

.....
(Original Signature of Member)

112TH CONGRESS
1ST SESSION

H. R.

To reduce Federal spending by \$2.5 trillion through fiscal year 2021.

IN THE HOUSE OF REPRESENTATIVES

Mr. JORDAN introduced the following bill; which was referred to the
Committee on _____

A BILL

To reduce Federal spending by \$2.5 trillion through fiscal
year 2021.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE; TABLE OF CONTENTS.**

4 (a) SHORT TITLE.—This Act may be cited as the
5 “Spending Reduction Act of 2011”.

6 (b) TABLE OF CONTENTS.—The table of contents for
7 this Act is as follows:

Sec. 1. Short title; table of contents.

TITLE I—SPENDING REDUCTIONS UNDER CONTINUING
APPROPRIATIONS ACT, 2011

Sec. 101. Reduction of nonsecurity discretionary spending to fiscal year 2008 level.

TITLE II—CHANGES IN THE BASELINE; DISCRETIONARY SPENDING LIMITS FOR NONDEFENSE SPENDING

Subtitle A—Elimination of Automatic Increases for Inflation

Sec. 201. Changes in the baseline.

Sec. 202. Extension.

Subtitle B—Discretionary Spending Limits for Nondefense Spending

Sec. 211. Extension of discretionary spending limits for nondefense spending.

Sec. 212. Enforcement.

Sec. 213. Reports.

Sec. 214. Expiration.

TITLE III—RESCISSION OF UNOBLIGATED STIMULUS FUNDS AND REPEAL OF CERTAIN STIMULUS PROVISIONS

Sec. 301. Rescission of unobligated stimulus funds.

Sec. 302. Repeal of certain stimulus provisions.

TITLE IV—PROVISIONS RELATING TO FEDERAL CIVILIAN WORKFORCE

Sec. 401. Extension of Federal employee pay freeze.

Sec. 402. Limitation on the number of civilian employees in the executive branch.

Sec. 403. Ineligibility of persons having seriously delinquent tax debts for Federal employment.

Sec. 404. Repeal of certain provisions relating to official time for Federal employees.

TITLE V—PROGRAM ELIMINATIONS AND RELATED PROVISIONS

Subtitle A—Provisions Relating to Program Eliminations

Sec. 501. Program eliminations.

Sec. 502. Repeal of national organic certification cost-share program.

Sec. 503. Prohibiting unauthorized payments to District of Columbia.

Sec. 504. Prohibiting payment of gratuities to survivors of Members of Congress.

Sec. 505. Davis-Bacon Repeal Act.

Sec. 506. Priorities in Education Spending Act.

Sec. 507. Repeal of temporary increase of Medicaid FMAP.

Sec. 508. Moratorium on construction or leasing of new Federal buildings in District of Columbia until January 2013.

Subtitle B—Elimination of Presidential Election Campaign Fund

Sec. 511. Termination of taxpayer financing of Presidential election campaigns.

Subtitle C—Repeal of Sugar Price Support and Other Programs

Sec. 521. Repeal of sugar price support program and marketing allotments for sugar.

Sec. 522. Repeal of market access program.

Sec. 523. Termination of availability of marketing assistance loans and loan deficiency payments for mohair producers.

Subtitle D—Federal Real Property Disposal Pilot Program

Sec. 531. Federal Real Property Disposal Pilot Program.

TITLE VI—FANNIE MAE AND FREDDIE MAC

Sec. 601. Short title.

Sec. 602. Definitions.

Sec. 603. Termination of current conservatorship.

Sec. 604. Limitation of enterprise authority upon emergence from conservatorship.

Sec. 605. Required wind down of operations and dissolution of enterprise.

TITLE VII—MISCELLANEOUS

Sec. 701. Limitation on Government printing costs.

Sec. 702. Deposit of IRS user fees as general receipts.

Sec. 703. Limitation of Government travel costs.

Sec. 704. Reduction in Federal vehicle costs.

Sec. 705. Repeals of prohibitions on public-private competitions for conversion to contractor performance of functions performed by Federal employees pursuant to Office of Management and Budget Circular A-76.

Sec. 706. Deauthorization of appropriations to carry out PPACA and HCERA.

Sec. 707. Rescission of Health Insurance Reform Implementation funds.

Sec. 708. Taxpayer-generated deficit reduction.

Sec. 709. Limitation on funds to implement certain health care laws.

1 TITLE I—SPENDING REDUC-
2 TIONS UNDER CONTINUING
3 APPROPRIATIONS ACT, 2011

4 SEC. 101. REDUCTION OF NONSECURITY DISCRETIONARY
5 SPENDING TO FISCAL YEAR 2008 LEVEL.

6 (a) IN GENERAL.—Section 101 of the Continuing
7 Appropriations Act, 2011 (Public Law 111–242) is
8 amended by adding at the end the following:

9 “(b)(1) Such amounts as may be necessary, at a rate
10 for operations as provided in the appropriations Acts for
11 fiscal year 2008 referred to in section 101 of division A
12 of Public Law 110–329 and under the authority and con-

1 ditions provided in such Acts for projects or activities (in-
2 cluding the costs of direct loans and loan guarantees) that
3 are not otherwise provided for, that were conducted in fis-
4 cal years 2008 and 2010, and for which appropriations,
5 funds, or other authority were made available in such
6 Acts.

7 “(2) If the amount provided for a project or activity
8 by paragraph (1) would be higher than the amount pro-
9 vided in appropriations Acts for fiscal year 2010, such
10 project or activity shall be funded at the lower such
11 amount.”.

12 (b) CONTINUATION OF SECURITY-RELATED DISCRE-
13 TIONARY SPENDING.—Section 101 of such Act is further
14 amended—

15 (1) by inserting “(a)” after the section designa-
16 tion;

17 (2) in subsection (a), as so amended, by strik-
18 ing paragraphs (1), (3), (5), (6), (7), (9), and (10);

19 (3) in subsection (a), as so amended, by redesi-
20 gnating paragraphs (2), (4), and (8) as paragraphs
21 (1), (2), and (3), respectively; and

22 (4) by adding at the end of subsection (a), as
23 amended by paragraphs (1), (2), and (3), the fol-
24 lowing:

1 “(4) Division E of the Consolidated Appropria-
2 tions Act, 2010 (Public Law 111–117).”.

3 (c) CONFORMING AMENDMENTS.—Section 114(2) of
4 such Act is amended—

5 (1) by striking “(8)” and inserting “(3)”; and

6 (2) by inserting “(a)” after “section 101”.

7 **TITLE II—CHANGES IN THE**
8 **BASELINE; DISCRETIONARY**
9 **SPENDING LIMITS FOR NON-**
10 **DEFENSE SPENDING**

11 **Subtitle A—Elimination of**
12 **Automatic Increases for Inflation**

13 **SEC. 201. CHANGES IN THE BASELINE.**

14 Section 257(c) of the Balanced Budget and Emer-
15 gency Deficit Control Act of 1985 is amended—

16 (1) in the second sentence of paragraph (1), by
17 striking everything that follows “current year,” and
18 inserting “excluding resources designated as an
19 emergency requirement and any resources provided
20 in supplemental appropriation laws.”;

21 (2) by striking paragraphs (2), (3), (4), and
22 (5);

23 (3) by redesignating paragraph (6) as para-
24 graph (2); and

1 (4) by inserting after paragraph (2) the fol-
2 lowing new paragraph:

3 “(3) NO ADJUSTMENT FOR INFLATION.—No
4 adjustment shall be made for inflation or for any
5 other factor.”.

6 **SEC. 202. EXTENSION.**

7 The second sentence of section 275(b) of the Bal-
8 anced Budget and Emergency Deficit Control Act of 1985
9 is amended by inserting “other than subsections (a)
10 through (d) of section 257” after “title”.

11 **Subtitle B—Discretionary Spend-**
12 **ing Limits for Nondefense**
13 **Spending**

14 **SEC. 211. EXTENSION OF DISCRETIONARY SPENDING LIM-**
15 **ITS FOR NONDEFENSE SPENDING.**

16 (a) IN GENERAL.—Section 251(c) of the Balanced
17 Budget and Emergency Deficit Control Act of 1985 is
18 amended to read as follows:

19 “(c) DISCRETIONARY SPENDING LIMIT.—As used in
20 this part, the term ‘discretionary spending limit’ means—

21 “(1) for fiscal year 2011 for the nondefense
22 category \$457,000,000,000 in new budget authority;
23 and

1 “(2) for each of fiscal years 2012 through 2021
2 for the nondefense discretionary category
3 \$409,000,000,000 in new budget authority.”.

4 (b) DEFINITIONS.—Section 250(c)(4) of the Bal-
5 anced Budget and Emergency Deficit Control Act of 1985
6 is amended in subparagraph (C) by inserting “(and suc-
7 cessor accounts)” after “budget accounts”.

8 **SEC. 212. ENFORCEMENT.**

9 (a) DISCRETIONARY SPENDING LIMIT POINT OF
10 ORDER.—Section 312 of the Congressional Budget Act of
11 1974 is amended by adding at the end the following new
12 subsection:

13 “(g) DISCRETIONARY SPENDING LIMIT POINT OF
14 ORDER.—It shall not be in order in the House of Rep-
15 resentatives or the Senate to consider any bill, joint resolu-
16 tion, amendment, or conference report that—

17 “(1) increases the discretionary spending limits
18 for any ensuing fiscal year after the budget year; or

19 “(2) would cause the discretionary spending
20 limits for the budget year to be breached.”.

21 (b) POINT OF ORDER AGAINST BUDGET RESOLU-
22 TION THAT BREACHES LIMITS.—It shall not be in order
23 in the House of Representatives or the Senate to consider
24 any concurrent resolution on the budget that would cause

1 the discretionary spending limits for the budget year to
2 be breached.

3 (c) ADVANCE APPROPRIATION POINT OF ORDER.—
4 Section 312 of the Congressional Budget Act of 1974 (as
5 amended by this section) is further amended by adding
6 at the end the following new subsection:

7 “(i) ADVANCE APPROPRIATION POINT OF ORDER.—
8 It shall not be in order in the House of Representatives
9 or the Senate to consider any appropriation bill or joint
10 resolution, or amendment thereto or conference report
11 thereon, that provides advance discretionary new budget
12 authority that first becomes available for any fiscal year
13 after the budget year at an amount for any program,
14 project, or activity above the amount of appropriations for
15 fiscal year 2007 for such program, project, or activity.”.

16 **SEC. 213. REPORTS.**

17 Subsections (c)(2) and (f)(2)(A) of section 254 of the
18 Balanced Budget and Emergency Deficit Control Act of
19 1985 are amended by striking “2002” and inserting
20 “2021”.

21 **SEC. 214. EXPIRATION.**

22 Section 275(b) of the Balanced Budget and Emer-
23 gency Deficit Control Act of 1985 is amended by striking
24 “2002” and inserting “2021”.

1 **TITLE III—RESCISSION OF UN-**
2 **OBLIGATED STIMULUS FUNDS**
3 **AND REPEAL OF CERTAIN**
4 **STIMULUS PROVISIONS**

5 **SEC. 301. RESCISSION OF UNOBLIGATED STIMULUS FUNDS.**

6 Effective on the date of the enactment of this Act,
7 there are rescinded all unobligated balances of the discre-
8 tionary appropriations made available by division A of the
9 American Recovery and Reinvestment Act of 2009 (Public
10 Law 111–5).

