FACA.—The Federal Advisory Committee Act (5 U.S.C. App.), other than section 14 of 20 such Act, shall apply to the HIT Policy Committee. 21 "(e) Publication.—The Secretary shall provide for publication in the Federal Register and the posting on the Internet website of the Office of the National Coordinator 24 for Health Information Technology of all policy rec-

- 1 ommendations made by the HIT Policy Committee under
- 2 this section.
- 3 "SEC. 3003. HIT STANDARDS COMMITTEE.
- 4 "(a) ESTABLISHMENT.—There is established a com-
- 5 mittee to be known as the HIT Standards Committee to
- 6 recommend to the National Coordinator standards, imple-
- 7 mentation specifications, and certification criteria for the
- 8 electronic exchange and use of health information for pur-
- 9 poses of adoption under section 3004, consistent with the
- 10 implementation of the strategic plan described in section
- 11 3001(c)(3) and beginning with the areas listed in section
- 12 3002(b)(2)(B) in accordance with policies developed by
- 13 the HIT Policy Committee.
- 14 "(b) Duties.—
- "(1) STANDARDS DEVELOPMENT.—
- 16 "(A) IN GENERAL.—The HIT Standards
- 17 Committee shall recommend to the National
- 18 Coordinator standards, implementation speci-
- 19 fications, and certification criteria described in
- subsection (a) that have been developed, har-
- 21 monized, or recognized by the HIT Standards
- Committee. The HIT Standards Committee
- shall update such recommendations and make
- 24 new recommendations as appropriate, including
- in response to a notification sent under section

1 3004(a)(2)(B). Such recommendations shall be 2 consistent with the latest recommendations 3 made by the HIT Policy Committee. "(B) HARMONIZATION.—The HIT Stand-4 5 ards Committee recognize harmonized or up-6 dated standards from an entity or entities for the purpose of harmonizing or updating stand-7 8 ards and implementation specifications in order 9 to achieve uniform and consistent implementa-10 tion of the standards and implementation speci-11 fications. 12 "(C) PILOT TESTING OF STANDARDS AND 13 IMPLEMENTATION SPECIFICATIONS.—In the de-14 velopment, harmonization, or recognition of 15 standards and implementation specifications, 16 the HIT Standards Committee shall, as appro-17 priate, provide for the testing of such standards 18 and specifications by the National Institute for 19 Standards and Technology under section 20 13201(a) of the Health Information Technology 21 for Economic and Clinical Health Act. 22 "(D) CONSISTENCY.—The standards, im-23 plementation specifications, and certification 24 criteria recommended under this subsection 25 shall be consistent with the standards for infor-

1 mation transactions and data elements adopted 2 pursuant to section 1173 of the Social Security 3 Act. 4 "(2) FORUM.—The HIT Standards Committee 5 shall serve as a forum for the participation of a 6 broad range of stakeholders to provide input on the 7 development, harmonization, and recognition of 8 standards, implementation specifications, and certifi-9 cation criteria necessary for the development and 10 adoption of a nationwide health information tech-11 nology infrastructure that allows for the electronic 12 use and exchange of health information. 13 "(3) SCHEDULE.—Not later than 90 days after 14 the date of the enactment of this title, the HIT 15 Standards Committee shall develop a schedule for 16 the assessment of policy recommendations developed 17 by the HIT Policy Committee under section 3002. 18 The HIT Standards Committee shall update such 19 schedule annually. The Secretary shall publish such 20 schedule in the Federal Register. "(4) PUBLIC INPUT.—The HIT 21 Standards 22 Committee shall conduct open public meetings and 23 develop a process to allow for public comment on the 24 schedule described in paragraph (3) and rec-25 ommendations described in this subsection. Under

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- 1 such process comments shall be submitted in a time-2 ly manner after the date of publication of a rec-3 ommendation under this subsection. "(5) CONSIDERATION.—The National Coordi-4 nator shall ensure that the relevant and available 5 6 recommendations and comments from the National Committee on Vital and Health Statistics are con-7 8 sidered in the development of standards. 9 "(c) Membership and Operations.— 10 "(1) IN GENERAL.—The National Coordinator 11 shall take a leading position in the establishment 12 and operations of the HIT Standards Committee. 13 "(2) Membership.—The membership of the 14 HIT Standards Committee shall at least reflect pro-15 viders, ancillary healthcare workers, consumers, pur-16 chasers, health plans, technology vendors, researchers, relevant Federal agencies, and individuals with 17 18 technical expertise on health care quality, privacy 19 and security, and on the electronic exchange and use 20 of health information. 21 "(3) Participation.—The members of the 22
 - "(3) Participation.—The members of the HIT Standards Committee appointed under this subsection shall represent a balance among various sectors of the health care system so that no single

sector unduly influences the recommendations of such Committee.

"(4) Outside involvement.—The HIT Policy Committee shall ensure an opportunity for the participation in activities of the Committee of outside advisors, including individuals with expertise in the development of standards for the electronic exchange and use of health information, including in the areas of health information privacy and security.

"(5) Balance among sectors.—In developing the procedures for conducting the activities of the HIT Standards Committee, the HIT Standards Committee shall act to ensure a balance among various sectors of the health care system so that no single sector unduly influences the actions of the HIT Standards Committee.

"(6) Assistance.—For the purposes of carrying out this section, the Secretary may provide or ensure that financial assistance is provided by the HIT Standards Committee to defray in whole or in part any membership fees or dues charged by such Committee to those consumer advocacy groups and not for profit entities that work in the public interest as a part of their mission.

1 "(d) APPLICATION OF FACA.—The Federal Advisory 2 Committee Act (5 U.S.C. App.), other than section 14, 3 shall apply to the HIT Standards Committee. 4 "(e) Publication.—The Secretary shall provide for 5 publication in the Federal Register and the posting on the Internet website of the Office of the National Coordinator 7 for Health Information Technology of all recommenda-8 tions made by the HIT Standards Committee under this 9 section. "SEC. 3004. PROCESS FOR ADOPTION OF ENDORSED REC-11 OMMENDATIONS; ADOPTION OF INITIAL SET 12 STANDARDS, IMPLEMENTATION SPECI-13 FICATIONS, AND CERTIFICATION CRITERIA. 14 "(a) Process for Adoption of Endorsed Rec-15 OMMENDATIONS.— 16 "(1) REVIEW OF ENDORSED STANDARDS, IM-17 PLEMENTATION SPECIFICATIONS, AND CERTIFI-18 CATION CRITERIA.—Not later than 90 days after the 19 date of receipt of standards, implementation speci-20 fications, or certification criteria endorsed under sec-21 tion 3001(c), the Secretary, in consultation with rep-22 resentatives of other relevant Federal agencies, shall 23 jointly review such standards, implementation speci-24 fications, or certification criteria and shall determine 25 whether or not to propose adoption of such stand-

1	ards, implementation specifications, or certification
2	· criteria. \
3	"(2) DETERMINATION TO ADOPT STANDARDS,
4	IMPLEMENTATION SPECIFICATIONS, AND CERTIFI-
5	CATION CRITERIA.—If the Secretary determines—
6	"(A) to propose adoption of any grouping
7	of such standards, implementation specifica-
8	tions, or certification criteria, the Secretary
9	shall, by regulation under section 553 of title 5,
10	United States Code, determine whether or not
11	to adopt such grouping of standards, implemen-
12	tation specifications, or certification criteria; or
13	"(B) not to propose adoption of any group-
14	ing of standards, implementation specifications,
15	or certification criteria, the Secretary shall no-
16	tify the National Coordinator and the HIT
17	Standards Committee in writing of such deter-
18	mination and the reasons for not proposing the
19	adoption of such recommendation.
20.	"(3) Publication.—The Secretary shall pro-
21	vide for publication in the Federal Register of all de-
22	terminations made by the Secretary under para-
23	graph (1).
24	"(b) Adoption of Standards, Implementation
25	Specifications, and Certification Criteria.—

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1 "(1) IN GENERAL.—Not later than December 2 31, 2009, the Secretary shall, through the rule-3 making process consistent with subsection (a)(2)(A). 4 adopt an initial set of standards, implementation 5 specifications, and certification criteria for the areas 6 for consideration under required section 7 3002(b)(2)(B). The rulemaking for the initial set of 8 standards, implementation specifications, and certifi-9 cation criteria may be issued on an interim, final 10 basis. 11 "(2) APPLICATION OF CURRENT STANDARDS, 12 IMPLEMENTATION SPECIFICATIONS, AND CERTIFI-

"(2) APPLICATION OF CURRENT STANDARDS, IMPLEMENTATION SPECIFICATIONS, AND CERTIFICATION CRITERIA.—The standards, implementation specifications, and certification criteria adopted before the date of the enactment of this title through the process existing through the Office of the National Coordinator for Health Information Technology may be applied towards meeting the requirement of paragraph (1).

"(3) Subsequent standards activity.—The Secretary shall adopt additional standards, implementation specifications, and certification criteria as necessary and consistent with the schedule published under section 3003(b)(2).

1	"SEC. 3005. APPLICATION AND USE OF ADOPTED STAND-
2	ARDS AND IMPLEMENTATION SPECIFICA-
3	TIONS BY FEDERAL AGENCIES.
4	"For requirements relating to the application and use
5	by Federal agencies of the standards and implementation
6	specifications adopted under section 3004, see section
7	13111 of the Health Information Technology for Eco-
8	nomic and Clinical Health Act.
9	"SEC. 3006. VOLUNTARY APPLICATION AND USE OF ADOPT-
10	ED STANDARDS AND IMPLEMENTATION
11	SPECIFICATIONS BY PRIVATE ENTITIES.
12	"(a) In General.—Except as provided under section
13	13112 of the HITECH Act, nothing in such Act or in
14	the amendments made by such Act shall be construed—
15	"(1)-to-require a private entity to-adopt or com-
16	ply with a standard or implementation specification
17	adopted under section 3004; or
18	"(2) to provide a Federal agency authority,
19	other than the authority such agency may have
20	under other provisions of law, to require a private
21	entity to comply with such a standard or implemen-
22	tation specification.
23	"(b) RULE OF CONSTRUCTION.—Nothing in this sub-
24	title shall be construed to require that a private entity that
25	enters into a contract with the Federal Government apply
26	or use the standards and implementation specifications

- 1 adopted under section 3004 with respect to activities not
- 2 related to the contract.
- 3 "SEC. 3007. FEDERAL HEALTH INFORMATION TECH-
- 4 NOLOGY.
- 5 "(a) IN GENERAL.—The National Coordinator shall
- 6 support the development and routine updating of qualified
- 7 electronic health record technology (as defined in section
- 8 3000) consistent with subsections (b) and (c) and make
- 9 available such qualified electronic health record technology
- 10 unless the Secretary determines through an assessment
- 11 that the needs and demands of providers are being sub-
- 12 stantially and adequately met through the marketplace.
- 13 "(b) CERTIFICATION.—In making such electronic
- 14 health record technology publicly available, the National
- 15 Coordinator shall ensure that the qualified electronic
- 16 health record technology described in subsection (a) is cer-
- 17 tified under the program developed under section
- 18 3001(c)(3) to be in compliance with applicable standards
- 19 adopted under section 3003(a).
- 20 "(c) AUTHORIZATION TO CHARGE A NOMINAL
- 21 FEE.—The National Coordinator may impose a nominal
- 22 fee for the adoption by a health care provider of the health
- 23 information technology system developed or approved
- 24 under subsection (a) and (b). Such fee shall take into ac-
- 25 count the financial circumstances of smaller providers, low

- 1 income providers, and providers located in rural or other
- 2 medically underserved areas.
- 3 "(d) RULE OF CONSTRUCTION.—Nothing in this sec-
- 4 tion shall be construed to require that a private or govern-
- 5 ment entity adopt or use the technology provided under
- 6 this section.
- 7 "SEC. 3008. TRANSITIONS.
- 8 "(a) ONCHIT.—To the extent consistent with sec-
- 9 tion 3001, all functions, personnel, assets, liabilities, and
- 10 administrative actions applicable to the National Coordi-
- 11 nator for Health Information Technology appointed under
- 12 Executive Order No. 13335 or the Office of such National
- 13 Coordinator on the date before the date of the enactment
- 14 of this title shall be transferred to the National Coordi-
- 15 nator appointed under section 3001(a) and the Office of
- 16 such National Coordinator as of the date of the enactment
- 17 of this title.
- 18 "(b) NATIONAL EHEALTH COLLABORATIVE.—Noth-
- 19 ing in sections 3002 or 3003 or this subsection shall be
- 20 construed as prohibiting the AHIC Successor, Inc. doing
- 21 business as the National eHealth Collaborative from modi-
- 22 fying its charter, duties, membership, and any other struc-
- 23 ture or function required to be consistent with section
- 24 3002 and 3003 so as to allow the Secretary to recognize

1	such AHIC Successor, Inc. as the HIT Policy Committee
2	or the HIT Standards Committee.
3	"(c) Consistency of Recommendations.—In car-
4	rying out section 3003(b)(1)(A), until recommendations
5	are made by the HIT Policy Committee, recommendations
6	of the HIT Standards Committee shall be consistent with
7	the most recent recommendations made by such AHIC
8	Successor, Inc.
9	"SEC. 3009. MISCELLANEOUS PROVISIONS.
10	"(a) Relation to HIPAA Privacy and Security
11	Law.—
12	"(1) IN GENERAL.—With respect to the relation
13	of this title to HIPAA privacy and security law:
14	"(A) This title may not be construed as
15	having any effect on the authorities of the Sec-
16	retary under HIPAA privacy and security law.
17	"(B) The purposes of this title include en-
18	suring that the health information technology
19	standards and implementation specifications
20	adopted under section 3004 take into account
21	the requirements of HIPAA privacy and secu-
22	rity law.
23	"(2) Definition.—For purposes of this sec-
24	tion, the term 'HIPAA privacy and security law'
25	means—

1-	"(A) the provisions of part C of title XI of
2	the Social Security Act, section 264 of the
3	Health Insurance Portability and Accountability
4	Act of 1996, and subtitle D of title IV of the
5	Health Information Technology for Economic
6	and Clinical Health Act; and
7	"(B) regulations under such provisions.
8	"(b) Flexibility.—In administering the provisions
9	of this title, the Secretary shall have flexibility in applying
10	the definition of health care provider under section
11	3000(3), including the authority to omit certain entities
12	listed in such definition when applying such definition
13	under this title, where appropriate.".
14	SEC. 13102. TECHNICAL AMENDMENT.
15	Section 1171(5) of the Social Security Act (42 U.S.C.
16	1320d) is amended by striking "or C" and inserting "C,
17	or D".
18	PART 2—APPLICATION AND USE OF ADOPTED
19	HEALTH INFORMATION TECHNOLOGY
20	STANDARDS; REPORTS
21	SEC. 13111. COORDINATION OF FEDERAL ACTIVITIES WITH
22	ADOPTED STANDARDS AND IMPLEMENTA-
23	TION SPECIFICATIONS.
24	(a) Spending on Health Information Tech-
25	NOLOGY SYSTEMS.—As each agency (as defined by the Di-

- 1 rector of the Office of Management and Budget, in con-
- 2 sultation with the Secretary of Health and Human Serv-
- 3 ices) implements, acquires, or upgrades health information
- 4 technology systems used for the direct exchange of individ-
- 5 ually identifiable health information between agencies and
- 6 with non-Federal entities, it shall utilize, where available,
- 7 health information technology systems and products that
- 8 meet standards and implementation specifications adopted
- 9 under section 3004 of the Public Health Service Act, as
- 10 added by section 13101.
- 11 (b) FEDERAL INFORMATION COLLECTION ACTIVI-
- 12 TIES.—With respect to a standard or implementation
- 13 specification adopted under section 3004 of the Public
- 14 Health Service Act, as added by section 13101, the Presi-
- 15 dent shall take measures to ensure that Federal activities
- 16 involving the broad collection and submission of health in-
- 17 formation are consistent with such standard or implemen-
- 18 tation specification, respectively, within three years after
- 19 the date of such adoption.
- 20 (c) Application of Definitions.—The definitions
- 21 contained in section 3000 of the Public Health Service
- 22 Act, as added by section 13101, shall apply for purposes
- 23 of this part.

1 SEC. 13112. APPLICATION TO PRIVATE ENTITIES.

- 2 Each agency (as defined in such Executive Order
- 3 issued on August 22, 2006, relating to promoting quality
- 4 and efficient health care in Federal government adminis-
- 5 tered or sponsored health care programs) shall require in
- 6 contracts or agreements with health care providers, health
- 7 plans, or health insurance issuers that as each provider,
- 8 plan, or issuer implements, acquires, or upgrades health
- 9 information technology systems, it shall utilize, where
- 10 available, health information technology systems and prod-
- 11 ucts that meet standards and implementation specifica-
- 12 tions adopted under section 3004 of the Public Health
- 13 Service Act, as added by section 13101.

14 SEC. 13113. STUDY AND REPORTS.

- (a) Report on Adoption of Nationwide Sys-
- 16 TEM.—Not later than 2 years after the date of the enact-
- 17 ment of this Act and annually thereafter, the Secretary
- 18 of Health and Human Services shall submit to the appro-
- 19 priate committees of jurisdiction of the House of Rep-
- 20 resentatives and the Senate a report that—
- 21 (1) describes the specific actions that have been
- taken by the Federal Government and private enti-
- 23 ties to facilitate the adoption of a nationwide system
- 24 for the electronic use and exchange of health infor-
- 25 mation;

1	(2) describes barriers to the adoption of such a
2	nationwide system; and
3	(3) contains recommendations to achieve full
4	implementation of such a nationwide system.
5	(b) REIMBURSEMENT INCENTIVE STUDY AND RE-
6	PORT.—
7	(1) STUDY.—The Secretary of Health and
8	Human Services shall carry out, or contract with a
9	private entity to carry out, a study that examines
10	methods to create efficient reimbursement incentives
11	for improving health care quality in Federally quali-
12	fied health centers, rural health clinics, and free
13	clinics.
14	(2) REPORT.—Not later than 2 years after the
15	date of the enactment of this Act, the Secretary of
16	Health and Human Services shall submit to the ap-
17	propriate committees of jurisdiction of the House of
18	Representatives and the Senate a report on the
19	study carried out under paragraph (1).
20	(c) Aging Services Technology Study and Re-
21	PORT.—
22	(1) IN GENERAL.—The Secretary of Health and
23	Human Services shall carry out, or contract with a
24	private entity to carry out, a study of matters relat-
25	ing to the potential use of new aging services tech-

1	nology to assist seniors, individuals with disabilities
2	and their caregivers throughout the aging process.
3	(2) MATTERS TO BE STUDIED.—The study
4	under paragraph (1) shall include—
5	(A) an evaluation of—
6	(i) methods for identifying current
7	emerging, and future health technology
8	that can be used to meet the needs of sen-
9	iors and individuals with disabilities and
10	their caregivers across all aging services
11	settings, as specified by the Secretary;
12	(ii) methods for fostering scientific in-
13	novation with respect to aging services
14	technology within the business and aca-
15	demic communities; and
16	(iii) developments in aging services
17	technology in other countries that may be
18	applied in the United States; and
19	(B) identification of—
20	(i) barriers to innovation in aging
21	services technology and devising strategies
22	for removing such barriers; and
23	(ii) barriers to the adoption of aging
24	services technology by health care pro-

1	viders and consumers and devising strate-
2	gies to removing such barriers.
3	(3) Report.—Not later than 24 months after
4	the date of the enactment of this Act, the Secretary
5	shall submit to the appropriate committees of juris-
6	diction of the House of Representatives and of the
7	Senate a report on the study carried out under para-
8	graph (1).
9	(4) Definitions.—For purposes of this sub-
10	section:
11	(A) Aging services technology.—The
12	term "aging services technology" means health
13	technology that meets the health care needs of
14	seniors, individuals with disabilities, and the
15	caregivers of such seniors and individuals.
16	(B) Senior.—The term "senior" has such
17	meaning as specified by the Secretary.
18	Subtitle B—Testing of Health
19	Information Technology
20	SEC. 13201. NATIONAL INSTITUTE FOR STANDARDS AND
21	TECHNOLOGY TESTING.
22	(a) Pilot Testing of Standards and Implemen-
23	TATION SPECIFICATIONS.—In coordination with the HIT
24	Standards Committee established under section 3003 of
25	the Public Health Service Act, as added by section 13101,

- 1 with respect to the development of standards and imple-
- 2 mentation specifications under such section, the Director
- 3 of the National Institute for Standards and Technology
- 4 shall test such standards and implementation specifica-
- 5 tions, as appropriate, in order to assure the efficient im-
- 6 plementation and use of such standards and implementa-
- 7 tion specifications.
- 8 (b) Voluntary Testing Program.—In coordina-
- 9 tion with the HIT Standards Committee established under
- 10 section 3003 of the Public Health Service Act, as added
- 11 by section 13101, with respect to the development of
- 12 standards and implementation specifications under such
- 13 section, the Director of the National Institute of Stand-
- 14 ards and Technology shall support the establishment of
- 15 a conformance testing infrastructure, including the devel-
- 16 opment of technical test beds. The development of this
- 17 conformance testing infrastructure may include a program
- 18 to accredit independent, non-Federal laboratories to per-
- 19 form testing.
- 20 SEC. 13202. RESEARCH AND DEVELOPMENT PROGRAMS.
- 21 (a) HEALTH CARE INFORMATION ENTERPRISE INTE-
- 22 GRATION RESEARCH CENTERS.—
- 23 (1) IN GENERAL.—The Director of the National
- 24 Institute of Standards and Technology, in consulta-
- 25 tion with the Director of the National Science Foun-

1	dation and other appropriate Federal agencies, shall
2	establish a program of assistance to institutions of
3	higher education (or consortia thereof which may in-
4	clude nonprofit entities and Federal Government
5	laboratories) to establish multidisciplinary Centers
6	for Health Care Information Enterprise Integration.
7	(2) REVIEW; COMPETITION.—Grants shall be
8	awarded under this subsection on a merit-reviewed,
9	competitive basis.
10	(3) Purpose.—The purposes of the Centers de-
11	scribed in paragraph (1) shall be—
12	(A) to generate innovative approaches to
13	health care information enterprise integration
14	by conducting cutting-edge, multidisciplinary
15	research on the systems challenges to health
16	care delivery; and
17	(B) the development and use of health in-
18	formation technologies and other complemen-
19	tary fields.
20	(4) Research areas.—Research areas may in-
21	clude
22	(A) interfaces between human information
23	and communications technology systems;
24	(B) voice-recognition systems;

(C) software that improves interoperanting
and connectivity among health information sys
tems;
(D) software dependability in systems crit-
ical to health care delivery;
(E) measurement of the impact of informa-
tion technologies on the quality and productivity
of health care;
(F) health information enterprise manage-
ment;
(G) health information technology security
and integrity; and
(H) relevant health information technology
to reduce medical errors.
(5) APPLICATIONS.—An institution of higher
education (or a consortium thereof) seeking funding
under this subsection shall submit an application to
the Director of the National Institute of Standards
and Technology at such time, in such manner, and
containing such information as the Director may re-
quire. The application shall include, at a minimum,
a description of—
(A) the research projects that will be un-
dertaken by the Center established pursuant to

1	assistance under paragraph (1) and the respec-
2	tive contributions of the participating entities;
3	(B) how the Center will promote active col-
4	laboration among scientists and engineers from
5	different disciplines, such as information tech-
6	nology, biologic sciences, management, social
7	sciences, and other appropriate disciplines;
8	(C) technology transfer activities to dem-
9	onstrate and diffuse the research results, tech-
10	nologies, and knowledge; and
11	(D) how the Center will contribute to the
12	education and training of researchers and other
13	professionals in fields relevant to health infor-
14	mation enterprise integration.
15	(b) NATIONAL INFORMATION TECHNOLOGY RE-
16	SEARCH AND DEVELOPMENT PROGRAM.—The National
17	High-Performance Computing Program established by
18	section 101 of the High-Performance Computing Act of
19	1991 (15 U.S.C. 5511) shall include Federal research and
20	development programs related to health information tech-
21	nology.

