1 MORNINGSIDE PARTNERS, LLC

2 MARKUP OF H.R. 3773, THE "RESPONSIBLE ELECTRONIC 3 SURVEILLANCE THAT IS OVERSEEN, REVIEWED AND 4 EFFECTIVE ACT OF 2007"; H.R. 3678, THE "INTERNET 5 TAX FREEDOM ACT OF 2007"; H.R. 2830, THE "COAST 6 GUARD AUTHORIZATION ACT OF 2007"; H.R. 3564, 7 THE "REGULATORY IMPROVEMENT ACT OF 2007"; H.R. 2405, 8 THE "PROUD TO BE AN AMERICAN CITIZEN ACT"; H.R. 2884, 9 THE "KENDELL FREDERICK CITIZENSHIP ASSISTANCE ACT"; 10 H.R. 1512, TO AMEND THE IMMIGRATION AND NATIONALITY 11 ACT TO PROVIDE FOR COMPENSATION TO STATES 12 INCARCERATING UNDOCUMENTED ALIENS CHARGED 13 WITH A FELONY OR TWO OR MORE MISDEMEANORS; 14 H.R. 1312, THE "ARTS REQUIRE TIMELY SERVICE 15 (ARTS) ACT"; AND H.R. 3387, TO UPDATE AND IMPROVE 16 THE CODIFICATION OF TITLE 46, UNITED STATES CODE 17 Wednesday, October 10, 2007 18 House of Representatives, 19 Committee on the Judiciary, 20 Washington, D.C.

21 The committee met, pursuant to call, at 10:21 a.m., in Room 22 2141, Rayburn House Office Building, Hon. John Conyers 23 [chairman of the subcommittee] presiding.

Present: Representatives Conyers, Berman, Boucher,
Nadler, Scott, Watt, Lofgren, Jackson Lee, Waters, Delahunt,
Wexler, Sanchez, Cohen, Johnson, Sutton, Gutierrez, Sherman,
Baldwin, Weiner, Schiff, Davis, Wasserman Schultz, Ellison,
Smith, Sensenbrenner Jr., Coble, Gallegly, Goodlatte, Chabot,
Lungren, Cannon, Keller, Issa, Pence, Forbes, King, Feeney,
Franks, Gohmert, and Jordan.

31 Staff present: Perry Apelbaum, Staff Director-Chief 32 Counsel; Ted Kalo, General Counsel-Deputy Staff Director; 33 Joseph Gibson, Chief Minority Counsel; George Slover, 34 Legislative Counsel-Parliamentarian; and Anita L. Johnson, 35 Clerk. 36 Chairman Conyers. [Presiding.] The committee will come 37 to order.

38 Without objection, the chair is authorized to declare a 39 recess, if necessary.

40 We do have several measures on our agenda today, and we 41 begin, of course, with H.R. 3773, FISA Restore.

42 If I may begin my comments. Six years ago, the 43 administration unilaterally chose to engage in warrantless 44 surveillance of American citizens without court review. That 45 decision, to put it charitably, created a legal and political 46 quagmire.

47 Officials resigned. The program was found to be riddled 48 with errors. It was shut down for several weeks. Officials 49 rushed to the hospital to ask a sick man to reauthorize it, 50 over his deputy's objections, and vital prosecutorial 51 resources were diverted.

52 Most importantly, our own citizens questioned whether 53 their own government was operating within the confines of the 54 law.

Two months ago, when that scheme appeared to be breaking for down, the administration pushed, literally, the Congress to accept an equally flawed statute. This new law gutted the power of the FISA court. It granted the administration broad prew powers to engage in warrantless searches within the O United States, including physical searches of our homes, 61 computers, offices and medical records.

62 The law contained no meaningful oversight whatsoever.
63 The legislation before us today seeks to once again
64 strike an appropriate balance between needed government
65 authority and our precious rights and liberties. It tells
66 the government they need no warrant when foreign agents
67 communicate with other foreigners. It reiterates that
68 warrants are needed when Americans are being targeted.

69 The bill also allows the interception of communications 70 of foreign targets who may communicate with United States 71 citizens or persons.

72 However, it insists that procedures be in place,
73 approved by the FISA court, to ensure that no American is
74 being targeted and that his or her privacy is protected.
75 The bill also provides for several critical safeguards.
76 We include periodic audits by the inspector general. We
77 narrow the scope of the authority to protect against threats
78 to our national security and we protect the privacy of
79 Americans traveling abroad. We also sunset the legislation
80 in December of 2009.

Importantly, the bill has no retroactive immunity for telecommunications carriers. Until we receive the underlying documents relating to their conduct from the administration, and we have been waiting for in excess of 9 months for that to happen, we cannot even begin to consider this request.

To those who would claim that this bill is weak on 87 terrorism, I only have this to say-protecting the civil 88 rights and liberties of Americans does not show weakness, but 89 strength.

90 What the terrorists fear most is our Constitution and 91 our values, and that is what this bill protects.

92 To those who say that the bill is too weak on civil 93 liberties, I must say that if you trust an independent court 94 and have faith in congressional oversight, these liberties 95 will not be jeopardized. That premise is the premise our 96 democracy was founded on and that is exactly what this bill 97 does.

98 I am now privileged to introduce the ranking member of 99 this committee, the gentleman from Texas, Lamar Smith, for 100 his opening comments.

101 Mr. Smith. Thank you, Mr. Chairman.

Mr. Chairman, foreign terrorists want to destroy our 103 country. We are at war with them, and they continue to plot 104 deadly attacks. Our intelligence community must have the 105 necessary tools to detect and disrupt such attacks.

106 In August, Congress enacted the Protect American Act.
107 The director of national intelligence, Admiral McConnell,
108 explained that the act was needed to restore the intelligence
109 community's ability to collect foreign intelligence
110 information to protect our country.

111 The majority acceded to Admiral McConnell's request, but 112 included a 180-day sunset provision. Since then, we have had 113 two full committee hearings on this subject. At those 114 hearings, the director of national intelligence, Admiral 115 McConnell, and the justice department testified that prior to 116 the Protect America Act, the intelligence community was not 117 collecting approximately two-thirds of the foreign 118 intelligence information that it had previously.

119 Recent legal interpretations that required the 120 government to obtain Foreign Intelligence Surveillance Act 121 court orders for overseas surveillance caused the substantial 122 reduction in gaining intelligence.

123 In addition, the director testified in support of the 124 administration's FISA modernization proposal that was 125 submitted last April. The majority never acted on the 126 director's request.

127 The majority's new proposal, introduced yesterday, 128 ignores Admiral McConnell's suggestions and his testimony at 129 the oversight hearing.

130 We have an urgent need to modernize FISA.

131 Telecommunications technology has evolved rapidly in the last132 30 years. Terrorists' tactics change constantly in response133 to our efforts to disrupt their plots.

134 Essential tools that we use must be modernized to keep135 up with the changing environment. The American people

136 understand what is at stake. Nearly 60 percent of Americans 137 polled on the subject of FISA reform supported the Protect 138 America Act. Less than 35 percent opposed it.

139 The simple fact is that Americans support surveillance140 of foreign terrorists.

141 The majority's FISA proposal raises a number of 142 concerns. I will address five problems with the bill. Crime 143 Subcommittee Ranking Member Forbes and Constitutional 144 Subcommittee Ranking Member Franks will outline additional 145 problems with the majority's proposal.

146 First, the majority's proposal requires the intelligence 147 community to obtain FISA court orders for foreign 148 communications of persons reasonably believed to be outside 149 the United States.

150 Since it was enacted in 1978, FISA never required the 151 government to acquire court orders for such communications 152 and the legislative history and subsequent court decisions 153 support that view.

Extending constitutional protections under the Fourth 155 Amendment to terrorists, spies and other enemies overseas is 156 an unprecedented act that will threaten our country's 157 security.

At the oversight hearing, Admiral McConnell called this solution "unworkable and impractical." This was because of the need to collect and analyze foreign intelligence 161 information on a timely basis so that threats can be 162 identified and acted upon before they occur.

Second, the majority's proposal omits any liability Second, the majority's proposal omits any liability for the protection for telephone companies and other carriers that assisted the government after September 11, 2001. These companies deserve our thanks. They do not deserve a flurry for lawsuits seeking access to documents, the disclosure of high which would harm our country.

169 Third, the majority's proposal injects the FISA court 170 into reviewing and approving the intelligence community's 171 procedures for, one, minimization and, two, guidelines for 172 determining that there is a reasonable basis to believe that 173 the telephone is located outside the United States.

174 This unprecedented move will burden the intelligence 175 community with court review of operational details. That 176 will only delay FISA court approval of surveillance orders, 177 all to the detriment of our security.

178 Fourth, the majority's proposal authorizes the FISA 179 court to conduct wholesale reviews of how the intelligence 180 community, "acquires, retains and disseminates foreign 181 intelligence information."

182 The FISA court plays a critical role in providing 183 judicial review of the government's FISA applications, but 184 this proposed expansion gives the court a super supervision 185 rule that is inappropriate and unnecessary.

Fifth, the majority's proposal inexplicably creates a new sunset, December 31, 2009. If Congress needs to change 188 the law, then it should do so notwithstanding any sunset. 189 Terrorists do not lay down their arms or change their 190 objectives when a sunset fast approaches and neither should 191 the United States threaten to abandon tools on a date certain 192 in the future.

As currently drafted, the majority's proposal ignores 194 well established practices governing the collection of 195 foreign intelligence information which will enhance our 196 enemies' ability to carry out deadly plots.

Mr. Chairman, I will yield back the balance of my time.
Chairman Conyers. And I thank the gentleman from Texas
for his opening statement.

And for 2.5 minutes, I recognize the chairman of the 201 Constitution Subcommittee, the gentleman from New York, Jerry 202 Nadler.

203 Mr. Nadler. Thank you, Mr. Chairman.

I am pleased to join you in introducing the Restore Act 205 of 2007. This legislation will, as the name implies, restore 206 the proper role of the Foreign Intelligence Surveillance 207 Court in the maintenance of our national security 208 infrastructure.

209 Let's get the terms of this debate clear before we
210 begin. No one and certainly not this bill is suggesting that

211 our government should not listen to the terrorists to find 212 out what they are doing and plotting. Anyone who can read 213 will see that this bill does not inhibit the government's 214 ability to spy on terrorists or on suspected terrorists.

This bill gives our intelligence agencies the tools they 216 have told us they need to make us safe and gives the FISA 217 court the tools it needs to ensure that the extraordinary 218 powers we are giving to the intelligence community are used 219 correctly and consistently with our laws and our 220 Constitution.

The American people expect that their government will keep us all safe and free. We have survived all previous threats that way and we will survive the war on terror that way.

This bill will not require intelligence agencies to stop 226 listening to terrorists. It will never require that our 227 intelligence agencies go out and get individualized warrants 228 for terrorists located outside the United States.

It will provide reasonable secret court oversight to 230 ensure that when our government starts spying on Americans, 231 it does so lawfully by getting a warrant from the secret 232 foreign intelligence court. It also puts an end to this 233 administration's well worn "trust me" routine.

234 It says the FISA court will supervise many things that 235 right now go completely unsupervised and we have to take on

236 faith from the administration, and we have learned we can 237 take on faith nothing from this administration.

Congress will receive independent reports on how the act congress will receive independent reports on how the act area is working and what our government is doing. This administration's pension for secrecy and aversion to administration's pension for secrecy and aversion to an accountability will come to an end, at least in this area. And, finally, let me say a word about retroactive area immunity. If the administration broke the law, if it broke the law and if it asked telecom communications to break the law and if they broke the law, they should be subject to lawsuits, and if they didn't break the law, that is why they have millions of dollars worth of lawyers and that is why we have courts to determine whether they broke the law.

To retroactively immunize anybody and say, "If you broke 251 the law, it is okay, we don't want to know about it," is to 252 surrender the rule of law. We heard a lot about the rule of 253 law about 10 years ago in this room. It is crucial that 254 especially in an era when the administration uses the State 255 Secrets Doctrine to prevent people who think they were 256 illegally wiretapped from bringing a lawsuit, it is crucial 257 that private suits against telecommunications companies be 258 permitted, because only that way can the courts determine 259 whether, in fact, the administration broke the law, whether, 260 in fact, the telecommunications broke the law. And if they did, they should be held accountable. If 262 they didn't, let the courts find that out. We shouldn't 263 short-circuit that and we certainly shouldn't say that, "You 264 are free to break the law if an administration asks you to in 265 the name of national security."

266 If the administration says, "We are breaking the law.
267 Why don't you join us," you have a responsibility to say no.
268 Otherwise, you have lawless administrations like this one
269 getting away with even more than they have.

270 Thank you, Mr. Chairman. I yield back the balance of my 271 time.

272 Chairman Conyers. I thank the gentleman from New York.
273 I now will recognize the ranking member of the
274 Constitution Committee, the gentleman from Arizona, Mr. Trent
275 Franks, for another 2.5 minutes.

276 Mr. Franks. Well, thank you, Mr. Chairman.

277 Mr. Chairman, it bears repeating that jihadists,

278 terrorists, spies and other enemies of freedom are committed 279 to killing Americans and to destroying our way of life, and 280 that vigilance is our greatest asset in this war against the 281 most dangerous ideology we have ever faced as Americans.

This day and every day, Al Qaida continues to plot 283 deadly attacks against this nation. This Congress should be 284 giving the director of national intelligence the tools 285 necessary to protect this nation. This is not a theoretical 286 exercise. This is a matter of life and death.

287 Unfortunately, the majority's Restore Act does not help 288 the intelligence community. Unfortunately, Mr. Chairman, it 289 helps terrorists. The Restore Act is an unprecedented 290 proposal that extends Fourth Amendment right protections to 291 foreign terrorist targets.

We should all stop for a moment to consider the irony 293 that under this bill, Osama Bin Laden, a terrorist whose life 294 mission is to destroy the American way of life, that in terms 295 of surveillance, he will now enjoy the same constitutional 296 protections that the founding fathers intended for the 297 citizens of this nation.

The Restore Act will now require that the intelligence community has to secure a FISA court order to intercept telephone communications between two terrorist targets outside the United States. This proposal blatantly ignores the deadly realities facing this country and our historic struggle against jihadist terrorism and it would grant new and unprecedented "rights" to foreign terrorists, to the 305 detriment of our nation's security.

306 If the majority has its way on this bill, foreign 307 terrorists, spies and enemies of freedom will gain rights 308 they have never in history had before and Americans will face 309 only a greater terrorist danger. It may someday far 310 overshadow the tragedy of 9/11.

311 And if this is a preview of what majority leadership for 312 our country looks like, we can expect more threats and less 313 security all for temporary partisan gain.

If we are truly to provide for the security of this anation, it is imperative that the intelligence community has the flexibility to monitor foreign terrorist threats and if the majority insists on forcing this flawed proposal through rather than simply passing the desperately needed FISA reform proposal put forth by the administration, the intelligence community will be prevented from carrying out their vital role in protecting America and future generations will wonder why we debated bills like this that weakened America in the face of such an obvious threat to human peace.

324 Mr. Chairman, I yield back.

325 Chairman Conyers. I thank the gentleman.

326 I now recognize the chairman of the Subcommittee on 327 Crime, the distinguished gentleman from Virginia, Bobby 328 Scott, for the same amount of time.

Mr. Scott. Thank you, Mr. Chairman, and I appreciate 330 your leadership and efforts to address the warrantless 331 surveillance under the Foreign Intelligence Surveillance Act, 332 or FISA, and for introducing the bill that corrects many of 333 the shortcomings of the bill that passed the House last 334 August.

335 The Restore Act establishes a strong framework, much

336 stronger than the administration's Protect Act, to fight 337 terrorism effectively, while providing the appropriate 338 safeguards to protect personal privacy.

339 I do have a couple of concerns that I will introduce 340 amendments to address, but there are several important 341 clarifications made in the bill before us.

One important change in the Restore Act is it draws the add appropriate distinctions based on the physical location and types of targets. There has never been any controversy over the fact that surveillance directed at people all of whom are overseas does not need any warrant at all and this bill rightly clarifies that no court orders are required for the government to conduct surveillance on foreign targets outside the United States, even if the technical surveillance is So conducted on U.S. soil.

But if surveillance is intentionally conducted on a U.S. But if surveillance is intentionally conducted on a U.S. person, this bill makes it clear that the government needs to apply for an individual warrant to conduct that surveillance. Second, the bill removes vague and overbroad language Second, the bill removes vague and overbroad language that would allow the wiretapping of conversations without a second if the communication was concerning a foreign target. That, by its own wording, suggests that if two citizens are in the United States talking about somebody overseas, that you could wiretap that without a warrant.

360 The bill before us makes it clear that the persons

361 involved in the communications must be overseas, not just the 362 subject of their conversation must be overseas.

Finally, the Restore Act goes a step further than the administration's bill and only allows for this expanded wiretapping authority in cases involving intelligence if it specifically relates to national security as opposed to the over-expansive foreign intelligence.

368 Foreign intelligence could include trade deals or 369 anything of general foreign affairs activities. If we are 370 talking about national security, let's limit it to national 371 security.

372 Mr. Chairman, we do not have to sacrifice constitutional 373 protections or trust this administration to secretly protect 374 the rights of Americans without any public accountability to 375 fight terrorism. So it is important to note that everything 376 the administration can do under its own bill, it can do under 377 this bill. We just provide a little modicum of oversight to 378 ensure that the laws are being obeyed.

379 Thank you, Mr. Chairman.

380 Chairman Conyers. Thank you, Mr. Scott.

381 I am now pleased to recognize our final presenter in 382 opening statements, the distinguished gentleman from 383 Virginia, the ranking member of the Crime Committee, Randy 384 Forbes.