11 **SEC. 302. REPEAL OF CERTAIN STIMULUS PROVISIONS.**

12 Effective on the date of the enactment of this Act,
13 subtitles B and C of title II and titles III through VII
14 of division B of the American Recovery and Reinvestment
15 Act of 2009 (Public Law 111–5) are repealed, and the
16 provisions of law amended or repealed by such provisions
17 of division B are restored or revived as if such provisions
18 of division B had not been enacted.

19 **TITLE IV—PROVISIONS RELAT-**
20 **ING TO FEDERAL CIVILIAN**
21 **WORKFORCE**

22 **SEC. 401. EXTENSION OF FEDERAL EMPLOYEE PAY FREEZE.**

23 Section 147 of the Continuing Appropriations Act,
24 2011 (Public Law 111–242) is amended—

1 (1) in subsection (b)(1), by striking “2012”
2 and inserting “2015”; and

3 (2) in subsection (c), by striking “2012” and
4 inserting “2015”.

5 **SEC. 402. LIMITATION ON THE NUMBER OF CIVILIAN EM-**
6 **PLOYEES IN THE EXECUTIVE BRANCH.**

7 (a) LIMITATION.—Except as otherwise provided in
8 this section—

9 (1) no person shall be appointed as a full-time
10 civilian employee to a permanent position in the ex-
11 ecutive branch during any month when the number
12 of such employees is greater than the number equal
13 to 85 percent of the number of such employees on
14 September 30, 2010; and

15 (2) the number of temporary and part-time em-
16 ployees in any agency in the executive branch during
17 any month shall not be greater than the number of
18 such employees during the corresponding month in
19 fiscal year 2010.

20 (b) PROVISIONS RELATING TO LIMITATION UNDER
21 SUBSECTION (a)(1).—

22 (1) IN GENERAL.—During any period when ap-
23 pointments are otherwise prohibited under sub-
24 section (a)(1), an appointing authority may, except
25 as otherwise provided in this subsection, appoint

1 persons as full-time civilian employees in permanent
2 positions in an agency so long as the total number
3 of persons appointed as full-time civilian employees
4 in permanent positions in such agency (and attrib-
5 utable to such period) does not exceed the number
6 equal to 50 percent of the number of vacancies in
7 such positions which have occurred during such pe-
8 riod by reason of resignation, retirement, removal, or
9 death.

10 (2) SMALL AGENCIES.—For purposes of para-
11 graph (1), all agencies which, on the first day of any
12 period when appointments are otherwise prohibited
13 under subsection (a)(1), have 50 or fewer full-time
14 civilian employees in permanent positions shall be
15 treated as one agency, and the Director of the Office
16 of Management and Budget (hereinafter in this sec-
17 tion referred to as the “Director”) shall determine
18 the vacancies in each such agency which may be
19 filled by reason of paragraph (1).

20 (3) REASSIGNMENTS.—For purposes of para-
21 graph (1), the Director may reassign vacancies from
22 one agency to another agency when such reassign-
23 ment is, in the opinion of the Director, necessary or
24 appropriate because of the creation of a new agency,

1 because of a change in functions, or for the more ef-
2 ficient operation of the Government.

3 (4) TRANSFERS.—If a full-time civilian em-
4 ployee in a permanent position is transferred from
5 one agency to another agency—

6 (A) such transfer shall be taken into ac-
7 count under paragraph (1) as an appointment
8 by the head of the agency to which such em-
9 ployee transfers; and

10 (B) subsection (a)(1) shall not apply to an
11 appointment to the vacancy in the agency from
12 which such employee transferred and such va-
13 cancy shall not be taken into account under
14 paragraph (1).

15 (5) EXCLUSION.—Subsection (a)(1) shall not
16 affect appointments to positions within the United
17 States Postal Service or the Postal Regulatory Com-
18 mission, and no employee of the United States Post-
19 al Service or the Postal Regulatory Commission shall
20 be taken into account for purposes of any deter-
21 mination under subsection (a)(1) of the number of
22 full-time civilian employees in permanent positions in
23 the executive branch at any time.

24 (c) PROVISIONS RELATING TO LIMITATION UNDER
25 SUBSECTION (a)(2).—For purposes of subsection (a)(2),

1 the Director may reassign authorized temporary and part-
2 time employment from one agency to another agency when
3 such reassignment is, in the opinion of the Director, nec-
4 essary or appropriate because of the creation of a new
5 agency, because of a change in function, or for the more
6 efficient operation of the Government.

7 (d) TREATMENT OF CERTAIN EMPLOYEES; AGENCY
8 DEFINED.—For purposes of this section—

9 (1) there shall not be taken into account—

10 (A) any position filled by appointment by
11 the President by and with the advice and con-
12 sent of the Senate, other than for purposes of
13 determining under subsection (a)(1) the number
14 of full-time civilian employees in permanent po-
15 sitions in the executive branch at any time; or

16 (B) casual employees or employees serving
17 without compensation; and

18 (2) the term “agency” or “agency in the execu-
19 tive branch” means an Executive department, a
20 Government corporation, and an independent estab-
21 lishment (as those terms are defined in chapter 1 of
22 title 5, United States Code), but does not include
23 the Government Accountability Office.

24 (e) DISPOSITION OF SAVINGS.—The Director shall
25 maintain a continuous study of all appropriations and con-

1 tract authorizations in relation to personnel employed and
2 shall reserve from expenditure the savings in salaries and
3 wages resulting from the operation of this section, and any
4 savings in other categories of expense which the Director
5 determines will result from such operation.

6 (f) INFORMATION.—Agencies in the executive branch
7 shall submit to the Director such information as may be
8 necessary to enable the Director to carry out the functions
9 of the Director under this section.

10 (g) REPORTS.—The Director shall submit to each
11 House of Congress, at the end of each calendar quarter,
12 a report on the operation of this section.

13 (h) REEMPLOYMENT RIGHTS NOT AFFECTED.—
14 Nothing in this section shall supersede or modify the re-
15 employment rights of any person under chapter 43 of title
16 38, United States Code, or any other provision of law con-
17 ferring reemployment rights upon persons who have per-
18 formed service in the uniformed services.

19 (i) REGULATIONS.—The Director shall prescribe any
20 regulations necessary to carry out the purposes of this sec-
21 tion.

22 (j) EFFECTIVE DATE.—This section (other than sub-
23 section (i)) shall take effect on the first day of the first
24 month which begins after the date of the enactment of
25 this Act.

1 **SEC. 403. INELIGIBILITY OF PERSONS HAVING SERIOUSLY**
2 **DELINQUENT TAX DEBTS FOR FEDERAL EM-**
3 **PLOYMENT.**

4 (a) IN GENERAL.—Chapter 73 of title 5, United
5 States Code, is amended by adding at the end the fol-
6 lowing:

7 “SUBCHAPTER VIII—INELIGIBILITY OF PER-
8 SONS HAVING SERIOUSLY DELINQUENT
9 TAX DEBTS FOR FEDERAL EMPLOYMENT
10 **“§ 7381. Ineligibility of persons having seriously de-**
11 **linquent tax debts for Federal employ-**
12 **ment**

13 “(a) DEFINITION.—For purposes of this section—

14 “(1) the term ‘seriously delinquent tax debt’
15 means an outstanding debt under the Internal Rev-
16 enue Code of 1986 for which a notice of lien has
17 been filed in public records pursuant to section 6323
18 of such Code, except that such term does not in-
19 clude—

20 “(A) a debt that is being paid in a timely
21 manner pursuant to an agreement under sec-
22 tion 6159 or section 7122 of such Code; and

23 “(B) a debt with respect to which a collec-
24 tion due process hearing under section 6330 of
25 such Code, or relief under subsection (a), (b),

1 or (f) of section 6015 of such Code, is re-
2 quested or pending; and

3 “(2) the term ‘Federal employee’ means—

4 “(A) an employee, as defined by section
5 2105; and

6 “(B) an employee of the United States
7 Postal Service or of the Postal Regulatory Com-
8 mission.

9 “(b) INELIGIBILITY FOR FEDERAL EMPLOYMENT.—

10 An individual who has a seriously delinquent tax debt shall
11 be ineligible to be appointed, or to continue serving, as
12 a Federal employee.

13 “(c) EXCEPTION FOR NATIONAL SECURITY, ETC.—

14 Nothing in subsection (b) shall—

15 “(1) apply in the case of any individual whose
16 services are required for reasons of national security,
17 as determined by the President in writing; or

18 “(2) prevent the continued service of any officer
19 whose appointment is required to be made by the
20 President, by and with the advice and consent of the
21 Senate.

22 “(d) REGULATIONS.—The Office of Personnel Man-
23 agement shall, for purposes of carrying out this section
24 with respect to the executive branch, prescribe any regula-
25 tions which the Office considers necessary.”.

1 (b) CLERICAL AMENDMENT.—The analysis for chap-
2 ter 73 of title 5, United States Code, is amended by add-
3 ing at the end the following:

“SUBCHAPTER VIII—INELIGIBILITY OF PERSONS HAVING SERIOUSLY
DELINQUENT TAX DEBTS FOR FEDERAL EMPLOYMENT

“7381. Ineligibility of persons having seriously delinquent tax debts for Federal
employment.”.

4 **SEC. 404. REPEAL OF CERTAIN PROVISIONS RELATING TO**
5 **OFFICIAL TIME FOR FEDERAL EMPLOYEES.**

6 Subsections (a) and (c) of section 7131 of title 5,
7 United States Code, are repealed.

8 **TITLE V—PROGRAM ELIMI-**
9 **NATIONS AND RELATED PRO-**
10 **VISIONS**

11 **Subtitle A—Provisions Relating to**
12 **Program Eliminations**

13 **SEC. 501. PROGRAM ELIMINATIONS.**

14 (a) IN GENERAL.—No funds appropriated or other-
15 wise available to any Federal department or agency may
16 be obligated or expended for any program or other purpose
17 described in subsection (b).

18 (b) PROGRAMS AND PURPOSES DESCRIBED.—The
19 programs and purposes described in this subsection are
20 as follows:

- 21 (1) The Legal Services Corporation.
- 22 (2) The Save America’s Treasures program.
- 23 (3) The National Heritage Areas program.

1 (4) The National Endowment for the Arts.

2 (5) The National Endowment for the Human-
3 ities.

4 (6) Subpart 3 of part D of title II of the Ele-
5 mentary and Secondary Education Act of 1965 (20
6 U.S.C. 6775) (relating to the Ready-to-Learn Tele-
7 vision program).

8 (7) Subpart 12 of part D of title V of the Ele-
9 mentary and Secondary Education Act of 1965 (20
10 U.S.C. 7265 et seq.) (relating to educational, cul-
11 tural, apprenticeship, and exchange programs for
12 Alaska Natives, Native Hawaiians, and their histor-
13 ical whaling and trading partners in Massachusetts).

14 (8) The National and Community Service Act
15 of 1990 (Public Law 101–610; 42 U.S.C. 12501 et
16 seq.).

17 (9) United States contributions to the Inter-
18 national Fund for Ireland.

19 (10) The Trade and Development Agency.

20 (11) The Woodrow Wilson Memorial Act of
21 1968 (82 Stat. 1356).

22 (12) United States economic assistance to
23 Egypt.

24 (13) The United States Agency for Inter-
25 national Development.

1 (14) United States contributions to the Inter-
2 governmental Panel on Climate Change.

3 (15) The John C. Stennis Center for Public
4 Service Training and Development.

5 (16) The essential air service program of the
6 Federal Aviation Administration authorized by sub-
7 chapter II of chapter 417 of title 49, United States
8 Code.