Subtitle C—Grants and Loans 1 **Funding** 2 3 SEC. 13301. GRANT, LOAN, AND DEMONSTRATION PRO-4 GRAMS. 5 Title XXX of the Public Health Service Act, as added by section 13101, is amended by adding at the end the following new subtitle: 7 "Subtitle B—Incentives for the Use 8 of Health Information Technology 9 "SEC. 3011. IMMEDIATE FUNDING TO STRENGTHEN THE 11 HEALTH INFORMATION TECHNOLOGY INFRA-12 STRUCTURE. 13 "(a) IN GENERAL.—The Secretary shall, using amounts appropriated under section 3018, invest in the 15 infrastructure necessary to allow for and promote the electronic exchange and use of health information for each individual in the United States consistent with the goals outlined in the strategic plan developed by the National Coordinator (and as available) under section 3001. The Secretary shall invest funds through the different agencies with expertise in such goals, such as the Office of the National Coordinator for Health Information Technology, the Health Resources and Services Administration, the Agency for Healthcare Research and Quality, the Centers of 25 Medicare & Medicaid Services, the Centers for Disease

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- 1 Control and Prevention, and the Indian Health Service to2 support the following:
- 3 "(1) Health information technology architecture 4 that will support the nationwide electronic exchange 5 and use of health information in a secure, private, 6 and accurate manner, including connecting health 7 information exchanges, and which may include up-8 dating and implementing the infrastructure nec-9 essary within different agencies of the Department 10 of Health and Human Services to support the elec-11 tronic use and exchange of health information.
 - "(2) Development and adoption of appropriate certified electronic health records for categories of health care providers not eligible for support under title XVIII or XIX of the Social Security Act for the adoption of such records.
 - "(3) Training on and dissemination of information on best practices to integrate health information technology, including electronic health records, into a provider's delivery of care, consistent with best practices learned from the Health Information Technology Research Center developed under section 3012(b), including community health centers receiving assistance under section 330, covered entities under section 340B, and providers participating in

25 ment of this title.

. 1 one or more of the programs under titles XVIII, 2 XIX, and XXI of the Social Security Act (relating 3 to Medicare, Medicaid, and the State Children's Health Insurance Program). 4 5 "(4) Infrastructure and tools for the promotion 6 of telemedicine, including coordination among Fed-7 eral agencies in the promotion of telemedicine. 8 "(5) Promotion of the interoperability of clinical 9 data repositories or registries. 10 "(6) Promotion of technologies and best prac-11 tices that enhance the protection of health informa-12 tion by all holders of individually identifiable health 13 information. 14 "(7) Improvement and expansion of the use of 15 health information technology by public health de-16 partments. 17 "(b) COORDINATION.—The Secretary shall ensure funds under this section are used in a coordinated manner with other health information promotion activities. "(c) Additional Use of Funds.—In addition to 20 using funds as provided in subsection (a), the Secretary 22 may use amounts appropriated under section 3018 to carry out health information technology activities that are provided for under laws in effect on the date of the enact-

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- 55 1 "(d) STANDARDS FOR ACQUISITION OF HEALTH IN-FORMATION TECHNOLOGY.—To the greatest extent practicable, the Secretary shall ensure that where funds are 3 expended under this section for the acquisition of health information technology, such funds shall be used to ac-5 quire health information technology that meets applicable standards adopted under section 3004. Where it is not 7 practicable to expend funds on health information technology that meets such applicable standards, the Secretary shall ensure that such health information technology 10 11 meets applicable standards otherwise adopted by the Sec-12 retary. 13 "SEC. 3012. HEALTH INFORMATION TECHNOLOGY IMPLE-14 MENTATION ASSISTANCE. 15 "(a) HEALTH INFORMATION TECHNOLOGY EXTEN-SION PROGRAM.—To assist health care providers to adopt, 16 17 implement, and effectively use certified EHR technology that allows for the electronic exchange and use of health 18 19 information, the Secretary, acting through the Office of the National Coordinator, shall establish a health informa-20 21 tion technology extension program to provide health information technology assistance services to be carried out 22
- The National Coordinator shall consult with other Federal 24

through the Department of Health and Human Services.

agencies with demonstrated experience and expertise in in-25

1	formation technology services, such as the National Insti-
2	tute of Standards and Technology, in developing and im-
3	plementing this program.
4	"(b) HEALTH INFORMATION TECHNOLOGY RE-
5	SEARCH CENTER.—
6	"(1) IN GENERAL.—The Secretary shall create
7	a Health Information Technology Research Center
8	(in this section referred to as the 'Center') to pro-
9	vide technical assistance and develop or recognize
0	best practices to support and accelerate efforts to
1	adopt, implement, and effectively utilize health infor-
12	mation technology that allows for the electronic ex-
13	change and use of information in compliance with
4	standards, implementation specifications, and certifi-
15	cation criteria adopted under section 3004.
6	"(2) Input.—The Center shall incorporate
17	input from—
8	"(A) other Federal agencies with dem-
19	onstrated experience and expertise in informa-
20	tion technology services such as the National
21	Institute of Standards and Technology;
22	"(B) users of health information tech-
23	nology, such as providers and their support and
24	clerical staff and others involved in the care and
25	care coordination of patients, from the health

1	care—and health information technology indus
2	try; and
3	"(C) others as appropriate.
4	"(3) Purposes.—The purposes of the Center
5	are to—
6	"(A) provide a forum for the exchange of
7	knowledge and experience;
8	"(B) accelerate the transfer of lessons
9	learned from existing public and private sector
10	initiatives, including those currently receiving
11	Federal financial support;
12	"(C) assemble, analyze, and widely dis-
13	seminate evidence and experience related to the
14	adoption, implementation, and effective use of
15	health information technology that allows for
16	the electronic exchange and use of information
17	including through the regional centers described
18	in subsection (c);
19	"(D) provide technical assistance for the
20	establishment and evaluation of regional and
21	local health information networks to facilitate
22	the electronic exchange of information across
23	health care settings and improve the quality of
24	health care;

1	("(E) provide technical assistance for the
2	development and dissemination of solutions to
3	barriers to the exchange of electronic health in-
4	formation; and
5	"(F) learn about effective strategies to
6	adopt and utilize health information technology
7	in medically underserved communities.
8	"(c) HEALTH INFORMATION TECHNOLOGY RE-
9	GIONAL EXTENSION CENTERS.—
10	"(1) IN GENERAL.—The Secretary shall provide
11	assistance for the creation and support of regional
12	centers (in this subsection referred to as 'regional
13	centers') to provide technical assistance and dissemi-
14	nate best practices and other information learned
15	from the Center to support and accelerate efforts to
16	adopt, implement, and effectively utilize health infor-
17	mation technology that allows for the electronic ex-
18	change and use of information in compliance with
19	standards, implementation specifications, and certifi-
20	cation criteria adopted under section 3004. Activities
21	conducted under this subsection shall be consistent
22	with the strategic plan developed by the National
23	Coordinator, (and, as available) under section 3001.
24	"(2) Affiliation.—Regional centers shall be
25	affiliated with any United States-based nonprofit in-

1	stitution of organization, or group thereof, that ap-
2	plies and is awarded financial assistance under this
3	section. Individual awards shall be decided on the
4	basis of merit.
5	"(3) Objective.—The objective of the regional
6	centers is to enhance and promote the adoption of
7	health information technology through—
8	"(A) assistance with the implementation,
9	effective use, upgrading, and ongoing mainte-
10	nance of health information technology, includ-
11	ing electronic health records, to healthcare pro-
12	viders nationwide;
13	"(B) broad participation of individuals
14	from industry, universities, and State govern-
15	ments;
16	"(C) active dissemination of best practices
17	and research on the implementation, effective
18	use, upgrading, and ongoing maintenance of
19	health information technology, including elec-
20	tronic health records, to health care providers
21	in order to improve the quality of healthcare
22	and protect the privacy and security of health
23	information;
24	"(D) participation, to the extent prac-
25	ticable, in health information exchanges;

1	(E) utilization, when appropriate, of the
2	expertise and capability that exists in Federal
3	agencies other than the Department; and
4	"(F) integration of health information
5	technology, including electronic health records,
6	into the initial and ongoing training of health
7	professionals and others in the healthcare in-
8	dustry that would be instrumental to improving
9	the quality of healthcare through the smooth
10	and accurate electronic use and exchange of
11	health information.
12	"(4) REGIONAL ASSISTANCE.—Each regional
13	center shall aim to provide assistance and education
14	to all providers in a region, but shall prioritize any
15	direct assistance first to the following:
16	"(A) Public or not-for-profit hospitals or
17	critical access hospitals.
18	"(B) Federally qualified health centers (as
19	defined in section 1861(aa)(4) of the Social Se-
20	curity Act).
21	"(C) Entities that are located in rural and
22	other areas that serve uninsured, underinsured,
23	and medically underserved individuals (regard-
24	less of whether such area is urban or rural).

1	(1) individual or small group practices
2	(or a consortium thereof) that are primarily fo-
3	cused on primary care.
4	"(5) FINANCIAL SUPPORT.—The Secretary may
5	provide financial support to any regional center cre-
6	ated under this subsection for a period not to exceed
7	four years. The Secretary may not provide more
8	than 50 percent of the capital and annual operating
9	and maintenance funds required to create and main-
10	tain such a center, except in an instance of national
11	economic conditions which would render this cost-
12	share requirement detrimental to the program and
13	upon notification to Congress as to the justification
14	to waive the cost-share requirement.
15	"(6) NOTICE OF PROGRAM DESCRIPTION AND
16	AVAILABILITY OF FUNDS.—The Secretary shall pub-
17	lish in the Federal Register, not later than 90 days
18	after the date of the enactment of this title, a draft
19	description of the program for establishing regional
20	centers under this subsection. Such description shall
21	include the following:
22	"(A) A detailed explanation of the program
23	and the programs goals.
24	"(B) Procedures to be followed by the ap-
25	plicants.

1	"(C) Criteria for determining qualified ap-
2	plicants.
3	"(D) Maximum support levels expected to
4	be available to centers under the program.
5	"(7) APPLICATION REVIEW.—The Secretary
6	shall subject each application under this subsection
7	to merit review. In making a decision whether to ap-
8	prove such application and provide financial support,
9	the Secretary shall consider at a minimum the mer-
10	its of the application, including those portions of the
11	application regarding—
12	"(A) the ability of the applicant to provide
13	assistance under this subsection and utilization
14	of health information technology appropriate to
15	the needs of particular categories of health care
16	providers;
17	"(B) the types of service to be provided to
18	health care providers;
19	"(C) geographical diversity and extent of
20	service area; and
21	"(D) the percentage of funding and
22	amount of in-kind commitment from other
23	sources.
24	"(8) BIENNIAL EVALUATION.—Each regional
25	center which receives financial assistance under this

1 subsection shall be evaluated biennially-by an evalua-2 tion panel appointed by the Secretary. Each evalua-3 tion panel shall be composed of private experts, none 4 of whom shall be connected with the center involved, 5 and of Federal officials. Each evaluation panel shall 6 measure the involved center's performance against 7 the objective specified in paragraph (3). The Sec-8 retary shall not continue to provide funding to a re-9 gional center unless its evaluation is overall positive. 10 "(9) CONTINUING SUPPORT.—After the second 11 year of assistance under this subsection, a regional 12 center may receive additional support under this 13 subsection if it has received positive evaluations and 14 a finding by the Secretary that continuation of Fed-15 eral funding to the center was in the best interest 16 of provision of health information technology exten-17 sion services. 18 "SEC. 3013. STATE GRANTS TO PROMOTE HEALTH INFOR-19 MATION TECHNOLOGY. 20 "(a) IN GENERAL.—The Secretary, acting through the National Coordinator, shall establish a program in ac-21 22 cordance with this section to facilitate and expand the 23 electronic movement and use of health information among organizations according to nationally recognized stand-24 25 ards.

23 include—

1 "(b) Planning Grants.—The Secretary may award a grant to a State or qualified State-designated entity (as 3 described in subsection (f)) that submits an application to the Secretary at such time, in such manner, and containing such information as the Secretary may specify, for the purpose of planning activities described in subsection 7 (d). 8 IMPLEMENTATION GRANTS.—The Secretary may award a grant to a State or qualified State designated entity that— 10 11 "(1) has submitted, and the Secretary has approved, a plan described in subsection (e) (regardless 12 13 of whether such plan was prepared using amounts 14 awarded under subsection (b); and 15 -"(2) submits an application at such time, in 16 such manner, and containing such information as 17 the Secretary may specify. 18 "(d) USE OF FUNDS.—Amounts received under a grant under subsection (c) shall be used to conduct activities to facilitate and expand the electronic movement and use of health information among organizations according 22 to nationally recognized standards through activities that

1	"(1) enhancing broad and varied participation
2	in the authorized and secure nationwide electronic
3	use and exchange of health information;
4	"(2) identifying State or local resources avail-
5	able towards a nationwide effort to promote health
6	information technology;
7	"(3) complementing other Federal grants, pro-
8	grams, and efforts towards the promotion of health
9	information technology;
.0	"(4) providing technical assistance for the de-
.1	velopment and dissemination of solutions to barriers
2	to the exchange of electronic health information;
.3	"(5) promoting effective strategies to adopt and
4	utilize health information technology in medically
.5	underserved communities;
6	"(6) assisting patients in utilizing health infor-
.7	mation technology;
.8	"(7) encouraging clinicians to work with Health
9	Information Technology Regional Extension Centers
20	as described in section 3012, to the extent they are
21	available and valuable;
22	"(8) supporting public health agencies' author-
23	ized use of and access to electronic health informa-
24	tion;

1	promoting the use of electronic heartr
2	records for quality improvement including through
3	quality measures reporting; and
4	"(10) such other activities as the Secretary may
5	specify.
6	"(e) PLAN.—
7	"(1) In GENERAL.—A plan described in this
8	subsection is a plan that describes the activities to
9	be carried out by a State or by the qualified State
10	designated entity within such State to facilitate and
11	expand the electronic movement and use of health
12	information among organizations according to na-
13	tionally recognized standards and implementation
14	specifications.
15	"(2) REQUIRED ELEMENTS.—A plan described
16	in paragraph (1) shall—
17	"(A) be pursued in the public interest;
18	"(B) be consistent with the strategic plan
19	developed by the National Coordinator, (and, as
20	available) under section 3001;
21	"(C) include a description of the ways the
22	State or qualified State-designated entity will
23	carry out the activities described in subsection
24	(b); and

1	"(D) contain such elements as the Sec
2	retary may require.
3	"(f) QUALIFIED STATE-DESIGNATED ENTITY.—For
4	purposes of this section, to be a qualified State-designated
5	entity, with respect to a State, an entity shall—
6	"(1) be designated by the State as eligible to
7	receive awards under this section;
8	"(2) be a not-for-profit entity with broad stake-
9	holder representation on its governing board;
10	"(3) demonstrate that one of its principal goals
1	is to use information technology to improve health
12	care quality and efficiency through the authorized
13	and secure electronic exchange and use of health in-
14	formation;
15	"(4) adopt nondiscrimination and conflict of in-
16	terest policies that demonstrate a commitment to
17	open, fair, and nondiscriminatory participation by
8	stakeholders; and
9	"(5) conform to such other requirements as the
20	Secretary may establish.
21	"(g) REQUIRED CONSULTATION.—In carrying out
22	activities described in subsections (b) and (c), a State or
23	qualified State-designated entity shall consult with and
24	consider the recommendations of—

1	"(1) health care providers (including providers
2	that provide services to low income and underserved
3	populations);
4	"(2) health plans;
5	"(3) patient or consumer organizations that
6	represent the population to be served;
7	"(4) health information technology vendors;
8	"(5) health care purchasers and employers;
9	"(6) public health agencies;
10	"(7) health professions schools, universities and
11	colleges;
12	"(8) clinical researchers;
13	"(9) other users of health information tech-
14	nology such as the support and clerical staff of pro-
15	viders and others involved in the care and care co-
16	ordination of patients; and
17	"(10) such other entities, as may be determined
18	appropriate by the Secretary.
19	"(h) Continuous Improvement.—The Secretary
20	shall annually evaluate the activities conducted under this
21	section and shall, in awarding grants under this section,
22	implement the lessons learned from such evaluation in a
23	manner so that awards made subsequent to each such
24	evaluation are made in a manner that, in the determina-
25	tion of the Secretary, will lead towards the greatest im-

1	provement in quality of care, decrease in costs, and the
2	most effective authorized and secure electronic exchange
3	of health information.
4	"(i) REQUIRED MATCH.—
5	"(1) In general.—For a fiscal year (begin-
6	ning with fiscal year 2011), the Secretary may not
7	make a grant under this section to a State unless
8	the State agrees to make available non-Federal con-
9	tributions (which may include in-kind contributions)
10	toward the costs of a grant awarded under sub-
11	section (c) in an amount equal to—
12	"(A) for fiscal year 2011, not less than \$1
13	for each \$10 of Federal funds provided under
14	the grant;
15	"(B) for fiscal year 2012, not less than \$1
16	for each \$7 of Federal funds provided under
17	the grant; and
18	"(C) for fiscal year 2013 and each subse-
19	quent fiscal year, not less than \$1 for each \$3
20	of Federal funds provided under the grant.
21	"(2) AUTHORITY TO REQUIRE STATE MATCH
22	FOR FISCAL YEARS BEFORE FISCAL YEAR 2011.—For
23	any fiscal year during the grant program under this
24	section before fiscal year 2011, the Secretary may
25	determine the extent to which there shall be required

1	a non-Federal contribution from a State receiving a
2	grant under this section.
3	"SEC. 3014. COMPETITIVE GRANTS TO STATES AND INDIAN
4	TRIBES FOR THE DEVELOPMENT OF LOAN
5	PROGRAMS TO FACILITATE THE WIDE-
6	SPREAD ADOPTION OF CERTIFIED EHR TECH-
7	NOLOGY.
8	"(a) In General.—The National Coordinator may
9	award competitive grants to eligible entities for the estab-
10	lishment of programs for loans to health care providers
11	to conduct the activities described in subsection (e).
12	"(b) ELIGIBLE ENTITY DEFINED.—For purposes of
13	this subsection, the term 'eligible entity' means a State
14	or Indian tribe (as defined in the Indian Self-Determina-
15	tion and Education Assistance Act) that—
16	"(1) submits to the National Coordinator an
17	application at such time, in such manner, and con-
18	taining such information as the National Coordi-
19	nator may require;
20	"(2) submits to the National Coordinator a
21	strategic plan in accordance with subsection (d) and
22	provides to the National Coordinator assurances that
23	the entity will update such plan annually in accord-
24	ance with such subsection;

1	"(3) provides assurances to the National Coor-
2	dinator that the entity will establish a Loan Fund
3	in accordance with subsection (e);
4	"(4) provides assurances to the National Coor-
5	dinator that the entity will not provide a loan from
6	the Loan Fund to a health care provider unless the
7	provider agrees to—
8	"(A) submit reports on quality measures
9	adopted by the Federal Government (by not
10	later than 90 days after the date on which such
11	measures are adopted), to—
12	"(i) the Administrator of the Centers
13	for Medicare & Medicaid Services (or his
14	or her designee), in the case of an entity
15	participating in the Medicare program
16	under title XVIII of the Social Security
17	Act or the Medicaid program under title
18	XIX of such Act; or
19	"(ii) the Secretary in the case of other
20	entities;
21	"(B) demonstrate to the satisfaction of the
22	Secretary (through criteria established by the
23	Secretary) that any certified EHR technology
24	purchased, improved, or otherwise financially
25	supported under a loan under this section is

1	used to exchange hearth information in a man-
2	ner that, in accordance with law and standards
3	(as adopted under section 3004) applicable to
4	the exchange of information, improves the qual-
5	ity of health care, such as promoting care co-
6	ordination; and
7	"(C) comply with such other requirements
8	as the entity or the Secretary may require;
9	"(D) include a plan on how health care
10	providers involved intend to maintain and sup-
11	port the certified EHR technology over time;
12	"(E) include a plan on how the health care
13	providers involved intend to maintain and sup-
14	port the certified EHR technology that would
15	be purchased with such loan, including the type
16	of resources expected to be involved and any
17	such other information as the State or Indian
18	Tribe, respectively, may require; and
19	"(5) agrees to provide matching funds in ac-
20	cordance with subsection (h).
21	"(c) ESTABLISHMENT OF FUND.—For purposes of
22	subsection (b)(3), an eligible entity shall establish a cer-
23	tified EHR technology loan fund (referred to in this sub-
24	section as a 'Loan Fund') and comply with the other re-
25	quirements contained in this section. A grant to an eligible

1	entity under this section shall be deposited in the Loan
2	Fund established by the eligible entity. No funds author-
3	ized by other provisions of this title to be used for other
4	purposes specified in this title shall be deposited in any
5	Loan Fund.
6	"(d) STRATEGIC PLAN.—
7	"(1) In general.—For purposes of subsection
8	(b)(2), a strategic plan of an eligible entity under
9	this subsection shall identify the intended uses of
10	amounts available to the Loan Fund of such entity.
11	"(2) Contents.—A strategic plan under para-
12	graph (1), with respect to a Loan Fund of an eligi-
13	ble entity, shall include for a year the following:
14	"(A) A list of the projects to be assisted
15	through the Loan Fund during such year.
16	"(B) A description of the criteria and
17	methods established for the distribution of
18	funds from the Loan Fund during the year.
19	"(C) A description of the financial status
20	of the Loan Fund as of the date of submission
21	of the plan.
22	"(D) The short-term and long-term goals
23	of the Loan Fund.
24	"(e) USE OF FUNDS.—Amounts deposited in a Loan
25	Fund, including loan repayments and interest earned on

lowing:

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1	such amounts, shall be used only for awarding loans or
2	loan guarantees, making reimbursements described in sub-
3	section (g)(4)(A), or as a source of reserve and security
4	for leveraged loans, the proceeds of which are deposited
5	in the Loan Fund established under subsection (c). Loans
6	under this section may be used by a health care provider
7	to—
8	"(1) facilitate the purchase of certified EHR
9	technology;
10	"(2) enhance the utilization of certified EHR
11	technology (which may include costs associated with
12	upgrading health information technology so that it
13	meets criteria necessary to be a certified EHR tech-
14	nology);
15	"(3) train personnel in the use of such tech-
16	nology; or
17	"(4) improve the secure electronic exchange of
18	health information.
19	"(f) Types of Assistance.—Except as otherwise
20	limited by applicable State law, amounts deposited into a
21	Loan Fund under this section may only be used for the
22	following:
23	"(1) To award loans that comply with the fol-

1	"(A) The interest rate for each loan shall
2	not exceed the market interest rate.
3	"(B) The principal and interest payments
4	on each loan shall commence not later than 1
5	year after the date the loan was awarded, and
6	each loan shall be fully amortized not later than
7	10 years after the date of the loan.
8	"(C) The Loan Fund shall be credited with
9	all payments of principal and interest on each
10	loan awarded from the Loan Fund.
11	"(2) To guarantee, or purchase insurance for
12	a local obligation (all of the proceeds of which fi-
13	nance a project eligible for assistance under this
14	subsection) if the guarantee or purchase would im-
15	prove credit market access or reduce the interest
16	rate applicable to the obligation involved.
17	"(3) As a source of revenue or security for the
18	payment of principal and interest on revenue or gen-
19	eral obligation bonds issued by the eligible entity if
20	the proceeds of the sale of the bonds will be depos-
21	ited into the Loan Fund.
22	"(4) To earn interest on the amounts deposited
23	into the Loan Fund.
24	"(5) To make reimbursements described in sub-
25	section $(g)(4)(A)$.