385 Mr. Forbes. Thank you, Mr. Chairman.

Mr. Chairman, in August, Congress passed the Protect 387 America Act and it was bipartisanship at its best, defending 388 America. Unfortunately, the bill offered by the majority 389 today reverses not only the common sense provisions in the 390 bipartisan efforts of the Protect America Act, but it also 391 reverses 30 years of foreign intelligence gathering under 392 FISA.

I know they had enormous pressure put on them by liberal 394 interest groups across the globe to reverse what was done 395 here to defend America just 2 months ago, but this is not the 396 place to fold.

397 It is ironic that the majority has titled their bill the 398 Restore Act, when, in fact, it restores nothing. It rolls 399 back the intelligence clock when our enemies are facing 400 forward to destroy us.

401 It is imperative that the intelligence community have 402 the flexibility to monitor foreign terrorists so that our 403 nation is safe. Requiring specific applications and 404 authority for surveillance of foreign terrorists will impose 405 burdens and delays, with possible catastrophic consequences.

406 The safety of Americans depends on responsible action by 407 Congress. Al Qaida will not rest, will not lay down its arms 408 or relent in its commitment to killing Americans.

409 As Ranking Member Smith mentioned, the Restore Act is 410 replete with problems, some of which I will briefly mention.

411 Hopefully, the majority will try again and act responsibly by 412 redrafting this bill.

413 First, the majority's proposal would, for the first 414 time, require a court order for foreign targets overseas. 415 Congress passed the Protect America Act in August to 416 specifically state that a court order is not required for 417 foreign targets overseas.

418 It is incomprehensible why the majority, just 2 months 419 later, has done a complete reversal and, with one stroke of 420 the pen, has effectively and practically gutted 30 years of 421 foreign intelligence collection.

The Restore Act also requires the Justice Department's inspector general to conduct quarterly audits of the intelligence community's compliance with the requirements of the new act and an audit of all surveillance activities conducted without a warrant after September 11, 2001.

We respect the DOJ/IG's work on a number of issues.
We respect the DoJ/IG's work on a number of issues.
However, the Department of Justice inspector general does not
have the expertise or knowledge of the FISA process, the
intelligence community's activities and inner workings of
various agencies to be able to conduct meaningful reviews.
Moreover, the intelligence agencies already have
inspector generals that conduct regular audits and will
continue to do so, even if this provision was enacted.
Second, the majority's proposal requires the director of

436 national intelligence and the Justice Department to submit 437 reports every 120 days on foreign surveillance operations, 438 including any instance of noncompliance with any court 439 requirement.

440 The director and Justice Department are already required 441 to provide detailed information on such surveillance to the 442 intelligence committees and there is no need to increase that 443 requirement.

444 These are just examples of the many problems with the 445 bill. The majority needs to rethink and reanalyze this 446 proposal. There simply is too much at stake.

447 I yield back the balance of my time.

Chairman Conyers. I thank the gentleman from Virginia.
The chair welcomes other statements of the members that
will be included in the record.

451 Are there any amendments?

452 For what purpose does the gentleman from New York seek 453 recognition?

454 Mr. Nadler. Mr. Chairman, I have an amendment at the
455 desk, which I offer on behalf of myself and Ms. Jackson Lee.
456 Chairman Conyers. The clerk will report the amendment,
457 please.

458 The Clerk. Amendment to H.R. 3773, offered by Mr.459 Nadler of New York and Ms. Jackson Lee. Page 10, line 1-

460 [The amendment by Mr. Nadler and Ms, Jackson Lee

- 461 follows:]
- 462 ********* INSERT **********

463 Chairman Conyers. Without objection, the amendment is
464 considered as read and the gentleman from New York is
465 recognized in support of his amendment.

466 Mr. Nadler. Thank you, Mr. Chairman.

467 Mr. Chairman, this amendment is simple. It would 468 require the FISA court to conduct-the amendment would improve 469 court oversight over the government's compliance with the 470 FISA court's orders.

471 The amendment would accomplish three objectives. One, 472 it would require the FISA court to conduct its assessment of 473 compliance with its order. The current draft uses the term 474 "may" instead of "shall." That says that "shall" conduct 475 this assessment of compliance.

476 Secondly, it would expand the scope of the assessment to 477 include all three of the guidelines the administration is 478 required to submit to the FISA court. The three guidelines 479 are, one, procedures to ensure that the targets of 480 surveillance are located outside the United States; two, 481 minimization procedures to regulate dissemination of 482 information about U.S. persons collected; and, three, 483 guidelines to ensure that the government obtains an 484 individualized FISA warrant when the target is located in the 485 United States.

486 As drafted, the bill gives the FISA court the option to 487 assess compliance with the second and the third of the three 488 I just mentioned at the time of the original application and 489 at any time during the life of the application.

490 This amendment would make it mandatory, not optional, on 491 the court and would require it on all three, not just two and 492 three. The third one that would be added is the procedures 493 to ensure that the targets of surveillance are located 494 outside the United States.

495 So I think it is a perfecting amendment. I urge its 496 adoption

497 I yield back.

498 Mr. Forbes. Mr. Chairman?

499 Chairman Conyers. Mr. Forbes?

500 Mr. Forbes. Mr. Chairman, move to strike the last word.501 Chairman Conyers. The gentleman is recognized.

502 Mr. Forbes. We will oppose this amendment. The 503 gentleman was right in stating that it does make this 504 mandatory, but it eliminates judicial discretion to determine 505 when assessments of compliance are needed.

We are putting additional burdens on the court here, 507 which is already overtaxed, and on the intelligence community 508 and it is important to note that minimizations are not 509 normally done case by case. Normally, they are standards and 510 do not need to be reviewed individually each and every time.

511 I don't think the amendment is needed and I hope we will 512 reject it. 513 Ms. Jackson Lee. Mr. Chairman?

514 Chairman Conyers. Who seeks recognition?

515 Ms. Jackson Lee. Mr. Chairman?

516 Chairman Conyers. Yes. The gentlelady from Texas, 517 Sheila Jackson Lee?

518 Ms. Jackson Lee. Mr. Chairman, I am happy to join Mr. 519 Nadler in this amendment and thank him for this very 520 constructive improvement.

521 I would certainly respectfully disagree, as we are 522 showing great respect today in this hearing room, on the 523 minority's interpretation of this underlying legislation.

524 In fact, we restore our commitment to the four corners 525 of the FISA bill. We restore the protection to the American 526 people. We restore the engagement of the federal court to 527 provide us with the constructive tools to protect America.

528 And it is interesting, on the fifth anniversary of the 529 war in Iraq, that we move this bill forward so that maybe we 530 can begin to go after the target, Osama Bin Laden.

531 But Mr. Nadler's amendment improves the bill in three 532 ways. First, it requires the FISA court to conduct this 533 assessment of compliance. "Shall" is substituted for the 534 current permissive draft language, "may."

535 Second, the amendment expands the scope of the 536 assessment to include all three of the procedures, guidelines 537 described above, not just two and three. And, finally, the 538 amendment removes the limitations on the actions the FISA 539 court can take in conducting this assessment.

540 It is a fair balance of the strength of the FISA court 541 to ensure that intelligence authorities get what they need to 542 get and that they are able to surveil, but at the same time, 543 it gives Americans the appropriate comfort level that 544 recognizes the responsibilities of the Constitution.

545 The bottom line is that the Nadler amendment recognizes 546 the indispensable function of the FISA court and empowers it 547 to act as an Article 3 court, as it is expected to do under 548 our Constitution.

549 It is not a rubberstamp for the administration or, as 550 well, it is not a bottleneck to prevent us from finding 551 terrorists. It is a careful validator of the lawful process 552 of the constitutional system of government, the executive 553 power, on one hand, and, of course, the responsibility of 554 being the guardian of individual rights and liberties, on the 555 other hand.

556 I would ask my colleagues to support his amendment and I 557 yield back.

558 Chairman Conyers. Thank you very much.

559 Mr. Lungren. Mr. Chairman?

560 Chairman Conyers. Mr. Lungren is recognized.

561 Mr. Lungren. I rise to oppose the amendment.

562 Chairman Conyers. The gentleman is recognized.

563 Mr. Lungren. Mr. Chairman, with all due respect to the 564 chair, the tenor of the debate and consideration of this 565 issue was framed by the chairman's opening statement, in 566 which he referred to the signal important issue of 6 years 567 ago being the administration's actions to listen in on 568 American citizens' conversations.

569 I thought and most of the American people think the 570 signal important episode of 6 years ago was 9/11 and that 571 shows you how this debate has changed.

572 Some seem to fear more from their own government than 573 they do the terrorists who would try to destroy us, our 574 government included, and the suggestion is that we look at 575 what the administration did in a vacuum as if suddenly the 576 president woke up one morning and said, "You know, I need to 577 have more information on people and, boy, I think I need more 578 information on American citizens."

579 That is a complete distortion of the facts as we know 580 them to be historically. We were attacked on our shores, the 581 worst attack since Pearl Harbor, some would say an attack 582 worse than Pearl Harbor because of the number of casualties 583 suffered on American soil.

In response to that, as evidenced by the conclusions of 585 the 9/11 commission, we discovered that we had been blinded 586 in terms of our intelligence-gathering around the world. 587 We had insufficient information. We had insufficient

588 analysts. We had insufficient ability to reach conclusions 589 to allow us to connect the dots that were out there, and many 590 of those dots are uncovered only by the kinds of 591 communications envisioned by those who are discussing this 592 law, the FISA law.

And now we have moved from a position in which we had a 594 Democratic president, President Carter, whose attorney 595 general at that time, Griffin Bell, testified before the 596 House and the Senate that the fact that the president has 597 authority as commander in chief to gather foreign 598 intelligence with respect to those who do us harm and while 599 that administration supported the creation of FISA, they 600 indicated that they understood the natural tension that 601 exists between the executive branch and the legislative 602 branch in this regard.

And that is why, in many cases, compromises were reached for recognizing the prerogatives of both branches of government. for And now we have an amendment which will give basically a for third branch of government, that is, the courts, the for judiciary, the superior position in making a determination as for how we adequately protect our nation by gathering that for information that allows us to connect the dots, to do the for preventive medicine to stop us from having people killed in for the United States.

612 The court system does a very good job in terms of making

613 determinations as to guilt or innocence with respect to 614 crimes committed in the United States.

The court system does not do as good a job in trying to 616 save America from those who would attempt to try and destroy 617 us, that is, enemy combatants and, in this unusual war in 618 which we are engaged, unlawful enemy combatants.

619 And the bill that was passed by this Congress and signed 620 by the president, under which the law now exists, was an 621 effort to try, in my judgment, to reach an adequate 622 compromise.

Unfortunately, this bill goes beyond that and this 624 amendment goes even beyond this bill in basically creating a 625 construct that we have never had before, in which, of all 626 three branches of government, we now say the federal courts 627 are the ones given the authority by the Constitution to make 628 the final determination in this arena.

And I would suggest it is overreach, it is overkill. 630 And I would just hope that despite the feelings that some on 631 the other side have about the present administration and the 632 comments that they have made, that they would understand that 633 the Constitution is carefully constructed, that it does give 634 certain authorities to certain branches of government because 635 of the nature of the actions that they have.

And in this case, for us, in the first place, to require637 a court order in instances in which there is a reasonable

638 belief that the surveillance is directed at the accusation of 639 communications of a person reasonably believed, as I say, 640 located outside the United States, goes beyond all reason. 641 And then to say, on top of that, we are going to have 642 the courts not use their discretion, but mandate that they 643 make the specific decision with respect to the procedures 644 that have been used in gathering this information goes far 645 beyond any measure of balance that I can see in the 646 Constitution or in efforts of previous administrations, both 647 Democrat and Republican.

And I would hope that in the pell-mell rush to try and 649 paint this administration as attempting, out of its own mind, 650 to go after American citizens, that we would step back and 651 realize what we are doing here. We are biting off more than 652 we can chew with respect to a proper interpretation of the 653 Constitution, and I would oppose this amendment moving us 654 further in that direction.

655 Chairman Conyers. I thank the gentleman. And I must 656 point out to him a problem. Maybe he didn't hear me.

657 I did not point out that this was the signal issue, but 658 that this 6 years ago is the story of our program. And so I 659 wasn't at all suggesting that this was more important than 660 9/11 itself.

661 Mr. Lungren. I thank the chairman. I am glad he 662 recognized 9/11. 663 Chairman Conyers. Well, I am glad you recognize what I 664 actually said.

665 Mr. Scott is recognized, before we go to a vote.
666 Mr. Scott. Mr. Chairman, I yield to the gentleman from
667 New York.

668 Mr. Nadler. I thank the gentleman for yielding.
669 Mr. Chairman, I just want to say that the rhetoric on
670 this bill and this amendment is a little disturbing.

671 Everybody in this Congress, everybody in this committee,
672 both sides of the aisle, are committed to defeating the
673 terrorists and to protecting the American people.

674 Everybody recognizes the awfulness of what happened in 675 my district on September 11. Everyone wants to protect us 676 from further damage. Everyone wants to have surveillance and 677 wiretapping and spying on terrorists and suspected 678 terrorists, everybody.

679 So let's cut out the rhetoric about we don't understand 680 that. The question is under what protections of American 681 liberty will we conduct the necessary surveillance and the 682 necessary wiretapping and the necessary spying.

Do we continue in the American tradition and say that no 684 administration, no president, no public official is an angel 685 or can be trusted to be an angel and can be trusted with this 686 power without some sort of checks and balances, without some 687 sort of court review?

688 The other side of the aisle seems to be saying, "No, 689 trust the administration." The administration seems to be 690 saying, "Trust the administration." The so-called Protect 691 America Act said, "Trust the administration."

692 This act says, "Trust the administration to be human 693 beings, not to be perfect, to be fallible, perhaps to be 694 tempted to cut corners in the service of a good end, but to 695 the detriment of liberty and privacy unnecessarily."

696 This bill says, "Let us subject the administration, as 697 is our entire tradition since Magna Carta, to judicial 698 oversight. Let the FISA court, a secret court, oversee this 699 process."

That is essentially what this bill does and that is 701 essentially all it does. And that is in our tradition. It 702 gives the administration the power-it modernizes the old law. 703 It says that foreign-to-foreign communications can be 704 wiretapped without warrants, but it says it is subject, 705 everything is subject to review, in the first instance, by 706 the court and ultimately by the secret FISA court, and 707 ultimately by reports to the Congress.

708 That is essentially the change it makes.

Now, I want to point out specifically, with respect to 710 the remarks of the previous gentleman, that the existing law 711 that was passed, that the administration proposed that was 712 passed in August already authorizes court review of targeting

713 already and Admiral McConnell, the director of national 714 intelligence, at a House Intelligence Committee hearing just 715 last month, signed off on the concept of court review of 716 minimization procedures.

717 So these provisions of the bill should not be startling 718 and should not raise questions that they would tie the hands 719 of the administration when the administration says they would 720 not.

721 I thank the gentleman for yielding to me and I yield 722 back to him.

723 Mr. Scott. I yield back, Mr. Chairman.

724 Chairman Conyers. The chair is prepared to call for the 725 question.

726 All those in favor of the Nadler amendment, signify by 727 saying "aye."

728 Those opposed, signify by saying "no."

729 In the opinion of the chair, the ayes have it and the 730 amendment is agreed to.

731 Mr. Forbes. Mr. Chairman, on that we, as ask for a732 recorded vote, please.

733 Chairman Conyers. Mr. Forbes asks for a recorded vote734 and the clerk will call the roll.

735 The Clerk. Mr. Chairman?

736 Chairman Conyers. Aye.

737 The Clerk. Mr. Chairman votes aye.

- 738 Mr. Berman?
- 739 Mr. Berman. Aye.
- 740 The Clerk. Mr. Berman votes aye.
- 741 Mr. Boucher?
- 742 [No response.]
- 743 Mr. Nadler?
- 744 Mr. Nadler. Aye.
- 745 The Clerk. Mr. Nadler votes aye.
- 746 Mr. Scott?
- 747 Mr. Scott. Aye.
- 748 The Clerk. Mr. Scott votes aye.
- 749 Mr. Watt?
- 750 Mr. Watt. Aye.
- 751 The Clerk. Mr. Watt votes aye.
- 752 Ms. Lofgren?
- 753 Ms. Lofgren. Aye.
- 754 The Clerk. Ms. Lofgren votes aye.
- 755 Ms. Jackson Lee?
- 756 Ms. Jackson Lee. Aye.
- 757 The Clerk. Ms. Jackson Lee votes aye.
- 758 Ms. Waters?
- 759 Ms. Waters. Aye.
- 760 The Clerk. Ms. Waters votes aye.
- 761 Mr. Delahunt?
- 762 Mr. Delahunt. Aye.

- 763 The Clerk. Mr. Delahunt votes aye.
- 764 Mr. Wexler?
- [No response.]
- 766 Ms. Sanchez?
- 767 Ms. Sanchez. Aye.
- 768 The Clerk. Ms. Sanchez votes aye.
- 769 Mr. Cohen?
- 770 Mr. Cohen. Aye.
- 771 The Clerk. Mr. Cohen votes aye.
- 772 Mr. Johnson?
- 773 Mr. Johnson. Aye.
- 774 The Clerk. Mr. Johnson votes aye.
- 775 Ms. Sutton?
- 776 Ms. Sutton. Aye.
- 777 The Clerk. Ms. Sutton votes aye.
- 778 Mr. Gutierrez?
- [No response.]
- 780 Mr. Sherman?
- 781 [No response.]
- 782 Ms. Baldwin?
- 783 [No response.]
- 784 Mr. Weiner?
- 785 Mr. Weiner. Aye.
- 786 The Clerk. Mr. Weiner votes aye.
- 787 Mr. Schiff?