9 (17) The new starts program of the Federal
10 Transit Administration authorized by section 5309
11 of title 49, United States Code.

12 (18) Beach replenishment projects of the Corps
13 of Engineers.

14 (19) The Appalachian Regional Commission.

15 (20) The Economic Development Administra-
16 tion.

17 (21) Capital and preventive maintenance
18 projects for the Washington Metropolitan Area
19 Transit Authority authorized by title VI of the Pas-
20 senger Rail Investment and Improvement Act of
21 2008 (122 Stat. 4968).

22 (22) Title X of the Public Health Service Act
23 (42 U.S.C. 300 et seq.) (relating to population re-
24 search and voluntary family planning programs).

1 (23) The weatherization program authorized by
2 part A of title IV of the Energy Conservation and
3 Production Act (42 U.S.C. 6861 et seq.).

4 (24) The FreedomCAR and Fuel Partnership
5 in the Vehicle Technologies Program of the Depart-
6 ment of Energy.

7 (25) The Energy Star program authorized by
8 section 324A of the Energy Policy and Conservation
9 Act (42 U.S.C. 6294a).

10 (26) The Corporation for Public Broadcasting.

11 (27) Amtrak.

12 (28) Grants supporting intercity rail passenger
13 service and high-speed rail.

14 (29) Applied research sponsored by the Depart-
15 ment of Energy.

16 (30) The Technology Innovation Program au-
17 thorized by section 28 of the National Institute of
18 Standards and Technology Act (15 U.S.C. 278n).

19 (31) The Hollings Manufacturing Extension
20 Partnership and all other programs authorized by
21 section 25 of the National Institute of Standards
22 and Technology Act (15 U.S.C. 278k).

23 (32) The Community Development Fund of the
24 Department of Housing and Urban Development.

1 (33) The HOPE VI program of the Depart-
2 ment of Housing and Urban Development author-
3 ized by section 24 of the United States Housing Act
4 of 1937 (42 U.S.C. 1437v).

5 (34) Grants provided under Edward Byrne Me-
6 morial Justice Assistance Grant Program under sub-
7 part 1 of part E of title I of the Omnibus Crime
8 Control and Safe Streets Act of 1968 (42 U.S.C.
9 3750 et seq.) insofar as such grants are for pre-trial
10 bail services.

11 (35) United States contributions to the Organi-
12 zation for Economic Cooperation and Development.

13 (36) The U.S. Ambassadors Fund for Cultural
14 Preservation.

15 (37) Doctoral dissertation research grants au-
16 thorized under title V of the Housing and Urban
17 Development Act of 1970 (12 U.S.C. 1701z-1 et
18 seq.).

19 (c) TECHNICAL AND CONFORMING CHANGES.—Not
20 later than 6 months after the date of enactment of this
21 Act, the President shall submit to Congress a legislative
22 proposal providing for such technical and conforming
23 changes in the law as are required by the provisions of
24 this section.

1 **SEC. 502. REPEAL OF NATIONAL ORGANIC CERTIFICATION**
2 **COST-SHARE PROGRAM.**

3 (a) REPEAL OF AUTHORITY FOR PROGRAM.—Section
4 10606 of the Farm Security and Rural Investment Act
5 of 2002 (7 U.S.C. 6523) is repealed.

6 (b) TERMINATION OF OBLIGATIONS FOR PRO-
7 GRAM.—On and after the date of enactment of this Act,
8 no funds shall be obligated to carry out the national or-
9 ganic certification cost-share program established under
10 section 10606(a) of the Farm Security and Rural Invest-
11 ment Act of 2002 (7 U.S.C. 6523).

12 **SEC. 503. PROHIBITING UNAUTHORIZED PAYMENTS TO DIS-**
13 **TRICT OF COLUMBIA.**

14 No funds appropriated or otherwise available to any
15 Federal department or agency may be obligated or ex-
16 pended for any payment to the District of Columbia unless
17 the payment is authorized by a law other than the law
18 making the appropriation of the funds involved.

19 **SEC. 504. PROHIBITING PAYMENT OF GRATUITIES TO SUR-**
20 **VIVORS OF MEMBERS OF CONGRESS.**

21 (a) PROHIBITION.—No payment may be made from
22 the applicable accounts of the House of Representatives,
23 the contingent fund of the Senate, or any other appro-
24 priated funds for a death gratuity payment to the widow,
25 widower, or heirs-at-law of any Member of Congress who

1 dies after the commencement of the Congress to which the
2 Member has been elected.

3 (b) NO EFFECT ON OTHER PAYMENTS TO SUR-
4 VIVORS.—Nothing in subsection (a) shall be construed to
5 prohibit or affect the payment to any individual of any
6 unpaid balance or salary or other sums due to a Member
7 of Congress who dies after the commencement of the Con-
8 gress to which the Member has been elected.

9 (c) DEFINITION.—For purposes of this section, the
10 term “Member of Congress” means a Senator or a Rep-
11 resentative in, or Delegate or Resident Commissioner to,
12 the Congress.

13 **SEC. 505. DAVIS-BACON REPEAL ACT.**

14 (a) SHORT TITLE.—This section may be cited as the
15 “Davis-Bacon Repeal Act”.

16 (b) REPEAL OF DAVIS-BACON WAGE REQUIRE-
17 MENTS.—Subchapter IV of chapter 31 of title 40, United
18 States Code, is repealed.

19 (c) EFFECTIVE DATE AND LIMITATION.—The
20 amendment made by subsection (b) shall take effect 30
21 days after the date of the enactment of this Act but shall
22 not affect any contract in existence on such date of enact-
23 ment or made pursuant to invitation for bids outstanding
24 on such date of enactment.

1 **SEC. 506. PRIORITIES IN EDUCATION SPENDING ACT.**

2 (a) SHORT TITLE.—This section may be cited as the
3 “Priorities in Education Spending Act”.

4 (b) ELEMENTARY AND SECONDARY EDUCATION PRO-
5 GRAMS.—The following provisions of the Elementary and
6 Secondary Education Act of 1965 (20 U.S.C. 6301 et
7 seq.) are repealed:

8 (1) Subpart 3 of part B of title I (20 U.S.C.
9 6381 et seq.) (relating to the William F. Goodling
10 Even Start Family Literacy programs).

11 (2) Subpart 4 of part B of title I (20 U.S.C.
12 6383) (relating to improving literacy through school
13 libraries).

14 (3) Section 1504 of part E of title I (20 U.S.C.
15 6494) (relating to the Close Up Fellowship pro-
16 gram).

17 (4) Part F of title I (20 U.S.C. 6511 et seq.)
18 (relating to comprehensive school reform).

19 (5) Section 2151(b) of subpart 5 of part A of
20 title II (20 U.S.C. 6651(b)) (relating to school lead-
21 ership).

22 (6) Section 2151(c) of subpart 5 of part A of
23 title II (20 U.S.C. 6651(c)) (relating to advanced
24 certification or advanced credentialing).

1 (7) Subpart 2 of part C of title II (20 U.S.C.
2 6701 et seq.) (relating to the National Writing
3 Project).

4 (8) Subpart 4 of part C of title II (20 U.S.C.
5 6721 et seq.) (relating to the teaching of traditional
6 American history).

7 (9) Part D of title II (20 U.S.C. 6751 et seq.)
8 (relating to enhancing education through tech-
9 nology).

10 (10) Subpart 4 of part B of title III (20 U.S.C.
11 6961 et seq.) (relating to the Emergency Immigrant
12 Education program).

13 (11) Section 4129 of subpart 2 of part A of
14 title IV (20 U.S.C. 7139) (relating to grants to re-
15 duce alcohol abuse).

16 (12) Section 4130 of subpart 2 of part A of
17 title IV (20 U.S.C. 7140) (relating to mentoring
18 programs).

19 (13) Subpart 2 of part D of title V (20 U.S.C.
20 7245) (relating to elementary and secondary school
21 counseling programs).

22 (14) Subpart 4 of part D of title V (20 U.S.C.
23 7249) (relating to smaller learning communities).

1 (15) Subpart 5 of part D of title V (20 U.S.C.
2 7251) (relating to the Reading is Fundamental—In-
3 expensive Book Distribution program).

4 (16) Subpart 7 of part D of title V (20 U.S.C.
5 7255 et seq.) (commonly referred to as the “Star
6 Schools Act”).

7 (17) Subpart 8 of part D of title V (20 U.S.C.
8 7257 et seq.) (relating to the Ready to Teach pro-
9 gram).

10 (18) Subpart 9 of part D of title V (20 U.S.C.
11 7259 et seq.) (commonly referred to as the “Foreign
12 Language Assistance Act of 2001”).

13 (19) Subpart 10 of part D of title V (20 U.S.C.
14 7261 et seq.) (commonly referred to as the “Carol
15 M. White Physical Education Program”).

16 (20) Subpart 11 of part D of title V (20 U.S.C.
17 7263 et seq.) (relating to community technology cen-
18 ters).

19 (21) Subpart 12 of part D of title V (20 U.S.C.
20 7265 et seq.) (relating to educational, cultural, ap-
21 prenticeship, and exchange programs for Alaska Na-
22 tives, Native Hawaiians, and their historical whaling
23 and trading partners in Massachusetts).

1 (22) Subpart 14 of part D of title V (20 U.S.C.
2 7269 et seq.) (relating to grants to improve mental
3 health of children).

4 (23) Subpart 15 of part D of title V (20 U.S.C.
5 7271) (relating to arts in education).

6 (24) Subpart 18 of part D of title V (20 U.S.C.
7 7277 et seq.) (relating to healthy, high-performance
8 schools).

9 (25) Subpart 20 of part D of title V (20 U.S.C.
10 7281 et seq.) (relating to additional assistance for
11 certain local educational agencies impacted by Fed-
12 eral property acquisition).

13 (26) Subpart 21 of part D of title V (20 U.S.C.
14 7283 et seq.) (commonly referred to as the “Wom-
15 en’s Educational Equity Act of 2001”).

16 (27) Part B of title VII (20 U.S.C. 7511 et
17 seq.) (commonly referred to as the “Native Hawai-
18 ian Education Act”).

19 (28) Part C of title VII (20 U.S.C. 7541 et
20 seq.) (commonly referred to as the “Alaska Native
21 Educational Equity, Support, and Assistance Act”).

22 (c) EARLY LEARNING OPPORTUNITIES ACT.—Title
23 VIII of H.R. 5656 of the 106th Congress (20 U.S.C. 9401
24 et seq.; 114 Stat. 2763, 2763A–77) (commonly referred

1 to as the “Early Learning Opportunities Act”), enacted
2 by section 1 of Public Law 106–554, is repealed.

3 (d) HIGHER EDUCATION PROGRAMS.—

4 (1) HIGHER EDUCATION ACT OF 1965.—The fol-
5 lowing provisions of the Higher Education Act of
6 1965 (20 U.S.C. 1001 et seq.) are repealed:

7 (A) Section 317 (20 U.S.C. 1059d) (relat-
8 ing to Alaska Native and Native Hawaiian-serv-
9 ing institutions).

10 (B) Subpart 6 of part A of title IV (20
11 U.S.C. 1070d–31 et seq.) (relating to the Byrd
12 Honors Scholarship Program).

13 (C) Subpart 9 of part A of title IV (20
14 U.S.C. 1070g et seq.) (relating to TEACH
15 Grants).

16 (D) Section 428L (20 U.S.C. 1078–12)
17 (relating to loan repayment for civil legal assist-
18 ance attorneys).

19 (E) Section 432(n) (20 U.S.C. 1082(n))
20 (relating to default reduction management).