1	"(g) Administration of Loan Funds.—
2	"(1) COMBINED FINANCIAL ADMINISTRATION.—
3	An eligible entity may (as a convenience and to
4	avoid unnecessary administrative costs) combine, in
5	accordance with applicable State law, the financial
6	administration of a Loan Fund established under
7	this subsection with the financial administration of
8	any other revolving fund established by the entity if
9	otherwise not prohibited by the law under which the
10	Loan Fund was established.
11	"(2) Cost of administering fund.—Each el-
12	igible entity may annually use not to exceed 4 per-
13	cent of the funds provided to the entity under a
14	grant under this section to pay the reasonable costs
15	of the administration of the programs under this
16	section, including the recovery of reasonable costs
17	expended to establish a Loan Fund which are in-
18	curred after the date of the enactment of this title.
19	"(3) GUIDANCE AND REGULATIONS.—The Na-
20	tional Coordinator shall publish guidance and pro-
21	mulgate regulations as may be necessary to carry
22	out the provisions of this section, including—
23	"(A) provisions to ensure that each eligible
24	entity commits and expends funds allotted to
25	the entity under this section as efficiently as

1	possible in accordance with this title and appli-
2	cable State laws; and
3	"(B) guidance to prevent waste, fraud, and
4	abuse.
5	"(4) Private sector contributions.—
6	"(A) IN GENERAL.—A Loan Fund estab-
7	lished under this section may accept contribu-
8	tions from private sector entities, except that
9	such entities may not specify the recipient or
10	recipients of any loan issued under this sub-
11	section. An eligible entity may agree to reim-
12	burse a private sector entity for any contribu-
13	tion made under this subparagraph, except that
14	the amount of such reimbursement may not be
15	greater than the principal amount of the con-
16	tribution made.
17	"(B) AVAILABILITY OF INFORMATION.—
18	An eligible entity shall make publicly available
19	the identity of, and amount contributed by, any
20	private sector entity under subparagraph (A)
21	and may issue letters of commendation or make
22	other awards (that have no financial value) to
23	any such entity.
24	"(h) MATCHING REQUIREMENTS.—

1 "(1) IN GENERAL.—The National Coordinator 2 may not make a grant under subsection (a) to an el-3 igible entity unless the entity agrees to make avail-4 able (directly or through donations from public or 5 private entities) non-Federal contributions in cash to 6 the costs of carrying out the activities for which the 7 grant is awarded in an amount equal to not less 8 than \$1 for each \$5 of Federal funds provided under 9 the grant. 10 "(2) DETERMINATION OF AMOUNT OF NON-11 CONTRIBUTION.—In determining FEDERAL 12 amount of non-Federal contributions that an eligible 13 entity has provided pursuant to subparagraph (A), 14 the National Coordinator may not include any 15 amounts provided to the entity by the Federal Gov-16 ernment. 17 "(i) Effective Date.—The Secretary may not make an award under this section prior to January 1, 19 2010. 20 "SEC. 3015. DEMONSTRATION PROGRAM TO INTEGRATE IN-21 FORMATION TECHNOLOGY INTO CLINICAL 22 EDUCATION. 23 "(a) IN GENERAL.—The Secretary may award grants under this section to carry out demonstration projects to 25 develop academic curricula integrating certified EHR

1	technology in the clinical education of health professionals.
2	Such awards shall be made on a competitive basis and
3	pursuant to peer review.
4	"(b) Eligibility.—To be eligible to receive a grant
5	under subsection (a), an entity shall—
6	"(1) submit to the Secretary an application at
7	such time, in such manner, and containing such in-
8	formation as the Secretary may require;
9	"(2) submit to the Secretary a strategic plan
10	for integrating certified EHR technology in the clin-
11	ical education of health professionals to reduce med-
12	ical errors, increase access to prevention, reduce
13	chronic diseases, and enhance health care quality;
14	"(3) be—
15	-"(A) a school of medicine, osteopathic
16	medicine, dentistry, or pharmacy, a graduate
17	program in behavioral or mental health, or any
18	other graduate health professions school;
19	"(B) a graduate school of nursing or phy-
20	sician assistant studies;
21	"(C) a consortium of two or more schools
22	described in subparagraph (A) or (B); or
23	"(D) an institution with a graduate med-
24	ical education program in medicine, osteopathic

medicine, dentistry, pharmacy, nursing, or phy-
sician assistance studies;
"(4) provide for the collection of data regarding
the effectiveness of the demonstration project to be
funded under the grant in improving the safety of
patients, the efficiency of health care delivery, and
in increasing the likelihood that graduates of the
grantee will adopt and incorporate certified EHR
technology, in the delivery of health care services;
and
"(5) provide matching funds in accordance with
subsection (d).
"(c) USE OF FUNDS.—
"(1) IN GENERAL.—With respect to a grant
under subsection (a), an eligible entity shall—
"(A) use grant funds in collaboration with
2 or more disciplines; and
"(B) use grant funds to integrate certified
EHR technology into community-based clinical
education.
"(2) LIMITATION.—An eligible entity shall not
use amounts received under a grant under sub-
section (a) to purchase hardware, software, or serv-
ices.

1	"(d) FINANCIAL SUPPORT.—The Secretary may not
2	provide more than 50 percent of the costs of any activity
3	for which assistance is provided under subsection (a), ex-
4	cept in an instance of national economic conditions which
5	would render the cost-share requirement under this sub-
6	section detrimental to the program and upon notification
7	to Congress as to the justification to waive the cost-share
8	requirement.
9	"(e) EVALUATION.—The Secretary shall take such
10	action as may be necessary to evaluate the projects funded
11	under this section and publish, make available, and dis-
12	seminate the results of such evaluations on as wide a basis
13	as is practicable. •
14	"(f) REPORTS.—Not later than 1 year after the date
15	of enactment of this title, and annually thereafter, the Sec-
16	retary shall submit to the Committee on Health, Edu-
17	cation, Labor, and Pensions and the Committee on Fi-
18	nance of the Senate, and the Committee on Energy and
19	Commerce of the House of Representatives a report
20	that—
21	"(1) describes the specific projects established
22	under this section; and
23	"(2) contains recommendations for Congress
24	based on the evaluation conducted under subsection
25	(e)

1	"SEC. 3016. INFORMATION TECHNOLOGY PROFESSIONALS
2	IN HEALTH CARE.
3	"(a) In General.—The Secretary, in consultation
4	with the Director of the National Science Foundation,
5	shall provide assistance to institutions of higher education
6	(or consortia thereof) to establish or expand medical
7	health informatics education programs, including certifi-
8	cation, undergraduate, and masters degree programs, for
9	both health care and information technology students to
10	ensure the rapid and effective utilization and development $% \left(t\right) =\left(t\right) \left(t\right) $
11	of health information technologies (in the United States
12	health care infrastructure).
13	"(b) Activities for which assistance
14	may be provided under subsection (a) may include the fol-
15	lowing:
16	"(1) Developing and revising curricula in med-
17	ical health informatics and related disciplines.
18	"(2) Recruiting and retaining students to the
19	program involved.
20	"(3) Acquiring equipment necessary for student
21	instruction in these programs, including the installa-
22	tion of testbed networks for student use.
23	"(4) Establishing or enhancing bridge programs
24	in the health informatics fields between community
25	colleges and universities.

1 "(c) Priority.—In providing assistance under sub-2 section (a), the Secretary shall give preference to the following: 3 4 "(1) Existing education and training programs. 5 "(2) Programs designed to be completed in less 6 than six months. 7 "SEC. 3017. GENERAL GRANT AND LOAN PROVISIONS. 8 "(a) Reports.—The Secretary may require that an entity receiving assistance under this subtitle shall submit 10 to the Secretary, not later than the date that is 1 year 11 after the date of receipt of such assistance, a report that includes-12 13 "(1) an analysis of the effectiveness of the ac-14 tivities for which the entity receives such assistance, 15 as compared to the goals for such activities; and 16 "(2) an analysis of the impact of the project on 17 health care quality and safety. 18 "(b) REQUIREMENT TO IMPROVE QUALITY OF CARE AND DECREASE IN COSTS.—The National Coordinator 20 shall annually evaluate the activities conducted under this 21 subtitle and shall, in awarding grants, implement the les-22 sons learned from such evaluation in a manner so that awards made subsequent to each such evaluation are made 24 in a manner that, in the determination of the National

1	Coordinator, will result in the greatest improvement in the
2	quality and efficiency of health care.
3	"SEC. 3018. AUTHORIZATION FOR APPROPRIATIONS.
4	"For the purposes of carrying out this subtitle, there
5	is authorized to be appropriated such sums as may be nec-
6	essary for each of the fiscal years 2009 through 2013.".
7	Subtitle D—Privacy
8	SEC. 13400. DEFINITIONS.
9	In this subtitle, except as specified otherwise:
10	(1) Breach.—
11	(A) IN GENERAL.—The term "breach"
12	means the unauthorized acquisition, access, use,
13	or disclosure of protected health information
14	which compromises the security or privacy of
15	such information, except where an unauthorized
16	person to whom such information is disclosed
17	would not reasonably have been able to retain
18	such information.
19	(B) EXCEPTIONS.—The term "breach"
20	does not include—
21	(i) any unintentional acquisition, ac-
22	cess, or use of protected health information
23	by an employee or individual acting under
24	the authority of a covered entity or busi-
25	ness associate if—

1	(I) such acquisition, access, or
2	use was made in good faith and with-
3	in the course and scope of the employ-
4	ment or other professional relation-
5	ship of such employee or individual,
6	respectively, with the covered entity or
7	business associate; and
8	(II) such information is not fur-
9	ther acquired, accessed, used, or dis-
10	closed by any person; or
11	(ii) any inadvertent disclosure from an
12	individual who is otherwise authorized to
13	access protected health information at a
14	facility operated by a covered entity or
15	business associate to another similarly sit-
16	uated individual at same facility; and
17	(iii) any such information received as
18	a result of such disclosure is not further
19	acquired, accessed, used, or disclosed with-
20	out authorization by any person.
21	(2) Business associate.—The term "business
22	associate" has the meaning given such term in sec-
23	tion 160.103 of title 45, Code of Federal Regula-
24	tions.

1	(3) Govered entity.—The term "covered en-
2	tity" has the meaning given such term in section
3	160.103 of title 45, Code of Federal Regulations.
4	(4) Disclose.—The terms "disclose" and "dis-
5	closure" have the meaning given the term "disclo-
6	sure" in section 160.103 of title 45, Code of Federal
7	Regulations.
8	(5) Electronic health record.—The term
9	"electronic health record" means an electronic
10	record of health-related information on an individual
11	that is created, gathered, managed, and consulted by
12	authorized health care clinicians and staff.
13	(6) HEALTH CARE OPERATIONS.—The term
14	"health care operation" has the meaning given such
15	term in section 164.501 of title 45, Code of Federal
16	Regulations.
17	(7) HEALTH CARE PROVIDER.—The term
18	"health care provider" has the meaning given such
19	term in section 160.103 of title 45, Code of Federal
20	Regulations.
21	(8) HEALTH PLAN.—The term "health plan"
22	has the meaning given such term in section 160.103
23	of title 45, Code of Federal Regulations.
24	(9) NATIONAL COORDINATOR.—The term "Na-
25	tional Coordinator" means the head of the Office of

1 the National Coordinator for Health Information 2 Technology established under section 3001(a) of the 3 Public Health Service Act, as added by section 4 13101. 5 (10) PAYMENT.—The term "payment" has the 6 meaning given such term in section 164.501 of title 7 45, Code of Federal Regulations. 8 (11) Personal Health Record.—The term 9 "personal health record" means an electronic record 10 of PHR identifiable health information (as defined 11 in section 13407(f)(2)) on an individual that can be 12 drawn from multiple sources and that is managed, 13 shared, and controlled by or primarily for the indi-14 vidual. 15 (12) PROTECTED HEALTH INFORMATION.—The 16 term "protected health information" has the mean-17 ing given such term in section 160.103 of title 45, 18 Code of Federal Regulations. 19 (13) SECRETARY.—The term "Secretary" 20 means the Secretary of Health and Human Services. 21 (14) Security.—The term "security" has the 22 meaning given such term in section 164.304 of title 23 45, Code of Federal Regulations. 24 (15) STATE.—The term "State" means each of 25 the several States, the District of Columbia, Puerto

1	Rico, the Virgin Islands, Guam, American Samoa
2	and the Northern Mariana Islands.
3	(16) TREATMENT.—The term "treatment" has
4	the meaning given such term in section 164.501 of
5	title 45, Code of Federal Regulations.
6	(17) USE.—The term "use" has the meaning
7	given such term in section 160.103 of title 45, Code
8	of Federal Regulations.
9	(18) VENDOR OF PERSONAL HEALTH
10	RECORDS.—The term "vendor of personal health
11	records" means an entity, other than a covered enti-
12	ty (as defined in paragraph (3)), that offers or
13	maintains a personal health record.
14	PART 1—IMPROVED PRIVACY PROVISIONS AND
15	SECURITY PROVISIONS
16	SEC. 13401. APPLICATION OF SECURITY PROVISIONS AND
17	PENALTIES TO BUSINESS ASSOCIATES OF
18	COVERED ENTITIES; ANNUAL GUIDANCE ON
19	SECURITY PROVISIONS.
20	(a) Application of Security Provisions.—Sec-
21	tions 164.308, 164.310, 164.312, and 164.316 of title 45,
22	Code of Federal Regulations, shall apply to a business as-
23	sociate of a covered entity in the same manner that such
24	sections apply to the covered entity. The additional re-
25	quirements of this title that relate to security and that

- 1 are made applicable with respect to covered entities shall
- 2 also be applicable to such a business associate and shall
- 3 be incorporated into the business associate agreement be-
- 4 tween the business associate and the covered entity.
- 5 (b) APPLICATION OF CIVIL AND CRIMINAL PEN-
- 6 ALTIES.—In the case of a business associate that violates
- 7 any security provision specified in subsection (a), sections
- 8 1176 and 1177 of the Social Security Act (42 U.S.C.
- 9 1320d-5, 1320d-6) shall apply to the business associate
- 10 with respect to such violation in the same manner such
- 11 sections apply to a covered entity that violates such secu-
- 12 rity provision.
- 13 (c) ANNUAL GUIDANCE.—For the first year begin-
- 14 ning after the date of the enactment of this Act and annu-
- 15 ally thereafter, the Secretary of Health and Human Serv-
- 16 ices shall, after consultation with stakeholders, annually
- 17 issue guidance on the most effective and appropriate tech-
- 18 nical safeguards for use in carrying out the sections re-
- 19 ferred to in subsection (a) and the security standards in
- 20 subpart C of part 164 of title 45, Code of Federal Regula-
- 21 tions, including the use of standards developed under sec-
- 22 tion 3002(b)(2)(B)(vi) of the Public Health Service Act,
- 23 as added by section 13101 of this Act, as such provisions
- 24 are in effect as of the date before the enactment of this
- 25 Act.

1 SEC. 13402. NOTIFICATION IN THE CASE OF BREACH.

- 2 (a) IN GENERAL.—A covered entity that accesses,
- 3 maintains, retains, modifies, records, stores, destroys, or
- 4 otherwise holds, uses, or discloses unsecured protected
- 5 health information (as defined in subsection (h)(1)) shall,
- 6 in the case of a breach of such information that is discov-
- 7 ered by the covered entity, notify each individual whose
- 8 unsecured protected health information has been, or is
- 9 reasonably believed by the covered entity to have been,
- 10 accessed, acquired, or disclosed as a result of such breach.
- 11 (b) NOTIFICATION OF COVERED ENTITY BY BUSI-
- 12 NESS ASSOCIATE.—A business associate of a covered enti-
- 13 ty that accesses, maintains, retains, modifies, records,
- 14 stores, destroys, or otherwise holds, uses, or discloses un-
- 15 secured protected health information shall, following the
- 16 discovery of a breach of such information, notify the cov-
- 17 ered entity of such breach. Such notice shall include the
- 18 identification of each individual whose unsecured protected
- 19 health information has been, or is reasonably believed by
- 20 the business associate to have been, accessed, acquired,
- 21 or disclosed during such breach.
- 22 (c) Breaches Treated as Discovered.—For pur-
- 23 poses of this section, a breach shall be treated as discov-
- 24 ered by a covered entity or by a business associate as of
- 25 the first day on which such breach is known to such entity
- 26 or associate, respectively, (including any person, other

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- 1 than the individual committing the breach, that is an em-
- 2 ployee, officer, or other agent of such entity or associate,
- 3 respectively) or should reasonably have been known to
- 4 such entity or associate (or person) to have occurred.

5 (d) Timeliness of Notification.—

- (1) In General.—Subject to subsection (g), all notifications required under this section shall be made without unreasonable delay and in no case later than 60 calendar days after the discovery of a breach by the covered entity involved (or business associate involved in the case of a notification required under subsection (b)).
 - (2) Burden of proof.—The covered entity involved (or business associate involved in the case of a notification required under subsection (b)), shall have the burden of demonstrating that all notifications were made as required under this part, including evidence demonstrating the necessity of any delay.

(e) Methods of Notice.—

(1) Individual notice.—Notice required under this section to be provided to an individual, with respect to a breach, shall be provided promptly and in the following form:

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(A) Written notification by first-class mail to the individual (or the next of kin of the individual if the individual is deceased) at the last known address of the individual or the next of kin, respectively, or, if specified as a preference by the individual, by electronic mail. The notification may be provided in one or more mailings as information is available.

(B) In the case in which there is insufficient, or out-of-date contact information (including a phone number, email address, or any other form of appropriate communication) that precludes direct written (or, if specified by the individual under subparagraph (A), electronic) notification to the individual, a substitute form of notice shall be provided, including, in the case that there are 10 or more individuals for which there is insufficient or out-of-date contact information, a conspicuous posting for a period determined by the Secretary on the home page of the Web site of the covered entity involved or notice in major print or broadcast media, including major media in geographic areas where the individuals affected by the breach likely reside. Such a notice in media or web posting will

- include a toll-free phone number where an individual can learn whether or not the individual's unsecured protected health information is possibly included in the breach.
 - (C) In any case deemed by the covered entity involved to require urgency because of possible imminent misuse of unsecured protected health information, the covered entity, in addition to notice provided under subparagraph (A), may provide information to individuals by telephone or other means, as appropriate.
- (2) MEDIA NOTICE.—Notice shall be provided to prominent media outlets serving a State or jurisdiction, following the discovery of a breach described in subsection (a), if the unsecured protected health information of more than 500 residents of such State or jurisdiction is, or is reasonably believed to have been, accessed, acquired, or disclosed during such breach.
- (3) Notice to secretary.—Notice shall be provided to the Secretary by covered entities of unsecured protected health information that has been acquired or disclosed in a breach. If the breach was with respect to 500 or more individuals than such notice must be provided immediately. If the breach

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ability code).

1 was with respect to less than 500 individuals, the 2 covered entity may maintain a log of any such 3 breach occurring and annually submit such a log to 4 the Secretary documenting such breaches occurring 5 during the year involved. 6 (4) Posting on hhs public website.—The 7 Secretary shall make available to the public on the 8 Internet website of the Department of Health and 9 Human Services a list that identifies each covered 10 entity involved in a breach described in subsection 11 (a) in which the unsecured protected health informa-12 tion of more than 500 individuals is acquired or dis-13 closed. 14 (f) CONTENT OF NOTIFICATION.—Regardless of the 15 method by which notice is provided to individuals under 16 this section, notice of a breach shall include, to the extent 17 possible, the following: 18 (1) A brief description of what happened, in-19 cluding the date of the breach and the date of the 20 discovery of the breach, if known. 21 (2) A description of the types of unsecured pro-22 tected health information that were involved in the 23 breach (such as full name, Social Security number,

date of birth, home address, account number, or dis-

1	(3) The steps individuals should take to protect
2	themselves from potential harm resulting from the
3	breach.
4	(4) A brief description of what the covered enti-
5	ty involved is doing to investigate the breach, to
6	mitigate losses, and to protect against any further
7	breaches.
8	(5) Contact procedures for individuals to ask
9	questions or learn additional information, which
10	shall include a toll-free telephone number, an e-mail
11	address, Web site, or postal address.
12	(g) Delay of Notification Authorized for Law
13	Enforcement Purposes.—If a law enforcement official
14	determines that a notification, notice, or posting required
15	under this section would impede a criminal investigation
16	or cause damage to national security, such notification,
17	notice, or posting shall be delayed in the same manner
18	as provided under section 164.528(a)(2) of title 45, Code
19	of Federal Regulations, in the case of a disclosure covered
20	under such section.
21	(h) Unsecured Protected Health Informa-
22	TION.—
23	(1) DEFINITION.—
24	(A) IN GENERAL.—Subject to subpara-
25	graph (B), for purposes of this section, the

term "unsecured protected health information" means protected health information that is not secured through the use of a technology or methodology specified by the Secretary in the guidance issued under paragraph (2).

(B) EXCEPTION IN CASE TIMELY GUIDANCE NOT ISSUED.—In the case that the Secretary does not issue guidance under paragraph
(2) by the date specified in such paragraph, for
purposes of this section, the term "unsecured
protected health information" shall mean protected health information that is not secured by
a technology standard that renders protected
health information unusable, unreadable, or indecipherable to unauthorized individuals and is
developed or endorsed by a standards developing organization that is accredited by the
American National Standards Institute.

(2) Guidance.—For purposes of paragraph (1) and section 13407(f)(3), not later than the date that is 60 days after the date of the enactment of this Act, the Secretary shall, after consultation with stakeholders, issue (and annually update) guidance specifying the technologies and methodologies that render protected health information unusable,

1	unreadable, or indecipherable to unauthorized indi-
2	viduals, iccluding the use of standards developed
3	under section 3002(b)(2)(B)(vi) of the Public Health
4	Service Act, as added by section 13101 of this Act
5	(i) Report to Congress on Breaches.—
6	(1) IN GENERAL.—Not later than 12 months
7	after the date of the enactment of this Act and an-
8	nually thereafter, the Secretary shall prepare and
9	submit to the Committee on Finance and the Com-
10	mittee on Health, Education, Labor, and Pensions
11	of the Senate and the Committee on Ways and
12	Means and the Committee on Energy and Commerce
13	of the House of Representatives a report containing
14	the information described in paragraph (2) regard-
15	ing breaches for which notice was provided to the
16	Secretary under subsection (e)(3).
17	(2) Information.—The information described
18	in this paragraph regarding breaches specified in
19	paragraph (1) shall include—
20	(A) the number and nature of such
21	breaches; and
22	(B) actions taken in response to such
23	breaches.
24	(j) REGULATIONS; EFFECTIVE DATE.—To carry out
25	this section, the Secretary of Health and Human Services

- 1 shall promulgate interim final regulations by not later
- 2 than the date that is 180 days after the date of the enact-
- 3 ment of this title. The provisions of this section shall apply
- 4 to breaches that are discovered on or after the date that
- 5 is 30 days after the date of publication of such interim
- 6 final regulations.
- 7 SEC. 13403. EDUCATION ON HEALTH INFORMATION PRI-
- 8 VACY.
- 9 (a) REGIONAL OFFICE PRIVACY ADVISORS.—Not
- 10 later than 6 months after the date of the enactment of
- 11 this Act, the Secretary shall designate an individual in
- 12 each regional office of the Department of Health and
- 13 Human Services to offer guidance and education to cov-
- 14 ered entities, business associates, and individuals on their
- 15 rights and responsibilities related to Federal privacy and
- 16 security requirements for protected health information.
- 17 (b) Education Initiative on Uses of Health In-
- 18 FORMATION.—Not later than 12 months after the date of
- 19 the enactment of this Act, the Office for Civil Rights with-
- 20 in the Department of Health and Human Services shall
- 21 develop and maintain a multi-faceted national education
- 22 initiative to enhance public transparency regarding the
- 23 uses of protected health information, including programs
- 24 to educate individuals about the potential uses of their
- 25 protected health information, the effects of such uses, and

- 1 the rights of individuals with respect to such uses. Such
- 2 programs shall/be conducted in a variety of languages and
- 3 present information in a clear and understandable man-
- 4 ner.
- 5 SEC. 13404. APPLICATION OF PRIVACY PROVISIONS AND
- 6 PENALTIES TO BUSINESS ASSOCIATES OF
- 7 COVERED ENTITIES.
- 8 (a) Application of Contract Requirements.—
- 9 In the case of a business associate of a covered entity that
- 10 obtains or creates protected health information pursuant
- 11 to a written contract (or other written arrangement) de-
- 12 scribed in section 164.502(e)(2) of title 45, Code of Fed-
- 13 eral Regulations, with such covered entity, the business
- 14 associate may use and disclose such protected health infor-
- 15 mation only if such use or disclosure, respectively, is in
- 16 compliance with each applicable requirement of section
- 17 164.504(e) of such title. The additional requirements of
- 18 this subtitle that relate to privacy and that are made ap-
- 19 plicable with respect to covered entities shall also be appli-
- 20 cable to such a business associate and shall be incor-
- 21 porated into the business associate agreement between the
- 22 business associate and the covered entity.
- 23 (b) Application of Knowledge Elements Asso-
- 24 CIATED WITH CONTRACTS.—Section 164.504(e)(1)(ii) of
- 25 title 45, Code of Federal Regulations, shall apply to a