- 788 Mr. Schiff. Aye.
- 789 The Clerk. Mr. Schiff votes aye.
- 790 Mr. Davis?
- 791 Mr. Davis. Aye.
- 792 The Clerk. Mr. Davis votes aye.
- 793 Ms. Wasserman Schultz?
- 794 Ms. Wasserman Schultz. Aye.
- 795 The Clerk. Ms. Wasserman Schultz votes aye.
- 796 Mr. Ellison?
- 797 Mr. Ellison. Aye.
- 798 The Clerk. Mr. Ellison votes aye.
- 799 Mr. Smith?
- 800 Mr. Smith. No.
- 801 The Clerk. Mr. Smith vote no.
- 802 Mr. Sensenbrenner?
- 803 Mr. Sensenbrenner. No.
- 804 The Clerk. Mr. Sensenbrenner votes no.
- 805 Mr. Coble?
- 806 Mr. Coble. No.
- 807 The Clerk. Mr. Coble votes no.
- 808 Mr. Gallegly?
- 809 [No response.]
- 810 Mr. Goodlatte?
- 811 Mr. Goodlatte. No.
- 812 The Clerk. Mr. Goodlatte votes no.

813	Mr. Chabot?
814	[No response.]
815	Mr. Lungren?
816	Mr. Lungren. No.
817	The Clerk. Mr. Lungren votes no.
818	Mr. Cannon?
819	Mr. Cannon. No.
820	The Clerk. Mr. Cannon votes no.
821	Mr. Keller?
822	Mr. Keller. No.
823	The Clerk. Mr. Keller votes no.
824	Mr. Issa?
825	[No response.]
826	Mr. Pence?
827	Mr. Pence. No.
828	The Clerk. Mr. Pence votes no.
829	Mr. Forbes?
830	Mr. Forbes. No.
831	The Clerk. Mr. Forbes votes no.
832	Mr. King?
833	Mr. King. No.
834	The Clerk. Mr. King votes no.
835	Mr. Feeney?
836	Mr. Feeney. No.
837	The Clerk. Mr. Feeney votes no.

- 838 Mr. Franks?
- 839 Mr. Franks. No.
- 840 The Clerk. Mr. Franks votes no.
- 841 Mr. Gohmert?
- 842 Mr. Gohmert. No.
- 843 The Clerk. Mr. Gohmert votes no.
- 844 Mr. Jordan?
- 845 Mr. Jordan. No.
- 846 The Clerk. Mr. Jordan votes no.
- 847 Chairman Conyers. Ms. Baldwin?
- 848 Ms. Baldwin. Aye.
- 849 The Clerk. Ms. Baldwin votes aye.
- 850 Chairman Conyers. Mr. Boucher?
- 851 Mr. Boucher. Aye.
- 852 The Clerk. Mr. Boucher votes aye.
- 853 Chairman Conyers. Mr. Gutierrez?
- 854 Mr. Gutierrez. Aye.
- 855 The Clerk. Mr. Gutierrez votes aye.
- 856 Chairman Conyers. Mr. Wexler?
- 857 Mr. Wexler. Aye.
- 858 The Clerk. Mr. Wexler votes aye.
- 859 Chairman Conyers. Mr. Sherman?
- 860 Mr. Sherman. Aye.
- 861 The Clerk. Mr. Sherman votes aye.
- 862 Chairman Conyers. Are there other members that wish to

863 cast or change their vote?

864 The clerk will report.

865 The Clerk. Mr. Chairman, 23 members voted aye, 14866 members voted nay.

867 Chairman Conyers. The amendment carries.

868 The chair recognizes the ranking member of the 869 Constitution Committee, Mr. Forbes.

870 Mr. Forbes. Mr. Chairman, I have an amendment at the 871 desk.

872 Chairman Conyers. Crime Committee.

873 Mr. Forbes. It is all right, Mr. Chairman. I have an874 amendment at the desk.

875 Chairman Conyers. The clerk will report the amendment.
876 The Clerk. Amendment in the nature of a substitute to
877 H.R. 3773, offered by Mr. Forbes.

878 [The amendment by Mr. Forbes follows:]

879 ********* INSERT *********

880 Mr. Forbes. Mr. Chairman, I move that we waive the 881 reading of the amendment.

Chairman Conyers. Without objection, so ordered.
And the gentleman is recognized in support of his
amendment.

885 Mr. Forbes. Thank you.

886 Mr. Chairman, as you know, I appreciate both your 887 friendship and have enormous respect for you and as I take 888 your words at the opening, I think they have framed this 889 debate very clearly for the American people.

If we looked at the people sitting in here today Istening to this debate, most of them have decided which side of this issue they are on before they come in here, as, unfortunately, have most of the members sitting up here, and it is difficult for the American people, when they are listening to the debate, to really get out of the weeds and say, "What is this all about?"

And I think your terminology puts it in very good 898 perspective, something my friend from California mentioned 899 just a minute ago, when you said, "If you trust the courts, 900 then you will have no problem with this act."

901 Now, Mr. Chairman, that misses the point about what this902 bill does and about why we are here today.

903 I trust my wife, but I don't trust her with the 904 intelligence gathering for the United States of America to

905 defend our troops in the field. And our judges do great 906 work, but they are not entrusted, they are not trained to 907 gather the intelligence to defend America.

And, Mr. Chairman, I would tell you this. When our 909 troops are in the field fighting to defend their troops, our 910 troops, fighting to defend their country, our country, they 911 don't trust the judges to gather the intelligence that are 912 going to help them do that and keep them safe. They entrust 913 and they trust our intelligence community.

914 Why, in a time when our enemies are rushing forward as 915 rapidly as possible to develop new ways to kill us and to 916 destroy us, do we want to roll back the intelligence clock 917 baffles me.

918 I will just give you four points that I think are very 919 clear. First, the Protect America Act that we passed in 920 August of this year was a bipartisan agreement. It was a 921 bipartisan act, or it could have never been passed, that was 922 designed to protect America.

923 Secondly, the act before us today will reduce the amount 924 of intelligence that we are gathering, not increase it.

925 Thirdly, we are at a time when we need more intelligence 926 if we are going to stay safe and we are not at a time when we 927 need less intelligence.

928 And that is why we need to reject this bill and support 929 my amendment.

930 Mr. Chairman, my amendment is an amendment in the nature 931 of a substitute. It is the administration's proposed FISA 932 Modernization Act of 2007. The administration submitted this 933 proposal to Congress in April.

934 It is imperative that Congress act responsibly and give 935 the director of national intelligence the authority he needs 936 to conduct foreign intelligence information and protect our 937 country.

938 When Congress drafted FISA in 1978, it framed critical 939 definitions, most importantly, the definition of electronic 940 surveillance, in terms of the specific communications 941 technology and use at the time.

As a result, application of FISA depends heavily on the 943 technology used to communicate. Sweeping changes in 944 telecommunications technology have occurred since 1978 and 945 these changes were not and could not have been anticipated by 946 Congress.

947 The bill would amend the definition of electronic 948 surveillance in a manner that restores FISA's original focus 949 on the domestic communications of persons within the United 950 States. Importantly, the amended definition would not depend 951 on the technologies now in use and would continue to maintain 952 the right focus as technology changes.

953 The bill also streamlines the FISA application process.954 It would eliminate the unnecessary burden that the current

955 statute places on the government. Applications should 956 contain only the information the FISA court needs to make its 957 determination.

The bill would provide liability protection to 959 communications providers that are alleged to have assisted 960 the government with authorized intelligence activities since 961 9/11. Those companies, as the ranking member said, deserve 962 our appreciation, not a deluge of lawsuits.

963 In addition, the bill would amend the definition of 964 agent of a foreign power to allow surveillance of non-U.S. 965 persons who possess significant foreign intelligence 966 information.

967 The bill also would modify the definition to include 968 persons who engage in the proliferation of weapons of mass 969 destruction.

970 Finally, the bill would provide for the transfer of 971 cases involving the legality of classified communications 972 intelligence activities from regular courts to the FISA 973 court. This will help protect classified information and 974 allow cases to proceed before the court most familiar with 975 communications intelligence activities and most practiced in 976 safeguarding the type of national security information 977 involved.

978 These reforms are long overdue. They should be debated 979 without exaggerated claims of abuse or misleading claims of 980 threats to civil liberties. Such a debate must also address 981 the importance to all Americans of living in a safe and 982 secure country.

983 And if and when we have another attack on the country, I 984 will tell you, Mr. Chairman, we are going to wish we had more 985 intelligence, not less intelligence on our enemies.

986 And I yield back the balance of my time.

987 Chairman Conyers. I thank the gentleman from Virginia 988 for offering the amendment in the nature of a substitute and 989 I rise in opposition, respectfully, against the substitute, 990 and here is why.

991 I oppose this substitute amendment, which essentially 992 seeks to make a flawed administration proposal permanent and 993 add in telecommunications immunity.

994 In other words, this very clever substitute not only 995 seals the fate of the August 5 proposal which brought us back 996 to the table, but it goes even further. It suffers from many 997 of the same infirmities as that legislation does.

998 It, first, guts the power of the FISA court. That is 999 what this is about. This is what we are really debating 1000 today. It guts the power of the FISA court and would 1001 essentially grant the administration carte blanche to listen 1002 in on communications involving American citizens. That is 1003 why we are here, to stop it.

1004 It would appear to allow the administration to engage in

1005 warrantless searches within the United States. We are here 1006 to stop it.

1007 It also contains hardly any meaningful oversight 1008 whatsoever. We are here to increase it.

1009 The substitute includes none of the checks and balances 1010 included in the underlying bill, no protection against 1011 reverse targeting, no new safeguards for Americans' privacy. 1012 There are no audits by the inspector general.

1013 Now, this proposal is not limited to threats against-1014 threats to our national security, as the underlying bill 1015 does. There is no language to protect the privacy of 1016 Americans traveling abroad. There is no sunset.

1017 So we would be making a highly controversial provision 1018 of August 5 permanent with additional provisions that go even 1019 further than the one that we are hopefully coming here today, 1020 from our point of view, to correct.

1021 Now, I would also note that included in this proposal is 1022 retroactive immunity for telecommunications carriers. Again, 1023 there is no basis for this grant of immunity and the 1024 administration has not even bothered to give us the 1025 underlying documents. Why? Especially if they really want 1026 retroactive immunity, it seems to me that is the least that 1027 they could do.

1028 So for those very important reasons, I urge rejection of 1029 this substitute amendment.

1030 And I return any time not used.

1031 The gentleman from Texas, Ranking Member Lamar Smith?1032 Mr. Smith. Thank you, Mr. Chairman.

Mr. Chairman, I strongly support this amendment in the 1034 nature of a substitute. Last month, the director of national 1035 intelligence, Admiral McConnell, called on the committee and 1036 Congress to enact the FISA proposal submitted to Congress in 1037 April.

1038 The Protect America Act passed in August was a good 1039 first step. Now it is time for Congress to affirmatively and 1040 permanently-

1041 Mr. Nadler. Mr. Chairman, could you ask the speaker to 1042 speak into the mike, please?

1043 Mr. Smith. I thought I was, but I will speak even 1044 louder.

1045 The Protect America Act passed in August was a good 1046 first step. Now it is time for Congress to affirmatively and 1047 permanently reform FISA to bring it in line with the 21st 1048 century technology.

Mr. Chairman, while I support the entire amendment in 1050 the nature of a substitute, I want to focus my comments on 1051 one aspect of particular importance that the pending 1052 amendment addresses.

1053 The underlying legislation fails to address the numerous 1054 lawsuits that telecommunications providers are facing as a 1055 result of their alleged activities in support of the 1056 government's efforts after September 11 to prevent another 1057 terrorist attack.

1058 Companies that cooperate with the government in the war 1059 on terror deserve our appreciation and protection, not 1060 politically motivated litigation.

1061 Nearly 50 lawsuits across the country have been filed by 1062 liberal interest groups to penetrate the State Secrets 1063 Doctrine and get their hands on highly sensitive classified 1064 information.

1065 Allowing these lawsuits risks the exposure of state 1066 secrets and threatens our national security.

1067 Many federal statutes, including FISA, currently provide 1068 litigation protection to communications providers for their 1069 compliance with government requests for intelligence 1070 information. Extending this additional liability protection, 1071 therefore, is neither unprecedented nor unwarranted.

1072 In this instance, allowing these suits to remain pending 1073 for years on end and exposing the classified intelligence 1074 threatens the lives and safety of numerous employees working 1075 for these companies overseas, as well as their complex 1076 telecommunications networks.

1077 This amendment extends common sense liability protection 1078 to communication providers who, in good faith, relied on 1079 directives or orders from the government to assist the

1080 government with intelligence activities intended to protect 1081 the United States from another terrorist attack.

1082 Mr. Chairman, I urge my colleagues to join me in1083 supporting this amendment in the nature of a substitute.

1084 I yield back the balance of my time.

1085 Chairman Conyers. Thank you.

1086 The chair recognizes the Constitution Committee1087 chairman, Jerry Nadler.

1088 Mr. Nadler. Thank you, Mr. Chairman.

1089 I rise in opposition to the substitute, the so-called 1090 substitute amendment by Mr. Forbes.

1091 I start with the affirmative point. The Democratic 1092 bill, the bill before us, gives the administration everything 1093 it says it needs in terms of the actual tools to collect 1094 intelligence.

1095 It is striking that nearly every comment from the 1096 minority today is directed at process and procedures, not at 1097 the substance of the tools that we seek to make available to 1098 the executive branch to protect this country's security. 1099 We have heard virtually no comments to suggest that the 1100 administration would not receive every tool that it needs. 1101 The amendment fails to address the excesses that were in the 1102 so-called Protect America Act. Most fundamentally, it fails 1103 to protect the rights of Americans to be free of electronic 1104 surveillance by the executive branch when there is no 1105 supervision or awareness by either of the other branches of 1106 government.

1107 Our history as a country has taught us that we cannot 1108 permit any executive to have unchecked secret power to invade 1109 the secret and private lives of American citizens.

We face serious challenges and threats, but as stated by 1111 no less than Justice O'Connor, former Justice O'Connor, 1112 hardly a fire-breathing radical, "We have long since made 1113 clear that a state of war is not a blank check for the 1114 president when it comes to the rights of the nation's 1115 citizens."

1116 The substitute amendment is little more than the 1117 administration's request for unchecked powers, free of any 1118 meaningful scrutiny and oversight, and it must be denied.

1119 The gentleman from Texas says that the American people 1120 trust the intelligence professionals. Yes, they do and so do 1121 I. I trust the intelligence professionals to do everything 1122 possible to gather necessary intelligence.

We must trust the courts to protect our liberty. We do 1124 not trust the intelligence professionals to protect our 1125 liberty. That is not their prime function. We need both 1126 intelligence and liberty. We need both intelligence 1127 professionals gathering the intelligence and courts 1128 safeguarding our liberty.

1129 That is why the Constitution establishes a system of

1130 checks and balances. The Protect America Act forgot about 1131 the second half of that equation. It forgot about allowing 1132 the courts to protect our liberty.

1133 The substitute amendment continues that forgetfulness. 1134 The bill before us restores that American tradition so that 1135 we can gather all the intelligence we need, because we are 1136 indeed in a serious conflict, we must have that intelligence, 1137 but we must have court supervision to make sure that that 1138 intelligence is gathered in a manner consistent with the 1139 Constitution, with our laws and with our liberties.

1140 That is the essence of this bill and the essence of the 1141 reason why this amendment must be rejected.

1142 Let me add a word in response to the ranking member's 1143 comments on retroactive immunity.

He said that when companies cooperate in protecting us, 1145 they should not be subject to politically motivated lawsuits. 1146 Well, no one should be subject to politically motivated 1147 lawsuits. But it is up to the courts to decide when a 1148 lawsuit is politically motivated or frivolous or meritorious. 1149 That is why we have courts. That is their job.

1150 It is not our job as a Congress to decide that a 1151 telecommunications company was patriotically cooperating in a 1152 lawful endeavor to help the war on terror or was engaged in a 1153 criminal conspiracy with a lawless administration to violate 1154 our liberties and violate our laws. It is not our job. That

1155 is the job of the court.

And if some people think that they broke the law, that 1157 the administration broke the law, that the telecommunication 1158 company broke the law, they should sue and the court should 1159 throw them out of court if they don't have the evidence to 1160 prove that the law was broken and should grant them damages 1161 if the evidence is there to prove that the law was broken. 1162 That is why we have courts and those courts making those 1163 decisions are our only protection from any administration, 1164 not necessarily this one, from any executive having 1165 untrammeled power over our liberties and violating our 1166 liberties and pressuring private companies to conspire with 1167 them to violate our liberties and our laws.

The courts offer us protection against that. We must 1169 let the process work itself through, let the courts decide 1170 whether these companies, or some of them, were acting 1171 patriotically, with nobility and legally, or whether they 1172 were breaking the law.

1173 That is the court's function. We should not usurp the 1174 court's function by granting retroactive immunity.

1175 Why don't we simply say that we are going to grant 1176 retroactive immunity to a named list of accused rapists or 1177 murderers? Because we know better. We don't do that in this 1178 country and we should not start now.

1179 Thank you. I yield back. And I urge the defeat of this

1180 amendment.

1181 I yield back.

1182 Chairman Conyers. Thank the gentleman from New York.
1183 The chair is pleased to recognize the distinguished
1184 gentleman from California, Mr. Dan Lungren.

Mr. Lungren. Thank you very much, Mr. Chairman. Let me get this right. We are attacked on 9/11.
Evidently, the 9/11 commission discovered that we didn't have all of the laws and procedures we needed to connect the dots.
In the aftermath of 9/11, the administration scrambled
to try and assert all resources possible to try and find out
who was trying to kill us, who was trying to attack us here
1192 and around the world.

