#### Union Calendar No. 255

108TH CONGRESS 2D SESSION

### H.R.3973

[Report No. 108-442]

To amend part C of the Balanced Budget and Emergency Deficit Control Act of 1985 to extend the discretionary spending limits and pay-as-you-go through fiscal year 2009.

#### IN THE HOUSE OF REPRESENTATIVES

March 16, 2004

Mr. Nussle introduced the following bill; which was referred to the Committee on the Budget

March 19, 2004

Reported with an amendment, committed to the Committee of the Whole
House on the State of the Union, and ordered to be printed
[Strike out all after the enacting clause and insert the part printed in italic]
[For text of introduced bill, see copy of bill as introduced on March 16, 2004]

#### A BILL

To amend part C of the Balanced Budget and Emergency Deficit Control Act of 1985 to extend the discretionary spending limits and pay-as-you-go through fiscal year 2009.

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

#### 1 SECTION 1. SHORT TITLE.

2	This Act may be cited as the "Spending Control Act					
3	of 2004".					
4	SEC. 2. EXTENSION OF DISCRETIONARY SPENDING LIMITS.					
5	(a) Discretionary Spending Limits.—(1) Section					
6	251(c)(2) of the Balanced Budget and Emergency Deficit					
7	Control Act of 1985 is amended by inserting a dash aft					
8	"2005", by redesignating the remaining portion of such					
9	paragraph as subparagraph (B) and by moving it two em					
10	to the right, and by inserting after the dash the following					
11	new subparagraph:					
12	"(A) for the general purpose discretionary					
13	category: \$ in new budget authority					
14	and \$ in outlays; and".					
15	(2) Section 251(c)(3) of the Balanced Budget and					
16	Emergency Deficit Control Act of 1985 is amended by in-					
17	serting a dash after "2006", by redesignating the remaining					
18	portion of such paragraph as subparagraph (B) and by					
19	moving it two ems to the right, and by inserting after the					
20	dash the following new subparagraph:					
21	"(A) for the general purpose discretionary					
22	category: \$ in new budget authority					
23	and \$ in outlays; and".					
24	(3) Section 251(c) of the Balanced Budget and Emer-					
25	gency Deficit Control Act of 1985 is amended by redesig-					
26	nating paragraphs (4) through (9) as paragraphs (7)					

1	through (12) and inserting after paragraph (3) the fol-					
2	lowing new paragraphs:					
3	"(4) with respect to fiscal year 2007 for the gen-					
4	eral purpose discretionary category: \$ in					
5	new budget authority and \$ in outlays;					
6	"(5) with respect to fiscal year 2008 for the gen-					
7	eral purpose discretionary category: \$ in					
8	new budget authority and \$ in outlays; and					
9						
10	eral purpose discretionary category: \$ in					
11	new budget authority and \$ in outlays;".					
12						
13	Balanced Budget and Emergency Deficit Control Act of					
14	1985 is amended by adding at the end the following new					
15	subsection:					
16	"(d) Advance Appropriations.—In any of fiscal					
17	years 2005 through 2009, discretionary advance appropria-					
18	tions provided in appropriation Acts in excess of					
19	\$ shall be counted against the discretionary					
20	spending limits for the fiscal year for which the appropria-					
21	tion Act containing the advance appropriation is enacted.".					
22	SEC. 3. EXTENSION OF PAY-AS-YOU-GO REQUIREMENT.					
23	(a) Purpose.—Section 252(a) of the Balanced Budget					
24	and Emergency Deficit Control Act of 1985 is amended to					
25	read as follows:					