1	business associate described in subsection (a), with respect
2	to compliance with such subsection, in the same manner
3	that such section applies to a covered entity, with respect
4	to compliance with the standards in sections 164.502(e)
5	and 164.504(e) of such title, except that in applying such
6	section 164.504(e)(1)(ii) each reference to the business as-
7	sociate, with respect to a contract, shall be treated as a
8	reference to the covered entity involved in such contract.
9	(e) Application of Civil and Criminal Pen-
10	ALTIES.—In the case of a business associate that violates
11	any provision of subsection (a) or (b), the provisions of
12	sections 1176 and 1177 of the Social Security Act (42
13	U.S.C. 1320d-5, 1320d-6) shall apply to the business as-
14	sociate with respect to such violation in the same manner
15	as such provisions apply to a person who violates a provi-
16	sion of part C of title XI of such Act.
17	SEC. 13405. RESTRICTIONS ON CERTAIN DISCLOSURES \boldsymbol{AND}
18	SALES OF HEALTH INFORMATION; ACCOUNT-
19	ING OF CERTAIN PROTECTED HEALTH IN-
20	FORMATION DISCLOSURES; ACCESS TO CER-
21	TAIN INFORMATION IN ELECTRONIC FOR-
22	MAT.
23	(a) REQUESTED RESTRICTIONS ON CERTAIN DIS-
24	CLOSURES OF HEALTH INFORMATION.—In the case that
25	an individual requests under paragraph (a)(1)(i)(A) of

1	section 164.522 of title 45, Code of Federal Regulations
2	that a covered entity restrict the disclosure of the pro-
3	tected health information of the individual, notwith-
4	standing paragraph (a)(1)(ii) of such section, the covered
5	entity must comply with the requested restriction if—
6	(1) except as otherwise required by law, the dis-
7	closure is to a health plan for purposes of carrying
8	out payment or health care operations (and is not
9	for purposes of carrying out treatment); and
10	(2) the protected health information pertains
11	solely to a health care item or service for which the
12	health care provider involved has been paid out of
13	pocket in full.
14	(b) Disclosures Required to Be Limited to
15	THE LIMITED DATA SET OR THE MINIMUM NEC-
16	ESSARY.—
17	(1) IN GENERAL.—
18	(A) In general.—Subject to subpara-
19	graph (B), a covered entity shall be treated as
20	being in compliance with section 164.502(b)(1)
21	of title 45, Code of Federal Regulations, with
22	respect to the use, disclosure, or request of pro-
23	tected health information described in such sec-
24	tion, only if the covered entity limits such pro-
25	tected health information to the extent prac-

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1	ticable, to the limited data set (as defined in
2	section 164.514(e)(2) of such title) or, if needed
3	by such entity, to the minimum necessary to ac-
4	complish the intended purpose of such use, dis-
5	closure, or request, respectively.
6	(B) GUIDANCE.—Not later than 18
7	months after the date of the enactment of this
8	section, the Secretary shall issue guidance on
9	what constitutes "minimum necessary" for pur-
10	poses of subpart E of part 164 of title 45, Code
11	of Federal Regulation. In issuing such guidance
12	the Secretary shall take into consideration the
13	guidance under section 13424(c) and the infor-
14	mation necessary to improve patient outcomes
15	and to detect, prevent, and manage chronic dis-
16	ease.
17	(C) Sunset.—Subparagraph (A) shall not
18	apply on and after the effective date on which
19	the Secretary issues the guidance under sub-
20	paragraph (B).
21	(2) DETERMINATION OF MINIMUM NEC-
22	ESSARY.—For purposes of paragraph (1), in the
23	case of the disclosure of protected health informa-
24	tion, the covered entity or business associate dis-

closing such information shall determine what con-

·I	stitutes the minimum necessary to accomplish the
2	intended purpose of such disclosure.
3	(3) Application of exceptions.—The excep-
4	tions described in section 164.502(b)(2) of title 45,
5	Code of Federal Regulations, shall apply to the re-
6	quirement under paragraph (1) as of the effective
7	date described in section 13423 in the same manner
8	that such exceptions apply to section 164.502(b)(1)
9	of such title before such date.
10	(4) Rule of construction.—Nothing in this
11	subsection shall be construed as affecting the use,
12	disclosure, or request of protected health information
13	that has been de-identified.
14	(c) ACCOUNTING OF CERTAIN PROTECTED HEALTH
-15	Information Disclosures Required if Covered En-
16	TITY USES ELECTRONIC HEALTH RECORD.—
17	"(1) IN GENERAL.—In applying section
18	164.528 of title 45, Code of Federal Regulations, in
19	the case that a covered entity uses or maintains an
20	electronic health record with respect to protected
21	health information—
22	"(A) the exception under paragraph
23	(a)(1)(i) of such section shall not apply to dis-
24	closures through an electronic health record
25	made by such entity of such information; and

"(B) an individual shall have a right to re-1 2 ceive\an accounting of disclosures described in 3 such paragraph of such information made by such covered entity during only the three years 4 5 prior to the date on which the accounting is re-6 quested. 7 "(2) REGULATIONS.—The Secretary shall pro-8 mulgate regulations on what information shall be 9 collected about each disclosure referred to in para-10 graph (1), not later than 6 months after the date on 11 which the Secretary adopts standards on accounting 12 for described the section disclosure in3002(b)(2)(B)(iv) of the Public Health Service Act, 13 14 as added by section 13101. Such regulations shall 15 only require such information to be collected through 16 an electronic health record in a manner that takes 17 into account the interests of the individuals in learn-18 ing the circumstances under which their protected 19 health information is being disclosed and takes into 20 account the administrative burden of accounting for 21 such disclosures. 22 "(3) Process.—In response to an request from 23 an individual for an accounting, a covered entity 24 shall elect to provide either an—

I	(A) accounting, as specified under para-
2	graph (1), for disclosures of protected health in-
3	formation that are made by such covered entity
4	and by a business associate acting on behalf of
5	the covered entity; or
6	"(B) accounting, as specified under para-
7	graph (1), for disclosures that are made by
8	such covered entity and provide a list of all
9	business associates acting on behalf of the cov-
10	ered entity, including contact information for
11	such associates (such as mailing address,
12	phone, and email address).
13	A business associate included on a list under sub-
14	paragraph (B) shall provide an accounting of disclo-
15	sures (as required under-paragraph (1) for a covered
16	entity) made by the business associate upon a re-
17	quest made by an individual directly to the business
18	associate for such an accounting.
19	"(4) EFFECTIVE DATE.—
20	"(A) CURRENT USERS OF ELECTRONIC
21	RECORDS.—In the case of a covered entity inso-
22	far as it acquired an electronic health record as
23	of January 1, 2009, paragraph (1) shall apply
24	to disclosures, with respect to protected health

1	information, made by the covered entity from
2	such a record on and after January 1, 2014.
3	"(B) Others.—In the case of a covered
4	entity insofar as it acquires an electronic health
5	record after January 1, 2009, paragraph (1)
6	shall apply to disclosures, with respect to pro-
7	tected health information, made by the covered
8	entity from such record on and after the later
9	of the following:
10	"(i) January 1, 2011; or
11	"(ii) the date that it acquires an elec-
12	tronic health record.
13	"(C) LATER DATE.—The Secretary may
14	set an effective date that is later that the date
15	specified under subparagraph (A) or (B) if the
16	Secretary determines that such later date is
17	necessary, but in no case may the date specified
18	under—
19	"(i) subparagraph (A) be later than
20	2016; or
21	"(ii) subparagraph (B) be later than
22	2013."
23	(d) Prohibition on Sale of Electronic Health
24	RECORDS OR PROTECTED HEALTH INFORMATION.—

1	(1) In general.—Except as provided in para-
2	graph (2), a covered entity or business associate
3	shall not directly or indirectly receive remuneration
4	in exchange for any protected health information of
5	an individual unless the covered entity obtained from
6	the individual, in accordance with section 164.508 of
7	title 45, Code of Federal Regulations, a valid au-
8	thorization that includes, in accordance with such
9	section, a specification of whether the protected
10	health information can be further exchanged for re-
11	muneration by the entity receiving protected health
12	information of that individual.
13	(2) Exceptions.—Paragraph (1) shall not
14	apply in the following cases:
15	(A) The purpose of the exchange is for
16	public health activities (as described in section
17	164.512(b) of title 45, Code of Federal Regula-
18	tions).
19	(B) The purpose of the exchange is for re-
20	search (as described in sections 164.501 and
21	164.512(i) of title 45, Code of Federal Regula-
22	tions) and the price charged reflects the costs
23	of preparation and transmittal of the data for
24	such purpose.

1	(C) The purpose of the exchange is for the
2	treatment of the individual, subject to any regu-
3	lation that the Secretary may promulgate to
4	prevent protected health information from inap-
5	propriate access, use, or disclosure.
6	(D) The purpose of the exchange is the
7	health care operation specifically described in
8	subparagraph (iv) of paragraph (6) of the defi-
9	nition of healthcare operations in section
10	164.501 of title 45, Code of Federal Regula-
11	tions.
12	(E) The purpose of the exchange is for re-
13	muneration that is provided by a covered entity
14	to a business associate for activities involving
15	the exchange of protected health information
16	that the business associate undertakes on behalf
17	of and at the specific request of the covered en-
18	tity pursuant to a business associate agreement.
19	(F) The purpose of the exchange is to pro-
20	vide an individual with a copy of the individ-
21	ual's protected health information pursuant to
22	section 164.524 of title 45, Code of Federal
23	Regulations.
24	(G) The purpose of the exchange is other-
25	wise determined by the Secretary in regulations

1	to be similarly necessary and appropriate as the
2	exceptions provided in subparagraphs (A)
3	through (F).
4	(3) REGULATIONS.—Not later than 18 months
5	after the date of enactment of this title, the Sec-
6	retary shall promulgate regulations to carry out this
7	subsection. In promulgating such regulations, the
8	Secretary—
9	(A) shall evaluate the impact of restricting
10	the exception described in paragraph (2)(A) to
11	require that the price charged for the purposes
12	described in such paragraph reflects the costs
13	of the preparation and transmittal of the data
14	for such purpose, on research or public health
15	activities, including those conducted by or for
16	the use of the Food and Drug Administration;
17	and
18	(B) may further restrict the exception de-
19	scribed in paragraph (2)(A) to require that the
20	price charged for the purposes described in
21	such paragraph reflects the costs of the prepa-
22	ration and transmittal of the data for such pur-
23	pose, if the Secretary finds that such further
24	restriction will not impede such research or
25	public health activities.

1	(4) EFFECTIVE DATE.—Paragraph (1) shall
2	apply to exchanges occurring on or after the date
3	that is 6 months after the date of the promulgation
4	of final regulations implementing this subsection.
5	(e) Access to Certain Information in Elec-
6	TRONIC FORMAT.—In applying section 164.524 of title
7	45, Code of Federal Regulations, in the case that a cov-
8	ered entity uses or maintains an electronic health record
9	with respect to protected health information of an indi-
10	vidual—
11	(1) the individual shall have a right to obtain
12	from such covered entity a copy of such information
13	in an electronic format and, if the individual choos-
14	es, to direct the covered entity to transmit such copy
15	directly to an entity or person designated by the in-
16	dividual, provided that any such choice is clear, con-
17	spicuous, and specific; and
18	(2) notwithstanding paragraph (c)(4) of such
19	section, any fee that the covered entity may impose
20	for providing such individual with a copy of such in-
21	formation (or a summary or explanation of such in-
22	formation) if such copy (or summary or explanation)
23	is in an electronic form shall not be greater than the
24	entity's labor costs in responding to the request for
25	the copy (or summary or explanation).

1	SEC. 13406. CONDITIONS ON CERTAIN CONTACTS AS PART
2	OF HEALTH CARE OPERATIONS.
3	(a) Marketing.—
4	(1) In general.—A communication by a cov-
5	ered entity or business associate that is about a
6	product or service and that encourages recipients of
7	the communication to purchase or use the product
8	or service shall not be considered a health care oper-
9	ation for purposes of subpart E of part 164 of title
10	45, Code of Federal Regulations, unless the commu-
11	nication is made as described in subparagraph (i),
12	(ii), or (iii) of paragraph (1) of the definition of
13	marketing in section 164.501 of such title.
14	(2) PAYMENT FOR CERTAIN COMMUNICA-
15	TIONS.—A communication by a covered entity or
16	business associate that is described in subparagraph
17	(i), (ii), or (iii) of paragraph (1) of the definition of
18	marketing in section 164.501 of title 45, Code of
19	Federal Regulations, shall not be considered a health
20	care operation for purposes of subpart E of part 164
21	of title 45, Code of Federal Regulations if the cov-
22	ered entity receives or has received direct or indirect
23	payment in exchange for making such communica-
24	tion, except where—
25	(A)(i) such communication describes only a
26	drug or biologic that is currently being pre-

1	scriped for the recipient of the communication;
2	\cdot and \setminus
3	(ii) any payment received by such covered
4	entity in exchange for making a communication
5	described in clause (i) is reasonable in amount;
6	(B) each of the following conditions
7	apply—
8	(i) the communication is made by the
9	covered entity; and
10	(ii) the covered entity making such
11	communication obtains from the recipient
12	of the communication, in accordance with
13	section 164.508 of title 45, Code of Fed-
14	eral Regulations, a valid authorization (as
15	described in paragraph (b) of such section)
16	with respect to such communication; or
17	(C) each of the following conditions
18	apply—
19	(i) the communication is made by a
20	business associate on behalf of the covered
21	entity; and
22	(ii) the communication is consistent
23	with the written contract (or other written
24	arrangement described in section

1	164.502(e)(2) of such title) between such
2	business associate and covered entity.
3	(3) Reasonable in amount defined.—For
4	purposes of paragraph (2), the term "reasonable in
5	amount" shall have the meaning given such term by
6	the Secretary by regulation.
7	(4) Direct or indirect payment.—For pur-
8	poses of paragraph (2), the term "direct or indirect
9	payment" shall not include any payment for treat-
10	ment (as defined in section 164.501 of title 45, Code
11	of Federal Regulations) of an individual.
12	(b) Opportunity to Opt Out of Fundraising.—
13	The Secretary shall by rule provide that any written fund-
14	raising communication that is a healthcare operation as
15	defined under section 164.501 of title 45, Code of Federal
16	Regulations, shall, in a clear and conspicuous manner,
17	provide an opportunity for the recipient of the communica-
18	tions to elect not to receive any further such communica-
19	tion. When an individual elects not to receive any further
20	such communication, such election shall be treated as a
21	revocation of authorization under section 164.508 of title
22	45, Code of Federal Regulations.
23	(c) Effective Date.—This section shall apply to
24	written communications occurring on or after the effective
25	date specified under section 13423.

1	SEC. 13407. TEMPORARY BREACH NOTIFICATION REQUIRE-
2	MENT FOR VENDORS OF PERSONAL HEALTH
3	RECORDS AND OTHER NON-HIPAA COVERED
4	ENTITIES.
5	(a) In General.—In accordance with subsection (e),
6	each vendor of personal health records, following the dis-
7	covery of a breach of security of unsecured PHR identifi-
8	able health information that is in a personal health record
9	maintained or offered by such vendor, and each entity de-
10	scribed in clause (ii), (iii), or (iv) of section
11	13424(b)(1)(A), following the discovery of a breach of se-
12	curity of such information that is obtained through a prod-
13	uct or service provided by such entity, shall—
14	(1) notify each individual who is a citizen or
15	resident of the United States whose unsecured PHR
16	identifiable health information was acquired by an
17	unauthorized person as a result of such a breach of
18	security; and
19	(2) notify the Federal Trade Commission.
20	(b) Notification by Third Party Service Pro-
21	VIDERS.—A third party service provider that provides
22	services to a vendor of personal health records or to an
23	entity described in clause (ii), (iii). or (iv) of section
24	13424(b)(1)(A) in connection with the offering or mainte-
25	nance of a personal health record or a related product or
26	service and that accesses, maintains, retains, modifies,

- 1 records, stores, destroys, or otherwise holds, uses, or dis-
- 2 closes unsecured PHR identifiable health information in
- 3 such a record as a result of such services shall, following
- 4 the discovery of a breach of security of such information,
- 5 notify such vendor or entity, respectively, of such breach.
- 6 Such notice shall include the identification of each indi-
- 7 vidual whose unsecured PHR identifiable health informa-
- 8 tion has been, or is reasonably believed to have been,
- 9 accessed, acquired, or disclosed during such breach.
- 10 (c) Application of Requirements for Timeli-
- 11 NESS, METHOD, AND CONTENT OF NOTIFICATIONS.—
- 12 Subsections (c), (d), (e), and (f) of section 13402 shall
- 13 apply to a notification required under subsection (a) and
- 14 a vendor of personal health records, an entity described
- 15 in subsection (a) and a third party service provider de-
- 16 scribed in subsection (b), with respect to a breach of secu-
- 17 rity under subsection (a) of unsecured PHR identifiable
- 18 health information in such records maintained or offered
- 19 by such vendor, in a manner specified by the Federal
- 20 Trade Commission.
- 21 (d) NOTIFICATION OF THE SECRETARY.—Upon re-
- 22 ceipt of a notification of a breach of security under sub-
- 23 section (a)(2), the Federal Trade Commission shall notify
- 24 the Secretary of such breach.

1	(e) Enforcement.—A violation of subsection (a) or
2	(b) shall be treated as an unfair and deceptive act or prac-
3	tice in violation of a regulation under section 18(a)(1)(B)
4	of the Federal Trade Commission Act (15 U.S.C.
5	57a(a)(1)(B)) regarding unfair or deceptive acts or prac-
6	tices.
7	(f) DEFINITIONS.—For purposes of this section:
8	(1) Breach of Security.—The term "breach
9	of security" means, with respect to unsecured PHR
10	identifiable health information of an individual in a
11	personal health record, acquisition of such informa-
12	tion without the authorization of the individual.
13	(2) PHR IDENTIFIABLE HEALTH INFORMA-
14	TION.—The term "PHR identifiable health informa-
15	tion" means individually identifiable health informa-
16	tion, as defined in section 1171(6) of the Social Se-
17	curity Act (42 U.S.C. 1320d(6)), and includes, with
18	respect to an individual, information—
19	(A) that is provided by or on behalf of the
20	individual; and
21	(B) that identifies the individual or with
22	respect to which there is a reasonable basis to
23	believe that the information can be used to
24	identify the individual.

1	(3)—Unsecured—phr—identifiable health
2	INFORMATION.—
3	(A) In general.—Subject to subpara-
4	graph (B), the term "unsecured PHR identifi-
5	able health information" means PHR identifi-
6	able health information that is not protected
7	through the use of a technology or methodology
8	specified by the Secretary in the guidance
9	issued under section 13402(h)(2).
10	(B) EXCEPTION IN CASE TIMELY GUID-
11	ANCE NOT ISSUED.—In the case that the Sec-
12	retary does not issue guidance under section
13	13402(h)(2) by the date specified in such sec-
14	tion, for purposes of this section, the term "un-
15	secured PHR identifiable health information"
16	shall mean PHR identifiable health information
17	that is not secured by a technology standard
18	that renders protected health information unus-
19	able, unreadable, or indecipherable to unauthor-
20	ized individuals and that is developed or en-
21	dorsed by a standards developing organization
22	that is accredited by the American National
23	Standards Institute.
24	(g) REGULATIONS; EFFECTIVE DATE; SUNSET.—

1 (1)REGULATIONS; EFFECTIVE DATE.—To 2 carry out this section, the Federal Trade Commis-3 sion shall promulgate interim final regulations by 4 not later than the date that is 180 days after the 5 date of the enactment of this section. The provisions 6 of this section shall apply to breaches of security that are discovered on or after the date that is 30 7 8 days after the date of publication of such interim 9 final regulations. 10 (2) Sunset.—If Congress enacts new legisla-11 tion establishing requirements for notification in the 12 case of a breach of security, that apply to entities 13 that are not covered entities or business associates, 14 the provisions of this section shall not apply to 15 breaches of security discovered on or after the effec-16 tive date of regulations implementing such legisla-17 tion. SEC. 13408. BUSINESS ASSOCIATE CONTRACTS REQUIRED 19 FOR CERTAIN ENTITIES. 20 Each organization, with respect to a covered entity, that provides data transmission of protected health infor-21 22 mation to such entity (or its business associate) and that requires access on a routine basis to such protected health information, such as a Health Information Exchange Or-24 ganization, Regional Health Information Organization, E-

- 1 prescribing Gateway, or each vendor that contracts with
- 2 a covered entity to allow that covered entity to offer a per-
- 3 sonal health record to patients as part of its electronic
- 4 health record, is required to enter into a written contract
- 5 (or other written arrangement) described in section
- 6 164.502(e)(2) of title 45, Code of Federal Regulations and
- 7 a written contract (or other arrangement) described in
- 8 section 164.308(b) of such title, with such entity and shall
- 9 be treated as a business associate of the covered entity
- 10 for purposes of the provisions of this subtitle and subparts
- 11 C and E of part 164 of title 45, Code of Federal Regula-
- 12 tions, as such provisions are in effect as of the date of
- 13 enactment of this title.
- 14 SEC. 13409. CLARIFICATION OF APPLICATION OF WRONG-
- 15 FUL DISCLOSURES CRIMINAL PENALTIES.
- Section 1177(a) of the Social Security Act (42 U.S.C.
- 17 1320d-6(a)) is amended by adding at the end the fol-
- 18 lowing new sentence: "For purposes of the previous sen-
- 19 tence, a person (including an employee or other individual)
- 20 shall be considered to have obtained or disclosed individ-
- 21 ually identifiable health information in violation of this
- 22 part if the information is maintained by a covered entity
- 23 (as defined in the HIPAA privacy regulation described in
- 24 section 1180(b)(3)) and the individual obtained or dis-
- 25 closed such information without authorization.".