21 (F) Subpart 3 of part A of title VII (20
22 U.S.C. 1136 et seq.) (relating to the Thurgood
23 Marshall Legal Educational Opportunity Pro-
24 gram).

1 (G) Subpart 1 of part D of title VII (20
2 U.S.C. 1140a et seq.) (relating to demonstra-
3 tion projects to support postsecondary faculty,
4 staff, and administrators in educating students
5 with disabilities).

6 (H) Part E of title VII (20 U.S.C. 1141)
7 (relating to the College Access Challenge Grant
8 program).

9 (I) Part C of title VIII (20 U.S.C. 1161c)
10 (relating to business workforce partnerships for
11 job skill training in high-growth occupations or
12 industries).

13 (J) Part G of title VIII (20 U.S.C. 1161h)
14 (relating to the Patsy Mink Fellowship pro-
15 gram).

16 (K) Part I of title VIII (20 U.S.C. 1161i
17 et seq.) (relating to the Early Childhood Edu-
18 cation Professional Development and Career
19 Task Force).

20 (L) Part J of title VIII (20 U.S.C. 1161j)
21 (relating to improving science, technology, engi-
22 neering, and mathematics education with a
23 focus on Alaska Native and Native Hawaiian
24 students).

1 (M) Part K of title VIII (20 U.S.C.
2 1161k) (relating to pilot programs to increase
3 college persistence and success).

4 (N) Part M of title VIII (20 U.S.C.
5 1161m) (relating to low tuition).

6 (O) Part N of title VIII (20 U.S.C. 1161n
7 et seq.) (relating to cooperative education).

8 (P) Part P of title VIII (20 U.S.C. 1161p)
9 (relating to grants to create bridges from jobs
10 to careers).

11 (Q) Part Q of title VIII (20 U.S.C.1161q)
12 (relating to rural development grants).

13 (R) Part S of title VIII (20 U.S.C. 1161s)
14 (relating to training for realtime writers).

15 (S) Part V of title VIII (20 U.S.C. 1161v)
16 (relating to modeling and simulation programs).

17 (T) Part W of title VIII (20 U.S.C.
18 1161w) (relating to Path to Success).

19 (U) Part X of title VIII (20 U.S.C. 1161x)
20 (relating to the School of Veterinary Medicine
21 Competitive Grant Program).

22 (V) Part Z of title VIII (20 U.S.C. 1161z)
23 (relating to the Henry Kuualoha Giugni
24 Kupuna Memorial Archives).

1 (2) HIGHER EDUCATION AMENDMENTS OF
2 1998.—The following provisions of the Higher Edu-
3 cation Amendments of 1998 (Public Law 105–244)
4 are repealed:

5 (A) Part D of title VIII (20 U.S.C. 1151)
6 (relating to the Incarcerated Youth Program).

7 (B) Part H of title VIII (20 U.S.C. 1153)
8 (relating to the Underground Railroad Edu-
9 cational and Cultural Program).

10 (3) OTHER HIGHER EDUCATION LAWS.—The
11 following provisions of law are repealed:

12 (A) Section 121 of the Education of the
13 Deaf Act of 1986 (20 U.S.C. 4341) (relating to
14 Cultural Experiences Grants).

15 (B) Section 802 of the Higher Education
16 Opportunity Act (20 U.S.C. 9631) (relating to
17 the National Center for Research in Advanced
18 Information and Digital Technologies).

19 (C) Section 5(c) of the Stevenson-Wydler
20 Technology Innovation Act of 1980 (15 U.S.C.
21 3704(c)) (relating to the Minority Serving In-
22 stitution Digital and Wireless Technology Op-
23 portunity Program).

24 (D) Part E of title XV of the Higher Edu-
25 cation Amendments of 1992 (20 U.S.C. 1070

1 note; Public Law 102–325) (relating to B.J.
2 Stupak Olympic Scholarships).

3 (e) LITERACY PROGRAM FOR PRISONERS.—Notwith-
4 standing the provisions under the heading “Safe Schools
5 and Citizenship Education” in title III of division F of
6 Public Law 108–447 (118 Stat. 3145), the Secretary of
7 Education may not obligate any funds to carry out section
8 601 of the National Literacy Act of 1991 (Public Law
9 102–73; 105 Stat. 356) (relating to literacy for prisoners).

10 (f) LOAN REPAYMENT FOR PROSECUTORS AND PUB-
11 LIC DEFENDERS.—The first part JJ of title I of the Om-
12 nibus Crime Control and Safe Streets Act of 1968 (section
13 952 of Public Law 110–315) (relating to loan repayment
14 for prosecutors and public defenders) is repealed.

15 (g) CAREER AND TECHNICAL EDUCATION PRO-
16 GRAMS.—Title II of the Carl D. Perkins Career and Tech-
17 nical Education Act of 2006 (20 U.S.C. 2371 et seq.) is
18 repealed.

19 (h) SPECIAL OLYMPICS SPORT AND EMPOWERMENT
20 ACT OF 2004 PROGRAM.—Section 3(a) of the Special
21 Olympics Sport and Empowerment Act of 2004 (42
22 U.S.C. 15001 note) (relating to education activities) is re-
23 pealed.

1 (i) HEAD START ACT PROGRAM.—Section 657B of
2 the Head Start Act (42 U.S.C. 9852b) (relating to Cen-
3 ters of Excellence in Early Childhood) is repealed.

4 (j) WORKFORCE INVESTMENT ACT PROGRAM.—Sec-
5 tion 171(e) of the Workforce Investment Act (20 U.S.C.
6 2916(e)) (relating to the Energy Efficiency and Renew-
7 able Energy Worker Training Program) is repealed.

8 (k) THE NATIONAL ENVIRONMENTAL EDUCATION
9 ACT.—The National Environmental Education Act (20
10 U.S.C. 5501 et seq.) is repealed.

11 (l) AMERICA COMPETES ACT.—Part I of subtitle
12 A of title VI of the America COMPETES Act (20 U.S.C.
13 9811 et seq.) (relating to Teachers for a Competitive To-
14 morrow) is repealed.

15 **SEC. 507. REPEAL OF TEMPORARY INCREASE OF MEDICAID**
16 **FMAP.**

17 Effective as of the date of the enactment of this Act,
18 section 5001 of the American Recovery and Reinvestment
19 Act of 2009 (42 U.S.C. 1396d note) (relating to the tem-
20 porary increase of the Medicaid FMAP) is repealed.

21 **SEC. 508. MORATORIUM ON CONSTRUCTION OR LEASING**
22 **OF NEW FEDERAL BUILDINGS IN DISTRICT**
23 **OF COLUMBIA UNTIL JANUARY 2013.**

24 (a) PROHIBITION.—No funds may be expended for
25 the construction or lease of buildings or space in the Dis-

1 triet of Columbia for any branch of the United States Gov-
2 ernment or any entity within such branch unless a con-
3 tract for the construction or lease was entered into before
4 the date of enactment of this Act.

5 (b) EXCEPTION.—The prohibition contained in sub-
6 section (a) does not apply in any case in which the expend-
7 iture of funds for the purposes described in subsection (a)
8 is necessary in the interests of national security.

9 (c) EXPIRATION.—The prohibition contained in sub-
10 section (a) shall expire on January 1, 2013.

11 **Subtitle B—Elimination of Presi-**
12 **dential Election Campaign Fund**

13 **SEC. 511. TERMINATION OF TAXPAYER FINANCING OF**
14 **PRESIDENTIAL ELECTION CAMPAIGNS.**

15 (a) TERMINATION OF DESIGNATION OF INCOME TAX
16 PAYMENTS.—Section 6096 of the Internal Revenue Code
17 of 1986 is amended by adding at the end the following
18 new subsection:

19 “(d) TERMINATION.—This section shall not apply to
20 taxable years beginning after December 31, 2010.”.

21 (b) TERMINATION OF FUND AND ACCOUNT.—

22 (1) TERMINATION OF PRESIDENTIAL ELECTION
23 CAMPAIGN FUND.—

1 (A) IN GENERAL.—Chapter 95 of subtitle
2 H of such Code is amended by adding at the
3 end the following new section:

4 **“SEC. 9014. TERMINATION.**

5 “The provisions of this chapter shall not apply with
6 respect to any Presidential election (or any Presidential
7 nominating convention) after December 31, 2010, or to
8 any candidate in such an election.”.

9 (B) TRANSFER OF EXCESS FUNDS TO GEN-
10 ERAL FUND.—Section 9006 of such Code is
11 amended by adding at the end the following
12 new subsection:

13 “(d) TRANSFER OF FUNDS REMAINING AFTER
14 2011.—The Secretary shall transfer all amounts in the
15 fund after December 31, 2011, to the general fund of the
16 Treasury.”.

17 (2) TERMINATION OF ACCOUNT.—Chapter 96
18 of subtitle H of such Code is amended by adding at
19 the end the following new section:

20 **“SEC. 9043. TERMINATION.**

21 “The provisions of this chapter shall not apply to any
22 candidate with respect to any Presidential election after
23 December 31, 2010.”.

24 (c) CLERICAL AMENDMENTS.—

1 (1) The table of sections for chapter 95 of sub-
2 title H of such Code is amended by adding at the
3 end the following new item:

“Sec. 9014. Termination.”.

4 (2) The table of sections for chapter 96 of sub-
5 title H of such Code is amended by adding at the
6 end the following new item:

“Sec. 9043. Termination.”.

7 **Subtitle C—Repeal of Sugar Price**
8 **Support and Other Programs**

9 **SEC. 521. REPEAL OF SUGAR PRICE SUPPORT PROGRAM**
10 **AND MARKETING ALLOTMENTS FOR SUGAR.**

11 (a) SUGAR PROGRAM.—

12 (1) REPEAL.—Section 156 of the Federal Agri-
13 culture Improvement and Reform Act of 1996 (7
14 U.S.C. 7272) is repealed.

15 (2) RELATED FEEDSTOCK FLEXIBILITY PRO-
16 GRAM FOR BIOENERGY PRODUCERS.—Section 9010
17 of the Farm Security and Rural Investment Act of
18 2002 (7 U.S.C. 8110) is repealed.

19 (b) MARKETING ALLOTMENTS FOR SUGAR.—

20 (1) REPEAL.—Part VII of subtitle B of title III
21 of the Agricultural Adjustment Act of 1938 (7
22 U.S.C. 1359aa–1359ll), except section 359k (7
23 U.S.C. 1359kk), is repealed.

1 (2) CONFORMING AMENDMENT.—Section 359k
2 of the Agricultural Adjustment Act of 1938 (7
3 U.S.C. 1359kk) is amended to read as follows:

4 **“SEC. 359k. ADMINISTRATION OF TARIFF RATE QUOTAS.**

5 “(a) ESTABLISHMENT.—Except as provided in sub-
6 section (c) and notwithstanding any other provision of law,
7 the Secretary shall establish the tariff-rate quotas for raw
8 cane sugar and refined sugars for a quota year at the level
9 necessary to ensure—

10 “(1) a robust and competitive sugar processing
11 industry in the United States; and

12 “(2) an adequate supply of sugar at reasonable
13 prices in the United States.

14 “(b) FACTORS.—In determining the tariff-rate
15 quotas necessary to satisfy the requirements of para-
16 graphs (1) and (2) of subsection (a), the Secretary shall
17 consider the following:

18 “(1) The quantity of sugar that will be subject
19 to human consumption in the United States during
20 the quota year.

21 “(2) The quantity of sugar that will be avail-
22 able from the domestic processing of sugarcane,
23 sugar beets, and in-process beet sugar.