1193 They discovered that there was a lot of chatter out 1194 there and we needed help in collecting that chatter. So they 1195 went to the communications companies and they said, "We need 1196 help to protect us against these terrorists that we weren't 1197 prepared to protect ourselves against. Will you help us?" 1198 And they said, "You think the American people are in danger? 1199 We will assist you. We will respond to your request."

Now, several years later, a number of groups decide that new are going to solve this problem of terror by lawsuits. And are we going to sue the terrorists? No, we are going to new are going to sue the terrorists that responded patriotically to the request of a government that was hampered by the laws

1205 that we had, that we all agreed were inadequate to the 1206 challenge at that time.

1207 Now, let's think about this, if we deny this retroactive 1208 immunity. We have another occasion where we are under 1209 attack. We discover we don't have all the laws that we 1210 needed, all of the procedures necessary to collect that 1211 information.

We go to some companies and we say, "We need your help 1213 immediately to respond to this imminent threat to the United 1214 States, the greatest threat we have had since World War II," 1215 and they say, "Well, we would like to help you, but we might 1216 be sued and we have heard members of Congress say, 'Well, we 1217 have got millions of dollars worth of lawyers, so we can 1218 respond to that later.' So you are on your own."

1219 What is missing here? It seems to me we have shifted 1220 our focus on the enemy or the presumed enemy or the presumed 1221 bad guy. Now, I realize that there almost is a visceral 1222 reaction to anything this administration does by some on the 1223 other side, that they use the word "unlawful, illegal, not 1224 bound by the Constitution," all those sorts of things.

1225 And then when we say, "That appears to be what you are 1226 doing," they say, "Oh, no, no, no, we are talking about any 1227 administration whatsoever."

1228 Well, let's talk about the facts. We were attacked on 1229 9/11. We needed to try and find out who was out there trying

1230 to kill us. We asked for assistance by American companies. 1231 American companies responded in a patriotic way and now we 1232 say, "You are on your own, buddy. Go through all these 1233 lawsuits. And you don't have the State Secrets Doctrine to 1234 defend yourselves."

1235 I don't know about you, but I find that kind of strange, 1236 passing strange, at least.

1237 And now let me go to the essence of the gentleman's 1238 substitute. It, yes, makes permanent the law change that we 1239 made just a couple of months ago. It is different than the 1240 so-called Restore Act. And the so-called Restore Act has two 1241 main parts to it.

1242 The first part says foreign-to-foreign communications, 1243 you don't have to have a warrant, notwithstanding anything in 1244 this act. And then it says, in the next major section, not 1245 withstanding anything in this act, when you have a foreign 1246 communication, a foreign target in a foreign country, you 1247 have to have, you have to go through the procedure, you have 1248 to go to the courts.

And so what is the first part but a fig leaf? It is a 1250 fig leaf because Admiral McConnell told us that doesn't work. 1251 That is exactly the state of the law that has existed since 1252 the FISA court decision earlier this year that blinded us to 1253 between one-half and two-thirds of the target information 1254 that we needed.

1255 Now, I am not an expert on this, but Admiral McConnell 1256 appears to be. He was President Clinton's head of the NSA. 1257 He told us that formulation does not work.

So what we have said for the first time in history now, 1259 when you have a foreign target, who you presume is going to 1260 be talking to foreigners, but may occasionally talk to 1261 someone in the United States, and that would cover, as we 1262 have been told, half to two-thirds of all our targets out 1263 there, you have got to go get a warrant-unprecedented in the 1264 history of the United States.

1265 That is the essential problem with the bill before us. 1266 That is the problem which is fixed by the gentleman from 1267 Virginia's substitute amendment. That is the most important 1268 part of this entire debate.

1269 It either works or it doesn't work and according to 1270 Admiral McConnell, the precise language that is contained in 1271 the majority's underlying bill does not work, closes our 1272 eyes, puts us at danger.

1273 Chairman Conyers. Thank you, Mr. Lungren.

1274 Before I respectfully call for a vote, could I point out 1275 that no indemnity lies against telecommunications companies 1276 in the future. So it isn't that we don't want to grant the 1277 kind of retroactive immunity. We don't know what to grant it 1278 on. We have been refused the documents.

1279 And if you would join me in looking at, just on the very

1280 first page, the very first section, notwithstanding any other 1281 provision of this act, a court order is not required for the 1282 acquisition of the contents of any communication between 1283 persons that are not United States persons and are not 1284 located within the United States.

1285 And so, ladies and gentlemen of the committee, I would 1286 ask all who support the substitute amendment to indicate by 1287 saying "aye."

1288 Thank you.

1289 I now ask all of those opposed to the amendment, please 1290 indicate by saying "no."

Mr. Smith. Mr. Chairman, may we have a recorded vote?
Chairman Conyers. A recorded vote has been multiply
requested and the clerk will call the roll.

1294 The Clerk. Mr. Chairman?

1295 Chairman Conyers. No.

1296 The Clerk. Mr. Chairman votes no.

1297 Mr. Berman?

1298 Mr. Berman. No.

1299 The Clerk. Mr. Berman votes no.

1300 Mr. Boucher?

1301 Mr. Boucher. No.

1302 The Clerk. Mr. Boucher votes no.

1303 Mr. Nadler?

1304 Mr. Nadler. No.

- 1305 The Clerk. Mr. Nadler votes no.
- 1306 Mr. Scott?
- 1307 Mr. Scott. No.
- 1308 The Clerk. Mr. Scott votes no.
- 1309 Mr. Watt?
- 1310 Mr. Watt. No.
- 1311 The Clerk. Mr. Watt votes no.
- 1312 Ms. Lofgren?
- 1313 Ms. Lofgren. No.
- 1314 The Clerk. Ms. Lofgren votes no.
- 1315 Ms. Jackson Lee?
- 1316 Ms. Jackson Lee. No.
- 1317 The Clerk. Ms. Jackson Lee votes no.
- 1318 Ms. Waters?
- 1319 Ms. Waters. No.
- 1320 The Clerk. Ms. Waters votes no.
- 1321 Mr. Delahunt?
- 1322 Mr. Delahunt. No.
- 1323 The Clerk. Mr. Delahunt votes no.
- 1324 Mr. Wexler?
- 1325 Mr. Wexler. No.
- 1326 The Clerk. Mr. Wexler votes no.
- 1327 Ms. Sanchez?
- 1328 Ms. Sanchez. No.
- 1329 The Clerk. Ms. Sanchez votes no.

1330	Mr. Cohen?
1331	[No response.]
1332	Mr. Johnson?
1333	[No response.]
1334	Ms. Sutton?
1335	Ms. Sutton. No.
1336	The Clerk. Ms. Sutton votes no.
1337	Mr. Gutierrez?
1338	[No response.]
1339	Mr. Sherman?
1340	Mr. Sherman. No.
1341	The Clerk. Mr. Sherman votes no.
1342	Ms. Baldwin?
1343	Ms. Baldwin. No.
1344	The Clerk. Ms. Baldwin votes no.
1345	Mr. Weiner?
1346	Mr. Weiner. No.
1347	The Clerk. Mr. Weiner votes no.
1348	Mr. Schiff?
1349	Mr. Schiff. No.
1350	The Clerk. Mr. Schiff votes no.
1351	Mr. Davis?
1352	Mr. Davis. No.
1353	The Clerk. Mr. Davis votes no.
1354	Ms. Wasserman Schultz?

- 1355 Ms. Wasserman Schultz. No.
- 1356 The Clerk. Ms. Wasserman Schultz votes no.
- 1357 Mr. Ellison?
- 1358 Mr. Ellison. No.
- 1359 The Clerk. Mr. Ellison votes no.
- 1360 Mr. Smith?
- 1361 Mr. Smith. Aye.
- 1362 The Clerk. Mr. Smith vote aye.
- 1363 Mr. Sensenbrenner?
- 1364 Mr. Sensenbrenner. Aye.
- 1365 The Clerk. Mr. Sensenbrenner votes aye.
- 1366 Mr. Coble?
- 1367 Mr. Coble. Aye.
- 1368 The Clerk. Mr. Coble votes aye.
- 1369 Mr. Gallegly?
- [No response.]
- 1371 Mr. Goodlatte?
- 1372 Mr. Goodlatte. Aye.
- 1373 The Clerk. Mr. Goodlatte votes aye.
- 1374 Mr. Chabot?
- 1375 [No response.]
- 1376 Mr. Lungren?
- 1377 Mr. Lungren. Aye.
- 1378 The Clerk. Mr. Lungren votes aye.
- 1379 Mr. Cannon?

- 1380 Mr. Cannon. Aye.
- 1381 The Clerk. Mr. Cannon votes aye.
- 1382 Mr. Keller?
- 1383 Mr. Keller. Aye.
- 1384 The Clerk. Mr. Keller votes aye.
- 1385 Mr. Issa?
- [No response.]
- 1387 Mr. Pence?
- 1388 Mr. Pence. Aye.
- 1389 The Clerk. Mr. Pence votes aye.
- 1390 Mr. Forbes?
- 1391 Mr. Forbes. Aye.
- 1392 The Clerk. Mr. Forbes votes aye.
- 1393 Mr. King?
- 1394 Mr. King. Aye.
- 1395 The Clerk. Mr. King votes aye.
- 1396 Mr. Feeney?
- 1397 Mr. Feeney. Aye.
- 1398 The Clerk. Mr. Feeney votes aye.
- 1399 Mr. Franks?
- 1400 Mr. Franks. Aye.
- 1401 The Clerk. Mr. Franks votes aye.
- 1402 Mr. Gohmert?
- 1403 Mr. Gohmert. Aye.
- 1404 The Clerk. Mr. Gohmert votes aye.

- 1405 Mr. Jordan?
- 1406 Mr. Jordan. Aye.

1407 The Clerk. Mr. Jordan votes yes.

1408 Chairman Conyers. Are there members in the chamber who 1409 have not cast a vote?

1410 Mr. Cohen?

1411 Mr. Cohen. No.

1412 The Clerk. Mr. Cohen votes no.

1413 Chairman Conyers. Anyone else?

1414 The clerk will report.

1415 The Clerk. Mr. Chairman, 14 members voted aye, 211416 members voted nay.

1417 Chairman Conyers. The amendment fails.

1418 And the chair recognizes the gentlelady from Texas, Ms.
1419 Sheila Jackson Lee.

1420 Ms. Jackson Lee. I thank the distinguished chairman for 1421 yielding and I thank the ranking member of the full 1422 committee.

1423 I have an amendment at the desk.

1424 Chairman Conyers. The clerk will report the amendment.

1425 The Clerk. Amendment to H.R. 3773, offered by Ms.

1426 Jackson Lee of Texas. Page 6, line 7, strike-

1427 [The amendment by Ms. Jackson Lee follows:]

1428 ********* INSERT **********

1429 Ms. Jackson Lee. Mr. Chairman, I ask that the amendment 1430 be considered as read.

1431 Chairman Conyers. Without objection, so ordered.1432 The gentlelady is recognized in support of her

1433 amendment.

1434 Ms. Jackson Lee. I thank you very much.

Mr. Chairman, I think as we have begun this discussion, Mr. Chairman, I think as we have begun this discussion, there is probably more agreement than there is disagreement. and the protection of the podium and the protection of Americans and the singular responsibility that we have in protecting Americans and their constitutional rights, in particular, the Fourth Amendment, protection against unreasonable search and seizure.

My amendment is straightforward and I believe that it 1444 reinforces the premise of our underlying bill, which is it 1445 restores the presence of the FISA court and all of the 1446 protections that that court and the FISA law provide.

This amendment is joined-I am glad to be joined by 1448 Congressman Nadler, the chair of the Constitution 1449 Subcommittee, and, in particular, this amendment is to 1450 enforce the prevention of reserve targeting.

1451 Reverse targeting is a concept well known to members of 1452 this committee, but is not so well known or understood by 1453 those who are less steep in the arcaneness of electronic 1454 surveillance. But it is a practice where the government 1455 targets foreigners without a warrant, while its actual 1456 purpose is to collect information on certain U.S. persons. 1457 Whatever your political philosophy on this bill or 1458 however you view your constitutional rights, we know that 1459 that is an unacceptable premise in terms of protecting the 1460 civil liberties of Americans, and that is what the previous 1461 bill, the Protect America Act, did. It encouraged the 1462 potential of reverse targeting.

My amendment does this. This amendment achieves the elimination of reverse targeting by requiring the administration to obtain a regular FISA warrant whenever a significant purpose of an acquisition is to acquire the communications of a specific person reasonably believed to be located in the United States.

1469 The current language in the bill provides that a warrant 1470 be obtained only when the government seeks to conduct 1471 electronic surveillance of a person reasonably believed to be 1472 located in the United States.

1473 It is difficult to understand what the operative 1474 language seeks to-is or what it means. What it is, it is. 1475 It is hard to interpret.

1476 So the language we have in this amendment, in contrast, 1477 the language used in our amendment is significant purpose. 1478 It is a term of art that has long been a staple of FISA 1479 jurisprudence and, thus, is well known and readily applied by 1480 the agencies, legal practitioners and the FISA court.

Thus, my amendment provides a clearer, more objective 1482 criterion for the administration to follow and the FISA court 1483 to enforce to prevent the practice of reverse targeting 1484 without a warrant, which all of us can agree should not be 1485 permitted. All Americans should be protected.

And let me conclude by saying, in short, my amendment 1487 gives the government precisely what the director of national 1488 intelligence, McConnell, asked for when he testified before 1489 the Senate Judiciary Committee.

His comments are, "It is very important to me, it is 1491 very important to members of this committee. We should be 1492 required—we should be required in all cases to have a warrant 1493 any time there is surveillance of a U.S. person located in 1494 the United States."

Well, Director McConnell, we are delighted of your expression of the protection of civil liberties of all Americans and this amendment helps to clarify that position. I ask my colleagues to support this amendment. And I Hank the distinguished chairman for yielding. And I ask for 1500 a yes vote on my amendment.

1501 Mr. Scott. Will the gentlelady yield?

1502 Ms. Jackson Lee. I would be happy to yield.

1503 Mr. Scott. In your amendment, you have "acquire the

1504 communications of a specific person reasonably believed." In 1505 the bill, it just says "a person."

1506 If they do not know exactly who it is, but they know 1507 that it is a person in the United States, they have kind of 1508 dropped out the dragnet, does "specific" give a standard that 1509 might allow them to surveil people who they are not sure who 1510 it is appropriately?

1511 Is there any reason why the word "specific" needs to be 1512 in your amendment?

Ms. Jackson Lee. Well, the gentleman raises a 1514 considered question. Our idea was to narrow it and to ensure 1515 that the surveillors would be able to name a specific person. 1516 It really was to avoid fishing. I think the point that 1517 you raise is whether or not it is too narrow, but it was to 1518 put the onus or the burden on the surveillor to have a 1519 specific person, to be able to protect that specific person 1520 against reverse targeting.

1521 In most instances, they know-

1522 Chairman Conyers. The gentlelady's time has expired.
1523 The chair recognizes the ranking member of the
1524 committee, Lamar Smith.

1525 Ms. Jackson Lee. I thank the gentleman for the 1526 question.

1527 Mr. Smith. Thank you, Mr. Chairman.

1528 Mr. Chairman, we are inclined to accept the amendment,

1529 but I have a question about another phrase in the amendment. 1530 And may I ask the gentlewoman from Texas to respond to 1531 this?

Her amendment makes the same general three changes in 1533 the text of the bill and the wording that is the same in the 1534 underlying bill and in her amendment is "person reasonably 1535 believed to be located in the United States."

1536 What is different besides the word "specific," which has 1537 already been mentioned, is the phrase "conduct electronic 1538 surveillance," which is in the original bill, and her wording 1539 is "acquire the communications of."

1540 I would just like to ask the gentlewoman from Texas, 1541 what is the difference between "acquire the communications 1542 of" and "conduct electronic surveillance?"

Ms. Jackson Lee. Well, I think it is the utilization of 1544 the language, Mr. Smith, and there is no real difference. It 1545 is to emphasize that we are securing information from a 1546 specific person.

1547 That is why the language goes together, "acquire the 1548 communications of a specific person." You are drawing 1549 communications from a designated person and we believe that 1550 that focuses on the direct target of the surveillors that may 1551 generate reverse targeting.

1552 I may be open to any modification, but we were trying to 1553 craft it so that you knew that you are taking information

1554 from someone specifically that was under surveillance that 1555 happened to be located in the United States.

1556 Mr. Smith. Thank you for the explanation.

1557 Mr. Chairman, we are prepared to accept the amendment.1558 Chairman Conyers. I thank the gentleman.

1559 I have asked Mr. Nadler to generously submit his 1560 statement for the record.

1561 Mr. Nadler. I will generously do so.

1562 Ms. Jackson Lee. I welcome his support.

1563 Chairman Conyers. But I hear Mr. Scott seeking 1564 recognition.

1565 Mr. Scott. I know we are trying to move on, Mr.1566 Chairman. I would move to strike the last word.

1567 Chairman Conyers. The gentleman may proceed.

Mr. Scott. Mr. Chairman, I have concerns about this and 1569 I would just ask the chairman and the gentlelady who is 1570 offering the amendment to consider whether or not this opens 1571 up a situation, if all you know is they are calling a 703 1572 area code, but you don't know who the specific person is, 1573 whether or not you would have to get a warrant.

1574 I would think that if you know you are calling into the 1575 United States, although you don't know exactly who, you don't 1576 know the specific person, whether or not we are opening this 1577 up unrealistically and whether "specific" should be in there. 1578 So, Mr. Chairman, I would ask you, between now and the 1579 floor, to consider that issue.