1	SEC. 13410. IMPROVED ENFORCEMENT.
2	(a) In General.—
3	(1) NONCOMPLIANCE DUE TO WILLFUL NE-
4	GLECT.—Section 1176 of the Social Security Act
5	(42 U.S.C. 1320d-5) is amended—
6	(A) in subsection (b)(1), by striking "the
7	act constitutes an offense punishable under sec-
8	tion 1177" and inserting "a penalty has been
9	imposed under section 1177 with respect to
10	such act"; and
11	(B) by adding at the end the following new
12	subsection:
13	"(c) NONCOMPLIANCE DUE TO WILLFUL NE-
14	GLECT.—
15	"(1) In general.—A violation of a provision
16	of this part due to willful neglect is a violation for
17	which the Secretary is required to impose a penalty
18	under subsection $(a)(1)$.
19	"(2) REQUIRED INVESTIGATION.—For purposes
20	of paragraph (1), the Secretary shall formally inves-
21	
	tigate any complaint of a violation of a provision of
22	tigate any complaint of a violation of a provision of this part if a preliminary investigation of the facts
2223	
	this part if a preliminary investigation of the facts
23	this part if a preliminary investigation of the facts of the complaint indicate such a possible violation

23

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1	subtitle is subject to enforcement and penalties
2	under section 1176 and 1177 of the Social Security
3	Act.
4	(b) Effective Date; Regulations.—
5	(1) The amendments made by subsection (a)
6	shall apply to penalties imposed on or after the date
7	that is 24 months after the date of the enactment
8	of this title.
9	(2) Not later than 18 months after the date of
10	the enactment of this title, the Secretary of Health
11	and Human Services shall promulgate regulations to
12	implement such amendments.
13	(e) DISTRIBUTION OF CERTAIN CIVIL MONETARY
14	PENALTIES COLLECTED.—
15	(1) In General.—Subject to the regulation
16	promulgated pursuant to paragraph (3), any civil
17	monetary penalty or monetary settlement collected
18	with respect to an offense punishable under this sub-
19	title or section 1176 of the Social Security Act (42
20	U.S.C. 1320d-5) insofar as such section relates to
21	privacy or security shall be transferred to the Office

for Civil Rights of the Department of Health and

Human Services to be used for purposes of enforcing

the provisions of this subtitle and subparts C and E

of part 164 of title 45, Code of Federal Regulations,

- as such provisions are in effect as of the date of enactment of this Act.
 - (2) GAO REPORT.—Not later than 18 months after the date of the enactment of this title, the Comptroller General shall submit to the Secretary a report including recommendations for a methodology under which an individual who is harmed by an act that constitutes an offense referred to in paragraph (1) may receive a percentage of any civil monetary penalty or monetary settlement collected with respect to such offense.
 - (3) ESTABLISHMENT OF METHODOLOGY TO DISTRIBUTE PERCENTAGE OF CMPS COLLECTED TO HARMED INDIVIDUALS.—Not later than 3 years after the date of the enactment of this title, the Secretary shall establish by regulation and based on the recommendations submitted under paragraph (2), a methodology under which an individual who is harmed by an act that constitutes an offense referred to in paragraph (1) may receive a percentage of any civil monetary penalty or monetary settlement collected with respect to such offense.
 - (4) APPLICATION OF METHODOLOGY.—The methodology under paragraph (3) shall be applied with respect to civil monetary penalties or monetary

1	settlements imposed on or after the effective date of
2	the regulation.
3	(d) TIERED INCREASE IN AMOUNT OF CIVIL MONE-
4	TARY PENALTIES.—
5	(1) IN GENERAL.—Section 1176(a)(1) of the
6	Social Security Act (42 U.S.C. 1320d-5(a)(1)) is
7	amended by striking "who violates a provision of
8	this part a penalty of not more than" and all that
9	follows and inserting the following: "who violates a
10	provision of this part—
11	"(A) in the case of a violation of such pro-
12	vision in which it is established that the person
13	did not know (and by exercising reasonable dili-
14	gence would not have known) that such person
15	violated such provision, a penalty for each such
16	violation of an amount that is at least the
17	amount described in paragraph (3)(A) but not
18	to exceed the amount described in paragraph
19	(3)(D);
20	"(B) in the case of a violation of such pro-
21	vision in which it is established that the viola-
22	tion was due to reasonable cause and not to
23	willful neglect, a penalty for each such violation
24	of an amount that is at least the amount de-

1	scribed in paragraph (3)(B) but not to exceed
2	the amount described in paragraph (3)(D); and
3	"(C) in the case of a violation of such pro-
4	vision in which it is established that the viola-
5	tion was due to willful neglect—
6	"(i) if the violation is corrected as de-
7	scribed in subsection (b)(3)(A), a penalty
8	in an amount that is at least the amount
9	described in paragraph (3)(C) but not to
10	exceed the amount described in paragraph
11	(3)(D); and
12	"(ii) if the violation is not corrected
13	as described in such subsection, a penalty
14	in an amount that is at least the amount
15	described in paragraph (3)(D).
16	In determining the amount of a penalty under
17	this section for a violation, the Secretary shall
18	base such determination on the nature and ex-
19	tent of the violation and the nature and extent
20	of the harm resulting from such violation.".
21	(2) Tiers of penalties described.—Section
22	1176(a) of such Act (42 U.S.C. 1320d-5(a)) is fur-
23	ther amended by adding at the end the following
24	new paragraph:

1	(3) TIERS OF PENALTIES DESCRIBED.—FOR
2	purposes of paragraph (1), with respect to a viola
3	tion by a person of a provision of this part—
4	"(A) the amount described in this subpara-
5	graph is \$100 for each such violation, except
6	that the total amount imposed on the person
7	for all such violations of an identical require-
8	ment or prohibition during a calendar year may
9	not exceed \$25,000;
10	"(B) the amount described in this subpara-
11	graph is \$1,000 for each such violation, except
12	that the total amount imposed on the person
13	for all such violations of an identical require-
14	ment or prohibition during a calendar year may
15	not exceed \$100,000;
16	"(C) the amount described in this subpara-
17	graph is \$10,000 for each such violation, except
18	that the total amount imposed on the person
19	for all such violations of an identical require-
20	ment or prohibition during a calendar year may
21	not exceed \$250,000; and
22	"(D) the amount described in this sub-
23	paragraph is \$50,000 for each such violation
24	except that the total amount imposed on the
25	person for all such violations of an identical re-

1	quirement or prohibition during a calendar year
2	may not exceed \$1,500,000.".
3	(3) Conforming amendments.—Section
4	1176(b) of such Act (42 U.S.C. 1320d–5(b)) is
5	amended—
6	(A) by striking paragraph (2) and redesig-
7	nating paragraphs (3) and (4) as paragraphs
8	(2) and (3), respectively; and
9	(B) in paragraph (2), as so redesignated—
10	(i) in subparagraph (A), by striking
11	"in subparagraph (B), a penalty may not
12	be imposed under subsection (a) if" and all
13	that follows through "the failure to comply
14	is corrected" and inserting "in subpara-
15	graph (B) or subsection (a)(1)(C), a pen-
. 16	alty may not be imposed under subsection
17	(a) if the failure to comply is corrected";
18	and
19	(ii) in subparagraph (B), by striking
20	"(A)(ii)" and inserting "(A)" each place it
21	appears.
22	(4) Effective date.—The amendments made
23	by this subsection shall apply to violations occurring
24	after the date of the enactment of this title.

1	(e) ENFORCEMENT THROUGH STATE ATTORNEYS
2	GENERAL.—
3	(1) IN GENERAL.—Section 1176 of the Social
4	Security Act (42 U.S.C. 1320d-5) is amended by
5	adding at the end the following new subsection:
6	"(d) Enforcement by State Attorneys Gen-
7	ERAL.—
8	"(1) CIVIL ACTION.—Except as provided in
9	subsection (b), in any case in which the attorney
10	general of a State has reason to believe that an in-
11	terest of one or more of the residents of that State
12	has been or is threatened or adversely affected by
13	any person who violates a provision of this part, the
14	attorney general of the State, as parens patriae, may
15	bring a civil action on behalf of such residents of the
16	State in a district court of the United States of ap-
17	propriate jurisdiction—
18	"(A) to enjoin further such violation by the
19	defendant; or
20	"(B) to obtain damages on behalf of such
21	residents of the State, in an amount equal to
22	the amount determined under paragraph (2).
23	"(2) STATUTORY DAMAGES.—
24	"(A) IN GENERAL.—For purposes of para-
25	graph (1)(B), the amount determined under

1	this paragraph is the amount calculated by mul-
2	tiplying the number of violations by up to \$100.
3	For purposes of the preceding sentence, in the
4	case of a continuing violation, the number of
5	violations shall be determined consistent with
6	the HIPAA privacy regulations (as defined in
7	section 1180(b)(3)) for violations of subsection
8	(a).
9	"(B) LIMITATION.—The total amount of
10	damages imposed on the person for all viola-
11	tions of an identical requirement or prohibition
12	during a calendar year may not exceed \$25,000.
13	"(C) REDUCTION OF DAMAGES.—In as-
14	sessing damages under subparagraph (A), the
15	court may consider the factors the Secretary
16	may consider in determining the amount of a
17	civil money penalty under subsection (a) under
18	the HIPAA privacy regulations.
19	"(3) ATTORNEY FEES.—In the case of any suc-
20	cessful action under paragraph (1), the court, in its
21	discretion, may award the costs of the action and
22	reasonable attorney fees to the State.
23	"(4) NOTICE TO SECRETARY.—The State shall
24	serve prior written notice of any action under para-
25	graph (1) upon the Secretary and provide the Sec-

1	retary with a copy of its complaint, except in any
2	case in which such prior notice is not feasible, in
3	which case the State shall serve such notice imme-
4	diately upon instituting such action. The Secretary
5	shall have the right—
6	"(A) to intervene in the action;
7	"(B) upon so intervening, to be heard on
8	all matters arising therein; and
9	"(C) to file petitions for appeal.
10	"(5) Construction.—For purposes of bring-
11	ing any civil action under paragraph (1), nothing in
12	this section shall be construed to prevent an attor-
13	ney general of a State from exercising the powers
14	conferred on the attorney general by the laws of that
15	State.
16	"(6) VENUE; SERVICE OF PROCESS.—
17	"(A) VENUE.—Any action brought under
18	paragraph (1) may be brought in the district
19	court of the United States that meets applicable
20	requirements relating to venue under section
21	1391 of title 28, United States Code.
22	"(B) Service of process.—In an action
23	brought under paragraph (1), process may be
24	served in any district in which the defendant—
25	"(i) is an inhabitant; or

1	"(ii) maintains a physical place of
2	business.
3	"(7) LIMITATION ON STATE ACTION WHILE
4	FEDERAL ACTION IS PENDING.—If the Secretary has
5	instituted an action against a person under sub-
6	section (a) with respect to a specific violation of this
7	part, no State attorney general may bring an action
8	under this subsection against the person with re-
9	spect to such violation during the pendency of that
10	action.
11	"(8) APPLICATION OF CMP STATUTE OF LIMI-
12	TATION.—A civil action may not be instituted with
13	respect to a violation of this part unless an action
14	to impose a civil money penalty may be instituted
15	under subsection (a) with respect to such violation
16	consistent with the second sentence of section
17	1128A(c)(1).".
18	(2) Conforming amendments.—Subsection
19	(b) of such section, as amended by subsection (d)(3),
20	is amended—
21	(A) in paragraph (1), by striking "A pen-
22	alty may not be imposed under subsection (a)"
23	and inserting "No penalty may be imposed
24	under subsection (a) and no damages obtained
25	under subsection (d)";

1	- (B) in paragraph (2)(A)—
2	(i) after "subsection (a)(1)(C),", by
3	striking "a penalty may not be imposed
4	under subsection (a)" and inserting "no
5	penalty may be imposed under subsection
6	(a) and no damages obtained under sub-
7	section (d)"; and
8	(ii) in clause (ii), by inserting "or
9	damages" after "the penalty";
10	(C) in paragraph (2)(B)(i), by striking
11	"The period" and inserting "With respect to
12	the imposition of a penalty by the Secretary
13	under subsection (a), the period"; and
14	(D) in paragraph (3), by inserting "and
15	any damages under subsection (d)" after "any
16	penalty under subsection (a)".
17	(3) Effective date.—The amendments made
18	by this subsection shall apply to violations occurring
19	after the date of the enactment of this Act.
20	(f) Allowing Continued Use of Corrective Ac-
21	TION.—Such section is further amended by adding at the
22	end the following new subsection:
23	"(e) Allowing Continued Use of Corrective
24	ACTION.—Nothing in this section shall be construed as
25	preventing the Office for Civil Rights of the Department

- 1 of Health and Human-Services from continuing, in its dis-
- 2 cretion, to use corrective action without a penalty in cases
- 3 where the person did not know (and by exercising reason-
- 4 able diligence would not have known) of the violation in-
- 5 volved.".
- 6 SEC. 13411. AUDITS.
- 7 The Secretary shall provide for periodic audits to en-
- 8 sure that covered entities and business associates that are
- 9 subject to the requirements of this subtitle and subparts
- 10 C and E of part 164 of title 45, Code of Federal Regula-
- 11 tions, as such provisions are in effect as of the date of
- 12 enactment of this Act, comply with such requirements.
- 13 PART 2—RELATIONSHIP TO OTHER LAWS; REGU-
- 14 LATORY REFERENCES; EFFECTIVE DATE; RE-
- 15 PORTS
- 16 SEC. 13421. RELATIONSHIP TO OTHER LAWS.
- 17 (a) Application of Hipaa State Preemption.—
- 18 Section 1178 of the Social Security Act (42 U.S.C.
- 19 1320d-7) shall apply to a provision or requirement under
- 20 this subtitle in the same manner that such section applies
- 21 to a provision or requirement under part C of title XI of
- 22 such Act or a standard or implementation specification
- 23 adopted or established under sections 1172 through 1174
- 24 of such Act.

- 1 (b) HEALTH INSURANCE PORTABILITY AND AC-
- 2 COUNTABILITY ACT.—The standards governing the pri-
- 3 vacy and security of individually identifiable health infor-
- 4 mation promulgated by the Secretary under sections
- 5 262(a) and 264 of the Health Insurance Portability and
- 6 Accountability Act of 1996 shall remain in effect to the
- 7 extent that they are consistent with this subtitle. The Sec-
- 8 retary shall by rule amend such Federal regulations as re-
- 9 quired to make such regulations consistent with this sub-
- 10 title.
- 11 (c) Construction.—Nothing in this subtitle shall
- 12 constitute a waiver of any privilege otherwise applicable
- 13 to an individual with respect to the protected health infor-
- 14 mation of such individual.
- 15 SEC. 13422. REGULATORY REFERENCES.
- Each reference in this subtitle to a provision of the
- 17 Code of Federal Regulations refers to such provision as
- 18 in effect on the date of the enactment of this title (or to
- 19 the most recent update of such provision).
- 20 SEC. 13423. EFFECTIVE DATE.
- 21 Except as otherwise specifically provided, the provi-
- 22 sions of part I shall take effect on the date that is 12
- 23 months after the date of the enactment of this title.
- 24 SEC. 13424. STUDIES, REPORTS, GUIDANCE.
- 25 (a) REPORT ON COMPLIANCE.—

(1) In General.—For the first year beginning
after the date of the enactment of this Act and an-
nually thereafter, the Secretary shall prepare and
submit to the Committee on Health, Education,
Labor, and Pensions of the Senate and the Com-
mittee on Ways and Means and the Committee on
Energy and Commerce of the House of Representa-
tives a report concerning complaints of alleged viola-
tions of law, including the provisions of this subtitle
as well as the provisions of subparts C and E of part
164 of title 45, Code of Federal Regulations, (as
such provisions are in effect as of the date of enact-
ment of this Act) relating to privacy and security of
health information that are received by the Secretary
during the year for which the report is being pre-
pared. Each such report shall include, with respect
to such complaints received during the year—
(A) the number of such complaints;
(B) the number of such complaints re-
solved informally, a summary of the types of
such complaints so resolved, and the number of
covered entities that received technical assist-
ance from the Secretary during such year in
order to achieve compliance with such provi-

1	sions and the types of such technical assistance
2	provided;
3	(C) the number of such complaints that
4	have resulted in the imposition of civil monetary
5	penalties or have been resolved through mone
6	tary settlements, including the nature of the
7	complaints involved and the amount paid in
8	each penalty or settlement;
9	(D) the number of compliance reviews con-
10	ducted and the outcome of each such review;
11	(E) the number of subpoenas or inquiries
12	issued;
13	(F) the Secretary's plan for improving
14	compliance with and enforcement of such provi-
15	sions for the following year; and
16	(G) the number of audits performed and a
17	summary of audit findings pursuant to section
8	13411.
19	(2) AVAILABILITY TO PUBLIC.—Each report
20	under paragraph (1) shall be made available to the
21	public on the Internet website of the Department of
22	Health and Human Services.
23	(b) STUDY AND REPORT ON APPLICATION OF PRI-
24	VACY AND SECURITY REQUIREMENTS TO NON-HIPAA
25	COVERED ENTITIES.—

1	(1) Study.—Not later than one year after the
2	date of the enactment of this title, the Secretary, in
3	consultation with the Federal Trade Commission,
4	shall conduct a study, and submit a report under
5	paragraph (2), on privacy and security requirements
6	for entities that are not covered entities or business
7	associates as of the date of the enactment of this
8	title, including—
9	(A) requirements relating to security, pri-
10	vacy, and notification in the case of a breach of
11	security or privacy (including the applicability
12	of an exemption to notification in the case of
13	individually identifiable health information that
14	has been rendered unusable, unreadable, or in-
15	decipherable through technologies or methodolo-
16	gies recognized by appropriate professional or-
17	ganization or standard setting bodies to provide
18	effective security for the information) that
19	should be applied to—
20	(i) vendors of personal health records;
21	(ii) entities that offer products or
22	services through the website of a vendor of
23	personal health records;
24	(iii) entities that are not covered enti-
25	ties and that offer products or services

1	through the websites of covered entities
2	that offer individuals personal health
3	records;
4	(iv) entities that are not covered enti-
5	ties and that access information in a per-
6	sonal health record or send information to
7	a personal health record; and
8	(v) third party service providers used
9	by a vendor or entity described in clause
10	(i), (ii), (iii), or (iv) to assist in providing
11	personal health record products or services;
12	(B) a determination of which Federal gov-
13	ernment agency is best equipped to enforce
14	such requirements recommended to be applied
15	to such vendors, entities, and service providers
16	under subparagraph (A); and
17	(C) a timeframe for implementing regula-
18	tions based on such findings.
19	(2) Report.—The Secretary shall submit to
20	the Committee on Finance, the Committee on
21	Health, Education, Labor, and Pensions, and the
22	Committee on Commerce of the Senate and the
23	Committee on Ways and Means and the Committee
24	on Energy and Commerce of the House of Rep-
25	resentatives a report on the findings of the study

- 1 under paragraph (1) and shall include in such report
- 2 recommendations on the privacy and security re-
- 3 quirements described in such paragraph.
- 4 (c) Guidance on Implementation Specification
- 5 TO DE-IDENTIFY PROTECTED HEALTH INFORMATION.—
- 6 Not later than 12 months after the date of the enactment
- 7 of this title, the Secretary shall, in consultation with stake-
- 8 holders, issue guidance on how best to implement the re-
- 9 quirements for the de-identification of protected health in-
- 10 formation under section 164.514(b) of title 45, Code of
- 11 Federal Regulations.
- 12 (d) GAO REPORT ON TREATMENT DISCLOSURES.—
- 13 Not later than one year after the date of the enactment
- 14 of this title, the Comptroller General of the United States
- 15 shall submit to the Committee on Health, Education,
- 16 Labor, and Pensions of the Senate and the Committee on
- 17 Ways and Means and the Committee on Energy and Com-
- 18 merce of the House of Representatives a report on the
- 19 best practices related to the disclosure among health care
- 20 providers of protected health information of an individual
- 21 for purposes of treatment of such individual. Such report
- 22 shall include an examination of the best practices imple-
- 23 mented by States and by other entities, such as health
- 24 information exchanges and regional health information or-
- 25 ganizations, an examination of the extent to which such

- 1 best practices are successful with respect to the quality
- 2 of the resulting health care provided to the individual and
- 3 with respect to the ability of the health care provider to
- 4 manage such best practices, and an examination of the
- 5 use of electronic informed consent for disclosing protected
- 6 health information for treatment, payment, and health
- 7 care operations.
- 8 (e) REPORT REQUIRED.—Not later than 5 years
- 9 after the date of enactment of this section, the Govern-
- 10 ment Accountability Office shall submit to Congress and
- 11 the Secretary of Health and Human Services a report on
- 12 the impact of any of the provisions of this Act on health
- 13 insurance premiums, overall health care costs, adoption of
- 14 electronic health records by providers, and reduction in
- 15 medical errors and other quality improvements.
- 16 (f) STUDY.—The Secretary shall study the definition
- 17 of "psychotherapy notes" in section 164.501 of title 45,
- 18 Code of Federal Regulations, with regard to including test
- 19 data that is related to direct responses, scores, items,
- 20 forms, protocols, manuals, or other materials that are part
- 21 of a mental health evaluation, as determined by the mental
- 22 health professional providing treatment or evaluation in
- 23 such definitions and may, based on such study, issue regu-
- 24 lations to revise such definition.

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1	TITLE XIV—STATE FISCAL
2	STABILIZATION FUND
3	DEPARTMENT OF EDUCATION
4	STATE FISCAL STABILIZATION FUND
5	For necessary expenses for a State Fiscal Stabiliza
6	tion Fund, \$53,600,000,000, which shall be administered
7	by the Department of Education.
8	GENERAL PROVISIONS—THIS TITLE
9	SEC. 14001. ALLOCATIONS.
10	(a) Outlying Areas.—From the amount appro
11	priated to carry out this title, the Secretary of Education
12	shall first allocate up to one-half of 1 percent to the out
13	lying areas on the basis of their respective needs, as deter-
14	mined by the Secretary, in consultation with the Secretary
15	of the Interior, for activities consistent with this title
16	under such terms and conditions as the Secretary may de-
17	termine.
18	(b) Administration and Oversight.—The Sec-
19	retary may, in addition, reserve up to \$14,000,000 for ad-
20	ministration and oversight of this title, including for pro-
21	gram evaluation.
22	(e) Reservation for Additional Programs.—
23	After reserving funds under subsections (a) and (b), the

Secretary shall reserve \$5,000,000,000 for grants under

25 sections 14006 and 14007.

1	(d) STATE ALLOCATIONS.—After carrying out sub-	
2	sections (a), (b), and (c), the Secretary shall allocate the	
3	remaining funds made available to carry out this title to	
4	the States as follows:	
5	(1) 61 percent on the basis of their relative	
6	population of individuals aged 5 through 24.	
7	(2) 39 percent on the basis of their relative	
8	total population.	
9	(e) State Grants.—From funds allocated under	
10	subsection (d), the Secretary shall make grants to the	
11	Governor of each State.	
12	(f) REALLOCATION.—The Governor shall return to	
13	the Secretary any funds received under subsection (e) that	
14	the Governor does not award as subgrants or otherwise	
15	commit within two years of receiving such funds, and the	
16	Secretary shall reallocate such funds to the remaining	
17	States in accordance with subsection (d).	
18	SEC. 14002. STATE USES OF FUNDS.	
19	(a) EDUCATION FUND.—	
20	(1) In General.—For each fiscal year, the	0/
21	Governor shall use at least 81.8 percent of the	
22	State's allocation under section 14001(d) for the	
23	support of elementary, secondary, and postsecondary	
24	education and, as applicable, early childhood edu-	
25	cation programs and services.	