24 “(3) The quantity of sugar that would provide
25 for reasonable carryover stocks.

1 “(4) The quantity of sugar that will be avail-
2 able from carry-over stocks for human consumption
3 in the United States during the quota year.

4 “(5) United States obligations under inter-
5 national trade agreements that have been approved
6 by Congress.

7 “(c) EXCEPTION.—Subsection (a) shall not apply to
8 specialty sugar.”.

9 (c) PERMANENT PRICE SUPPORT LEVELS FOR DES-
10 IGNATED NONBASIC AGRICULTURAL COMMODITIES.—

11 (1) REPEAL.—Section 201(a) of the Agricul-
12 tural Act of 1949 (7 U.S.C. 1446(a)) is amended by
13 striking “milk, sugar beets, and sugarcane” and in-
14 serting “and milk”.

15 (2) CONFORMING AMENDMENT.—Section 301
16 of the Agricultural Act of 1949 (7 U.S.C. 1447) is
17 amended by inserting “(other than sugar beets and
18 sugarcane)” after “any nonbasic agricultural com-
19 modity”.

20 (d) STORAGE FACILITY LOANS.—Section 1402 of the
21 Farm Security and Rural Investment Act of 2002 (7
22 U.S.C. 7971) is repealed.

23 (e) STORAGE PAYMENTS.—Section 167 of the Fed-
24 eral Agriculture Improvement and Reform Act of 1996 (7
25 U.S.C. 7287) is repealed.

1 **SEC. 522. REPEAL OF MARKET ACCESS PROGRAM.**

2 (a) REPEAL OF PROGRAM.—Section 203 of the Agri-
3 cultural Trade Act of 1978 (7 U.S.C. 5623) is repealed.

4 (b) REPEAL OF FUNDING.—Section 211 of the Agri-
5 cultural Trade Act of 1978 (7 U.S.C. 5641) is amended
6 by striking subsection (c).

7 **SEC. 523. TERMINATION OF AVAILABILITY OF MARKETING**
8 **ASSISTANCE LOANS AND LOAN DEFICIENCY**
9 **PAYMENTS FOR MOHAIR PRODUCERS.**

10 (a) REMOVAL OF MOHAIR FROM ELIGIBLE LOAN
11 COMMODITIES.—Section 1001(8) of the Food, Conserva-
12 tion, and Energy Act of 2008 (7 U.S.C. 8702(8)) is
13 amended by striking “mohair,”.

14 (b) ELIMINATION OF FUTURE LOAN RATES FOR MO-
15 HAIR.—Section 1202(c) of such Act (7 U.S.C. 8732(c))
16 is amended by striking paragraph (18).

17 **Subtitle D—Federal Real Property**
18 **Disposal Pilot Program**

19 **SEC. 531. FEDERAL REAL PROPERTY DISPOSAL PILOT PRO-**
20 **GRAM.**

21 (a) IN GENERAL.—Chapter 5 of subtitle I of title 40,
22 United States Code, is amended by adding at the end the
23 following:

1 “SUBCHAPTER VII—EXPEDITED DISPOSAL OF
2 REAL PROPERTY

3 **“§ 621. Pilot program**

4 “(a) The Director of the Office of Management and
5 Budget (in this subchapter referred to as the ‘Director’)
6 shall conduct a pilot program, to be known as the ‘Federal
7 Real Property Disposal Pilot Program’, under which real
8 property that is not meeting Federal Government needs
9 may be disposed of in accordance with this subchapter.

10 “(b) For purposes of this subchapter, the Director
11 shall identify criteria for determining whether real prop-
12 erty is not meeting Federal Government needs.

13 “(c) For the fiscal years 2011 through 2020, the Di-
14 rector shall dispose of real property generating proceeds
15 of not less \$19,000,000,000 under the Federal Real Prop-
16 erty Disposal Pilot Program.

17 “(d) The Director shall not include for purposes of
18 the Federal Real Property Disposal Pilot Program any
19 parcel of real property, building, or other structure located
20 on such real property that is to be closed or realigned
21 under the Defense Base Closure and Realignment Act of
22 1990 (10 U.S.C. 2687 note).

23 “(e) The Federal Real Property Disposal Pilot Pro-
24 gram shall terminate on September 30, 2020.

1 **“§ 622. Selection of real properties**

2 “Agencies will recommend candidate disposition
3 properties to the Director for participation in the pilot
4 program. The Director, with the concurrence of the head
5 of the executive agency concerned and consistent with the
6 criteria established in section 621, may then select such
7 candidate properties for participation in the pilot program
8 and notify the recommending agency accordingly.

9 **“§ 623. Expedited disposal requirements**

10 “(a) For purposes of the pilot program, an ‘expedited
11 disposal of a real property’ is a sale of real property for
12 cash that is conducted pursuant to the requirements of
13 section 545 of this title.

14 “(b) Real property sold under the pilot program must
15 be sold at not less than the fair market value as deter-
16 mined by the Director in consultation with the head of
17 the executive agency. Costs associated with disposal may
18 not exceed the fair market value of the property unless
19 the Director approves incurring such costs.

20 “(c) A real property may be sold under the pilot pro-
21 gram only if the property will generate monetary proceeds
22 to the Federal Government, as provided in subsection (b).
23 A disposal of real property under the pilot program may
24 not include any exchange, trade, transfer, acquisition of
25 like-kind property, or other noncash transaction as part
26 of the disposal.

1 “(d) Nothing in this subchapter shall be construed
2 as terminating or in any way limiting authorities that are
3 otherwise available to agencies under other provisions of
4 law to dispose of Federal real property, except as provided
5 in subsection (e).

6 “(e) Any expedited disposal of a real property con-
7 ducted under this section shall not be subject to—

8 “(1) subchapter IV of this chapter;

9 “(2) sections 550 and 553 of this title;

10 “(3) section 501 of the McKinney-Vento Home-
11 less Assistance Act (42 U.S.C. 11411);

12 “(4) any other provision of law authorizing the
13 no-cost conveyance of real property owned by the
14 Federal Government; or

15 “(5) any congressional notification requirement
16 other than that in section 545 of this title.

17 **“§ 624. Special rules for deposit and use of proceeds**
18 **from expedited disposals**

19 “(a) Agencies that conduct expedited disposals of real
20 properties under this subchapter shall be reimbursed from
21 the proceeds for the administrative expenses associated
22 with the disposal of such properties. Such amounts will
23 be credited as offsetting collections to the account that in-
24 curred such expenses, to remain available until expended
25 without further appropriations.

1 “(b) After payment of such administrative costs, the
2 balance of the proceeds shall be distributed as follows:

3 “(1) 80 percent shall be deposited into the
4 Treasury as miscellaneous receipts.

5 “(2) 20 percent shall be deposited into the ac-
6 count of the agency that owned the real property
7 and initiated the disposal action. Such funds shall be
8 available without further appropriation, to remain
9 available for the period of the pilot program, for ac-
10 tivities related to Federal real property capital im-
11 provements and disposal activities. Upon termination
12 of the pilot program, any unobligated amounts shall
13 be transferred to the general fund of the Treasury.”.

14 (b) CLERICAL AMENDMENT.—The table of sections
15 at the beginning of chapter 5 of subtitle I of title 40,
16 United States Code, is amended by inserting after the
17 item relating to section 611 the following:

“SUBCHAPTER VII—EXPEDITED DISPOSAL OF REAL PROPERTY

“Sec. 621. Pilot program.

“Sec. 622. Selection of real properties.

“Sec. 623. Expedited disposal requirements.

“Sec. 624. Special rules for deposit and use of proceeds from expedited dis-
posals.”.

18 **TITLE VI—FANNIE MAE AND**
19 **FREDDIE MAC**

20 **SEC. 601. SHORT TITLE.**

21 This title may be cited as the “GSE Bailout Elimi-
22 nation and Taxpayer Protection Act”.

1 **SEC. 602. DEFINITIONS.**

2 For purposes of this title, the following definitions
3 shall apply:

4 (1) CHARTER.—The term “charter” means—

5 (A) with respect to the Federal National
6 Mortgage Association, the Federal National
7 Mortgage Association Charter Act (12 U.S.C.
8 1716 et seq.); and

9 (B) with respect to the Federal Home
10 Loan Mortgage Corporation, the Federal Home
11 Loan Mortgage Corporation Act (12 U.S.C.
12 1451 et seq.).

13 (2) DIRECTOR.—The term “Director” means
14 the Director of the Federal Housing Finance Agen-
15 cy.

16 (3) ENTERPRISE.—The term “enterprise”
17 means—

18 (A) the Federal National Mortgage Asso-
19 ciation; and

20 (B) the Federal Home Loan Mortgage
21 Corporation.

22 (4) GUARANTEE.—The term “guarantee”
23 means, with respect to an enterprise, the credit sup-
24 port of the enterprise that is provided by the Fed-
25 eral Government through its charter as a Govern-
26 ment-sponsored enterprise.

1 **SEC. 603. TERMINATION OF CURRENT CONSERVATORSHIP.**

2 (a) IN GENERAL.—Upon the expiration of the period
3 referred to in subsection (b), the Director of the Federal
4 Housing Finance Agency shall determine, with respect to
5 each enterprise, if the enterprise is financially viable at
6 that time and—

7 (1) if the Director determines that the enter-
8 prise is financially viable, immediately take all ac-
9 tions necessary to terminate the conservatorship for
10 the enterprise that is in effect pursuant to section
11 1367 of the Federal Housing Enterprises Financial
12 Safety and Soundness Act of 1992 (12 U.S.C.
13 4617); or

14 (2) if the Director determines that the enter-
15 prise is not financially viable, immediately appoint
16 the Federal Housing Finance Agency as receiver
17 under section 1367 of the Federal Housing Enter-
18 prises Financial Safety and Soundness Act of 1992
19 and carry out such receivership under the authority
20 of such section.

21 (b) TIMING.—The period referred to in this sub-
22 section is, with respect to an enterprise—

23 (1) except as provided in paragraph (2), the 24-
24 month period beginning upon the date of the enact-
25 ment of this Act; or

1 (A) REPEAL.—The Federal Housing En-
2 terprises Financial Safety and Soundness Act
3 of 1992 is amended by striking sections 1331
4 through 1336 (12 U.S.C. 4561–6).

5 (B) CONFORMING AMENDMENTS.—Federal
6 Housing Enterprises Financial Safety and
7 Soundness Act of 1992 is amended—

8 (i) in section 1303(28) (12 U.S.C.
9 4502(28)), by striking “and, for the pur-
10 poses” and all that follows through “des-
11 ignated disaster areas”;

12 (ii) in section 1324(b)(1)(A) (12
13 U.S.C. 4544(b)(1)(A))—

14 (I) by striking clauses (i), (ii),
15 and (iv);

16 (II) in clause (iii), by inserting
17 “and” after the semicolon at the end;
18 and

19 (III) by redesignating clauses
20 (iii) and (v) as clauses (i) and (ii), re-
21 spectively;

22 (iii) in section 1338(c)(10) (12 U.S.C.
23 4568(c)(10)), by striking subparagraph
24 (E);

- 1 (iv) in section 1339(h) (12 U.S.C.
2 4569), by striking paragraph (7);
- 3 (v) in section 1341 (12 U.S.C. 4581)
4 (I) in subsection (a)—
5 (aa) in paragraph (1), by in-
6 serting “or” after the semicolon
7 at the end;
8 (bb) in paragraph (2), by
9 striking the semicolon at the end
10 and inserting a period; and
11 (cc) by striking paragraphs
12 (3) and (4); and
13 (II) in subsection (b)(2)—
14 (aa) in subparagraph (A),
15 by inserting “or” after the semi-
16 colon at the end;
17 (bb) by striking subpara-
18 graphs (B) and (C); and
19 (cc) by redesignating sub-
20 paragraph (D) as subparagraph
21 (B);
- 22 (vi) in section 1345(a) (12 U.S.C.
23 4585(a))—
24 (I) in paragraph (1), by inserting
25 “or” after the semicolon at the end;

1 (II) in paragraph (2), by striking
2 the semicolon at the end and inserting
3 a period; and

4 (III) by striking paragraphs (3)
5 and (4); and

6 (vii) in section 1371(a)(2) (12 U.S.C.
7 4631(a)(2))—

8 (I) by striking “with any housing
9 goal established under subpart B of
10 part 2 of subtitle A of this title,”; and

11 (II) by striking “section 1336
12 or”.