1580 And I would yield back the balance of my time.

1581 Mr. Berman. Would the gentleman yield?

1582 Mr. Scott. I yield to the gentleman from California.

Mr. Berman. Just to give the other side of that issue, 1584 I think that word "specific," in the context of this 1585 amendment, is what makes this amendment such a reasonable 1586 amendment.

1587 You are going after the foreign agent. You don't need a 1588 warrant. I think both sides agree about that. I think both 1589 sides agree that when your primary target is a U.S. person, 1590 you have to go for the warrant.

Now, the gentlelady from Texas says, "What about you are going after the foreign person, but you have information that contacting a specific person in the U.S.," and that is also a significant purpose of your decision to go after that foreign person.

Now you are dealing here with an issue where, in effect, Now you have that reasonable belief that U.S. person is also becoming a target. And so it says in the formulation that is exactly like what we do in the Patriot Act, where we aloo say a significant purpose of your goal is a foreign intelligence operation, we allow you to go to the FISA court to get your warrant, even if it is part of some criminal investigation. So I think the term "specific" here has real purpose.Mr. Scott. Reclaiming my time.

And I just want to point out, in that case, certainly, 1607 you should have to get the warrant. The question is whether 1608 or not there are other situations.

1609 If you know he is calling into the United States and 1610 talking to someone, you don't know who it is, should they 1611 also have to get a warrant?

1612 And let me just make a-

1613 Mr. Berman. Without the surveillance, how are you going 1614 to know who that person is?

1615 Chairman Conyers. This is very interesting. The 1616 amendment has been accepted and now we are having a debate 1617 over literally one word, which the chair will guarantee will 1618 be taken into cognizance as soon as we get through with this 1619 bill.

1620 Does the gentleman yield back his time?

1621 Mr. Scott. Before I yield back, I would just like to 1622 say the significant purpose is the subject of an amendment 1623 that I will be offering.

And I yield back.

1625 Chairman Conyers. I thank the gentleman and I thank the 1626 ranking member.

1627 All in favor of the amendment, indicate by saying "aye."1628 All those opposed, say "no."

1629 The ayes have it. The amendment is agreed to.

1630 The chair recognizes-

1631 Ms. Jackson Lee. I thank the chairman, thank the 1632 members.

1633 Chairman Conyers. You are welcome.

1634 The chair recognizes the gentleman from Virginia, Mr.1635 Scott.

1636 Mr. Scott. Thank you, Mr. Chairman.

1637 Mr. Chairman, I have two amendments and I understand 1638 from conversation that the preference is to take up my second 1639 amendment, which is Scott-037.

1640 Chairman Conyers. The gentleman is correct.

1641 Mr. Scott. Mr. Chairman, this-

1642 Chairman Conyers. Let's have the clerk report the 1643 amendment.

1644 The Clerk. Amendment to H.R. 3773, offered by Mr. Scott 1645 of Virginia. Page 14, strike lines 20 through 22 and insert 1646 the following: "(1) In the case of an application, A-

1647 [The amendment by Mr. Scott follows:] 1648 ******** COMMITTEE INSERT ********* 1649 Chairman Conyers. Without objection, the amendment will 1650 be considered as read.

1651 The gentleman from Virginia is recognized in support of 1652 his amendment.

1653 Mr. Scott. Thank you.

Mr. Chairman, this is the second of two amendments I 1655 wanted to introduce and I will just introduce this one. The 1656 first amendment, which would have been a stronger amendment, 1657 would have changed the standard from showing a "significant 1658 purpose of the acquisition is to obtain foreign intelligence" 1659 to restore it to the original law the way it was a long time, 1660 the primary purpose, a deep purpose.

1661 Under FISA, when an agent wanted to obtain authority to 1662 conduct electronic surveillance or secret searches, a 1663 certificate was necessary detailing what the purpose of the 1664 surveillance was in order to obtain foreign intelligence.

1665 The standard was altered by the Patriot Act, which says 1666 it only has to be "a significant purpose."

Now, we need to place these amendments in context. The head Department of Justice has not credibly refuted the allegations that U.S. attorneys were fired because they failed to indict Democrats in time to effect an upcoming lection. So if the Department of Justice wiretaps when foreign intelligence is not the primary purpose, you have to wonder what the primary purpose is. 1674 The administration should not be able to circumvent more 1675 stringent requirements of a Title 3 criminal warrant, in 1676 which probable cause of a crime is necessary, by using the 1677 law standards of FISA when a criminal investigation is, in 1678 fact, the primary purpose of the surveillance.

1679 This amendment restores the law the way it has been for 1680 years, before the USA Patriot Act. In fact, the so-called 1681 significant purpose in the Patriot Act has been ruled 1682 unconstitutional in Mayfield, et al, v. U.S., a case decided 1683 the 26th of September of last month.

1684 I assume it will be appealed, but I ask unanimous 1685 consent to introduce into the record an article on the 1686 opinion.

Rather than change while that case is pending, Mr. Rather than change while that case is pending, Mr. Chairman, the "significant purpose" to the "the purpose" or rates of the primary purpose, " the amendment that I am introducing would just require the Department of Justice, in its report, report, 1691 to say what the primary purpose actually is.

1692 It would allow them to continue wiretapping under the 1693 watered-down standard, but if it is not the primary purpose, 1694 just tell us what the purpose is.

1695 If intelligence investigators are directing the 1696 surveillance for the purpose of foreign intelligence, the 1697 administration will have nothing to worry about with this 1698 amendment. However, if the administration is using the USA 1699 Patriot Act for some unsavory purpose, the amendment allows 1700 them to continue to do so, but it will force them to say why 1701 they are doing it.

1702 Mr. Chairman, I would hope this amendment would be1703 adopted.

1704 I yield back.

1705 Chairman Conyers. I thank the gentleman.

1706 Without objection, his request for introducing the1707 Oregon opinion into the record is ordered.

1708 The gentleman form California, Dan Lungren?

1709 Mr. Lungren. Rise to strike the requisite number of1710 words.

1711 Mr. Chairman, on this issue that the gentleman has 1712 raised about the question of "primary purpose" versus 1713 "significant purpose," I think it bears repeating here the 1714 history of this.

1715 Section 218 of the Patriot Act was adopted to address 1716 what the 9/11 commission characterized as the law, the law 1717 that had grown up between the law enforcement community and 1718 the intelligence community.

1719 The requirement under the prior law that the primary 1720 purpose of the surveillance, and that was the language, 1721 "primary purpose of the surveillance," had to relate to 1722 foreign intelligence. What we discovered was that this had 1723 the perverse effect of limiting coordination between the 1724 intelligence and law enforcement personnel.

1725 In fact, if you go and you look at the report, you will 1726 see that a great deal of confusion arose as to when the 1727 sharing of information could or could not be permitted. 1728 In fact, FBI agents were informed that too much sharing 1729 might be "a career stopper." It was based on that 1730 experience, pointed to by the 9/11 commission as creating a 1731 problem which did not allow different agencies of the 1732 government or different elements within the FBI to be able to 1733 share information with one another, that was one of the great 1734 shortcomings exposed by the 9/11 commission.

1735 Section 218 of the Patriot Act sought to eliminate the 1736 problem that had been created. It was more than a 1737 perception. It was an actual problem that there was a wall 1738 that must exist with the "significant purpose" language. 1739 And so I just thought it is important for us to 1740 understand where we are coming from on all this and that the 1741 "significant purpose" standard was effectively ended. It 1742 allowed that wall to be taken down and that is all-

1743 Mr. Berman. Would the gentleman yield?

Mr. Lungren. Yes, I will be happy to. But just to make 1745 my point, I just thought we ought to at least reference why 1746 the change in language took place in the Patriot Act, that it 1747 was a considered judgment by the-I was not here at the time, 1748 but it was a considered judgment by the Congress that we had 1749 to deal with this.

1750 And so I am not suggesting that the concerns raised by 1751 the other side are not important. I am just trying to give a 1752 context to what had occurred.

1753 Ms. Lofgren. Would the gentleman yield?

1754 Mr. Lungren. Yes, sure.

1755 Mr. Berman. Three points and tell me if I am wrong1756 here, because memories are slippery things.

1757 One, we made that change in the Patriot Act long before1758 the 9/11 commission ever reported.

Secondly, the issue of the wall and the problems of information sharing was evident to us long before the 9/11 commission report came, soon after 9/11, and we made other changes in the Patriot Act to allow information to be shared, khich had nothing to do with the issue of primary purpose– Mr. Lungren. I am not suggesting it was the only thing. Sorry if I said that.

1766 Mr. Berman. Third, the key issue on "significant 1767 purpose" was at what point could you go to a FISA court to 1768 get a warrant rather than go to a regular district court 1769 judge to get a warrant.

1770 And my final point is Mr. Scott's amendment isn't an1771 effort to wipe out the-

1772 Mr. Lungren. No, I understand that. I understand that.1773 But there was discussion about "significant purpose" versus

1774 "primary purpose," that I thought it was important for us to 1775 be reminded why this came up in the past and that even though 1776 the language was not adopted previously, for the purpose of 1777 creating the law the way it was, that was the culture that 1778 developed within the FBI and-

1779 Mr. Berman. And the Patriot Act has specific provisions1780 to allow the information sharing.

1781 Mr. Lungren. Right, I understand that.

1782 Mr. Berman. We tore down that wall.

1783 Mr. Lungren. I understand that. I am just saying that 1784 that wall was, in part, created as a result of the response 1785 to that language used before and the way it was applied.

1786 Ms. Lofgren. Would the gentleman yield?

1787 Mr. Lungren. I am not suggesting that your concern is 1788 irrelevant. I am just saying we ought to understand why 1789 these kinds of issues about that language have been important 1790 from another perspective.

1791 And I would be happy to yield.

1792 Ms. Lofgren. I think the gentleman is correct. Well,1793 maybe I ought to get my own time, then.

1794 Mr. Lungren. I yield back the time.

1795 Chairman Conyers. The gentleman's time has expired. We1796 thank him for his contribution.

1797 I recognize the gentlelady from California, Ms. Lofgren.1798 Ms. Lofgren. Thank you. I move to strike the last

1799 word.

1800 On this point, I think the gentleman from California is 1801 correct and I remember being here the weekend after 9/11, 1802 sitting at that table with lawyers from the Justice 1803 Department and lawyers from both sides of the aisle on the 1804 committee and the like, and the issue was the difficulty of 1805 is it 51 percent, 49 percent.

1806 And we did change the standard so it would be a 1807 substantial purpose, so that we would break down that all. **1808** And I think, although there are things that I disagree with 1809 in the current Patriot Act, that was one of the important 1810 things that we did and I think everyone agrees with that. 1811 Here is my question. I think that Mr. Scott's amendment 1812 does not damage that important accomplishment. I think it 1813 merely provides additional information to the committee. 1814 So understanding and agreeing with the gentleman from 1815 California as to what we did and why we did it, is the 1816 gentleman objecting to receiving this additional information, 1817 understanding that it does not damage that accomplishment? 1818 I would yield to the gentleman.

1819 Mr. Lungren. I don't object to it. I am just saying 1820 that while the gentleman said he was offering amendment 1821 number two, there was another amendment that would have 1822 changed the language specifically.

1823 I thought it just important for us to remind ourselves

1824 that we had developed a wall, for a number of different 1825 reasons, but one of the reasons was the language chosen, and 1826 that we should be reminded that FBI agents and others, in 1827 most cases, do try and follow the law and are concerned about 1828 the specific language we use.

1829 And in that case, because of overreaction, perhaps, to 1830 the language, it had prohibited us from doing the job that 1831 probably Congress intended to be done.

1832 Ms. Lofgren. Reclaiming my time, then. I am glad that 1833 you have clarified that you do not oppose this amendment and 1834 that we agree as to the history of the change in the Patriot 1835 Act.

1836 I yield to the gentleman from New York, Mr. Nadler.

1837 Chairman Conyers. I thank the gentlelady.

1838 The chair will call for the vote on the Scott amendment.1839 All in favor, say "aye."

1840 All opposed, say "no."

1841 The ayes have it. So ordered. The amendment is agreed 1842 to.

1843 Chairman Conyers. Was there a recorded vote request?1844 Which one did it come from?

1845 Mr. Smith. Me.

1846 Chairman Conyers. The clerk will call the roll.

1847 The Clerk. Mr. Conyers?

1848 Chairman Conyers. Aye.

- 1849 The Clerk. Mr. Chairman votes aye.
- 1850 Mr. Berman?
- 1851 Mr. Berman. Aye.
- 1852 The Clerk. Mr. Berman votes aye.
- 1853 Mr. Boucher?
- [No response.]
- 1855 Mr. Nadler?
- 1856 Mr. Nadler. Aye.
- 1857 The Clerk. Mr. Nadler votes aye.
- 1858 Mr. Scott?
- 1859 Mr. Scott. Aye.
- 1860 The Clerk. Mr. Scott votes aye.
- 1861 Mr. Watt?
- 1862 Mr. Watt. Aye.
- 1863 The Clerk. Mr. Watt votes aye.
- 1864 Ms. Lofgren?
- 1865 Ms. Lofgren. Aye.
- 1866 The Clerk. Ms. Lofgren votes aye.
- 1867 Ms. Jackson Lee?
- 1868 Ms. Jackson Lee. Aye.
- 1869 The Clerk. Ms. Jackson Lee votes aye.
- 1870 Ms. Waters?
- 1871 [No response.]
- 1872 Mr. Delahunt?
- 1873 Mr. Delahunt. Aye.

- 1874 The Clerk. Mr. Delahunt votes aye.
- 1875 Mr. Wexler?
- [No response.]
- 1877 Ms. Sanchez?
- 1878 Ms. Sanchez. Aye.
- 1879 The Clerk. Ms. Sanchez votes aye.
- 1880 Mr. Cohen?
- 1881 Mr. Cohen. Aye.
- 1882 The Clerk. Mr. Cohen votes aye.
- 1883 Mr. Johnson?
- [No response.]
- 1885 Ms. Sutton?
- 1886 Ms. Sutton. Aye.
- 1887 The Clerk. Ms. Sutton votes aye.
- 1888 Mr. Gutierrez?
- [No response.]
- 1890 Mr. Sherman?
- [No response.]
- 1892 Ms. Baldwin?
- 1893 Ms. Baldwin. Aye.
- 1894 The Clerk. Ms. Baldwin votes aye.
- 1895 Mr. Weiner?
- 1896 Mr. Weiner. Aye.
- 1897 The Clerk. Mr. Weiner votes aye.
- 1898 Mr. Schiff?

- [No response.]
- 1900 Mr. Davis?
- 1901 Mr. Davis. Aye.
- 1902 The Clerk. Mr. Davis votes aye.
- 1903 Ms. Wasserman Schultz?
- 1904 Ms. Wasserman Schultz. Aye.
- 1905 The Clerk. Ms. Wasserman Schultz votes aye.
- 1906 Mr. Ellison?
- 1907 Mr. Ellison. Aye.
- 1908 The Clerk. Mr. Ellison votes aye.
- 1909 Mr. Smith?
- 1910 Mr. Smith. No.
- 1911 The Clerk. Mr. Smith vote no.
- 1912 Mr. Sensenbrenner?
- 1913 [No response.]
- 1914 Mr. Coble?
- 1915 [No response.]
- 1916 Mr. Gallegly?
- 1917 [No response.]
- 1918 Mr. Goodlatte?
- 1919 Mr. Goodlatte. No.
- 1920 The Clerk. Mr. Goodlatte votes no.
- 1921 Mr. Chabot?
- 1922 Mr. Chabot. No.
- 1923 The Clerk. Mr. Chabot votes no.

- 1924 Mr. Lungren?
- 1925 Mr. Lungren. Aye.
- 1926 The Clerk. Mr. Lungren votes aye.
- 1927 Mr. Cannon?
- 1928 Mr. Cannon. No.
- 1929 The Clerk. Mr. Cannon votes no.
- 1930 Mr. Keller?
- 1931 Mr. Keller. No.
- 1932 The Clerk. Mr. Keller votes no.
- **1933** Mr. Issa?
- [No response.]
- 1935 Mr. Pence?
- 1936 Mr. Pence. Pass.
- 1937 The Clerk. Mr. Pence passes.
- 1938 Mr. Forbes?
- 1939 Mr. Forbes. No.
- 1940 The Clerk. Mr. Forbes votes no.
- **1941** Mr. King?
- **1942** Mr. King. No.
- 1943 The Clerk. Mr. King votes no.
- 1944 Mr. Feeney?
- 1945 Mr. Feeney. No.
- 1946 The Clerk. Mr. Feeney votes no.
- 1947 Mr. Franks?
- 1948 Mr. Franks. No.

- 1949 The Clerk. Mr. Franks votes no.
- 1950 Mr. Gohmert?
- 1951 Mr. Gohmert. No.
- 1952 The Clerk. Mr. Gohmert votes no.
- 1953 Mr. Jordan?
- 1954 Mr. Jordan. No.
- 1955 The Clerk. Mr. Jordan votes no.
- 1956 Mr. Pence?
- 1957 Mr. Pence. No.
- 1958 The Clerk. Mr. Pence votes no.
- 1959 Chairman Conyers. Mr. Schiff?
- 1960 Mr. Schiff. Aye.
- 1961 The Clerk. Mr. Schiff votes aye.
- 1962 Chairman Conyers. Ms. Waters?
- 1963 Ms. Waters. Aye.
- 1964 The Clerk. Ms. Waters votes aye.
- 1965 Chairman Conyers. Mr. Johnson?
- 1966 Mr. Johnson. Aye.
- 1967 The Clerk. Mr. Johnson votes aye.
- 1968 Chairman Conyers. Any other members wish to vote?
- 1969 Mr. Wexler?
- 1970 Mr. Wexler. Aye.
- 1971 The Clerk. Mr. Wexler votes aye.
- 1972 Chairman Conyers. Mr. Delahunt?
- 1973 Mr. Delahunt. Aye.