1	(2) RESTORING STATE SUPPORT FOR EDU-
2	CATION.—
3	(A) IN GENERAL.—The Governor shall
4	first use the funds described in paragraph (1) —
5	(i) to provide the amount of funds,
6	through the State's primary elementary
.7	and secondary funding formulae, that is
8	needed—
9	(I) to restore, in each of fiscal
10	years 2009, 2010, and 2011, the level
11	of State support provided through
12	such formulae to the greater of the
13	fiscal year 2008 or fiscal year 2009
14	level; and
15	(II) where applicable, to allow ex-
16	isting State formulae increases to sup-
17	port elementary and secondary edu-
18	cation for fiscal years 2010 and 2011
19	to be implemented and allow funding
20	for phasing in State equity and ade-
21	quacy adjustments, if such increases
22	were enacted pursuant to State law
23	prior to October 1, 2008.
24	(ii) to provide, in each of fiscal years
25	2009, 2010, and 2011, the amount of

25

1 funds to public institutions of higher edu-2 cation in the State that is needed to re-3 store State support for such institutions 4 (excluding tuition and fees paid by stu-5 dents) to the greater of the fiscal year 6 2008 or fiscal year 2009 level. 7 (B) Shortfall.—If the Governor deter-8 mines that the amount of funds available under 9 paragraph (1) is insufficient to support, in each 10 of fiscal years 2009, 2010, and 2011, public el-11 ementary, secondary, and higher education at 12 the levels described in clauses (i) and (ii) of subparagraph (A), the Governor shall allocate 13 14 those funds between those clauses in proportion 15 to the relative shortfall in State support for the 16 education sectors described in those clauses. 17 (C) FISCAL YEAR.—For purposes of this 18 paragraph, the term "fiscal year" shall have the 19 meaning given such term under State law. 20 (3) Subgrants to improve basic programs 21 OPERATED BY LOCAL EDUCATIONAL AGENCIES.— 22 After carrying out paragraph (2), the Governor shall 23 use any funds remaining under paragraph (1) to

provide local educational agencies in the State with

subgrants based on their relative shares of funding

1	under part A of title I of the Elementary and Sec-
2	ondary Education Act of 1965 (20 U.S.C. 6311 et
3	seq.) for the most recent year for which data are
4	available.
5	(b) OTHER GOVERNMENT SERVICES.—
6	(1) In GENERAL.—The Governor may use up to
7	18.2 percent of the State's allocation under section
8	14001 for public safety and other government serv-
9	ices, which may include assistance for elementary
10	and secondary education and public institutions of
11	higher education, and for modernization, renovation,
12	or repair of public school facilities and public institu-
13	tions of higher education facilities, including mod-
14	ernization, renovation, and repairs that are con-
15	sistent with a recognized green building rating sys-
16	tem.
17	(2) Availability to all institutions of
18	HIGHER EDUCATION.—A Governor shall not consider
19	the type or mission of an institution of higher edu-
20	cation, and shall consider any institution for funding
21	for modernization, renovation, and repairs within the
22	State that—
23	(A) qualifies as an institution of higher
24	education, as defined in subsection 14013(3);
25	and

1	(B) continues to be eligible to participate	
2	in the programs under title IV of the Higher	
3	Education Act of 1965.	
4	(c) Rule of Construction.—Nothing in this sec-	
5	tion shall allow a local educational agency to engage in	
6	school modernization, renovation, or repair that is incon-	
7	sistent with State law.	
8	SEC. 14003. USES OF FUNDS BY LOCAL EDUCATIONAL	
9	AGENCIES.	
10	(a) In General.—A local educational agency that	
11	receives funds under this title may use the funds for any	
12	activity authorized by the Elementary and Secondary Edu-	
13	cation Act of 1965 (20 U.S.C. 6301 et seq.) ("ESEA"),	
14	the Individuals with Disabilities Education Act (20 U.S.C.	
15	1400 et seq.) ("IDEA"), the Adult and Family Literacy	
16	Act (20 U.S.C. 1400 et seq.), or the Carl D. Perkins Ca-	
17	reer and Technical Education Act of 2006 (20 U.S.C.	-for
18	2301 et seq.) ("the Perkins Act") or modernization, ren-	
19	ovation, or repair of public school facilities and public in-	ے کے
20	stitutions of higher education facilities, including mod-	
21	ernization, renovation, and repairs that are consistent with	
22	a recognized green building rating system.	
23	(b) Prohibition.—A local educational agency may	
24	not use funds received under this title for—	
25	(1) payment of maintenance costs;	

1	(2) stadiums or other facilities primarily used	
2	for athletic contests or exhibitions or other events	
3	for which admission is charged to the general public;	
4	(3) purchase or upgrade of vehicles; or	
5	(4) improvement of stand-alone facilities whose	
6	purpose is not the education of children, including	
7	central office administration or operations or	
8	logistical support facilities.	
9	(c) Rule of Construction.—Nothing in this sec-	
10	tion shall allow a local educational agency to engage in	
11	school modernization, renovation, or repair that is incon-	
12	sistent with State law.	
13	SEC. 14004. USES OF FUNDS BY INSTITUTIONS OF HIGHER	
13 14	SEC. 14004. USES OF FUNDS BY INSTITUTIONS OF HIGHER EDUCATION.	
14	EDUCATION.	
14 15	EDUCATION. (a) IN GENERAL.—A public institution of higher edu-	
14 15 16	EDUCATION. (a) IN GENERAL.—A public institution of higher education that receives funds under this title shall use the funds for education and general expenditures, and in such	-for
14 15 16 17	EDUCATION. (a) IN GENERAL.—A public institution of higher education that receives funds under this title shall use the funds for education and general expenditures, and in such	-for
14 15 16 17 18	EDUCATION. (a) IN GENERAL.—A public institution of higher education that receives funds under this title shall use the funds for education and general expenditures, and in such a way as to mitigate the need to raise tuition and fees	-for
14 15 16 17 18 19	EDUCATION. (a) IN GENERAL.—A public institution of higher education that receives funds under this title shall use the funds for education and general expenditures, and in such a way as to mitigate the need to raise tuition and fees for in-State students, or modernization, renovation, or re-	-for
14 15 16 17 18 19 20	EDUCATION. (a) IN GENERAL.—A public institution of higher education that receives funds under this title shall use the funds for education and general expenditures, and in such a way as to mitigate the need to raise tuition and fees for in-State students, or modernization, renovation, or repair of institution of higher education facilities that are	-for
14 15 16 17 18 19 20 21	EDUCATION. (a) In General.—A public institution of higher education that receives funds under this title shall use the funds for education and general expenditures, and in such a way as to mitigate the need to raise tuition and fees for in-State students, or modernization, renovation, or repair of institution of higher education facilities that are primarily used for instruction, research, or student hous-	-for
14 15 16 17 18 19 20 21 22	EDUCATION. (a) IN GENERAL.—A public institution of higher education that receives funds under this title shall use the funds for education and general expenditures, and in such a way as to mitigate the need to raise tuition and fees for in-State students, or modernization, renovation, or repair of institution of higher education facilities that are primarily used for instruction, research, or student housing, including modernization, renovation, and repairs that	-for

1	(b) Prohibition.—An institution of higher edu-
2	cation may not use funds received under this title to in-
3	crease its endowment.
4	(c) Additional Prohibition.—No funds awarded
5	under this title may be used for—
6	(1) the maintenance of systems, equipment, or
7	facilities;
8	(2) modernization, renovation, or repair of sta-
9	diums or other facilities primarily used for athletic
10	contests or exhibitions or other events for which ad-
11	mission is charged to the general public; or
12	(3) modernization, renovation, or repair of fa-
13	cilities—
14	(A) used for sectarian instruction or reli-
15	gious worship; or
16	(B) in which a substantial portion of the
17	functions of the facilities are subsumed in a re-
18	ligious mission.
9	SEC. 14005. STATE APPLICATIONS.
20	(a) In General.—The Governor of a State desiring
21	to receive an allocation under section 14001 shall submit
22	an application at such time, in such manner, and con-
23	taining such information as the Secretary may reasonably
24	require.

1	(b) APPLICATION.—In such application, the Governor
2	shall—
3	(1) include the assurances described in sub-
4	section (d);
5	(2) provide baseline data that demonstrates the
6	State's current status in each of the areas described
7	in such assurances; and
8	(3) describe how the State intends to use its al-
9	location, including whether the State will use such
10	allocation to meet maintenance of effort require-
11	ments under the ESEA and IDEA and, in such
12	cases, what amount will be used to meet such re-
13	quirements.
14	(c) INCENTIVE GRANT APPLICATION.—The Governor
15	of a State seeking a grant under section 14006 shall—
16	(1) submit an application for consideration;
17	(2) describe the status of the State's progress
18	in each of the areas described in subsection (d), and
19	the strategies the State is employing to help ensure
20	that students in the subgroups described in section
21	1111(b)(2)(C)(v)(II) of the ESEA (20 U.S.C.
22	6311(b)(2)(C)(v)(II)) who have not met the State's
23	proficiency targets continue making progress toward
24	meeting the State's student academic achievement
25	standards;

1	(3) describe the achievement and graduation
2	rates (as described in section 1111(b)(2)(C)(vi) of
3	the ESEA (20 U.S.C. $6311(b)(2)(C)(vi)$) and as
4	clarified in section 200.19(b)(1) of title 34, Code of
5	Federal Regulations) of public elementary and sec-
6	ondary school students in the State, and the strate-
7	gies the State is employing to help ensure that all
8	subgroups of students identified in section
9	1111(b)(2) of the ESEA (20 U.S.C. $6311(b)(2)$) in
10	the State continue making progress toward meeting
11	the State's student academic achievement standards;
12	(4) describe how the State would use its grant
13	funding to improve student academic achievement in
14	the State, including how it will allocate the funds to
15	give priority to high-need local educational agencies;
16	and
17	(5) include a plan for evaluating the State's
18	progress in closing achievement gaps.
19	(d) Assurances.—An application under subsection
20	(b) shall include the following assurances:
21	(1) Maintenance of effort.—
22	(A) ELEMENTARY AND SECONDARY EDU-
23	CATION.—The State will, in each of fiscal years
24	2009, 2010, and 2011, maintain State support

1	for elementary and secondary education at least
2	at the level of such support in fiscal year 2006.
3	(B) Higher education.—The State will,
4	in each of fiscal years 2009, 2010, and 2011,
5	maintain State support for public institutions of
6	higher education (not including support for cap-
7	ital projects or for research and development or
8	tuition and fees paid by students) at least at
9	the level of such support in fiscal year 2006.
10	(2) Achieving equity in teacher distribu-
11	TION.—The State will take actions to improve teach-
12	er effectiveness and comply with section
13	1111(b)(8)(C) of the ESEA (20 U.S.C.
14	6311(b)(8)(C)) in order to address inequities in the
15	distribution of highly qualified teachers between
16	high- and low-poverty schools, and to ensure that
17	low-income and minority children are not taught at
18	higher rates than other children by inexperienced,
19	unqualified, or out-of-field teachers.
20	(3) Improving collection and use of
21	DATA.—The State will establish a longitudinal data
22	system that includes the elements described in sec-
23	tion $6401(e)(2)(D)$ of the America COMPETES Act
24	(20 U.S.C. 9871).

1	(4) STANDARDS AND ASSESSMENTS.—The
2	State—
3	(A) will enhance the quality of the aca-
4	demic assessments it administers pursuant to
5	section 1111(b)(3) of the ESEA (20 U.S.C.
6	6311(b)(3)) through activities such as those de-
7	scribed in section 6112(a) of such Act (20
8	U.S.C. 7301a(a));
9	(B) will comply with the requirements of
10	paragraphs (3)(C)(ix) and (6) of section
11	1111(b) of the ESEA (20 U.S.C. 6311(b)) and
12	section 612(a)(16) of the IDEA (20 U.S.C.
13	1412(a)(16)) related to the inclusion of children
14	with disabilities and limited English proficient
15	students in State assessments, the development
16	of valid and reliable assessments for those stu-
17	dents, and the provision of accommodations
18	that enable their participation in State assess-
19	ments; and
20	(C) will take steps to improve State aca-
21	demic content standards and student academic
22	achievement standards consistent with section
23	6401(e)(1)(9)(A)(ii) of the America COM-
24	PETES Act.

1	(5) Supporting struggling schools.—The
2	State will ensure compliance with the requirements
3	of section 1116(a)(7)(C)(iv) and section
4	1116(a)(8)(B) of the ESEA with respect to schools
5	identified under such sections.
6	SEC. 14006. STATE INCENTIVE GRANTS.
7	(a) In General.—
8	(1) RESERVATION.—From the total amount re-
9	served under section 14001(c) that is not used for
10	section 14007, the Secretary may reserve up to 1
11	percent for technical assistance to States to assist
12	them in meeting the objectives of paragraphs (2),
13	(3), (4), and (5) of section 14005(d).
14	(2) Remainder.—Of the remaining funds, the
15	Secretary shall, in fiscal year 2010, make grants to
16	States that have made significant progress in meet-
17	ing the objectives of paragraphs (2), (3), (4), and
18	(5) of section 14005(d).
19	(b) Basis for Grants.—The Secretary shall deter-
20	mine which States receive grants under this section, and
21	the amount of those grants, on the basis of information
22	provided in State applications under section 14005 and
23	such other criteria as the Secretary determines appro-
24	priate, which may include a State's need for assistance

1	to help meet the objective of paragraphs (2), (3), (4), and
2	(5) of section 14005(d).
3	(c) Subgrants to Local Educational Agen-
4	CIES.—Each State receiving a grant under this section
5	shall use at least 50 percent of the grant to provide local
6	educational agencies in the State with subgrants based on
7	their relative shares of funding under part A of title I of
8	the ESEA (20 U.S.C. 6311 et seq.) for the most recent
9	year.
10	SEC. 14007. INNOVATION FUND.
11	(a) In General.—
12	(1) Eligible entities.—For the purposes of
13	this section, the term "eligible entity" means—
14	(A) a local educational agency; or
15	(B) a partnership between a nonprofit or-
16	ganization and—
17	(i) one or more local educational agen-
18	cies; or
19	(ii) a consortium of schools.
20	(2) Program established.—From the total
21	amount reserved under section 14001(c), the Sec-
22	retary may reserve up to \$650,000,000 to establish
23	an Innovation Fund, which shall consist of academic
24	achievement awards that recognize eligible entities

1	that meet the requirements described in subsection
2	(b).
3	(3) Basis for awards.—The Secretary shall
4	make awards to eligible entities that have made sig-
5	nificant gains in closing the achievement gap as de-
6	scribed in subsection (b)(1)—
7	(A) to allow such eligible entities to expand
8	their work and serve as models for best prac-
9	tices;
10	(B) to allow such eligible entities to work
11	in partnership with the private sector and the
12	philanthropic community; and
13	(C) to identify and document best practices
14	that can be shared, and taken to scale based on
15	demonstrated success.
16	(b) Eligibility.—To be eligible for such an award,
17	an eligible entity shall—
18	(1) have significantly closed the achievement
19	gaps between groups of students described in section
20	1111(b)(2) of the ESEA (20 U.S.C. 6311(b)(2));
21	(2) have exceeded the State's annual measur-
22	able objectives consistent with such section
23	1111(b)(2) for 2 or more consecutive years or have
24	demonstrated success in significantly increasing stu-
25	dent academic achievement for all groups of stu-

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1	dents described in such section through another
2	measure, such as measures described in section
3	1111(c)(2) of the ESEA;
4	(3) have made significant improvement in other
5	areas, such as graduation rates or increased recruit-

- (3) have made significant improvement in other areas, such as graduation rates or increased recruitment and placement of high-quality teachers and school leaders, as demonstrated with meaningful data; and
- (4) demonstrate that they have established partnerships with the private sector, which may include philanthropic organizations, and that the private sector will provide matching funds in order to help bring results to scale.
- (c) SPECIAL RULE.—In the case of an eligible entity that includes a nonprofit organization, the eligible entity shall be considered to have met the eligibility requirements of paragraphs (1), (2), (3) of subsection (b) if such non-profit organization has a record of meeting such requirements.

20 SEC. 14008. STATE REPORTS.

For each year of the program under this title, a State receiving funds under this title shall submit a report to the Secretary, at such time and in such manner as the Secretary may require, that describes—

1	(1) the uses of funds provided under this title
2	within the State;
3	(2) how the State distributed the funds it re-
4	ceived under this title;
5	(3) the number of jobs that the Governor esti-
6	mates were saved or created with funds the State re-
7	ceived under this title;
8	(4) tax increases that the Governor estimates
9	were averted because of the availability of funds
10	from this title;
11	(5) the State's progress in reducing inequities
12	in the distribution of highly qualified teachers, in
13	implementing a State longitudinal data system, and
14	in developing and implementing valid and reliable
15	assessments for limited English proficient students
16	and children with disabilities;
17	(6) the tuition and fee increases for in-State
18	students imposed by public institutions of higher
19	education in the State during the period of avail-
20	ability of funds under this title, and a description of
21	any actions taken by the State to limit those in-
22	creases;
23	(7) the extent to which public institutions of
24	higher education maintained, increased, or decreased
25	enrollment of in-State students, including students

- eligible for Pell Grants or other need-based financial
 assistance; and
- 3 (8) a description of each modernization, renova-4 tion and repair project funded, which shall include 5 the amounts awarded and project costs.

6 SEC. 14009. EVALUATION.

- 7 The Comptroller General of the United States shall
- 8 conduct evaluations of the programs under sections 14006
- 9 and 14007 which shall include, but not be limited to, the
- 10 criteria used for the awards made, the States selected for
- 11 awards, award amounts, how each State used the award
- 12 received, and the impact of this funding on the progress
- 13 made toward closing achievement gaps.

14 SEC. 14010. SECRETARY'S REPORT TO CONGRESS.

- 15 The Secretary shall submit a report to the Committee
- 16 on Education and Labor of the House of Representatives,
- 17 the Committee on Health, Education, Labor, and Pen-
- 18 sions of the Senate, and the Committees on Appropria-
- 19 tions of the House of Representatives and of the Senate,
- 20 not less than 6 months following the submission of State
- 21 reports, that evaluates the information provided in the
- 22 State reports under section 14008 and the information re-
- 23 quired by section 14005(b)(3) including State-by-State in-
- 24 formation.

1	SEC.	14011.	PROHIBITION	\mathbf{ON}	PROVISION	\mathbf{OF}	CERTAIN	AS-
L	SEC.	14011.	PROHIBITION	UN	PROVISION	Or	CERTAIN	A5-

- 2 SISTANCE.
- 3 No recipient of funds under this title shall use such
- 4 funds to provide financial assistance to students to attend
- 5 private elementary or secondary schools.

6 SEC. 14012. FISCAL RELIEF.

- 7 (a) IN GENERAL.—For the purpose of relieving fiscal
- 8 burdens on States and local educational agencies that have
- 9 experienced a precipitous decline in financial resources,
- 10 the Secretary of Education may waive or modify any re-
- 11 quirement of this title relating to maintaining fiscal effort.
- 12 (b) DURATION.—A waiver or modification under this
- 13 section shall be for any of fiscal year 2009, fiscal year
- 14 2010, or fiscal year 2011, as determined by the Secretary.
- 15 (c) Criteria.—The Secretary shall not grant a waiv-
- 16 er or modification under this section unless the Secretary
- 17 determines that the State or local educational agency re-
- 18 ceiving such waiver or modification will not provide for
- 19 elementary and secondary education, for the fiscal year
- 20 under consideration, a smaller percentage of the total rev-
- 21 enues available to the State or local education agency than
- 22 the amount provided for such purpose in the preceding
- 23 fiscal year.
- 24 (d) Maintenance of Effort.—Upon prior ap-
- 25 proval from the Secretary, a State or local educational
- 26 agency that receives funds under this title may treat any

1	portion of such funds that is used for elementary, sec-
2	ondary, or postsecondary education as non-Federal funds
3	for the purpose of any requirement to maintain fiscal ef-
4	fort under any other program, including part C of the In-
5	dividuals with Disabilities Education Act (20 U.S.C. 1431 $$
6	et seq.), administered by the Secretary.
7	(e) Subsequent Level of Effort.—Notwith-
8	standing (d), the level of effort required by a State or local
9	educational agency for the following fiscal year shall not
10	be reduced.
11	SEC. 14013. DEFINITIONS.
12	Except as otherwise provided in this title, as used in
13	this title—
14	(1) the terms "elementary education" and "sec-
15	ondary education" have the meaning given such
16	terms under State law;
17	(2) the term "high-need local educational agen-
18	cy" means a local educational agency—
19	(A) that serves not fewer than 10,000 chil-
20	dren from families with incomes below the pov-
21	erty line; or
22	(B) for which not less than 20 percent of
23	the children served by the agency are from fam-
24	ilies with incomes below the poverty line;

1	(3) the term "institution of higher education"
2	has the meaning given such term in section 101 of
3	the Higher Education Act of 1965 (20 U.S.C.
4	1001);
5	(4) the term "Secretary" means the Secretary
6	of Education;
7	(5) the term "State" means each of the 50
8	States, the District of Columbia, and the Common-
9	wealth of Puerto Rico; and
0	(6) any other term used that is defined in sec-
1	tion 9101 of the ESEA (20 U.S.C. 7801) shall have
2	the magning given the term in such section

1 TITLE XV—ACCOUNTABILITY 2 AND TRANSPARENCY

2	AND TRANSPARENCE
3	SEC. 1501. DEFINITIONS.
4	In this title:
5	(1) AGENCY.—The term "agency" has the
6	meaning given under section 551 of title 5, United
7	States Code.
8	(2) Board.—The term "Board" means the Re
9	covery Accountability and Transparency Board es
10	tablished in section 1521.
11	(3) Chairperson.—The term "Chairperson"
12	means the Chairperson of the Board.
13	(4) COVERED FUNDS.—The term "covered
14	funds" means any funds that are expended or obli-
15	gated from appropriations made under this Act.
16	(5) PANEL.—The term "Panel" means the Re-
17	covery Independent Advisory Panel established in
18	section 1541.
19	Subtitle A—Transparency and
20	Oversight Requirements
21	SEC. 1511. CERTIFICATIONS.
22	With respect to covered funds made available to State
23	or local governments for infrastructure investments, the
24	Governor, mayor, or other chief executive, as appropriate
25	shall certify that the infrastructure investment has re-

1	ceived the full review and vetting required by law and that
2	the chief executive accepts responsibility that the infra
3	structure investment is an appropriate use of taxpayer dol
4	lars. Such certification shall include a description of the
5	investment, the estimated total cost, and the amount of
6	covered funds to be used, and shall be posted on a website
7	and linked to the website established by section 1526. A
8	State or local agency may not receive infrastructure in
9	vestment funding from funds made available in this Acc
10	unless this certification is made and posted.
11	SEC. 1512. REPORTS ON USE OF FUNDS.
12	(a) SHORT TITLE.—This section may be cited as the
13	"Jobs Accountability Act".
14	(b) Definitions.—In this section:
15	(1) RECIPIENT.—The term "recipient"—
16	(A) means any entity that receives recovery
17	funds directly from the Federal Government
18	(including recovery funds received through
19	grant, loan, or contract) other than an indi-
20	vidual; and
21	(B) includes a State that receives recovery
22	funds.
23	(2) Recovery funds.—The term "recovery
24	funds" means any funds that are made available
25	from appropriations made under this Act.

I	(c) RECIPIENT REPORTS.—Not later than 10 days
2	after the end of each calendar quarter, each recipient that
3	received recovery funds from a Federal agency shall sub-
4	mit a report to that agency that contains—
5	(1) the total amount of recovery funds received
6	from that agency;
7	(2) the amount of recovery funds received that
8	were expended or obligated to projects or activities;
9	and
10	(3) a detailed list of all projects or activities for
11	which recovery funds were expended or obligated, in-
12	cluding—
13	(A) the name of the project or activity;
14	(B) a description of the project or activity;
15	(C) an evaluation of the completion status
16	of the project or activity;
17	(D) an estimate of the number of jobs cre-
18	ated and the number of jobs retained by the
19	project or activity; and
20	(E) for infrastructure investments made by
21	State and local governments, the purpose, total
22	cost, and rationale of the agency for funding
23	the infrastructure investment with funds made
24	available under this Act, and name of the per-

1	son to contact at the agency if there are con-
2	cerns with the infrastructure investment.
3	(4) Detailed information on any subcontracts or
4	subgrants awarded by the recipient to include the
5	data elements required to comply with the Federal
6	Funding Accountability and Transparency Act of
7	2006 (Public Law 109–282), allowing aggregate re-
8	porting on awards below \$25,000 or to individuals,
9	as prescribed by the Director of the Office of Man-
10	agement and Budget.
11	(d) AGENCY REPORTS.—Not later than 30 days after
12	the end of each calendar quarter, each agency that made
13	recovery funds available to any recipient shall make the
14	information in reports submitted under subsection (e)
15	publicly available by posting the information on a website.
16	(e) Other Reports.—The Congressional Budget
17	Office and the Government Accountability Office shall
18	comment on the information described in subsection
19	(c)(3)(D) for any reports submitted under subsection (c) .
20	Such comments shall be due within 45 days after such
21	reports are submitted.
22	(f) COMPLIANCE.—Within 180 days of enactment, as
23	a condition of receipt of funds under this Act, Federal
24	agencies shall require any recipient of such funds to pro-
25	vide the information required under subsection (c).

(g) Guidance.—Federal agencies, in coordination 1 with the Director of the Office of Management and Budget, shall provide for user-friendly means for recipients of covered funds to meet the requirements of this section. 5 (h) REGISTRATION.—Funding recipients required to report information per subsection (c)(4) must register with the Central Contractor Registration database or complete other registration requirements as determined by the Director of the Office of Management and Budget. SEC. 1513. REPORTS OF THE COUNCIL OF ECONOMIC AD-11 VISERS. 12 (a) IN GENERAL.—In consultation with the Director of the Office of Management and Budget and the Sec-14 retary of the Treasury, the Chairperson of the Council of 15 Economic Advisers shall submit quarterly reports to the Committees on Appropriations of the Senate and House of Representatives that detail the impact of programs funded through covered funds on employment, estimated 19 economic growth, and other key economic indicators. 20 (b) Submission of Reports.— 21 (1) First report.—The first report submitted 22 under subsection (a) shall be submitted not later 23 than 45 days after the end of the first full quarter

following the date of enactment of this Act.