13 (2) PORTFOLIO LIMITATIONS.—Subtitle B of
14 title XIII of the Housing and Community Develop-
15 ment Act of 1992 (12 U.S.C. 4611 et seq.) is
16 amended by adding at the end the following new sec-
17 tion:

18 **“SEC. 1369E. RESTRICTION ON MORTGAGE ASSETS OF EN-**
19 **TERPRISES.**

20 “(a) RESTRICTION.—No enterprise shall own, as of
21 any applicable date in this subsection or thereafter, mort-
22 gage assets in excess of—

23 “(1) upon the expiration of the period referred
24 to in section 603(b) of the GSE Bailout Elimination

1 and Taxpayer Protection Act or thereafter,
2 \$850,000,000,000;

3 “(2) upon the expiration of the 1-year period
4 that begins on the date described in paragraph (1)
5 or thereafter, \$700,000,000,000;

6 “(3) upon the expiration of the 2-year period
7 that begins on the date described in paragraph (1)
8 or thereafter, \$500,000,000,000; and

9 “(4) upon the expiration of the 3-year period
10 that begins on the date described in paragraph (1),
11 \$250,000,000,000.

12 “(b) DEFINITION OF MORTGAGE ASSETS.—For pur-
13 poses of this section, the term ‘mortgage assets’ means,
14 with respect to an enterprise, assets of such enterprise
15 consisting of mortgages, mortgage loans, mortgage-related
16 securities, participation certificates, mortgage-backed
17 commercial paper, obligations of real estate mortgage in-
18 vestment conduits and similar assets, in each case to the
19 extent such assets would appear on the balance sheet of
20 such enterprise in accordance with generally accepted ac-
21 counting principles in effect in the United States as of
22 September 7, 2008 (as set forth in the opinions and pro-
23 nouncements of the Accounting Principles Board and the
24 American Institute of Certified Public Accountants and
25 statements and pronouncements of the Financial Account-

1 ing Standards Board from time to time; and without giv-
2 ing any effect to any change that may be made after Sep-
3 tember 7, 2008, in respect of Statement of Financial Ac-
4 counting Standards No. 140 or any similar accounting
5 standard).”.

6 (3) INCREASE IN MINIMUM CAPITAL REQUIRE-
7 MENT.—Section 1362 of the Federal Housing En-
8 terprises Financial Safety and Soundness Act of
9 1992 (12 U.S.C. 4612), as amended by section 1111
10 of the Housing and Economic Recovery Act of 2008
11 (Public Law 110–289), is amended—

12 (A) in subsection (a), by striking “For
13 purposes of this subtitle, the minimum capital
14 level for each enterprise shall be” and inserting
15 “The minimum capital level established under
16 subsection (g) for each enterprise may not be
17 lower than”;

18 (B) in subsection (c)—

19 (i) by striking “subsections (a) and”
20 and inserting “subsection”;

21 (ii) by striking “regulated entities”
22 the first place such term appears and in-
23 serting “Federal Home Loan Banks”;

24 (iii) by striking “for the enterprises,”;

1 (iv) by striking “, or for both the en-
2 terprises and the banks,”;

3 (v) by striking “the level specified in
4 subsection (a) for the enterprises or”; and

5 (vi) by striking “the regulated entities
6 operate” and inserting “such banks oper-
7 ate”;

8 (C) in subsection (d)(1)—

9 (i) by striking “subsections (a) and”
10 and inserting “subsection”; and

11 (ii) by striking “regulated entity”
12 each place such term appears and inserting
13 “Federal Home Loan Bank”;

14 (D) in subsection (e), by striking “regu-
15 lated entity” each place such term appears and
16 inserting “Federal Home Loan Bank”;

17 (E) in subsection (f)—

18 (i) by striking “the amount of core
19 capital maintained by the enterprises,”;
20 and

21 (ii) by striking “regulated entities”
22 and inserting “banks”; and

23 (F) by adding at the end the following new
24 subsection:

1 “(g) ESTABLISHMENT OF REVISED MINIMUM CAP-
2 ITAL LEVELS.—

3 “(1) IN GENERAL.—The Director shall cause
4 the enterprises to achieve and maintain adequate
5 capital by establishing minimum levels of capital for
6 such the enterprises and by using such other meth-
7 ods as the Director deems appropriate.

8 “(2) AUTHORITY.—The Director shall have the
9 authority to establish such minimum level of capital
10 for an enterprise in excess of the level specified
11 under subsection (a) as the Director, in the Direc-
12 tor’s discretion, deems to be necessary or appro-
13 priate in light of the particular circumstances of the
14 enterprise.

15 “(h) FAILURE TO MAINTAIN REVISED MINIMUM
16 CAPITAL LEVELS.—

17 “(1) UNSAFE AND UNSOUND PRACTICE OR CON-
18 DITION.—Failure of an enterprise to maintain cap-
19 ital at or above its minimum level as established
20 pursuant to subsection (g) of this section may be
21 deemed by the Director, in his discretion, to con-
22 stitute an unsafe and unsound practice or condition
23 within the meaning of this title.

24 “(2) DIRECTIVE TO ACHIEVE CAPITAL
25 LEVEL.—

1 “(A) AUTHORITY.—In addition to, or in
2 lieu of, any other action authorized by law, in-
3 cluding paragraph (1), the Director may issue
4 a directive to an enterprise that fails to main-
5 tain capital at or above its required level as es-
6 tablished pursuant to subsection (g) of this sec-
7 tion.

8 “(B) PLAN.—Such directive may require
9 the enterprise to submit and adhere to a plan
10 acceptable to the Director describing the means
11 and timing by which the enterprise shall achieve
12 its required capital level.

13 “(C) ENFORCEMENT.—Any such directive
14 issued pursuant to this paragraph, including
15 plans submitted pursuant thereto, shall be en-
16 forceable under the provisions of subtitle C of
17 this title to the same extent as an effective and
18 outstanding order issued pursuant to subtitle C
19 of this title which has become final.

20 “(3) ADHERENCE TO PLAN.—

21 “(A) CONSIDERATION.—The Director may
22 consider such enterprise’s progress in adhering
23 to any plan required under this subsection
24 whenever such enterprise seeks the requisite ap-
25 proval of the Director for any proposal which

1 would divert earnings, diminish capital, or oth-
2 erwise impede such enterprise's progress in
3 achieving its minimum capital level.

4 “(B) DENIAL.—The Director may deny
5 such approval where it determines that such
6 proposal would adversely affect the ability of
7 the enterprise to comply with such plan.”.

8 (4) REPEAL OF INCREASES TO CONFORMING
9 LOAN LIMITS.—

10 (A) REPEAL OF TEMPORARY INCREASES.—

11 (i) CONTINUING APPROPRIATIONS
12 RESOLUTION, 2010.—Section 167 of the
13 Continuing Appropriations Resolution,
14 2010 (as added by section 104 of division
15 B of Public Law 111–88; 123 Stat. 2973)
16 is repealed.

17 (ii) AMERICAN RECOVERY AND REIN-
18 VESTMENT ACT OF 2009.—Section 1203 of
19 division A of the American Recovery and
20 Reinvestment Act of 2009 (Public Law
21 111–5; 123 Stat. 225) is repealed.

22 (iii) ECONOMIC STIMULUS ACT OF
23 2008.—Section 201 of the Economic Stim-
24 ulus Act of 2008 (Public Law 110–185;
25 122 Stat. 619) is repealed.

1 (B) REPEAL OF GENERAL LIMIT AND PER-
2 MANENT HIGH-COST AREA INCREASE.—Para-
3 graph (2) of section 302(b) of the Federal Na-
4 tional Mortgage Association Charter Act (12
5 U.S.C. 1717(b)(2)) and paragraph (2) of sec-
6 tion 305(a) of the Federal Home Loan Mort-
7 gage Corporation Act (12 U.S.C. 1454(a)(2))
8 are each amended to read as such sections were
9 in effect immediately before the enactment of
10 the Housing and Economic Recovery Act of
11 2008 (Public Law 110–289).

12 (C) REPEAL OF NEW HOUSING PRICE
13 INDEX.—Section 1322 of the Federal Housing
14 Enterprises Financial Safety and Soundness
15 Act of 1992, as added by section 1124(d) of the
16 Housing and Economic Recovery Act of 2008
17 (Public Law 110–289), is repealed.

18 (D) REPEAL.—Section 1124 of the Hous-
19 ing and Economic Recovery Act of 2008 (Public
20 Law 110–289) is repealed.

21 (E) ESTABLISHMENT OF CONFORMING
22 LOAN LIMIT.—For the year in which the expira-
23 tion of the period referred to in section 603(b)
24 of this section occurs, the limitations governing
25 the maximum original principal obligation of

1 conventional mortgages that may be purchased
2 by the Federal National Mortgage Association
3 and the Federal Home Loan Mortgage Cor-
4 poration, referred to in section 302(b)(2) of the
5 Federal National Mortgage Association Charter
6 Act (12 U.S.C. 1717(b)(2)) and section
7 305(a)(2) of the Federal Home Loan Mortgage
8 Corporation Act (12 U.S.C. 1454(a)(2)), re-
9 spectively, shall be considered to be—

10 (i) \$417,000 for a mortgage secured
11 by a single-family residence,

12 (ii) \$533,850 for a mortgage secured
13 by a 2-family residence,

14 (iii) \$645,300 for a mortgage secured
15 by a 3-family residence, and

16 (iv) \$801,950 for a mortgage secured
17 by a 4-family residence,

18 and such limits shall be adjusted effective each
19 January 1 thereafter in accordance with such
20 sections 302(b)(2) and 305(a)(2).

21 (F) PROHIBITION OF PURCHASE OF MORT-
22 GAGES EXCEEDING MEDIAN AREA HOME
23 PRICE.—

24 (i) FANNIE MAE.—Section 302(b)(2)
25 of the Federal National Mortgage Associa-

1 tion Charter Act (12 U.S.C. 1717(b)(2)) is
2 amended by adding at the end the fol-
3 lowing new sentence: “Notwithstanding
4 any other provision of this title, the cor-
5 poration may not purchase any mortgage
6 for a property having a principal obligation
7 that exceeds the median home price, for
8 properties of the same size, for the area in
9 which such property subject to the mort-
10 gage is located.”.

11 (ii) FREDDIE MAC.—Section
12 305(a)(2) of the Federal Home Loan
13 Mortgage Corporation Act (12 U.S.C.
14 1454(a)(2)) is amended by adding at the
15 end the following new sentence: “Notwith-
16 standing any other provision of this title,
17 the Corporation may not purchase any
18 mortgage for a property having a principal
19 obligation that exceeds the median home
20 price, for properties of the same size, for
21 the area in which such property subject to
22 the mortgage is located.”.