1974 Chairman Conyers. If all members have voted, the clerk1975 will report.

1976 The Clerk. Mr. Chairman, 21 members voted aye and 121977 members voted nay.

1978 Chairman Conyers. The amendment is agreed to.

1979 We have four votes. The chair proposes lunch and that 1980 we return at 1:30.

1981 Let's try final passage. A reporting quorum-

1982 Mr. Gohmert. Mr. Chairman, I have an amendment at the 1983 desk.

1984 Chairman Conyers. I am sorry, then. So we will stand 1985 in recess until 1:30. Thank you very much.

1986 [Recess.]

1987 Chairman Conyers. The subcommittee will come to order.
1988 The chair recognizes Judge Louie Gohmert for an
1989 amendment.

1990 Mr. Gohmert. Thank you, Mr. Chairman.

1991 I do have an amendment to H.R. 3773 at the desk.

1992 Chairman Conyers. The clerk will report the amendment. 1993 The Clerk. Amendment to H.R. 3773, offered by Mr. 1994 Gohmert of Texas. Page 3, line 19, strike "Sec. 3 procedure 1995 for authorizing acquisitions of" and all that follows through 1996 page 14, line1997 [The amendment by Mr. Gohmert follows:]

1998 ********* INSERT **********

1999 Chairman Conyers. I ask unanimous consent the amendment 2000 be considered as read.

2001 The gentleman is recognized in support of his amendment.2002 Mr. Gohmert. Thank you, Mr. Chairman.

As we all know, there are people who have declared war 2004 on the United States. They have declared on the freedoms and 2005 liberties that we hold dear within our borders.

2006 Now, if we are not allowed to conduct adequate 2007 intelligence activities abroad, then we may very well be 2008 paying to clean up more terrorist attacks here at home. 2009 President Carter cut intelligence to the bone, cut it 2010 dramatically, and we have paid for years for that. Perhaps 2011 if we had had better intelligence, then we wouldn't have been 2012 lied to repeatedly about Iraq having weapons of mass 2013 destruction when the Clinton administration kept telling us 2014 that over and over.

2015 Maybe the Clinton administration wouldn't have lied to 2016 us about those weapons of mass destruction over and over if 2017 we had had adequate intelligence.

But to require U.S. judicial intervention into foreign 2019 activities on foreign battlefields is taking this matter too 2020 far. Now, we need to protect our civil liberties. That is 2021 one of the reasons I have encouraged and been supportive of 2022 oversight activities of the executive branch. I welcome more 2023 of that. I think it is a great thing and I am proud that the

2024 chairman feels the same way.

However, when you require soldiers-think about it-2026 soldiers on a foreign battlefield-and they are foreigners, 2027 these aren't U.S. citizens-they are in harm's way out there 2028 and there are people that are not U.S. citizens and we want 2029 to do electronic surveillance and we have to retrain our 2030 soldiers to get on the horn, wake up the director of national 2031 intelligence, wake up the attorney general, have them go and 2032 find a FISA court judge, make a petition in writing and 2033 hopefully have enough cause to satisfy the judge that they 2034 can go ahead and do electronic surveillance.

2035 But that is what Section 3 requires—the DNI and the 2036 attorney general to apply to the FISA court judge for an 2037 order, and it could be for a period up to 1 year to acquire 2038 communications of non-U.S. persons reasonably believed to be 2039 outside the United States.

And then the good news, though, if you are on a foreign 2041 battlefield, you will be so comforted to know this Section 3 2042 that I am trying to strike will require the judge to rule 2043 within 15 days.

2044 Section 4, similar matters. You can get emergency 2045 authorization and that will last up to 7 days, but the AG and 2046 the DNI still have got to submit an application for 2047 collection.

2048 So, folks, here is the scenario. Suppose we get Bin

2049 Laden. We believe he is in a home. But before we go in 2050 destructively, we could wiretap that home and find out who is 2051 in there and know more through our electronic surveillance. 2052 But before we can do that, we have got to get the DNI and the 2053 attorney general to go make a petition and hopefully the 2054 judge gets it ruled within 15 days to allow them to 2055 electronically surveil.

2056 What people don't seem to understand is there are those 2057 around the world who are at war with us and we have to 2058 recognize that and to tie the hands of people on those 2059 foreign battlefields is just wrong.

2060 Now, I understand the concerns. We have this Section 2 2061 that says, "Well, if it is between persons and both of them 2062 we know are not U.S. citizens on U.S. soil, then that is okay 2063 and it doesn't apply." But the problem is you can never know 2064 who a foreign terrorist on foreign soil is going to call.

And I don't have any problem telling anyone that is in 2066 this country that is a United States citizen, "If you are 2067 getting calls from a foreign country, from a foreign 2068 terrorist, you ought to tell them not to call you at home." 2069 It is not that hard a thing to explain to our friends. 2070 We can protect their civil liberties. Tell your foreign 2071 terrorist friends not to call you at home. Find some other 2072 way to communicate. And that is why, though, we need to

2073 strike three and four until we can bring this back to reason

2074 and recognize we are in a war for survival of this country's 2075 life, because there are people who want to take it all away 2076 from us.

I do yield back.

2078 Chairman Conyers. I thank the gentleman.

2079 He raises a very important point which I will try to 2080 describe my reluctance about.

Judge Gohmert wants to strike Sections 3 and 4, the 2082 court review of regular and emergency procedures. Now, the 2083 August bill, Protect America Act, that was passed and the 2084 Restore Act that we are considering both entertain procedures 2085 and guidelines and how they ought to be administered. I 2086 think we can agree on that.

2087 The difference, of course, is that the Protect America 2088 Act, the court ratifies the conduct approved by the attorney 2089 general after the fact and the standard that they use in 2090 that, Judge Gohmert, is that the problem that may be 2091 complained of must be clearly erroneous.

2092 In the Restore Act that we have in front of us, the 2093 court approves in advance of the reasonableness of the 2094 procedures and the guidelines.

2095 And so in both acts, the government has to formulate 2096 procedures and guidelines for targeting, minimization, and 2097 how they will switch over to FISA warrants for Americans' 2098 communications. In the August legislation, the guidelines are given to 2100 the court for review after the surveillance has started and 2101 only if there is found to be a clearly erroneous basis. 2102 And as I say, the difference here is that the Restore 2103 Act makes the review of the guidelines something the court 2104 does up front and the test is on a reasonable basis once it 2105 has satisfied the issues and the order that give certainty to 2106 the telecom companies that what they are being asked to do is 2107 legal and proper.

A difference in process, yes, but hugely significant in 2109 the way that it has gone about. We want certainty. We want 2110 legality. We want reasonableness. And that is what is in 2111 the act currently before us and it is why I am reluctant to 2112 omit Sections 3 and 4, as is suggested in this amendment.

2113 I return any of my unused time.

2114 Does anyone else seek time in this matter?

2115 If not, we are ready-

2116 Mr. Issa. Mr. Chairman?

2117 Chairman Conyers. Mr. Issa, the gentleman from 2118 California, is recognized.

2119 Mr. Issa. Are you calling the question on the last 2120 amendment or are you calling the question on the bill?

2121 Chairman Conyers. No, this is on the amendment.
2122 Mr. Issa. Okay, so it is just the amendment. I
2123 apologize.

2124 Chairman Conyers. Just the amendment.

2125 Mr. Issa. Thank you, Mr. Chairman. I yield. I move to 2126 strike the last word, then, on the amendment.

2127 Chairman Conyers. All right.

2128 Mr. Issa. Thank you, Mr. Chairman.

I think this is one of the worst pieces of legislation 2130 that I have ever had the misfortune to see. I think that, at 2131 a minimum, this legislation is absolutely, positively going 2132 to have a chilling effect on anyone cooperating, except by 2133 subpoena, with any federal agency ever.

I think it is designed to do that. I also think the 2135 lack of any clear cut solution for those who operated under 2136 the president's executive order and complied with it, with 2137 the knowledge of the speaker of the House, the now speaker of 2138 the House, with the knowledge of the then speaker of the 2139 House, with the knowledge of the majority and minority 2140 leaders and the ranking member and the chairman on the 2141 Intelligence Committee.

2142 With the knowledge of all those people, for 4 years, we, 2143 in fact, operated with our many companies, including the 2144 telecom companies, cooperating in some way, shape or form 2145 that is currently still classified and what this bill seeks 2146 to do is it seeks to deliberately expose them to the 2147 plaintiffs' trial lawyers to the tune of billions of dollars. 2148 And I think until or unless that is fixed, this bill is

2149 fatally flawed.

Last, but not least, and this does not speak to your 2151 brilliant amendment, although I would get to that, but it 2152 speaks for itself, it is very clear that the sunset provision 2153 in this is overtly designed to be a hedge against a president 2154 that might be more favorable to the majority, in which they 2155 would question whether or not this kind of procedure was out 2156 of hand.

2157 If this were a good bill, it should be a good bill in 2158 perpetuity. Instead, it is a bad bill for 2 years.

2159 With that, I would yield back.

2160 Mr. Smith. Would the gentleman from California yield? 2161 Mr. Issa. I certainly would yield the remainder of my 2162 time.

2163 Mr. Smith. Since you have some remaining time left and 2164 since you mentioned two of your primary concerns, I wouldn't 2165 want those who are listening to think that those are the most 2166 egregious components of the bill and I-

2167 Mr. Issa. Reclaiming my time. Not by a long shot. I 2168 yield again.

2169 Mr. Smith. I would like to mention one at the same 2170 time. I mentioned it briefly in my opening statement, but I 2171 would like to go back and revisit it.

2172 And that is that my major concern about this bill, in 2173 addition to the omission of the liability protection, is the 2174 fact that it gives unprecedented protection to terrorists, 2175 unprecedented because never before since FISA was enacted in 2176 1978 have we, in effect, given Fourth Amendment protections 2177 to those who would try to kill innocent American citizens. 2178 And let me explain.

2179 Clearly, the bill does not require a court order if you 2180 have a terrorist communicating with another non-U.S. person 2181 abroad. But what this bill allows and, in fact, mandates is 2182 the requirement to get a court order when you have, for 2183 instance, a terrorist and you don't know who they are going 2184 to call. And it might well be somebody in the United States, 2185 it might be someone abroad.

2186 But if you don't know who they are going to call, then, 2187 in fact, you are required to get a court order.

2188 Now, let me give an example to my colleagues of what 2189 really concerns me. Suppose Osama Bin Laden, in a cave in 2190 Pakistan, wants to make a call to another terrorist in order 2191 to activate a terrorist cell in the United States that is 2192 going to say, "Attack the Sears Tower in Chicago."

2193 Under this legislation, because we don't know whom Osama 2194 Bin Laden is going to call, we will be required to get a 2195 court order before we can monitor that telephone call. It is 2196 only if we know for a certainty that he is calling someone 2197 not in the United States that we don't have to get a court 2198 order. If we don't know who he is going to call, a court order 2200 is required. That is unprecedented, never been required 2201 before and, in fact, the opposite has been true. Since 1978, 2202 as I mentioned, no such court order in that kind of a 2203 circumstance has been required.

2204 So I think we could debate what provision concerns us 2205 the most, but I certainly want to nominate that as one of the 2206 provisions that concerns me the most.

2207 And with that, I will yield back to the gentleman from 2208 California.

2209 Mr. Issa. And I thank the gentleman and once again ask 2210 my colleagues to think, think long and hard. Would you 2211 really do this to another president or are you just trying to 2212 do this to the current president rather than do the kind of 2213 legislation that is blind as to who is presently in the Oval 2214 Office?

2215 With that, I yield back.

2216 Chairman Conyers. I thank the gentleman for his 2217 carefully thought-out remarks.

2218 We will now call for the question on the Gohmert 2219 amendment.

2220 All those in support of the amendment will indicate by 2221 saying "aye."

2222 And all those opposed will say "no."

2223 Mr. Gohmert. Mr. Chairman?

2224 Chairman Conyers. Yes?

2225 Mr. Gohmert. I would ask for a recorded vote.

2226 Chairman Conyers. A recorded vote is demanded by Judge

2227 Gohmert.

- 2228 The clerk will call the roll.
- 2229 The Clerk. Mr. Chairman?
- 2230 Chairman Conyers. No.
- 2231 The Clerk. Mr. Chairman votes no.
- 2232 Mr. Berman?
- 2233 Mr. Berman. No.
- 2234 The Clerk. Mr. Berman votes no.
- 2235 Mr. Boucher?
- [No response.]
- 2237 Mr. Nadler?
- [No response.]
- 2239 Mr. Scott?
- 2240 Mr. Scott. No.
- 2241 The Clerk. Mr. Scott votes no.
- 2242 Mr. Watt?
- 2243 Mr. Watt. No.
- 2244 The Clerk. Mr. Watt votes no.
- Ms. Lofgren?
- 2246 Ms. Lofgren. No.
- 2247 The Clerk. Ms. Lofgren votes no.
- 2248 Ms. Jackson Lee?

2249	[No	response.]
		-

- 2250 Ms. Waters?
- [No response.]
- 2252 Mr. Delahunt?
- 2253 Mr. Delahunt. No.
- 2254 The Clerk. Mr. Delahunt votes no.
- 2255 Mr. Wexler?
- 2256 Mr. Wexler. No.
- 2257 The Clerk. Mr. Wexler votes no.
- Ms. Sanchez?
- 2259 Ms. Sanchez. No.
- 2260 The Clerk. Ms. Sanchez votes no.
- 2261 Mr. Cohen?
- [No response.]
- 2263 Mr. Johnson?
- 2264 Mr. Johnson. No.
- 2265 The Clerk. Mr. Johnson votes no.
- 2266 Ms. Sutton?
- 2267 Ms. Sutton. No.
- 2268 The Clerk. Ms. Sutton votes no.
- 2269 Mr. Gutierrez?
- [No response.]
- 2271 Mr. Sherman?
- [No response.]
- Ms. Baldwin?

- 2274 Ms. Baldwin. No.
- 2275 The Clerk. Ms. Baldwin votes no.
- 2276 Mr. Weiner?
- 2277 Mr. Weiner. No.
- 2278 The Clerk. Mr. Weiner votes no.
- 2279 Mr. Schiff?
- [No response.]
- 2281 Mr. Davis?
- [No response.]
- 2283 Ms. Wasserman Schultz?
- [No response.]
- 2285 Mr. Ellison?
- 2286 Mr. Ellison. No.
- 2287 The Clerk. Mr. Ellison votes no.
- 2288 Mr. Smith?
- 2289 Mr. Smith. Aye.
- 2290 The Clerk. Mr. Smith vote aye.
- 2291 Mr. Sensenbrenner?
- 2292 Mr. Sensenbrenner. Aye.
- 2293 The Clerk. Mr. Sensenbrenner votes aye.
- 2294 Mr. Coble?
- 2295 Mr. Coble. Aye.
- 2296 The Clerk. Mr. Coble votes aye.
- 2297 Mr. Gallegly?
- 2298 Mr. Gallegly. Aye.

- 2299 The Clerk. Mr. Gallegly votes aye.
- 2300 Mr. Goodlatte?
- 2301 Mr. Goodlatte. Aye.
- 2302 The Clerk. Mr. Goodlatte votes aye.
- 2303 Mr. Chabot?
- [No response.]
- 2305 Mr. Lungren?
- [No response.]
- 2307 Mr. Cannon?
- 2308 Mr. Cannon. Aye.
- 2309 The Clerk. Mr. Cannon votes aye.
- 2310 Mr. Keller?
- 2311 Mr. Keller. Aye.
- 2312 The Clerk. Mr. Keller votes aye.
- 2313 Mr. Issa?
- 2314 Mr. Issa. Aye.
- 2315 The Clerk. Mr. Issa votes aye.
- 2316 Mr. Pence?
- 2317 Mr. Pence. Aye.
- 2318 The Clerk. Mr. Pence votes aye.
- 2319 Mr. Forbes?
- 2320 Mr. Forbes. Aye.
- 2321 The Clerk. Mr. Forbes votes aye.
- 2322 Mr. King?
- 2323 Mr. King. Aye.

- 2324 The Clerk. Mr. King votes aye.
- 2325 Mr. Feeney?
- 2326 Mr. Feeney. Aye.
- 2327 The Clerk. Mr. Feeney votes aye.
- 2328 Mr. Franks?
- 2329 Mr. Franks. Aye.
- 2330 The Clerk. Mr. Franks votes aye.
- 2331 Mr. Gohmert?
- 2332 Mr. Gohmert. Aye.
- 2333 The Clerk. Mr. Gohmert votes aye.
- 2334 Mr. Jordan?
- 2335 Mr. Jordan. Yes.
- 2336 The Clerk. Mr. Jordan votes yes.
- 2337 Chairman Conyers. Are there other members that wish to
- 2338 cast a ballot?
- 2339 Mr. Boucher?
- 2340 Mr. Boucher. Votes no.
- 2341 The Clerk. Mr. Boucher votes no.
- 2342 Chairman Conyers. Ms. Jackson Lee?
- 2343 Ms. Jackson Lee. I vote no.
- 2344 The Clerk. Ms. Jackson Lee votes no.
- 2345 Chairman Conyers. Ms. Wasserman Schultz?
- 2346 Ms. Wasserman Schultz. No.
- 2347 The Clerk. Ms. Wasserman Schultz votes no.
- 2348 Chairman Conyers. Mr. Nadler?