1	(2) Last report.—The last report required to
2	be submitted under subsection (a) shall apply to the
3	quarter in which the Board terminates under section
4	1530.
5	SEC. 1514. INSPECTOR GENERAL REVIEWS.
6	(a) Reviews.—Any inspector general of a Federal
7	department or executive agency shall review, as appro-
8	priate, any concerns raised by the public about specific
9	investments using funds made available in this Act. Any
10	findings of such reviews not related to an ongoing criminal
11	proceeding shall be relayed immediately to the head of the
12	department or agency concerned. In addition, the findings
13	of such reviews, along with any audits conducted by any
14	inspector general of funds made available in this Act, shall
15	be posted on the inspector general's website and linked
16	to the website established by section 1526, except that
17	portions of reports may be redacted to the extent the por-
18	tions would disclose information that is protected from
19	public disclosure under sections 552 and 552a of title 5,
20	United States Code.
21	SEC. 1515. ACCESS OF OFFICES OF INSPECTOR GENERAL
22	TO CERTAIN RECORDS AND EMPLOYEES.
23	(a) Access.—With respect to each contract or grant
24	awarded using covered funds, any representative of an ap-
25	propriate inspector general appointed under section 3 or

1	8G of the Inspector General Act of 1978 (5 U.S.C. App.),
2	is authorized—
3	(1) to examine any records of the contractor or
4	grantee, any of its subcontractors or subgrantees, or
5	any State or local agency administering such con-
6	tract, that pertain to, and involve transactions relat-
7	ing to, the contract, subcontract, grant, or subgrant;
8	and
9	(2) to interview any officer or employee of the
10	contractor, grantee, subgrantee, or agency regarding
11	such transactions.
12	(b) Relationship to Existing Authority.—
13	Nothing in this section shall be interpreted to limit or re-
14	strict in any way any existing authority of an inspector
15	general.
16	Subtitle B—Recovery Account-
17	ability and Transparency Board
18	SEC. 1521. ESTABLISHMENT OF THE RECOVERY ACCOUNT-
19	ABILITY AND TRANSPARENCY BOARD.
20	There is established the Recovery Accountability and
21	Transparency Board to coordinate and conduct oversight
22	of covered funds to prevent fraud, waste, and abuse.
23	SEC. 1522. COMPOSITION OF BOARD.
24	(a) Chairperson.—

1	(1) DESIGNATION OR APPOINTMENT.—The
2	President shall—
3	(A) designate the Deputy Director for
4	Management of the Office of Management and
5	Budget to serve as Chairperson of the Board;
6	(B) designate another Federal officer who
7	was appointed by the President to a position
8	that required the advice and consent of the
9	Senate, to serve as Chairperson of the Board;
10	or
11	(C) appoint an individual as the Chair-
12	person of the Board, by and with the advice
13	and consent of the Senate.
14	(2) Compensation.—
15	(A) Designation of Federal offi-
16	CER.—If the President designates a Federal of-
17	ficer under paragraph (1)(A) or (B) to serve as
18	Chairperson, that Federal officer may not re-
19	ceive additional compensation for services per-
20	formed as Chairperson.
21	(B) APPOINTMENT OF NON-FEDERAL OF-
22	FICER.—If the President appoints an individual
23	as Chairperson under paragraph (1)(C), that
24	individual shall be compensated at the rate of
25	basic pay prescribed for level IV of the Execu-

1	tive Schedule under section 5315 of title 5
2	United States Code.
3	(b) Members.—The members of the Board shall in
4	clude—
5	(1) the Inspectors General of the Departments
6	of Agriculture, Commerce, Education, Energy
7	Health and Human Services, Homeland Security
8	Justice, Transportation, Treasury, and the Treasury
9	Inspector General for Tax Administration; and
10	(2) any other Inspector General as designated
11	by the President from any agency that expends or
12	obligates covered funds.
	SEC. 1523. FUNCTIONS OF THE BOARD.
13	SEC. 1020. PCHOTIONS OF THE BOARD.
13 14	(a) Functions.—
14	(a) Functions.—
14 15	(a) Functions.— (1) In general.—The Board shall coordinate
141516	(a) Functions.— (1) In general.—The Board shall coordinate and conduct oversight of covered funds in order to
14151617	(a) Functions.—(1) In general.—The Board shall coordinate and conduct oversight of covered funds in order to prevent fraud, waste, and abuse.
14 15 16 17 18	 (a) Functions.— (1) In general.—The Board shall coordinate and conduct oversight of covered funds in order to prevent fraud, waste, and abuse. (2) Specific functions.—The functions of the functions of the functions.
14 15 16 17 18 19	 (a) Functions.— (1) In general.—The Board shall coordinate and conduct oversight of covered funds in order to prevent fraud, waste, and abuse. (2) Specific functions.—The functions of the Board shall include—
14 15 16 17 18 19 20	 (a) Functions.— (1) In general.—The Board shall coordinate and conduct oversight of covered funds in order to prevent fraud, waste, and abuse. (2) Specific functions.—The functions of the Board shall include— (A) reviewing whether the reporting of con-
14 15 16 17 18 19 20 21	 (a) Functions.— (1) In General.—The Board shall coordinate and conduct oversight of covered funds in order to prevent fraud, waste, and abuse. (2) Specific functions.—The functions of the Board shall include— (A) reviewing whether the reporting of contracts and grants using covered funds meets appear

1	(B) reviewing whether competition require-
2	ments applicable to contracts and grants using
3	covered funds have been satisfied;
4	(C) auditing or reviewing covered funds to
5	determine whether wasteful spending, poor con-
6	tract or grant management, or other abuses are
7	occurring and referring matters it considers ap-
8	propriate for investigation to the inspector gen-
9	eral for the agency that disbursed the covered
10	funds;
11	(D) reviewing whether there are sufficient
12	qualified acquisition and grant personnel over-
13	seeing covered funds;
14	(E) reviewing whether personnel whose du-
15	ties involve acquisitions or grants made with
16	covered funds receive adequate training; and
17	(F) reviewing whether there are appro-
18	priate mechanisms for interagency collaboration
19	relating to covered funds, including coordi-
20	nating and collaborating to the extent prac-
21	ticable with the Inspectors General Council on
22	Integrity and Efficiency established by the In-
23	spector General Reform Act of 2008 (Public
24	Law 110–409).
25	(b) Reports.—

(1) Flash and other reports.—The Board
shall submit to the President and Congress, includ-
ing the Committees on Appropriations of the Senate
and House of Representatives, reports, to be known
as "flash reports", on potential management and
funding problems that require immediate attention.
The Board also shall submit to Congress such other
reports as the Board considers appropriate on the
use and benefits of funds made available in this Act.
(2) Quarterly reports.—The Board shall
submit quarterly reports to the President and Con-
gress, including the Committees on Appropriations
of the Senate and House of Representatives, summa-
rizing the findings of the Board and the findings of
inspectors general of agencies. The Board may sub-
mit additional reports as appropriate.
(3) ANNUAL REPORTS.—The Board shall sub-
mit annual reports to the President and Congress,
including the Committees on Appropriations of the
Senate and House of Representatives, consolidating
applicable quarterly reports on the use of covered
funds.
(4) Public availability.—
(A) In general.—All reports submitted
under this subsection shall be made publicly

1	available and posted on the website established
2	by section 1526.
3	(B) REDACTIONS.—Any portion of a re-
4	port submitted under this subsection may be re-
5	dacted when made publicly available, if that
6	portion would disclose information that is not
7	subject to disclosure under sections 552 and
8	552a of title 5, United States Code.
9	(c) RECOMMENDATIONS.—
10	(1) IN GENERAL.—The Board shall make rec-
11	ommendations to agencies on measures to prevent
12	fraud, waste, and abuse relating to covered funds.
13	(2) RESPONSIVE REPORTS.—Not later than 30
14	days after receipt of a recommendation under para-
15	graph (1), an agency shall submit a report to the
16	President, the congressional committees of jurisdic-
17	tion, including the Committees on Appropriations of
18	the Senate and House of Representatives, and the
19	Board on—
20	(A) whether the agency agrees or disagrees
21	with the recommendations; and
22	(B) any actions the agency will take to im-
23	plement the recommendations.

	i SEC	EC. 1524.	POWERS	OF THE	BOARD.
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- 2 (a) IN GENERAL.—The Board shall conduct audits
- 3 and reviews of spending of covered funds and coordinate
- 4 on such activities with the inspectors general of the rel-
- 5 evant agency to avoid duplication and overlap of work.
- 6 (b) AUDITS AND REVIEWS.—The Board may—
- 7 (1) conduct its own independent audits and re-8 views relating to covered funds; and
- 9 (2) collaborate on audits and reviews relating to 10 covered funds with any inspector general of an agen-11 cy.
 - (c) Authorities.—

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- (1) Audits and Reviews.—In conducting audits and reviews, the Board shall have the authorities provided under section 6 of the Inspector General Act of 1978 (5 U.S.C. App.). Additionally, the Board may issue subpoenas to compel the testimony of persons who are not Federal officers or employees and may enforce such subpoenas in the same manner as provided for inspector general subpoenas under section 6 of the Inspector General Act of 1978 (5 U.S.C. App.).
- (2) STANDARDS AND GUIDELINES.—The Board shall carry out the powers under subsections (a) and (b) in accordance with section 4(b)(1) of the Inspector General Act of 1978 (5 U.S.C. App.).

- 1 (d) Public Hearings.—The Board may hold public
- 2 hearings and Board personnel may conduct necessary in-
- 3 quiries. The head of each agency shall make all officers
- 4 and employees of that agency available to provide testi-
- 5 mony to the Board and Board personnel. The Board may
- 6 issue subpoenas to compel the testimony of persons who
- 7 are not Federal officers or employees at such public hear-
- 8 ings. Any such subpoenas may be enforced in the same
- 9 manner as provided for inspector general subpoenas under
- 10 section 6 of the Inspector General Act of 1978 (5 U.S.C.
- 11 App.).
- 12 (e) Contracts.—The Board may enter into con-
- 13 tracts to enable the Board to discharge its duties under
- 14 this subtitle, including contracts and other arrangements
- 15 for audits, studies, analyses, and other services with public
- 16 agencies and with private persons, and make such pay-
- 17 ments as may be necessary to carry out the duties of the
- 18 Board.
- 19 (f) Transfer of Funds.—The Board may transfer
- 20 funds appropriated to the Board for expenses to support
- 21 administrative support services and audits, reviews, or
- 22 other activities related to oversight by the Board of cov-
- 23 ered funds to any office of inspector general, the Office
- 24 of Management and Budget, the General Services Admin-
- 25 istration, and the Panel.

1	SEC. 1929. EMPLOYMENT, PERSONNEL, AND RELATED AU
2	THORITIES.
3	(a) Employment and Personnel Authorities.—
4	(1) IN GENERAL.—
5	(A) Authorities.—Subject to paragraph
6	(2), the Board may exercise the authorities o
7	subsections (b) through (i) of section 3161 o
8	title 5, United States Code (without regard to
9	subsection (a) of that section).
10	(B) APPLICATION.—For purposes of exer
11	cising the authorities described under subpara
12	graph (A), the term "Chairperson of the
13	Board" shall be substituted for the term "head
14	of a temporary organization".
15	(C) CONSULTATION.—In exercising the au-
16	thorities described under subparagraph (A), the
17	Chairperson shall consult with members of the
18	Board.
19	(2) EMPLOYMENT AUTHORITIES.—In exercising
20	the employment authorities under subsection (b) or
21	section 3161 of title 5, United States Code, as pro-
22	vided under paragraph (1) of this subsection—
23	(A) paragraph (2) of subsection (b) of sec-
24	tion 3161 of that title (relating to periods of
25	appointments) shall not apply; and

1	(B) no period of appointment may exceed
2	the date on which the Board terminates under
3	section 1530.
4	(b) Information and Assistance.—
5	(1) In general.—Upon request of the Board
6	for information or assistance from any agency or
7	other entity of the Federal Government, the head of
8	such entity shall, insofar as is practicable and not in
9	contravention of any existing law, furnish such infor-
10	mation or assistance to the Board, or an authorized
1	designee.
12	(2) Report of Refusals.—Whenever infor-
13	mation or assistance requested by the Board is, in
4	the judgment of the Board, unreasonably refused or
5	not provided, the Board shall report the cir-
6	cumstances to the congressional committees of juris-
7	diction, including the Committees on Appropriations
8	of the Senate and House of Representatives, without
9	delay.
20	(c) Administrative Support.—The General Serv-
21	ices Administration shall provide the Board with adminis-
22	trative support services, including the provision of office
23	space and facilities.

- 1 SEC. 1526. BOARD WEBSITE. 2 (a) Establishment.—The Board shall establish and 3 maintain, no later than 30 days after enactment of this Act, a user-friendly, public-facing website to foster greater accountability and transparency in the use of covered funds. 7 (b) Purpose.—The website established and maintained under subsection (a) shall be a portal or gateway to key information relating to this Act and provide connections to other Government websites with related informa-11 tion. 12 (c) Content and Function.—In establishing the website established and maintained under subsection (a), 14 the Board shall ensure the following: 15 (1) The website shall provide materials explain-16 ing what this Act means for citizens. The materials 17 shall be easy to understand and regularly updated. 18 (2) The website shall provide accountability in-19 formation, including findings from audits, inspectors 20 general, and the Government Accountability Office. 21 (3) The website shall provide data on relevant 22 economic, financial, grant, and contract information 23 in user-friendly visual presentations to enhance pub-24 lic awareness of the use of covered funds.
 - (4) The website shall provide detailed data on contracts awarded by the Federal Government that

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1	expend covered funds, including information about
2	the competitiveness of the contracting process, infor-
3	mation about the process that was used for the
4	award of contracts, and for contracts over \$500,000
5	a summary of the contract.
6	(5) The website shall include printable reports
7	on covered funds obligated by month to each State
8	and congressional district.
9	(6) The website shall provide a means for the
10	public to give feedback on the performance of con-
11	tracts that expend covered funds.
12	(7) The website shall include detailed informa-
13	tion on Federal Government contracts and grants
14	that expend covered funds, to include the data ele-
15	ments required to comply with the Federal Funding
16	Accountability and Transparency Act of 2006 (Pub-
17	lic Law 109–282), allowing aggregate reporting on
18	awards below \$25,000 or to individuals, as pre-
19	scribed by the Director of the Office of Management
20	and Budget.
21	(8) The website shall provide a link to estimates
22	of the jobs sustained or created by the Act.
23	(9) The website shall provide a link to informa-

tion about announcements of grant competitions and

solicitations for contracts to be awarded.

1	(10) The website shall include appropriate links
2	to other government websites with information con-
3	cerning covered funds, including Federal agency and
4	State websites.
5	(11) The website shall include a plan from each
6	Federal agency for using funds made available in
7	this Act to the agency.
8	(12) The website shall provide information on
9	Federal allocations of formula grants and awards of
10	competitive grants using covered funds.
11	(13) The website shall provide information on
12	Federal allocations of mandatory and other entitle-
13	ment programs by State, county, or other appro-
14	priate geographical unit.
15	(14) To the extent practical, the website shall
16	provide, organized by the location of the job oppor-
17	tunities involved, links to and information about how
18	to access job opportunities, including, if possible,
19	links to or information about local employment agen-
20	cies, job banks operated by State workforce agencies,
21	the Department of Labor's CareerOneStop website,
22	State, local and other public agencies receiving Fed-
23	eral funding, and private firms contracted to per-
24	form work with Federal funding, in order to direct
25	job seekers to job opportunities created by this Act.

1	(15) The website shall be enhanced and up
2	dated as necessary to carry out the purposes of this
3	subtitle.
4	(d) WAIVER.—The Board may exclude posting con-
5	tractual or other information on the website on a case
6	by-case basis when necessary to protect national security
7	or to protect information that is not subject to disclosure
8	under sections 552 and 552a of title 5, United States
9	Code.
10	SEC. 1527. INDEPENDENCE OF INSPECTORS GENERAL.
11	(a) Independent Authority.—Nothing in this
12	subtitle shall affect the independent authority of an in-
13	spector general to determine whether to conduct an audi
14	or investigation of covered funds.
15	(b) REQUESTS BY BOARD.—If the Board requests
16	that an inspector general conduct or refrain from con-
17	ducting an audit or investigation and the inspector general
18	rejects the request in whole or in part, the inspector gen
19	eral shall, not later than 30 days after rejecting the re-
20	quest, submit a report to the Board, the head of the appli-
21	cable agency, and the congressional committees of juris-
22	diction, including the Committees on Appropriations of the
23	Senate and House of Representatives. The report shall

24 state the reasons that the inspector general has rejected

1 the request in whole or in part. The inspector ge	general's
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- 2 decision shall be final.
- 3 SEC. 1528. COORDINATION WITH THE COMPTROLLER GEN-
- 4 ERAL AND STATE AUDITORS.
- 5 The Board shall coordinate its oversight activities
- 6 with the Comptroller General of the United States and
- 7 State auditor generals.
- 8 SEC. 1529. AUTHORIZATION OF APPROPRIATIONS.
- 9 There are authorized to be appropriated such sums
- 10 as necessary to carry out this subtitle.
- 11 SEC. 1530, TERMINATION OF THE BOARD.
- The Board shall terminate on September 30, 2013.
- 13 Subtitle C—Recovery Independent
- 14 Advisory Panel
- 15 SEC. 1541. ESTABLISHMENT OF RECOVERY INDEPENDENT
- 16 ADVISORY PANEL.
- 17 (a) Establishment.—There is established the Re-
- 18 covery Independent Advisory Panel.
- 19 (b) Membership.—The Panel shall be composed of
- 20 5 members who shall be appointed by the President.
- 21 (c) QUALIFICATIONS.—Members shall be appointed
- 22 on the basis of expertise in economics, public finance, con-
- 23 tracting, accounting, or any other relevant field.

- 1 (d) Initial Meeting.—Not later than 30 days after
- 2 the date on which all members of the Panel have been
- 3 appointed, the Panel shall hold its first meeting.
- 4 (e) Meetings.—The Panel shall meet at the call of
- 5 the Chairperson of the Panel.
- 6 (f) QUORUM.—A majority of the members of the
- 7 Panel shall constitute a quorum, but a lesser number of
- 8 members may hold hearings.
- 9 (g) Chairperson and Vice Chairperson.—The
- 10 Panel shall select a Chairperson and Vice Chairperson
- 11 from among its members.
- 12 SEC. 1542. DUTIES OF THE PANEL.
- 13 The Panel shall make recommendations to the Board
- 14 on actions the Board could take to prevent fraud, waste,
- 15 and abuse relating to covered funds.
- 16 SEC. 1543. POWERS OF THE PANEL.
- 17 (a) Hearings.—The Panel may hold such hearings,
- 18 sit and act at such times and places, take such testimony,
- 19 and receive such evidence as the Panel considers advisable
- 20 to carry out this subtitle.
- 21 (b) Information From Federal Agencies.—The
- 22 Panel may secure directly from any agency such informa-
- 23 tion as the Panel considers necessary to carry out this sub-
- 24 title. Upon request of the Chairperson of the Panel, the

- 1 head of such agency shall furnish such information to the
- 2 Panel.
- 3 (c) Postal Services.—The Panel may use the
- 4 United States mails in the same manner and under the
- 5 same conditions as agencies of the Federal Government.
- 6 (d) GIFTS.—The Panel may accept, use, and dispose
- 7 of gifts or donations of services or property.

8 SEC. 1544. PANEL PERSONNEL MATTERS.

- 9 (a) Compensation of Members.—Each member of
- 10 the Panel who is not an officer or employee of the Federal
- 11 Government shall be compensated at a rate equal to the
- 12 daily equivalent of the annual rate of basic pay prescribed
- 13 for level IV of the Executive Schedule under section 5315
- 14 of title 5, United States Code, for each day (including
- 15 travel time) during which such member is engaged in the
- 16 performance of the duties of the Panel. All members of
- 17 the Panel who are officers or employees of the United
- 18 States shall serve without compensation in addition to that
- 19 received for their services as officers or employees of the
- 20 United States.
- 21 (b) Travel Expenses.—The members of the Panel
- 22 shall be allowed travel expenses, including per diem in lieu
- 23 of subsistence, at rates authorized for employees of agen-
- 24 cies under subchapter I of chapter 57 of title 5, United
- 25 States Code, while away from their homes or regular

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1	places of business in the performance of services for the
2	Panel.
3	(c) Staff.—
4	(1) In General.—The Chairperson of the
5	Panel may, without regard to the civil service laws
6	and regulations, appoint and terminate an executive
7	director and such other additional personnel as may
8	be necessary to enable the Panel to perform its du-
9	ties. The employment of an executive director shall
10	be subject to confirmation by the Panel.
11	(2) Compensation.—The Chairperson of the
12	Panel may fix the compensation of the executive di-
13	rector and other personnel without regard to chapter
14	51 and subchapter III of chapter 53 of title 5,
15	United States Code, relating to classification of posi-
16	tions and General Schedule pay rates, except that
17	the rate of pay for the executive director and other
18	personnel may not exceed the rate payable for level
19	V of the Executive Schedule under section 5316 of
20	such title.
21	(3) Personnel as federal employees.—
22	(A) In general.—The executive director
23	and any personnel of the Panel who are employ-

ees shall be employees under section 2105 of

title 5, United States Code, for purposes of

1	chapters 63, 81, 83, 84, 85, 87, 89, 89A, 89B,
2	and 90 of that title.
3	(B) Members of Panel.—Subparagraph
4	(A) shall not be construed to apply to members
5	of the Panel.
6	(d) Detail of Government Employees.—Any
7	Federal Government employee may be detailed to the
8	Panel without reimbursement, and such detail shall be
9	without interruption or loss of civil service status or privi-
10	lege.
11	(e) Procurement of Temporary and Intermit-
12	TENT SERVICES.—The Chairperson of the Panel may pro-
13	cure temporary and intermittent services under section
14	3109(b) of title 5, United States Code, at rates for individ-
15	uals which do not exceed the daily equivalent of the annual
16	rate of basic pay prescribed for level V of the Executive
17	Schedule under section 5316 of such title.
18	(f) ADMINISTRATIVE SUPPORT.—The General Serv-
19	ices Administration shall provide the Board with adminis-
20	trative support services, including the provision of office
21	space and facilities.
22	SEC. 1545. TERMINATION OF THE PANEL.
23	The Panel shall terminate on September 30, 2013.

1	SEC. 1546.	AUTHORIZATION	OF	APPROPRIATIONS.	

- 2 There are authorized to be appropriated such sums
- 3 as necessary to carry out this subtitle.

4 Subtitle D-Additional Account-

5 ability and Transparency Re-

6 quirements

7 SEC. 1551. AUTHORITY TO ESTABLISH SEPARATE FUNDING

- 8 ACCOUNTS.
- 9 Although this Act provides supplemental appropria-
- 10 tions for programs, projects, and activities in existing
- 11 Treasury accounts, to facilitate tracking these funds
- 12 through Treasury and agency accounting systems, the
- 13 Secretary of the Treasury shall ensure that all funds ap-
- 14 propriated in this Act shall be established in separate
- 15 Treasury accounts, unless a waiver from this provision is
- 16 approved by the Director of the Office of Management and
- 17 Budget.

18 SEC. 1552. SET-ASIDE FOR STATE AND LOCAL GOVERN-

19 MENT REPORTING AND RECORDKEEPING.

- Federal agencies receiving funds under this Act, may,
- 21 after following the notice and comment rulemaking re-
- 22 quirements under the Administrative Procedures Act (5
- 23 U.S.C. 500), reasonably adjust applicable limits on admin-
- 24 istrative expenditures for Federal awards to help award
- 25 recipients defray the costs of data collection requirements
- 26 initiated pursuant to this Act.