23 (5) REQUIREMENT OF MINIMUM DOWNPAYMENT
24 FOR MORTGAGES PURCHASED.—

1 (A) FANNIE MAE.—Subsection (b) of sec-
2 tion 302 of the Federal National Mortgage As-
3 sociation Charter Act (12 U.S.C. 1717(b)) is
4 amended by adding at the end the following
5 new paragraph:

6 “(7) Notwithstanding any other provision of this Act,
7 the corporation may not newly purchase any mortgage un-
8 less the mortgagor has paid, in cash or its equivalent on
9 account of the property securing repayment of such mort-
10 gage, in accordance with regulations issued by the Direc-
11 tor of the Federal Housing Finance Agency, not less
12 than—

13 “(A) for any mortgage purchased during the
14 12-month period beginning upon the expiration of
15 the period referred to in section 603(b) of the GSE
16 Bailout Elimination and Taxpayer Protection Act, 5
17 percent of the appraised value of the property;

18 “(B) for any mortgage purchased during the
19 12-month period beginning upon the expiration of
20 the 12-month period referred to in subparagraph (A)
21 of this paragraph, 7.5 percent of the appraised value
22 of the property; and

23 “(C) for any mortgage purchased during the
24 12-month period beginning upon the expiration of
25 the 12-month period referred to in subparagraph

1 (B) of this paragraph, 10 percent of the appraised
2 value of the property.”.

3 (B) FREDDIE MAC.—Subsection (a) of sec-
4 tion 305 of the Federal Home Loan Mortgage
5 Corporation Act (12 U.S.C. 1454(a)) is amend-
6 ed by adding at the end the following new para-
7 graph:

8 “(6) Notwithstanding any other provision of this Act,
9 the Corporation may not newly purchase any mortgage
10 unless the mortgagor has paid, in cash or its equivalent
11 on account of the property securing repayment of such
12 mortgage, in accordance with regulations issued by the Di-
13 rector of the Federal Housing Finance Agency, not less
14 than—

15 “(A) for any mortgage purchased during the
16 12-month period beginning upon the expiration of
17 the period referred to in section 603(b) of the GSE
18 Bailout Elimination and Taxpayer Protection Act, 5
19 percent of the appraised value of the property;

20 “(B) for any mortgage purchased during the
21 12-month period beginning upon the expiration of
22 the 12-month period referred to in subparagraph (A)
23 of this paragraph, 7.5 percent of the appraised value
24 of the property; and

1 “(C) for any mortgage purchased during the
2 12-month period beginning upon the expiration of
3 the 12-month period referred to in subparagraph
4 (B) of this paragraph, 10 percent of the appraised
5 value of the property.”.

6 (6) REQUIREMENT TO PAY STATE AND LOCAL
7 TAXES.—

8 (A) FANNIE MAE.—Paragraph (2) of sec-
9 tion 309(c) of the Federal National Mortgage
10 Association Charter Act (12 U.S.C.
11 1723a(c)(2)) is amended—

12 (i) by striking “shall be exempt from”
13 and inserting “shall be subject to”; and

14 (ii) by striking “except that any” and
15 inserting “and any”.

16 (B) FREDDIE MAC.—Section 303(e) of the
17 Federal Home Loan Mortgage Corporation Act
18 (12 U.S.C. 1452(e)) is amended—

19 (i) by striking “shall be exempt from”
20 and inserting “shall be subject to”; and

21 (ii) by striking “except that any” and
22 inserting “and any”.

23 (7) REPEALS RELATING TO REGISTRATION OF
24 SECURITIES.—

25 (A) FANNIE MAE.—

1 (i) MORTGAGE-BACKED SECURI-
2 TIES.—Section 304(d) of the Federal Na-
3 tional Mortgage Association Charter Act
4 (12 U.S.C. 1719(d)) is amended by strik-
5 ing the fourth sentence.

6 (ii) SUBORDINATE OBLIGATIONS.—
7 Section 304(e) of the Federal National
8 Mortgage Association Charter Act (12
9 U.S.C. 1719(e)) is amended by striking the
10 fourth sentence.

11 (B) FREDDIE MAC.—Section 306 of the
12 Federal Home Loan Mortgage Corporation Act
13 (12 U.S.C. 1455) is amended by striking sub-
14 section (g).

15 (8) RECOUPMENT OF COSTS FOR FEDERAL
16 GUARANTEE.—

17 (A) ASSESSMENTS.—The Director of the
18 Federal Housing Finance Agency shall establish
19 and collect from each enterprise assessments in
20 the amount determined under subparagraph
21 (B). In determining the method and timing for
22 making such assessments, the Director shall
23 take into consideration the determinations and
24 conclusions of the study under subsection (b) of
25 this section.

1 (B) DETERMINATION OF COSTS OF GUAR-
2 ANTEE.—Assessments under subparagraph (A)
3 with respect to an enterprise shall be in such
4 amount as the Director determines necessary to
5 recoup to the Federal Government the full value
6 of the benefit the enterprise receives from the
7 guarantee provided by the Federal Government
8 for the obligations and financial viability of the
9 enterprise, based upon the dollar value of such
10 benefit in the market to such enterprise when
11 not operating under conservatorship or receiver-
12 ship. To determine such amount, the Director
13 shall establish a risk-based pricing mechanism
14 as the Director considers appropriate, taking
15 into consideration the determinations and con-
16 clusions of the study under subsection (b) of
17 this section.

18 (C) TREATMENT OF RECOUPED
19 AMOUNTS.—The Director shall cover into the
20 general fund of the Treasury any amounts re-
21 ceived from assessments made under this para-
22 graph.

23 (b) GAO STUDY REGARDING RECOUPMENT OF
24 COSTS FOR FEDERAL GOVERNMENT GUARANTEE.—The
25 Comptroller General of the United States shall conduct

1 a study to determine a risk-based pricing mechanism to
2 accurately determine the value of the benefit the enter-
3 prises receive from the guarantee provided by the Federal
4 Government for the obligations and financial viability of
5 the enterprises. Such study shall establish a dollar value
6 of such benefit in the market to each enterprise when not
7 operating under conservatorship or receivership, shall ana-
8 lyze various methods of the Federal Government assessing
9 a charge for such value received (including methods involv-
10 ing an annual fee or a fee for each mortgage purchased
11 or securitized), and shall make a recommendation of the
12 best such method for assessing such charge. Not later
13 than 12 months after the date of the enactment of this
14 Act, the Comptroller General shall submit to the Congress
15 a report setting forth the determinations and conclusions
16 of such study.

17 **SEC. 605. REQUIRED WIND DOWN OF OPERATIONS AND DIS-**
18 **SOLUTION OF ENTERPRISE.**

19 (a) **APPLICABILITY.**—This section shall apply to an
20 enterprise upon the expiration of the 3-year period that
21 begins upon the expiration of the period referred to in sec-
22 tion 603(b).

23 (b) **REPEAL OF CHARTER.**—Upon the applicability of
24 this section to an enterprise, the charter for the enterprise
25 is repealed and the enterprise shall have no authority to

1 conduct new business under such charter, except that the
2 provisions of such charter in effect immediately before
3 such repeal shall continue to apply with respect to the
4 rights and obligations of any holders of outstanding debt
5 obligations and mortgage-backed securities of the enter-
6 prise.

7 (c) WIND DOWN.—Upon the applicability of this sec-
8 tion to an enterprise, the Director and the Secretary of
9 the Treasury shall jointly take such action, and may pre-
10 scribe such regulations and procedures, as may be nec-
11 essary to wind down the operations of an enterprise as
12 an entity chartered by the United States Government over
13 the duration of the 10-year period beginning upon the ap-
14 plicability of this section to the enterprise (pursuant to
15 subsection (a)) in an orderly manner consistent with this
16 Act and the ongoing obligations of the enterprise.

17 (d) DIVISION OF ASSETS AND LIABILITIES; AUTHOR-
18 ITY TO ESTABLISH HOLDING CORPORATION AND DIS-
19 SOLUTION TRUST FUND.—The action and procedures re-
20 quired under subsection (c)—

21 (1) shall include the establishment and execu-
22 tion of plans to provide for an equitable division and
23 distribution of assets and liabilities of the enterprise,
24 including any liability of the enterprise to the United
25 States Government or a Federal reserve bank that

1 may continue after the end of the period described
2 in subsection (c); and

3 (2) may provide for establishment of—

4 (A) a holding corporation organized under
5 the laws of any State of the United States or
6 the District of Columbia for the purposes of the
7 reorganization and restructuring of the enter-
8 prise; and

9 (B) one or more trusts to which to trans-
10 fer—

11 (i) remaining debt obligations of the
12 enterprise, for the benefit of holders of
13 such remaining obligations; or

14 (ii) remaining mortgages held for the
15 purpose of backing mortgage-backed secu-
16 rities, for the benefit of holders of such re-
17 maining securities.

18 **TITLE VII—MISCELLANEOUS**

19 **SEC. 701. LIMITATION ON GOVERNMENT PRINTING COSTS.**

20 Not later than 180 days after the date of enactment
21 of this Act, the Director of the Office of Management and
22 Budget shall coordinate with the heads of Federal depart-
23 ments and independent agencies to—

24 (1) determine which Government publications
25 could be available on Government Web sites and no

1 longer printed and to devise a strategy to reduce
2 overall Government printing costs over the 10-year
3 period beginning with fiscal year 2012, except that
4 the Director shall ensure that essential printed docu-
5 ments prepared for Social Security recipients, Medi-
6 care beneficiaries, and other populations in areas
7 with limited Internet access or use continue to re-
8 main available;

9 (2) establish Governmentwide Federal guide-
10 lines on employee printing;

11 (3) issue on the Office of Management and
12 Budget's public Web site the results of a cost-benefit
13 analysis on implementing a digital signature system
14 and on establishing employee printing identification
15 systems, such as the use of individual employee
16 cards or codes, to monitor the amount of printing
17 done by Federal employees; except that the Director
18 of the Office of Management and Budget shall en-
19 sure that Federal employee printing costs unrelated
20 to national defense, homeland security, border secu-
21 rity, national disasters, and other emergencies do
22 not exceed \$860,000,000 annually; and

23 (4) issue guidelines requiring every department,
24 agency, commission, or office to list at a prominent
25 place near the beginning of each publication distrib-

1 uted to the public and issued or paid for by the Fed-
2 eral Government—

3 (A) the name of the issuing agency, de-
4 partment, commission, or office;

5 (B) the total number of copies of the docu-
6 ment printed;

7 (C) the collective cost of producing and
8 printing all of the copies of the document; and

9 (D) the name of the firm publishing the
10 document.

11 **SEC. 702. DEPOSIT OF IRS USER FEES AS GENERAL RE-**
12 **CEIPTS.**

13 Notwithstanding any other provision of law (includ-
14 ing section 3 under the heading “Administrative Provi-
15 sions—Internal Revenue Service” of title I of Public Law
16 103–329), any fees for services provided by the Internal
17 Revenue Service shall, unless otherwise provided by an ap-
18 propriations Act, be deposited in the Treasury as general
19 receipts and shall not be expended by the Internal Rev-
20 enue Service.