"(a) Purpose.—The purpose of this section is to as-1 sure that any legislation that is enacted before October 1, 2009, that causes a net increase in direct spending will trigger an offsetting sequestration.". 5 (b) Timing.—Section 252(b)(1) of the Balanced Budget and Emergency Deficit Control Act of 1985 is amended by striking "any net deficit increase" and all that follows 8 through "2002," and by inserting "any net increase in direct spending enacted before October 1, 2009,". 10 (c) Calculation of Direct Spending Increase.— 11 Section 252(b)(2) of the Balanced Budget and Emergency Deficit Control Act of 1985 is amended— 13 (1) by striking "deficit" the first place it ap-14 pears and inserting "direct spending"; 15 (2) in subparagraph (A) by striking "and re-16 ceipts"; 17 (3) in subparagraph (C) by striking "and re-18 ceipts"; and 19 (4) by amending the heading to read as follows: 20 "Calculation of direct spending increase.—". 21 (d) Conforming Amendments.—(1) The heading of section 252(c) of the Balanced Budget and Emergency Def-

icit Control Act of 1985 is amended to read as follows:

"Eliminating a Direct Spending Increase.—".

23

- (2) Paragraphs (1), (2), and (4) of section 252(d) of 1 the Balanced Budget and Emergency Deficit Control Act of 1985 are amended by striking "or receipts" each place 4 it appears. 5 (3) Section 252(e) of the Balanced Budget and Emergency Deficit Control Act of 1985 is amended by striking "or receipts" and by striking ", outlays, and receipts" and 8 inserting "and outlays". 9 (4) Section 254(c)(3) of the Balanced Budget and Emergency Deficit Control Act of 1985 is amended— 10 11 (A) in subparagraph (A) by striking "net deficit 12 increase or decrease" and by inserting "net increase 13 or decrease in direct spending": 14 (B) in subparagraph (B) by striking "amount of 15 deficit increase or decrease" and by inserting "in-16 crease or decrease in direct spending"; and 17 (C) in subparagraph (C) by striking "a deficit 18 increase" and by inserting "an increase in direct 19 spending". 20 SEC. 4. DEFINITIONS.
- 21 (a) In General.—Section 250(c) of the Balanced
- Budget and Emergency Deficit Control Act of 1985 is
- amended by adding at the end the following new para-
- 24 graphs:

1	"(20) The term 'advance appropriation' means					
2	appropriations that first become available one fisca					
3	year or more beyond the fiscal year for which an a					
4	propriation Act making such funds available is e					
5	acted.					
6	"(21)(A) Except as provided by subparagraph					
7	7 (B), the term 'emergency requirement' means of					
8	provision that provides new budget authority and r					
9	Sulting outlays for a situation that poses a threat					
10	life, property, or national security and is—					
11	"(i) sudden, quickly coming into being, and					
12	2 not building up over time;					
13	"(ii) an urgent, pressing, and compelling					
14	need requiring immediate action;					
15	"(iii) subject to subparagraph (B), unfore-					
16	seen, unpredictable, and unanticipated; and					
17	"(iv) not permanent, temporary in nature.					
18	"(B) An emergency that is part of an aggregate					
19	level of anticipated emergencies, particularly when					
20	normally estimated in advance, is not unforeseen.".					
21	(b) Contingency Operations Related to Global					
22	WAR ON TERRORISM.—Section 251(b)(2) of the Balanced					
23	Budget and Emergency Deficit Control Act of 1985 is					
24	amended by adding at the end the following new subpara-					
25	graph:					

"(I) Contingency operations related 1 2 TO GLOBAL WAR ON TERRORISM.—If supplemental appropriations for discretionary accounts 3 4 are enacted for contingency operations related to the global war on terrorism that, pursuant to 5 6 this subparagraph, the President designates as a 7 contingency operation related to the global war 8 on terrorism and the Congress so designates in 9 statute, the adjustment shall be the total of such 10 appropriations in discretionary accounts so des-11 ignated and the outlays flowing in all fiscal 12 years from such appropriations.".

13 (c) Conforming Amendment.—The second sentence 14 of section 250(c)(4)(A) of the Balanced Budget and Emer-15 gency Deficit Control Act of 1985 is amended to read as 16 follows: "The general purpose discretionary category shall 17 consist of accounts designated in the joint explanatory 18 statement of managers accompanying the conference report 19 on the Spending Control Act of 2004.".