1	SEC. 1553. PROTECTING STATE AND LOCAL GOVERNMENT
2	AND CONTRACTOR WHISTLEBLOWERS.
3	(a) PROHIBITION OF REPRISALS.—An employee of
4	any non-Federal employer receiving covered funds may not
5	be discharged, demoted, or otherwise discriminated
6	against as a reprisal for disclosing, including a disclosure
7	made in the ordinary course of an employee's duties, to
8	the Board, an inspector general, the Comptroller General,
9	a member of Congress, a State or Federal regulatory or
10	law enforcement agency, a person with supervisory author-
11	ity over the employee (or such other person working for
12	the employer who has the authority to investigate, dis-
13	cover, or terminate misconduct), a court or grand jury,
14	the head of a Federal agency, or their representatives in-
15	formation that the employee reasonably believes is evi-
16	dence of—
17	(1) gross mismanagement of an agency contract
18	or grant relating to covered funds;
19	(2) a gross waste of covered funds;
20	(3) a substantial and specific danger to public
21	health or safety related to the implementation or use
22	of covered funds;
23	(4) an abuse of authority related to the imple-
24	mentation or use of covered funds; or
25	(5) a violation of law, rule, or regulation related
26	to an agency contract (including the competition for

1	or negotiation of a contract) or grant, awarded or
2	issued relating to covered funds.
3	(b) Investigation of Complaints.—
4	(1) In general.—A person who believes that
5	the person has been subjected to a reprisal prohib-
6	ited by subsection (a) may submit a complaint re-
7	garding the reprisal to the appropriate inspector
8	general. Except as provided under paragraph (3),
9	unless the inspector general determines that the
10	complaint is frivolous, does not relate to covered
11	funds, or another Federal or State judicial or ad-
12	ministrative proceeding has previously been invoked
13	to resolve such complaint, the inspector general shall
14	investigate the complaint and, upon completion of
15	such investigation, submit a report of the findings of
16	the investigation to the person, the person's em-
17	ployer, the head of the appropriate agency, and the
18	Board.
19	(2) Time limitations for actions.—
20	(A) In General.—Except as provided
21	under subparagraph (B), the inspector general
22	shall, not later than 180 days after receiving a
23	complaint under paragraph (1)—
24	(i) make a determination that the
25	complaint is frivolous, does not relate to

1	covered funds, or another Federal or State
2	judicial or administrative proceeding has
3	previously been invoked to resolve such
4	complaint; or
5	(ii) submit a report under paragraph
6	(1).
7	(B) Extensions.—
8	(i) Voluntary extension agreed
9	TO BETWEEN INSPECTOR GENERAL AND
10	COMPLAINANT.—If the inspector general is
11	unable to complete an investigation under
12	this section in time to submit a report
13	within the 180-day period specified under
14	subparagraph (A) and the person submit-
15	ting the complaint agrees to an extension
16	of time, the inspector general shall submit
17	a report under paragraph (1) within such
18	additional period of time as shall be agreed
19	upon between the inspector general and
20	the person submitting the complaint.
21	(ii) Extension granted by inspec-
22	TOR GENERAL.—If the inspector general is
23	unable to complete an investigation under
24	this section in time to submit a report
25	within the 180-day period specified under

Ţ	supparagraph (A), the inspector general
2	may extend the period for not more than
3	180 days without agreeing with the person
4	submitting the complaint to such exten-
5	sion, provided that the Inspector General
6	provides a written explanation (subject to
7	the authority to exclude information under
8	paragraph (4)(C)) for the decision, which
9	shall be provided to both the person sub-
10	mitting the complaint and the non-Federal
11	employer.
12	(iii) Semi-annual report on ex-
13	TENSIONS.—The inspector general shall in-
14	clude in semi-annual reports to Congress a
15	list of those investigations for which the in-
16	spector general received an extension.
17	(3) DISCRETION NOT TO INVESTIGATE COM-
18	PLAINTS.—
19	(A) In general.—The inspector general
20	may decide not to conduct or continue an inves-
21	tigation under this section upon providing to
22	the person submitting the complaint and the
23	non-Federal employer a written explanation
24	(subject to the authority to exclude information
25	under paragraph (4)(C)) for such decision.

1	(B) Assumption of rights to civil
2	REMEDY.—Upon receipt of an explanation of a
3	decision not to conduct or continue an inves-
4	tigation under subparagraph (A), the person
5	submitting a complaint shall immediately as-
6	sume the right to a civil remedy under sub-
7	section (c)(3) as if the 210-day period specified
8	under such subsection has already passed.
9	(C) SEMI-ANNUAL REPORT.—The inspector
10	general shall include in semi-annual reports to
11	Congress a list of those investigations the in-
12	spector general decided not to conduct or con-
13	tinue under this paragraph.
14	(4) Access to investigative file of in-
15	SPECTOR GENERAL.—
16	(A) In general.—The person alleging a
17	reprisal under this section shall have access to
18	the investigation file of the appropriate inspec-
19	tor general in accordance with section 552a of
20	title 5, United States Code (commonly referred
21	to as the "Privacy Act"). The investigation of
22	the inspector general shall be deemed closed for
23	purposes of disclosure under such section when
24	an employee files an appeal to an agency head

or a court of competent jurisdiction.

25

1	(B) CIVIL ACTION.—In the event the per-
2	son alleging the reprisal brings suit under sub-
3	section (c)(3), the person alleging the reprisal
4	and the non-Federal employer shall have access
5	to the investigative file of the Inspector General
6	in accordance with the Privacy Act.
7	(C) EXCEPTION.—The inspector general
8	may exclude from disclosure—
9	(i) information protected from disclo-
10	sure by a provision of law; and
11	(ii) any additional information the in-
12	spector general determines disclosure of
13	which would impede a continuing investiga-
14	tion, provided that such information is dis-
15	closed once such disclosure would no longer
16	impede such investigation, unless the in-
17	spector general determines that disclosure
18	of law enforcement techniques, procedures,
19	or information could reasonably be ex-
20	pected to risk circumvention of the law or
21	disclose the identity of a confidential
22	source.
23	(5) PRIVACY OF INFORMATION.—An inspector
24	general investigating an alleged reprisal under this
25	section may not respond to any inquiry or disclose

1	any information from or about any person alleging
2	such reprisal, except in accordance with the provi-
3	sions of section 552a of title 5, United States Code,
4	or as required by any other applicable Federal law.
5	(c) Remedy and Enforcement Authority.—
6	(1) Burden of proof.—
7	(A) DISCLOSURE AS CONTRIBUTING FAC-
8	TOR IN REPRISAL.—
9	(i) In general.—A person alleging a
10	reprisal under this section shall be deemed
11	to have affirmatively established the occur-
12	rence of the reprisal if the person dem-
13	onstrates that a disclosure described in
14	subsection (a) was a contributing factor in
15	the reprisal.
16	(ii) USE OF CIRCUMSTANTIAL EVI-
17	DENCE.—A disclosure may be dem-
18	onstrated as a contributing factor in a re-
19	prisal for purposes of this paragraph by
20	circumstantial evidence, including—
21	(I) evidence that the official un-
22	dertaking the reprisal knew of the dis-
23	closure; or
24	(II) evidence that the reprisal oc-
25	curred within a period of time after

1	the disclosure such that a reasonable
2	person could conclude that the disclo-
3	sure was a contributing factor in the
4	reprisal.
5	(B) Opportunity for rebuttal.—The
6	head of an agency may not find the occurrence
7	of a reprisal with respect to a reprisal that is
8	affirmatively established under subparagraph
9	(A) if the non-Federal employer demonstrates
10	by clear and convincing evidence that the non-
11	Federal employer would have taken the action
12	constituting the reprisal in the absence of the
13	disclosure.
14	(2) Agency action.—Not later than 30 days
15	after receiving an inspector general report under
16	subsection (b), the head of the agency concerned
17	shall determine whether there is sufficient basis to
18	conclude that the non-Federal employer has sub-
19	jected the complainant to a reprisal prohibited by
20	subsection (a) and shall either issue an order deny-
21	ing relief in whole or in part or shall take 1 or more
22	of the following actions:
23	(A) Order the employer to take affirmative
24	action to abate the reprisal.

25

1	(B) Order the employer to reinstate the
2	person to the position that the person held be-
3	fore the reprisal, together with the compensa-
4	tion (including back pay), compensatory dam-
5	ages, employment benefits, and other terms and
6	conditions of employment that would apply to
7	the person in that position if the reprisal had
8	not been taken.
9	(C) Order the employer to pay the com-
10	plainant an amount equal to the aggregate
11	amount of all costs and expenses (including at-
12	torneys' fees and expert witnesses' fees) that
13	were reasonably incurred by the complainant
14	for, or in connection with, bringing the com-
15	plaint regarding the reprisal, as determined by
16	the head of the agency or a court of competent
17	jurisdiction.
18	(3) CIVIL ACTION.—If the head of an agency
19	issues an order denying relief in whole or in part
20	under paragraph (1), has not issued an order within
21	210 days after the submission of a complaint under
22	subsection (b), or in the case of an extension of time
23	under subsection (b)(2)(B)(i), within 30 days after

the expiration of the extension of time, or decides

under subsection (b)(3) not to investigate or to dis-

continue an investigation, and there is no showing that such delay or decision is due to the bad faith of the complainant, the complainant shall be deemed to have exhausted all administrative remedies with respect to the complaint, and the complainant may bring a de novo action at law or equity against the employer to seek compensatory damages and other relief available under this section in the appropriate district court of the United States, which shall have jurisdiction over such an action without regard to the amount in controversy. Such an action shall, at the request of either party to the action, be tried by the court with a jury.

- (4) Judicial enforcement of order.—
 Whenever a person fails to comply with an order issued under paragraph (2), the head of the agency shall file an action for enforcement of such order in the United States district court for a district in which the reprisal was found to have occurred. In any action brought under this paragraph, the court may grant appropriate relief, including injunctive relief, compensatory and exemplary damages, and attorneys fees and costs.
- (5) Judicial Review.—Any person adversely affected or aggrieved by an order issued under para-

1	graph (2) may obtain review of the order's conform-
2	ance with this subsection, and any regulations issued
3	to carry out this section, in the United States court
4	of appeals for a circuit in which the reprisal is al-
5	leged in the order to have occurred. No petition
6	seeking such review may be filed more than 60 days
7	after issuance of the order by the head of the agen-
8	cy. Review shall conform to chapter 7 of title 5,
9	United States Code.
10	(d) Nonenforceability of Certain Provisions
11	Waiving Rights and Remedies or Requiring Arbi-
12	TRATION OF DISPUTES.—
13	(1) Waiver of rights and remedies.—Ex-
14	cept as provided under paragraph (3), the rights and
15	remedies provided for in this section may not be
16	waived by any agreement, policy, form, or condition
17	of employment, including by any predispute arbitra-
18	tion agreement.
19	(2) Predispute arbitration agreements.—
20	Except as provided under paragraph (3), no
21	predispute arbitration agreement shall be valid or
22	enforceable if it requires arbitration of a dispute
23	arising under this section.
24	(3) Exception for collective bargaining
25	AGREEMENTS.—Notwithstanding paragraphs (1)

	30		
1	and (2), an arbitration provision in a collective bar-		
2	gaining agreement shall be enforceable as to dis-		
3	putes arising under the collective bargaining agree-		
4	ment.		
5	(e) REQUIREMENT TO POST NOTICE OF RIGHTS AND		
6	Remedies.—Any employer receiving covered funds shall		
7	post notice of the rights and remedies provided under this		
8	section.		
9	(f) Rules of Construction.—		
10	(1) NO IMPLIED AUTHORITY TO RETALIATE		
11	FOR NON-PROTECTED DISCLOSURES.—Nothing in		
12	this section may be construed to authorize the dis-		
13	charge of, demotion of, or discrimination against an		
14	employee for a disclosure other than a disclosure		
15	protected by subsection (a) or to modify or derogate		
16	from a right or remedy otherwise available to the		
17	employee.		
8	(2) Relationship to state laws.—Nothing		
9	in this section may be construed to preempt, pre-		
20	clude, or limit the protections provided for public or		
21	private employees under State whistleblower laws.		
22	(g) DEFINITIONS.—In this Act:		
23	(1) Abuse of authority.—The term "abuse		
24	of authority" means an arbitrary and capricious ex-		

ercise of authority by a contracting official or em-

25

1	ployee that adversely affects the rights of any per-
2	son, or that results in personal gain or advantage to
3	the official or employee or to preferred other per-
4	sons.
5	(2) COVERED FUNDS.—The term "covered
9 6	funds" in this costion means any contract, grant, or
7	other payment received by any non-Federal employer
8	if—
9	(A) the Federal Government provides any
10	portion of the money or property that is pro-
11	vided, requested, or demanded; and
12	(B) at least some of the funds are appro-
13	priated or otherwise made available by this Act.
14	(3) Employee.—The term "employee"—
15	(A) except as provided under subparagraph
16	(B), means an individual performing services on
17	behalf of an employer; and
18	(B) does not include any Federal employee
19	or member of the uniformed services (as that
20	term is defined in section 101(a)(5) of title 10,
21	United States Code).
22	(4) Non-federal employer.—The term
23	"non-Federal employer"—
24	(A) means any employer—
25	(i) with respect to covered funds—

1	(I) the contractor, subcontractor,
2	grantee, or recipient, as the case may
3	be, if the contractor, grantee, or re-
4	cipient is an employer; and
5	(II) any professional membership
6	organization, certification or other
7	professional body, any agent or li-
8	censee of the Federal government, or
9	any person acting directly or indi-
10	rectly in the interest of an employer
11	receiving covered funds; or
12	(ii) with respect to covered funds re-
13	ceived by a State or local government, the
14	State or local government receiving the
15	funds and any contractor or subcontractor
16	of the State or local government; and
17	(B) does not mean any department, agen-
18	cy, or other entity of the Federal Government.
19	(5) State or local government.—The term
20	"State or local government" means—
21	(A) the government of each of the several
22	States, the District of Columbia, the Common-
23	wealth of Puerto Rico, Guam, American Samoa,
24	the Virgin Islands, the Northern Mariana Is-

Commonwealth of the

1	iands, or any other territory or possession of
2	the United States; or
3	(B) the government of any political sub-
4	division of a government listed in subparagraph
5	(A).

6 SEC. 1554. SPECIAL CONTRACTING PROVISIONS.

7 To the maximum extent possible, contracts funded

8 under this Act shall be awarded as fixed-price contracts

9 through the use of competitive procedures. Any contract

10 awarded with such funds that is not fixed-price and not

11 awarded using competitive procedures shall be posted in

12 a special section of the website established in section 1526.

A Summany of

SEC. 1555. CONTRACTING.

- 2 (a) None of the funds appropriated or otherwise made
- 3 available by this Act, for projects initiated after the effec-
- 4 tive date of this act, may be used by an executive agency
- 5 to enter into any Federal contract unless such contract
- 6 is entered into in accordance with the Federal Property
- 7 and Administrative Services Act (41 V.S.C. 253) or chap-
- 8 ter 137 of title 10, United States Code, and the Federal
- 9 Acquisition Regulation, unless such contract is otherwise
- 10 authorized by statute to be entered into without regard
- 11 to the above referenced statutes.
- 12 (b) All projects to be conducted under the authority
- 13 of Indian Self-Determination and Education Assistance
- 14 Act, the Tribally-Controlled Schools, the Sanitation and
- 15 Facilities Act, the Native American Housing and Self-De-
- 16 termination Assistance Act, and the Buy-Indian Act shall
- 17 be identified by the appropriate Secretary and the appro-
- 18 priate Secretary shall incorporate provisions to ensure
- 19 that the agreement conforms with the provisions of this
- 20 Act regarding the timing for use of funds and trans-
- 21 parency, oversight, reporting, and accountability, includ-
- 22 ing review by the Inspectors General, the Accountability
- 23 and Transparency Board, and Government Accountability
- 24 Office, consistent with the objectives of this Act.

the

	1	TITLE XVI—GENERAL PROVISIONS—THIS ACT
	2	RELATIONSHIP TO OTHER APPROPRIATIONS
	3	SEC. 1601. Each amount appropriated or made avail-
	4	able in this Act is in addition to amounts otherwise appro-
	5	priated for the fiscal year involved. Enactment of this Act
	6	shall have no effect on the availability of amounts under
	7	the Continuing Appropriations Resolution, 2009 (division
	8	A of Public Law 110–329).
	9	PREFERENCE FOR QUICK-START ACTIVITIES
	10	Sec. 1602. In using funds made available in this Act
	11	for infrastructure investment, recipients shall give pref-
	12	erence to activities that can be started and completed ex-
	13	peditiously, including a goal of using at least 50 percent
	14	of the funds for activities that can be initiated not later
	15	than 120 days after the date of the enactment of this Act.
	16	Recipients shall also use grant funds in a manner that
	17	maximizes job creation and economic benefit.
2	18	PERIOD OF AVAILABILITY
	19	SEC. 1603. (a) All funds appropriated in this Act
	20	shall remain available for obligation until September 30
	21	2010, unless expressly provided otherwise in this Act.
	22	LIMIT ON FUNDS
	23	Sec. 1604. None of the funds appropriated or other-
	24	wise made available in this Act may be used by any State
	25	or local government, or any private entity, for any casino

or other gambling establishment, aquarium, zoo, golf 1 2 course, or swimming pool. 3 BUY AMERICAN 4 Sec. 1605. Use of American Iron, Steel, and 5 Manufactured Goods. (a) None of the funds appropriated or otherwise made available by this Act may be used for a project for the construction, alteration, maintenance, or repair of a public building or public work unless all of the iron, steel, and manufactured goods used in the 10 project are produced in the United States. 11 (b) Subsection (a) shall not apply in any case or cat-12 egory of cases in which the head of the Federal depart-13 ment or agency involved finds that— (1) applying subsection (a) would be incon-14 15 sistent with the public interest; (2) iron, steel, and the relevant manufactured 16 17 goods are not produced in the United States in suffi-18 cient and reasonably available quantities and of a 19 satisfactory quality; or 20 (3) inclusion of iron, steel, and manufactured 21 goods produced in the United States will increase 22 the cost of the overall project by more than 25 per-23 cent. 24 (c) If the head of a Federal department or agency 25 determines that it is necessary to waive the application of subsection (a) based on a finding under subsection (b), 26

- 1 the head of the department or agency shall publish in the
- 2 Federal Register a detailed written justification as to why
- 3 the provision is being waived.
- 4 (d) This section shall be applied in a manner con-
- 5 sistent with United States obligations under international
- 6 agreements.
- 7 WAGE RATE REQUIREMENTS
- 8 Sec. 1606. Notwithstanding any other provision of
- 9 law and in a manner consistent with other provisions in
- 10 this Act, all laborers and mechanics employed by contrac-
- 11 tors and subcontractors on projects funded directly by or
- 12 assisted in whole or in part by and through the Federal
- 13 Government pursuant to this Act shall be paid wages at
- 14 rates not less than those prevailing on projects of a char-
- 15 acter similar in the locality as determined by the Secretary
- 16 of Labor in accordance with subchapter IV of chapter 31
- 17 of title 40, United States Code. With respect to the labor
- 18 standards specified in this section, the Secretary of Labor
- 19 shall have the authority and functions set forth in Reorga-
- 20 nization Plan Numbered 14 of 1950 (64 Stat. 1267; 5
- 21 U.S.C. App.) and section 3145 of title 40, United States
- 22 Code.
- 23 ADDITIONAL FUNDING DISTRIBUTION AND ASSURANCE
- 24 OF APPROPRIATE USE OF FUNDS
- 25 Sec. 1607. (a) Certification by Governor.—Not
- 26 later than 45 days after the date of enactment of this Act,



- I for funds provided to any State or agency thereof, the
- 2 Governor of the State shall certify that (1) the State will
- 3 request and use funds provided by this Act, and (N) the
- 4 funds will be used to create jobs and promote economic
- 5 growth.
- 6 (b) ACCEPTANCE BY STATE LEGISLATURE.—If funds
- 7 provided to any State in any division of this Act are not
- 8 accepted for use by the Governor, then acceptance by the
- 9 State legislature, by means of the adoption of a concurrent
- 10 resolution, shall be sufficient to provide funding to such
- 11 State.
- 12 (c) DISTRIBUTION.—After the adoption of a State
- 13 legislature's concurrent resolution, funding to the State
- 14 will be for distribution to local governments, councils of
- 15 government, public entities, and public-private entities
- 16 within the State either by formula or at the State's discre-
- 17 tion.
- 18 ECONOMIC STABILIZATION CONTRACTING
- 19 Sec. 1608. Reform of Contracting Procedures
- 20 UNDER EESA. Section 107(b) of the Emergency Eco-
- 21 nomic Stabilization Act of 2008 (12 U.S.C. 5217(b)) is
- 22 amended by inserting "and individuals with disabilities
- 23 and businesses owned by individuals with disabilities (for
- 24 purposes of this subsection the term 'individual with dis-
- 25 ability' has the same meaning as the term 'handicapped
- 26 individual' as that term is defined in section 3(f) of the

Small Business Act (15 U.S.C. 632(f))," after "(12 2 U.S.C. 1441a(r)(4),". 3 Sec. 1609. (a) FINDINGS.— 4 (1) The National Environmental Policy Act pro-5 tects public health, safety and environmental quality: 6 by ensuring transparency, accountability and public 7 involvement in federal actions and in the use of pub-8 lic funds; 9 (2) When President Nixon signed the National 10 Environmental Policy Act into law on January 1, 11 1970, he said that the Act provided the "direction" 12 for the country to "regain a productive harmony be-13 tween man and nature"; 14 (3) The National Environmental Policy Act 15 helps to provide an orderly process for considering 16 federal actions and funding decisions and prevents 17 ligation and delay that would otherwise be inevitable 18 and existed prior to the establishment of the Na-19 tional Environmental Policy Act. 20 (b) Adequate resources within this bill must be de-21 voted to ensuring that applicable environmental reviews 22 under the National Environmental Policy Act are completed on an expeditious basis and that the shortest existing applicable process under the National Environmental

Policy Act shall be utilized.

- 1 (c) The President shall report to the Senate Environ-
- 2 ment and Public Works Committee and the House Nat-
- 3 ural Resources Committee every 90 days following the
- 4 date of enactment until September 30, 2011 on the status
- 5 and progress of projects and activities funded by this Act
- 6 with respect to compliance with National Environmental
- 7 Policy Act requirements and documentation.
- 8 Sec. 1610. (a) None of the funds appropriated or
- 9 otherwise made available by this Act, for projects initiated
- 10 after the effective date of this Act, may be used by an
- 11 executive agency to enter into any Federal contract unless
- 12 such contract is entered into in accordance with the Fed-
- 13 eral Property and Administrative Services Act (41 U.S.C.
- 14 253) or chapter 137 of title 10, United States Code, and
- 15 the Federal Acquisition Regulation, unless such contract
- 16 is otherwise authorized by statute to be entered into with-
- 17 out regard to the above referenced statutes.
- 18 (b) All projects to be conducted under the authority
- 19 of Indian Self-Determination and Education Assistance
- 20 Act, the Tribally-Controlled Schools, the Sanitation and
- 21 Facilities Act, the Native American Housing and Self-De-
- 22 termination Assistance Act and the Buy-Indian Act shall
- 23 be identified by the appropriate Secretary and the appro-
- 24 priate Secretary shall incorporate provisions to ensure
- 25 that the agreement conforms with the provisions of this

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- 1 Act regarding the timing for use of funds and trans-
- 2 parency, oversight, reporting, and accountability, includ-
- 3 ing review by the Inspectors General, the Accountability
- 4 and Transparency Board, and Government Accountability
- 5 Office, consistent with the objectives of this Act.
- 6 Sec. 1611. Hiring American Workers in Compa-
- 7 NIES RECEIVING TARP FUNDING. (a) SHORT TITLE.—
- 8 This section may be cited as the "Employ American Work-
- 9 ers Act".

10 (b) Prohibition.—

- 11 (1) In general.—Notwithstanding any other
- provision of law, it shall be unlawful for any recipi-
- ent of funding under title I of the Emergency Eco-
- nomic Stabilization Act of 2008 (Public Law 110–
- 15 343) or section 13 of the Federal Reserve Act (12
- 16 U.S.C. 342 et seq.) to hire any nonimmigrant de-
- scribed in section 101(a)(15)(h)(i)(b) of the Immi-
- 18 gration and Nationality Act (8 U.S.C.
- 19 1101(a)(15)(h)(i)(b)) unless the recipient is in com-
- 20 pliance with the requirements for an H-1B depend-
- ent employer (as defined in section 212(n)(3) of
- 22 such Act (8 U.S.C. 1182(n)(3)), except that the
- second sentence of section 212(n)(1)(E)(ii) of such
- 24 Act shall not apply.

(2) DEFINED TERM.—In this subsection, the

	2	term "hire" means to permit a new employee to
	3	commence a period of employment.
	4	(c) Sunset Provision.—This section shall be effec-
	5	tive during the 2-year period beginning on the date of the
	6	enactment of this Act.
	7	SEC. 1612. During the current fiscal year not to ex-
	8	ceed 1 percent of any appropriation made available by this
^	9	Act may be transferred by an agency head between such
funded in this Act	10	appropriations of that department or agency: Provided,
his Act	11	That such appropriations shall be merged with and avail-
	12	able for the same purposes, and for the same time period,
	13	as the appropriation to which transferred: Provided fur-
Shall notify	14	as the appropriation to which transferred: Provided further, That the agency head notifies the Committees on Ap-
	15	propriations of the Senate and House of Representatives
		of the transfer 15 days in advance: Provided further, That
ing transfer	Mali	notice of the transfer pursuant to this authority be posted
	18	on the website established by the Recovery Act Account-
•,	19	ability and Transparency Board 15 days following notifi-
	20_	cation of the Committees of Appropriations. Provided fur-
	21	ther, That the authority contained in this section is in ad-
	22	dition to transfer authorities otherwise available under
\wedge	23	current law.
	I	nsert 8A)

Provided further, That the authority provided in this section shall not apply to any appropriation that is subject to transfer provisions included elsewhere in this Act.