21 **SEC. 703. LIMITATION OF GOVERNMENT TRAVEL COSTS.**

22 (a) **IN GENERAL.**—Notwithstanding any other provi-
23 sion of law, the total amount which is paid or reimbursed
24 by an agency under subchapter I of chapter 57 of title
25 5, United States Code (relating to travel and subsistence

1 expenses; mileage allowances for official travel by Federal
2 employees) may not, for any of the next 5 fiscal years be-
3 ginning after the date of enactment of this Act, exceed
4 50 percent of the total amount so paid or reimbursed by
5 such agency for the fiscal year in which such date of enact-
6 ment occurs.

7 (b) EXCEPTIONS.—For purposes of carrying out sub-
8 section (a), there shall not be taken into account the
9 amounts paid or reimbursed for—

10 (1) any subsistence or travel expenses for
11 threatened law enforcement personnel, as described
12 in section 5706a of title 5, United States Code; or

13 (2) any other expenses for which an exception
14 is established under subsection (c) for reasons relat-
15 ing to national security or public safety.

16 (c) REGULATIONS.—Any regulations necessary to
17 carry out this section shall, in consultation with the Direc-
18 tor of the Office of Management and Budget, be pre-
19 scribed by the same respective authorities as are respon-
20 sible for prescribing regulations under section 5707 of title
21 5, United States Code.

22 **SEC. 704. REDUCTION IN FEDERAL VEHICLE COSTS.**

23 Notwithstanding any other provision of law—

24 (1) of the amounts made available to the Gen-
25 eral Services Administration for the acquisition of

1 new vehicles for the Federal fleet for fiscal year
2 2011 and remaining unobligated as of the date of
3 enactment of this Act, an amount equal to 20 per-
4 cent of all such amounts is rescinded;

5 (2) for fiscal year 2012 and each fiscal year
6 thereafter—

7 (A) the amount made available to the Gen-
8 eral Services Administration for the acquisition
9 of new vehicles for the Federal fleet shall not
10 exceed an amount equal to 80 percent of the
11 amount made available for the acquisition of
12 those vehicles for fiscal year 2011 (before appli-
13 cation of subsection (a)); and

14 (B) the number of new vehicles acquired
15 by the General Services Administration for the
16 Federal fleet shall not exceed a number equal to
17 50 percent of the vehicles so acquired for fiscal
18 year 2011; and

19 (3) any amounts made available under Public
20 Law 111–5 for the acquisition of new vehicles for
21 the Federal fleet shall be disregarded for purposes of
22 determining the baseline.

1 **SEC. 705. REPEALS OF PROHIBITIONS ON PUBLIC-PRIVATE**
2 **COMPETITIONS FOR CONVERSION TO CON-**
3 **TRACTOR PERFORMANCE OF FUNCTIONS**
4 **PERFORMED BY FEDERAL EMPLOYEES PUR-**
5 **SUANT TO OFFICE OF MANAGEMENT AND**
6 **BUDGET CIRCULAR A-76.**

7 (a) REPEALS IN PUBLIC LAW 111-117.—The fol-
8 lowing provisions of law are repealed:

9 (1) Section 735 of the Financial Services and
10 General Government Appropriations Act, 2010 (divi-
11 sion C of Public Law 111-117; 123 Stat. 3214).

12 (2) Section 743(g) of such Act (123 Stat.
13 3218).

14 (3) Section 212 of the Commerce, Justice,
15 Science, and Related Agencies Appropriations Act,
16 2010 (division B of Public Law 111-117; 123 Stat.
17 3140).

18 (b) A-76 COMPETITIONS.—Notwithstanding any
19 other provision of law, an executive agency may begin,
20 plan for, announce, continue, finish, or approve a study
21 on public-private competition regarding the conversion to
22 contractor performance of any function performed by Fed-
23 eral employees pursuant to Office of Management and
24 Budget Circular A-76 or any other administrative regula-
25 tion, directive, or policy.

1 **SEC. 706. DEAUTHORIZATION OF APPROPRIATIONS TO**
2 **CARRY OUT PPACA AND HCERA.**

3 Notwithstanding any other provision of law, no funds
4 are authorized to be appropriated to carry out the provi-
5 sions of the Patient Protection and Affordable Care Act
6 (Public Law 111–148), the Health Care and Education
7 Reconciliation Act of 2010 (Public Law 111–152), and
8 any amendment made by either such Act.

9 **SEC. 707. RESCISSION OF HEALTH INSURANCE REFORM IM-**
10 **PLEMENTATION FUNDS.**

11 Of the funds made available by section 1005(b) of
12 the Health Care and Education Reconciliation Act of 2010
13 (Public Law 111–152; 42 U.S.C. 18121(b)), the unobli-
14 gated balance is rescinded.

15 **SEC. 708. TAXPAYER-GENERATED DEFICIT REDUCTION.**

16 (a) DESIGNATION OF INCOME TAX PAYMENTS TO
17 REDUCE THE DEFICIT.—

18 (1) DESIGNATION.—Subchapter A of chapter
19 61 of the Internal Revenue Code of 1986 (relating
20 to returns and records) is amended by adding at the
21 end the following new part:

22 **“PART IX—DESIGNATION ON INCOME TAX**
23 **RETURNS FOR REDUCTION OF DEFICIT**

“Sec. 6097. Designation for reduction of the deficit.

1 **“SEC. 6097. DESIGNATION FOR REDUCTION OF THE DEF-**
2 **ICIT.**

3 “(a) IN GENERAL.—Every individual, regardless of
4 income tax liability for the taxable year, may designate
5 that an amount (not less than \$1 and not more than \$10)
6 shall be paid over for the purpose of reducing the deficit
7 of the United States. In the case of a joint return of hus-
8 band and wife, each spouse may so designate an amount.

9 “(b) INCOME TAX LIABILITY.—For purposes of sub-
10 section (a), the income tax liability of an individual for
11 any taxable year is the amount of the tax imposed by
12 chapter 1 on such individual for such taxable year (as
13 shown on his return), reduced by the sum of the credits
14 (as shown in his return) allowable under part IV of sub-
15 chapter A of chapter 1 (other than subpart C thereof).

16 “(c) MANNER AND TIME OF DESIGNATION.—Rules
17 similar to the rules of section 6096(c) shall apply for pur-
18 poses of this section, except that the designation shall be
19 accompanied by the following statement: ‘The Federal
20 budget will be reduced by an amount equal to ten times
21 the amount you elect in the box.’.

22 “(d) AMOUNT INCREASE.—In the case of each tax-
23 able year beginning after 2011, the maximum dollar
24 amount that may be designated under subsection (a) shall
25 be increased by \$1. In the case of a joint return of hus-

1 band and wife, such amount shall increase by \$2 each tax-
2 able year.”.

3 (2) CLERICAL AMENDMENT.—The table of
4 parts for subchapter A of chapter 61 of such Code
5 is amended by adding at the end the following new
6 item:

“PART IX—DESIGNATION OF INCOME TAX PAYMENTS TO REDUCE THE
DEFICIT.”.

7 (3) EFFECTIVE DATE.—The amendments made
8 by this section shall apply to taxable years beginning
9 after December 31, 2010.

10 (b) TAXPAYER-GENERATED SEQUESTRATION OF
11 FEDERAL SPENDING TO REDUCE THE DEFICIT.—

12 (1) SEQUESTRATION TO REDUCE DEFICIT.—
13 Part C of the Balanced Budget and Emergency Def-
14 icit Control Act of 1985 is amended by inserting
15 after section 253 the following new section:

16 **“SEC. 253A. SEQUESTRATION TO REDUCE THE DEFICIT.**

17 **“(a) SEQUESTRATION.—**

18 **“(1) TIMING.—**Within 15 calendar days after
19 the date Congress adjourns to end a session, and on
20 the same day as sequestration (if any) under sec-
21 tions 251, 252, and 253, but after any sequestration
22 required by those sections, there shall be a seques-
23 tration to eliminate the deficit equivalent to the
24 amount calculated under paragraph (2).

1 “(2) CALCULATION.—

2 “(A) OMB CALCULATION.—Before October
3 1st of each calendar year, OMB shall calculate
4 the total amount designated under section 6097
5 of the Internal Revenue Code of 1986.

6 “(B) FEDERAL SPENDING REDUCTION.—
7 In accordance with the deadline under para-
8 graph (1), OMB shall apply an across the board
9 reduction in Federal spending in an amount
10 equal to the product of—

11 “(i) the amount calculated under sub-
12 paragraph (A); and

13 “(ii) 10.

14 “(3) CARRYOVER.—Any amounts not calculated
15 by OMB by the October 1st deadline, as set forth
16 in subparagraph (2)(A), shall be applied to the fol-
17 lowing fiscal year Federal spending reduction pursu-
18 ant to this section.

19 “(b) APPLICABILITY.—

20 “(1) IN GENERAL.—Except as provided by
21 paragraph (2), each account of the United States
22 shall be reduced by a dollar amount calculated by
23 multiplying the level of budgetary resources in that
24 account at that time by the uniform percentage nec-
25 essary to carry out subsection (a). All obligational

1 authority so reduced shall be done in a manner that
2 makes such reductions permanent.

3 “(2) EXEMPT ACCOUNTS.—The following pro-
4 grams shall be exempt from reduction under any
5 order issued under this section:

6 “(A) Benefits payable under the old-age,
7 survivors, and disability insurance program es-
8 tablished under title II of the Social Security
9 Act.

10 “(B) Benefits payable under section 3(a),
11 3(f)(3), 4(a), or 4(f) of the Railroad Retirement
12 Act of 1974.

13 “(C) Benefits payable under title 18 of the
14 Social Security Act.

15 “(D) The rate of pay of any judge or jus-
16 tice appointed pursuant to article III of the
17 Constitution of the United States.

18 “(E) Veterans’ benefits listed under sec-
19 tions 255(b) and 255(f) of the Balanced Budget
20 and Emergency Deficit Control Act of 1985 (2
21 U.S.C. 905(b), 905(f)).

22 “(c) EFFECTIVE DATE.—This section shall apply to
23 calender years beginning after December 31, 2010.”.

1 “(C) The sequestration percentage nec-
2 essary to achieve the required reduction in ac-
3 counts under section 253A(a).”; and

4 (D) in subsection (f), by redesignating
5 paragraphs (4) and (5) as paragraphs (5) and
6 (6), respectively, and by inserting after para-
7 graph (3) the following new paragraph:

8 “(4) REPORTS ON SEQUESTRATION TO REDUCE
9 THE DEFICIT.—The final reports shall contain all of
10 the information contained in the deficit taxation des-
11 ignation report required on October 1.”.

12 (3) EFFECTIVE DATE.—Notwithstanding sec-
13 tion 275(b) of the Balanced Budget and Emergency
14 Deficit Control Act of 1985, the expiration date set
15 forth in that section shall not apply to the amend-
16 ments made by this Act. On the date specified in
17 section 253A of the Balanced Budget and Emer-
18 gency Deficit Control Act of 1985, as amended by
19 this section, the President shall issue an order fully
20 implementing the sequestration required by section
21 253A of such Act, as amended by this section. This
22 order shall be effective on issuance.

1 **SEC. 709. LIMITATION ON FUNDS TO IMPLEMENT CERTAIN**
2 **HEALTH CARE LAWS.**

3 The Continuing Appropriations Act, 2011 (Public
4 Law 111–242), as amended by section 101, is amended
5 by adding at the end the following:

6 “SEC. 167. No appropriations or funds made avail-
7 able or authority granted pursuant to section 101(b)(1)
8 may be used to carry out any program under, promulgate
9 any regulation pursuant to, or defend against any lawsuit
10 challenging any provision of Public Law 111–148 or Pub-
11 lic Law 111–152 or any amendment made by either such
12 Public Law.”.