- 2349 Mr. Nadler. No.
- 2350 The Clerk. Mr. Nadler votes no.
- 2351 Chairman Conyers. Mr. Schiff?
- 2352 Mr. Schiff. No.
- 2353 The Clerk. Mr. Schiff votes no.
- 2354 Chairman Conyers. Mr. Cohen?
- 2355 Mr. Cohen. No.
- 2356 The Clerk. Mr. Cohen votes no.
- 2357 Chairman Conyers. Are there any other members in the
- 2358 chamber that wish to cast a vote?
- 2359 The clerk will report.
- Wait a minute.
- 2361 Mr. Chabot of Ohio?
- 2362 Mr. Chabot. Aye.
- 2363 The Clerk. Mr. Chabot votes aye.
- 2364 Chairman Conyers. The clerk will report.
- 2365 The Clerk. Mr. Chairman, 16 members voted aye, 19
- 2366 members voted nay.
- 2367 Chairman Conyers. The amendment fails.
- 2368 And a reporting quorum being-
- 2369 Mr. Forbes. Mr. Chairman, strike the last word. Move 2370 to strike the last word.
- 2371 Chairman Conyers. All right.
- 2372 Mr. Forbes. Mr. Chairman, thank you for your patience 2373 and I know we are ready for the vote on the final bill coming

2374 up, but I want to just frame the debate one last time because 2375 there will come a point in time, I am afraid, down the road, 2376 where we will revisit today's argument and, unfortunately, we 2377 will wish we went the other way.

In the 1990s, we significantly reduced the intelligence 2379 gathering capacity of the United States. On 9/11, we were 2380 brutally attacked on our soil by enemies who say over and 2381 over again they want to attack is again.

That taught us that we did not have enough intelligence That taught us that we did not have enough intelligence and the our enemies were doing. We have been fortunate enough to avoid another major attack since 9/11 and now, and now, and to repeat the mistakes that we made in and reducing our intelligence gathering capacity.

And how do those supporting this flawed approach argue 2388 it? Well, first, they state the obvious, such as, "We do not 2389 want unchecked secret powers to invade private lives of 2390 citizens." Nobody disagrees with that, an obvious statement. 2391 But then they put forth solutions that have absolutely 2392 no connectivity between the obvious statement they made and 2393 the solution that they are proposing.

If we have another attack, there will be voices who will 2395 point their fingers at law enforcement and ask, demand, 2396 criticize why they did not stop it and we will repeat the 2397 cycle again and again and again and again.

2398 We know we do not have the votes in this committee to

2399 stop the cycle today, but the American people do and 2400 hopefully they will join their voices to ultimately stop this 2401 rollback and give our intelligence community the information 2402 they need to keep us safe.

2403 Mr. Chairman, with that, I hope that we will vote 2404 against this bill and stop it and never let it become law.

And I yield back the balance of my time.

2406 Chairman Conyers. I thank the gentleman.

A reporting quorum being present, the question is on 2408 reporting the bill, as amended, favorably to the House.

All those in favor will signify by saying "aye."

2410 Those opposed, "no."

2411 Chairman Conyers. In the opinion of the chair, the ayes 2412 have it.

2413 A recorded vote is demanded by the gentleman from Texas,2414 Mr. Smith.

2415 The clerk will call the roll.

2416 The Clerk. Mr. Chairman?

2417 Chairman Conyers. Aye.

2418 The Clerk. Mr. Chairman votes aye.

2419 Mr. Berman?

2420 Mr. Berman. Aye.

2421 The Clerk. Mr. Berman votes aye.

2422 Mr. Boucher?

2423 Mr. Boucher. Aye.

- 2424 The Clerk. Mr. Boucher votes aye.
- 2425 Mr. Nadler?
- 2426 Mr. Nadler. Aye.
- 2427 The Clerk. Mr. Nadler votes aye.
- 2428 Mr. Scott?
- 2429 Mr. Scott. Aye.
- 2430 The Clerk. Mr. Scott votes aye.
- 2431 Mr. Watt?
- 2432 Mr. Watt. Aye.
- 2433 The Clerk. Mr. Watt votes aye.
- 2434 Ms. Lofgren?
- 2435 Ms. Lofgren. Aye.
- 2436 The Clerk. Ms. Lofgren votes aye.
- 2437 Ms. Jackson Lee?
- 2438 Ms. Jackson Lee. Aye.
- 2439 The Clerk. Ms. Jackson Lee votes aye.
- Ms. Waters?
- 2441 [No response.]
- 2442 Mr. Delahunt?
- 2443 [No response.]
- 2444 Mr. Wexler?
- 2445 [No response.]
- Ms. Sanchez?
- 2447 Ms. Sanchez. Aye.
- 2448 The Clerk. Ms. Sanchez votes aye.

- 2449 Mr. Cohen?
- 2450 Mr. Cohen. Aye.
- 2451 The Clerk. Mr. Cohen votes aye.
- 2452 Mr. Johnson?
- 2453 Mr. Johnson. Aye.
- 2454 The Clerk. Mr. Johnson votes aye.
- 2455 Ms. Sutton?
- 2456 Ms. Sutton. Aye.
- 2457 The Clerk. Ms. Sutton votes aye.
- 2458 Mr. Gutierrez?
- 2459 [No response.]
- 2460 Mr. Sherman?
- [No response.]
- 2462 Ms. Baldwin?
- 2463 Ms. Baldwin. Aye.
- 2464 The Clerk. Ms. Baldwin votes aye.
- 2465 Mr. Weiner?
- 2466 Mr. Weiner. Aye.
- 2467 The Clerk. Mr. Weiner votes aye.
- 2468 Mr. Schiff?
- [No response.]
- 2470 Mr. Davis?
- 2471 Mr. Davis. Aye.
- 2472 The Clerk. Mr. Davis votes aye.
- 2473 Ms. Wasserman Schultz?

- 2474 Ms. Wasserman Schultz. Aye.
- 2475 The Clerk. Ms. Wasserman Schultz votes aye.
- 2476 Mr. Ellison?
- 2477 Mr. Ellison. Aye.
- 2478 The Clerk. Mr. Ellison votes aye.
- 2479 Mr. Smith?
- 2480 Mr. Smith. No.
- 2481 The Clerk. Mr. Smith vote no.
- 2482 Mr. Sensenbrenner?
- 2483 Mr. Sensenbrenner. No.
- 2484 The Clerk. Mr. Sensenbrenner votes no.
- 2485 Mr. Coble?
- 2486 Mr. Coble. No.
- 2487 The Clerk. Mr. Coble votes no.
- 2488 Mr. Gallegly?
- [No response.]
- 2490 Mr. Goodlatte?
- 2491 Mr. Goodlatte. No.
- 2492 The Clerk. Mr. Goodlatte votes no.
- 2493 Mr. Chabot?
- 2494 Mr. Chabot. No.
- 2495 The Clerk. Mr. Chabot votes no.
- 2496 Mr. Lungren?
- [No response.]
- 2498 Mr. Cannon?

- 2499 Mr. Cannon. No.
- 2500 The Clerk. Mr. Cannon votes no.
- 2501 Mr. Keller?
- 2502 Mr. Keller. No.
- 2503 The Clerk. Mr. Keller votes no.
- 2504 Mr. Issa?
- [No response.]
- 2506 Mr. Pence?
- 2507 Mr. Pence. No.
- 2508 The Clerk. Mr. Pence votes no.
- 2509 Mr. Forbes?
- 2510 Mr. Forbes. No.
- 2511 The Clerk. Mr. Forbes votes no.
- 2512 Mr. King?
- 2513 Mr. King. No.
- 2514 The Clerk. Mr. King votes no.
- 2515 Mr. Feeney?
- 2516 Mr. Feeney. No.
- 2517 The Clerk. Mr. Feeney votes no.
- 2518 Mr. Franks?
- 2519 Mr. Franks. No.
- 2520 The Clerk. Mr. Franks votes no.
- 2521 Mr. Gohmert?
- 2522 Mr. Gohmert. No.
- 2523 The Clerk. Mr. Gohmert votes no.

- 2524 Mr. Jordan?
- 2525 Mr. Jordan. No.

2526 The Clerk. Mr. Jordan votes no.

2527 Chairman Conyers. Are there other members who choose to 2528 have their vote recorded?

- 2529 Mr. Schiff?
- 2530 Mr. Schiff. Aye.

2531 The Clerk. Mr. Schiff votes aye.

2532 Chairman Conyers. Mr. Wexler?

- 2533 Mr. Wexler. Aye.
- 2534 The Clerk. Mr. Wexler votes aye.
- 2535 Chairman Conyers. Mr. Delahunt?

2536 Mr. Delahunt. Aye.

2537 The Clerk. Mr. Delahunt votes aye.

2538 Chairman Conyers. The clerk will report.

2539 The Clerk. Mr. Chairman, 20 members voted aye, 14 2540 members voted no.

2541 Chairman Conyers. The measure H.R. 3773 is adopted. 2542 Without objection, the bill will be reported favorably to the 2543 House in the form of a single amendment in the nature of a 2544 substitute, incorporating amendments adopted here today.

And without objection, the staff is authorized to make 2546 any technical and conforming changes and all members will 2547 have 2 days, as provided by House rules, to submit additional 2548 dissenting, supplemental or minority views. 2549 Pursuant to notice, I call up the bill H.R. 3678, the 2550 Internet Tax Freedom Act, for purposes of markup, and ask the 2551 clerk to report the bill.

2552 The Clerk. H.R. 3678, a bill to amend the Internet Tax 2553 Freedom Act to extend the moratorium on certain taxes 2554 relating to the Internet and to electronic commerce.

2555 Chairman Conyers. Without objection, the bill will be 2556 considered as read and open for amendment at any point. 2557 Members of the committee, this bipartisan legislation 2558 proves that when working together, we can come to a good 2559 result on a complex issue.

This is a strong bill, supported by industry groups, 2561 like the Don't Tax our Web Coalition, various government 2562 organizations, for example, the National Governors 2563 Association, the Federal Tax Administration, and the National 2564 Conference of State Legislatures, and by a wide range of 2565 labor and union organizations.

H.R. 3678 temporarily bans state and local taxes on Internet access, while doing minimum harm to state and local government. This bill is pro-consumer, pro-innovation, and pro-technology. It accomplishes these goals by amending the Internet Tax Freedom Act in four critical respects.

2571 First, it extends the moratorium on state and local 2572 taxes on Internet access for 4 years, until November 1, 2011. 2573 The 4-year extension will allow the Congress to make any

2574 adjustments to the moratorium, if necessary. It will also 2575 allow companies a sufficient amount of time to plan their 2576 investments, while also giving consumers tax-free access to 2577 the Internet.

2578 Congress has made important adjustments on each previous 2579 occasion that we extended the moratorium, in 2002 and again 2580 in 2004.

Secondly, the bill extends for 4 years the grandfather 2582 provisions which have preserved these taxes that were imposed 2583 prior to 1998 and is consistent with past extensions. The 2584 act also phases out those states that claim to be 2585 grandfathered as a result of the Internet Tax 2586 Nondiscrimination Act of 2004 and allows those states that 2587 have been issued public rulings before July 1, 2007 that are 2588 inconsistent with the foregoing rules to be held harmless 2589 until November 1, 2007.

Third, the bill resolves a dilemma that has evolved 2591 concerning the treatment of gross receipts tax in certain 2592 states. A small group of states have recently enacted taxes 2593 that apply to almost all large businesses in the state, 2594 including Internet access providers.

The new gross receipts tax in these states serve as general business taxes and either substitute for or supplement the corporate income tax currently in place in those states, whereas in all other states, corporate income 2599 taxes serve as the general business tax.

2600 The result is that an Internet access provider could 2601 potentially decide not to pay the tax on its receipts 2602 attributable to providing Internet access service in those 2603 select states.

So H.R. 3678 attempts to address this problem by 2605 creating an exemption for states that have enacted laws that 2606 would structure their gross receipts taxes in such a way as 2607 to be a substitute for state corporate income taxes that are 2608 not taxes on Internet access.

And, finally, the bill clarifies the definition of 2610 Internet access itself. It defines this term to mean a 2611 service that enables a user to connect to the Internet.

Overall, I see this as a good, strong and necessary bill 2613 that will provide much needed clarity to the communications 2614 and Internet industries, while addressing the needs of the 2615 states and local governments, all the while, at the same 2616 time, to keep the Internet access affordable.

And so I thank Subcommittee Chairwoman Linda Sanchez, 2618 Ranking Member Cannon, as well as the full committee ranking 2619 member, Lamar Smith, for their cooperation in helping us get 2620 to this point.

I should observe, also, that the numerous organizations 2622 from industry, government, labor have all been very helpful 2623 in helping us craft this measure that we bring before you

2624 now.

2625 I urge support for the measure.

2626 And I am pleased to recognize the ranking minority 2627 member, the gentleman from Texas, Lamar Smith.

2628 Mr. Smith. Thank you, Mr. Chairman.

In the absence of congressional action, the Internet tax 2630 moratorium will expire in 3 weeks, November 1. If Congress 2631 allows the tax moratorium to expire, Americans could face 2632 taxes of up to 20 percent for simply accessing the Internet. 2633 That is the equivalent of taxing a shopper at the local mall 2634 20 percent just for walking through the doors.

2635 The Internet Tax Freedom Act, which was initially 2636 enacted in 1998, prevents states or localities from taxing 2637 Internet access or from imposing a sales tax that applies 2638 only to Internet transactions.

2639 Internet commerce has yet to approach its full 2640 potential. The imposition of discriminatory taxes would 2641 threaten the future growth of e-commerce and would discourage 2642 companies from using the Internet to conduct business.
2643 Internet taxation would also create new regional and

2643 Internet taxation would also create new regional and 2644 international barriers to global trade.

I have long supported a permanent extension of the 2646 moratorium on discriminatory Internet taxes and an end to the 2647 grandfathered exemptions in current law.

2648 To that end, I cosponsored the House-passed version of a

2649 bill that would extend the moratorium permanently in the 2650 108th Congress and I am now a cosponsor, along with 237 other 2651 members on both sides of the aisle, of H.R. 743, the 2652 Permanent Internet Tax Freedom Act of 2007.

The bill we have before us today is a good measure, 2654 though it does not go far enough to ensure that access to the 2655 Internet will remain tax-free in years to come.

2656 It clarifies the definition of Internet access ensure 2657 that states do not tax any portion of the provision of 2658 Internet access, including the acquisition of transmission 2659 capabilities on the Internet backbone.

The bill also makes clear that providers of Internet 2661 access cannot render otherwise taxable products and services, 2662 such as television and telephone, untaxable simply by 2663 bundling those services with Internet access.

The bill wisely makes certain technical changes to 2665 ensure that all Internet access is protected by the act, 2666 regardless of whether a consumer gets their access from 2667 cable, wireless, through dial-up or by DSL.

2668 Only by extending the ban on Internet access taxes in 2669 perpetuity can we give businesses the certainty necessary to 2670 spend billions to expand broadband Internet access throughout 2671 the country and only by extending the moratorium permanently 2672 can we continue to keep the cost of Internet access down so 2673 that lower income individuals, those who are most sensitive 2674 to cost, can continue to us the great informational tool 2675 that, in fact, is the Internet.

Almost 240 members have signed on to cosponsor bills 2677 that provide for a permanent extension and a member of this 2678 committee, Mr. Goodlatte, it is efforts who are primarily 2679 responsible for that broad base of support.

2680 To do anything less than make the ban on Internet taxes 2681 permanent is to ignore the importance of the Internet to the 2682 American people and our economy.

2683 Mr. Chairman, I thank you for bringing this important 2684 measure before us and I hope that at today's markup, we will 2685 move to extend the Internet tax moratorium permanently.

2686 With that, I will yield back the balance of my time.

2687 Chairman Conyers. Thank you, Mr. Smith.

I now recognize both Mr. Chris Cannon and the gentlelady 2689 who is the chair of the Subcommittee on Commercial and 2690 Administrative Law, Linda Sanchez, both for 2.5 minutes each, 2691 starting with the subcommittee chairwoman, Ms. Sanchez.

2692 Ms. Sanchez. I would like to thank the chairman and I 2693 am pleased that we are taking action today to address the 2694 Internet tax moratorium, which is set to expire on November 2695 1.

2696 During the last few months, the Subcommittee on 2697 Commercial and Administrative Law held hearings on this 2698 moratorium in order to obtain as much information as possible

2699 from the varying interests that it will affect. We heard 2700 testimony from representatives of state and local

2701 governments, union and industries dependent on the Internet.
2702 We heard testimony from two esteemed members of Congress
2703 who discussed their respective bills, which would both simply
2704 make the moratorium permanent.

2705 Neither of those bills address some of the concerns 2706 expressed during the two hearings and, on contrast, the bill 2707 before us today, H.R. 3678, the Internet Tax Freedom 2708 Amendments Act, addresses some of the concerns raised by 2709 state and local governments and Internet-related industries. 2710 Most notably, the bill clarifies the definition of 2711 Internet access. The definition reflects the carefully 2712 balanced effort to provide industries with the continued 2713 opportunity to expand Internet access, allows consumers and 2714 businesses to access the Internet tax-free, all the while 2715 protecting the interests of state and local governments with 2716 a more refined definition.

2717 It is this restructured definition within H.R. 3678 2718 which ensures that the moratorium applies to all Internet 2719 transport and only to Internet access and not other services. 2720 H.R. 3678 also should be considered in light of the 2721 original intent of the Internet Tax Freedom Act. In 1998, 2722 Congress justified the moratorium as a temporary solution to 2723 provide time for administrative and definitional issues to be

2724 addressed regarding the fledgling industry.