#### 20 SEC. 5. PROJECTIONS UNDER SECTION 257.

- 21 Section 257(c) of the Balanced Budget and Emergency 22 Deficit Control Act of 1985 is amended by inserting after 23 paragraph (6) the following new paragraph:
- "(7) EMERGENCIES.—New budgetary resources
   designated under section 251(b)(2)(A) or 251(b)(2)(I)

shall not be assumed beyond the fiscal year for which 1 2 they have been enacted.". 3 SEC. 6. EXCEPTION FOR OUTLAY COMPONENTS OF EXPIR-4 ING RECEIPTS LEGISLATION. 5 Section 252(d)(4) of the Balanced Budget and Emergency Deficit Control Act of 1985 is amended by striking "and" at the end of subparagraph (A), by striking the period and inserting "; and" at the end of subparagraph (B), 8 and by adding at the end the following new subparagraph: 10 "(C) extending provisions in the Economic Growth and Tax Relief Reconciliation Act of 11 12 2001 or provisions in sections 101 through 104, 13 section 202, or sections 301 and 302 of the Jobs 14 and Growth Tax Relief Reconciliation Act of 15 2003.". 16 SEC. 7. REPORTS. 17 Subsections (c)(2) and (f)(2)(A) of section 254 of the Balanced Budget and Emergency Deficit Control Act of 18 1985 are amended by striking "2002" and inserting 19 20 "2009". 21 SEC. 8. EXPIRATION. 22 Section 275(b) of the Balanced Budget and Emergency 23 Deficit Control Act of 1985 is amended by striking "2002" and inserting "2009" and by striking "2006" and inserting "2013". 25

1	SEC. 9. TECHNICAL CORRECTIONS TO THE BALANCED							
2	BUDGET AND EMERGENCY DEFICIT CONTROL							
3	ACT OF 1985.							
4	Part C of the Balanced Budget and Emergency Deficit							
5	Control Act of 1985 is amended as follows:							
6	(1) In section 250(a), strike "SEC. 256. GE.							
7	ERAL AND SPECIAL SEQUESTRATION							
8	RULES" and insert "Sec. 256. General and special							
9	sequestration rules" in the item relating to section							
10	256.							
11	(2) In subparagraphs (F), (G), (H), (I), (I), and							
12	(K) of section $250(c)(4)$ , insert "subparagraph" after							
13	"described in" each place it appears.							
14	(3) In section 250(c)(18), insert "of" after "ex							
15	penses".							
16	(4) In section 251(b)(1)(A), strike "committees"							
17	the first place it appears and insert "Committees".							
18	(5) In section $251(b)(1)(C)(i)$ , strike "fiscal							
19	years" and insert "fiscal year".							
20	(6) In section $251(b)(1)(D)(ii)$ , strike "fiscal							
21	years" and insert "fiscal year".							
22	(7) In section $252(b)(2)(B)$ , insert "the" before							
23	"budget year".							
24	(8) In section $252(c)(1)(C)(i)$ , strike "paragraph							
25	(1)" and insert "subsection (b)".							

1	(9) In section $254(c)(3)(A)$ , strike "subsection"						
2	and insert "section".						
3	(10) In section $254(f)(4)$ , strike "subsection" an						
4	insert "section" and strike "sequesterable" and inser						
5	"sequestrable".						
6	(11) In section $255(g)(1)(B)$ , move the fourteent						
7	undesignated clause 2 ems to the right.						
8	(12) In section $255(g)(2)$ , insert "and" after the						
9	semicolon at the end of the next-to-last undesignated						
10	clause.						
11	(13) In section 255(h)—						
12	(A) strike "and" after the semicolon in th						
13	ninth undesignated clause;						
14	(B) insert "and" after the semicolon at the						
15	end of the tenth undesignated clause; and						
16	(C) strike the semicolon at the end and in-						
17	sert a period.						
18	(14) In section $256(k)(1)$ , strike "paragraph (5)"						
19	and insert "paragraph (6)".						
20	(15) In section $257(b)(2)(A)(i)$ , strike						
21	"differenes" and insert "differences".						

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