2725 We must be mindful of what prior Congresses considered 2726 and what has happened during the intervening years since the 2727 moratorium was established in 1998.

With the moratorium expiring in about 3 weeks, I look 2729 forward to the opportunity today for the Judiciary Committee 2730 to report the bill promptly for full House consideration so 2731 that the Internet tax moratorium continues without 2732 interruption.

2733 And with that, I yield back the balance of my time.
2734 Chairman Conyers. Thank you, Chairwoman Sanchez.
2735 I now recognize the ranking member of the same

2736 subcommittee, the gentleman from Utah, Chris Cannon.

2737 Mr. Cannon. Thank you, Mr. Chairman. I want to thank2738 you for your leadership on this issue.

2739 I would ask unanimous consent to have my statement 2740 included in the record and then I would like to just make a 2741 couple of comments.

2742 Chairman Conyers. Without objection.

2743 Mr. Cannon. It is, of course, as you know, Mr.

2744 Chairman, my preference that we have a permanent Internet tax 2745 moratorium, but we have had a problem over time with the 2746 other body in getting a moratorium actually passed before the 2747 expiration of that moratorium.

2748 We now have states that are postured to tax the Internet

2749 immediately if we fail to extend this moratorium. So I just 2750 wanted to suggest to my colleagues that it is really 2751 important that we do this, we get it done, we get it over to 2752 the other body and get a final bill passed.

I would encourage them to support the bill and, again, would like to thank you, Mr. Chairman, and, also, Ms. Sanchez for her leadership on this issue and getting us to the point where we can get this done.

2757 Thank you, Mr. Chairman, and I yield back.

2758 Chairman Conyers. I thank the gentleman.

2759 Members of the committee, I have a substitute amendment, 2760 a manager's substitute amendment that I would like to call up 2761 now. I would ask the clerk to report.

The Clerk. Amendment in the nature of a substitute to The Clerk. Amendment in the nature of a substitute to A substitute to The Clerk. Amendment in the nature of a substitute to The Clerk. Amendment in the nature of a substitute to This act may be clear the following: Section This act may be clear as the Internet Tax The Clerk. Amendments Act of 2007.

2769 Chairman Conyers. I ask unanimous consent to ask that 2770 the amendment be considered as read.

2771 And I would like to take a few minutes to explain it, 2772 because it is very straightforward, three simple changes that 2773 we think improves considerably the measure 3678 before us. 2774 First, we deal with clarifications and technical 2775 corrections. Secondly, we provide an improved solution to 2776 the gross receipts tax issue. And, third, we strike Section 2777 6 of the bill.

We create, in this substitute amendment, an exemption 2779 for states that have enacted laws that would structure their 2780 gross receipt tax in a way as to be a substitute for state 2781 corporate income taxes that are not taxes on Internet access. 2782 To be exempt, the state law must meet certain criteria. 2783 The law must have been enacted between June 20, 2005 and 2784 November 1, 2007 or in the case of a state business, an 2785 occupation tax enacted after January 1, 1932 and before 2786 January 1, 1936.

2787 Secondly, the law must replace, in whole or in part, a 2788 modified value-added tax or a tax levied upon or measured by 2789 net income, capital stock or net worth.

2790 And, three, the law must be imposed on a broad range of 2791 business activity. And, finally, the law is not 2792 discriminatory in its application to providers of 2793 communications services, Internet access or

2794 telecommunications.

Finally, we strike Section 6 of the underlying bill, Finally, we strike Section 6 of the underlying bill, which provides that no state may prohibit an Internet service provider from collecting the tax from a customer or separately stating the amount of tax on an invoice to a customer.

It is our considered view that this language is not only 2801 confusing, but vague and potentially over-inclusive. And so 2802 the correction is made by striking the section all together. 2803 That, ladies and gentlemen of the committee, is the sum 2804 and substance of the substitute amendment and I open it up 2805 for your consideration.

2806 Mr. Goodlatte. Would the chairman yield?

2807 Chairman Conyers. I yield to Mr. Goodlatte, the 2808 gentleman from Virginia.

2809 Mr. Goodlatte. Just for a question, Mr. Chairman. 2810 This committee and the full House has, on numerous 2811 previous occasions, passed a permanent extension. Each time, 2812 we have been coming up close against the deadline, as we are 2813 again this time, and each time the House has overwhelmingly 2814 passed that.

We then went to the conference with the Senate and 2816 worked out the differences and agreed to something that 2817 satisfied the Senate, didn't satisfy the House, but certainly 2818 kept the House on record as wanting to have a permanent 2819 extension of the moratorium.

I just ask the chairman why, when the majority of the members of this committee and a majority of the members of the Congress have already cosponsored that permanent and pass the moratorium again, why don't we just go ahead and pass the permanent moratorium and send it over to the Senate so that those negotiations can proceed as they have in the past. Chairman Conyers. Well, I would like to produce for the chairman the long list of people, organizations, states, and the senate so that industries who have all come together to reach this compromise that has struck me as unusually reasonable.

2830 I have never let past decisions made by this body over-2831 influence the decisions that I make currently.

2832 Who seeks recognizing?

2833 Mr. Smith. Mr. Chairman?

2834 Chairman Conyers. Ranking Member Lamar Smith is 2835 recognized.

2836 Mr. Smith. Thank you, again, Mr. Chairman.

2837 I want to thank you and Mr. Cannon for offering this 2838 manager's amendment, which makes some necessary technical 2839 corrections to the bill.

Among other things, it makes changes to the exception 2841 that covers certain states that have moved to a gross 2842 receipts as opposed to a net income corporate tax regime. 2843 As I understand it, these changes have met with the 2844 approval of the various stakeholders and I am glad that we 2845 were able to work in a bipartisan fashion to make this a 2846 better bill.

2847 While I do not support the timeframe in the base bill, I 2848 do support this amendment so that we can get these necessary 2849 technical changes made.

2850 And with that, Mr. Chairman, I will yield back.
2851 Chairman Conyers. I thank the gentleman for his
2852 limited, but important cooperation.

2853 Who seeks recognition on this side?

2854 Mr. Goodlatte. Mr. Chairman, if no one does, I have an 2855 amendment to the amendment in the nature of a substitute. 2856 Chairman Conyers. The gentleman is recognized and the 2857 clerk will report the gentleman's amendment.

2858 The Clerk. Amendment to H.R. 3678, offered by Mr. 2859 Goodlatte of Virginia. Strike Section 2(1). Insert the 2860 following: (1) In Section 1101–

2863 Mr. Goodlatte. Mr. Chairman, I ask unanimous consent 2864 to-

2865 Mr. Scott. I reserve a point of order, Mr. Chairman.
2866 Chairman Conyers. The gentleman from Virginia reserves
2867 a point of order on the gentleman from Virginia's amendment.
2868 And the gentleman is recognized in support of his
2869 amendment.

2870 Mr. Goodlatte. Thank you, Mr. Chairman.

2871 Mr. Chairman, the Internet Tax Fairness Act of 1998 2872 created a moratorium on Internet access taxes and multiple 2873 and discriminatory taxes on e-commerce.

As a result of this moratorium, the Internet has 2875 remained relatively free from the burdens of new taxation. 2876 However, these burdens are just around the corner once again 2877 and without further action by Congress, the moratorium will 2878 sunset on November 1 of this year.

While I agree that we need to extend the ban on these 2880 stifling taxes, I am extremely disappointed that the majority 2881 has dropped the ball and has put forth this bill, which only 2882 grants an additional 4-year extension and which does not 2883 eliminate the provisions that allow certain states to tax 2884 Internet access services.

2885 During the 108th Congress, House Republicans worked to 2886 pass a permanent extension of the Internet tax moratorium. 2887 That legislation was supported by overwhelming margins and

2888 passed both the House Judiciary Committee and the full House 2889 by voice vote.

2890 While the bill was ultimately scaled back in the Senate, 2891 the will of the House was clear. We wanted a permanent 2892 extension of the moratorium.

This Congress, the will of the House is equally clear. 2894 A full 238 bipartisan members of the House have put their 2895 name behind H.R. 743, a bill introduced by Representative 2896 Anna Eshoo and myself, to make the ban permanent and to 2897 eliminate the grandfathering clause that allows many states 2898 to tax Internet access.

Indeed, a full 21 members of this very committee have cosponsored that legislation. That is a majority of the members of this committee on record in support of a permanent 2902 ban.

2903 Despite the support of an overwhelming majority of the 2904 House, the bill before us merely extends the moratorium for 4 2905 years and does not eliminate the grandfathering clause. 2906 Is it the official policy of the new House majority to 2907 not extend the moratorium permanently? The temporary fix 2908 before us today does little to bridge the digital divide 2909 between those who can afford Internet access and those who 2910 cannot.

2911 It is estimated that only 11 percent of U.S. households2912 with incomes of less than \$30,000 have high-speed Internet

2913 service as opposed to 61 percent of households with incomes 2914 over \$100,000.

Taxes on Internet access will increase the cost of 2916 households going online, as the prices for providing Internet 2917 access service increase. What this means is that the digital 2918 divide between those who can afford to go online and those 2919 who cannot will become much larger.

A permanent ban would guarantee that the price of 2921 Internet access will not be raised due to excessive taxation. 2922 In addition, a permanent ban would create certainty that the 2923 broadband providers the industry need to make the business 2924 decisions to invest in the deployment of broadband to the 2925 areas they do not now serve.

2926 Currently, these providers must factor in the likelihood 2927 that they will have to comply with a multitude of tax burdens 2928 that are a mere 4 years away, in addition to the usual costs 2929 associated with providing broadband line to the most rural 2930 areas.

2931 My amendment, which I am offering with Representatives 2932 Feeney, Franks and Jordan, would make the ban on these taxes 2933 permanent and would eliminate, in 4 years, the grandfathering 2934 clause that has allowed a handful of states to collect taxes 2935 on Internet access.

2936 This amendment is forward-looking, will help make2937 Internet access more affordable for all citizens, and will

2938 provide much needed certainty for businesses seeking to roll 2939 out broadband Internet access.

The choice today is clear. You can vote to eliminate 2941 Internet access taxes for good or you can simply kick the can 2942 and pave the way for these taxes to reemerge in 4 years. 2943 I urge the majority of the members of this committee who 2944 have already put their name behind H.R. 743 to simply be 2945 consistent and vote for this amendment to permanently ban 2946 Internet access taxes.

2947 Chairman Conyers. I thank the gentleman for his cogent 2948 remarks and I rise in opposition to his proposal.

2949 And why? Well, the vote that the gentleman from 2950 Virginia referred to took place in October of 2001. It was a 2951 voice vote.

At that time, the Internet was in its infancy. It was 2953 just starting out. We wanted to give it the strength and the 2954 encouragement and the nourishment that we thought it might 2955 need to grow and thrive and become prosperous.

2956 Six years later, today, we find the Internet doing quite 2957 well, very well. And so that is my attempt to distinguish 2958 between the times.

2959 Making this tax permanent would eliminate any 2960 possibility that Congress ever would be able to revisit the 2961 issue and make adjustments to the moratorium if necessary, as 2962 innovation has and will occur in the high tech industry. 2963 Congress has made important adjustments on each previous 2964 occasion that we extended the moratorium. For example, in 2965 2004, the act provided for an amended definition of Internet 2966 access and resulted in assertions and public rulings by many 2967 states requiring the collection of tax on sales of 2968 telecommunications to an Internet service provider to provide 2969 Internet access.

2970 This is because those states have interpreted the 2004 2971 definition of Internet access to broaden the scope, the 1998 2972 grandfather clause to permit taxation on sales of 2973 telecommunications to an Internet service provider to provide 2974 Internet access.

However, because the 2004 act had a temporary extension, 2976 we were able to revisit this problem in 2007 and have, again, 2977 made adjustments that would allow those states that have 2978 issued public rulings before July 1 of this year that are 2979 inconsistent with the foregoing rules to be held harmless 2980 until after November 1 of this year, after which they will be 2981 phased out.

2982 Similarly, the 2004 act made an important adjustment to 2983 the 2001 extension, which was also a temporary extension, by 2984 explicitly protecting the Texas municipal access line fee. 2985 The 2004 act included a provision that was intended to 2986 protect the ability of Texas municipalities to collect 2987 franchise fees from telecommunications providers that use 2988 public lands.

Also, in 2004, this committee expanded the reach of the moratorium to protect Internet access provided via cable modem and that change, suggested by the gentleman from 2992 Carolina, North Carolina, Mr. Watt, and Mr. Cannon of Utah, 2993 has helped millions of consumers.

2994 Likewise, the current measure before us makes 2995 adjustments to the 2004 act that may need to be addressed in 2996 the future, such as a solution to the gross receipts tax **2997** problem in certain states that we have alluded to and a new, 2998 perhaps narrow definition of Internet access itself may be 2999 reconsidered as the Internet continues to grow and expand. 3000 So given where we are today and the many concerns and 3001 issues that have been raised by all sides and the tremendous 3002 coming together of the stakeholders, I truly believe that 3003 this 4-year extension is the absolute best way to get this 3004 matter to the floor and signed into law before November 1. Any extension beyond 4 years will unsettle the careful 3005 3006 compromise that has been crafted and could result in the law 3007 expiring and that is not in anyone's interest.

And so, therefore, I ask my colleagues on both sides of 3009 the aisle of this committee to join me in particularly 3010 opposing changes such as this one on the amendment.

3011 I must now, in the order of procedure, recognize the 3012 ranking member of the House Judiciary Committee.

3013 Mr. Smith. Thank you, Mr. Chairman.

3014 I appreciate the favorable mention or at least mention 3015 of my home state, Texas.

3016 Mr. Chairman, I strongly support the gentleman from 3017 Virginia's amendment. I have long supported a permanent 3018 Internet tax moratorium. For the last 8 years, Congress has 3019 helped to expand the availability of Internet access 3020 throughout the country by assuring the marketplace that the 3021 Internet will remain free of burdensome taxes on access and 3022 e-commerce.

3023 However, the marketplace has very little assurance that 3024 this will remain the case, because Congress has had to extend 3025 and often tweak the moratorium every 2 to 3 years.

3026 For example, the last time that Congress addressed this 3027 issue, the moratorium actually lapsed for over a year because 3028 the other body could not move an extension by the time the 3029 moratorium expired.

3030 In fact, if Congress does not pass legislation to extend 3031 the moratorium soon, it will expire and millions of customers 3032 will be facing significantly higher bills for their Internet 3033 access.

A permanent ban on Internet access taxes and 3035 discriminatory taxes on e-commerce is the only way to ensure 3036 that the Internet will continue to grow and drive American 3037 innovation.

Permanence is the only way we can give businesses the 3039 certainty necessary to expand the broadband Internet 3040 infrastructure. Permanence is the only way that we can 3041 assure lower income families that their Internet access bills 3042 will be cheaper in the long run. And permanence is the 3043 measure that is favored by a majority of the members of the 3044 House.

3045 As Mr. Goodlatte said a minute ago, almost 240 members 3046 have signed on to cosponsors bills that provide for a 3047 permanent extension.

3048 A failure to extend the moratorium permanently sends the 3049 signal that Congress does not appreciate the importance of 3050 the Internet to the American people and our economy.

3051 Mr. Chairman, I strongly support the gentleman's 3052 amendment and I urge my colleagues to support it, as well, 3053 but I would like to make one additional comment. Mr. 3054 Chairman, it is this.

In my judgment, this year, in this Congress, there are 3056 really going to only be two votes that provide the people who 3057 are watching with the litmus test as to whether Congress is 3058 going to encourage and try to benefit the high tech industry 3059 in America.

3060 I think this is one vote, a vote on the permanent 3061 moratorium on Internet taxes. I think the second vote is 3062 going to be the vote on the patent reform bill. But those 3063 two votes are really the litmus test for members of Congress 3064 to signal whether they are going to encourage the high tech 3065 industry.

3066 And let me explain why I think that is important. High 3067 tech industries today employ only 4 percent of all American 3068 employees, yet high tech industries now account for 40 3069 percent of our increase in productivity and account for half 3070 of our exports.

3071 So if we are going to have a healthy economy in America, 3072 if we are going to continue to create jobs, if we are going 3073 to continue to enjoy a high standard of living, if we are 3074 going to continue to increase productivity, we have to do 3075 everything we can to encourage and help the high tech 3076 industry.

3077 And this particular vote on making the tax moratorium 3078 permanent does exactly that. And so I encourage all members 3079 who have an interest in helping the high tech industry to 3080 support the gentleman from Virginia's amendment that we are 3081 now-

3082 Ms. Lofgren. Would the gentleman yield?

3083 Mr. Smith. And I will be happy to yield to the 3084 gentlewoman from California.

3085 Ms. Lofgren. I thank the gentleman for yielding. 3086 I support the amendment. Over the last year, the United 3087 States has flipped from 12th to 15th in broadband deployment.

3088 We have now fallen behind Japan, which is at 61 megabits per 3089 second, behind France at 17.6 megabits per second. We are 3090 at, at on average, 1.9 megabits per second.

And in the innovation agenda that House Democrats 3092 unveiled in September of 2005, we made a commitment to bring 3093 affordable broadband access to all Californians. I think 3094 that the ability to make investments will be enhanced in a 3095 permanent measure.

I do want to give credit to the chairman of the full 3097 committee and the chairman of the subcommittee, Ms. Sanchez, 3098 for the enormous work they have put into this. Certainly, 3099 with their leadership, we got a definition of Internet access 3100 that is workable, protects the backbone, and I think that is 3101 enormously important.

3102 However, as a representative from Silicon Valley, I 3103 could do nothing but support a permanent measure, as do 237 3104 of my colleagues who have cosponsored my colleague, Ann 3105 Eshoo's bill.

3106 So I just wanted to note that, while also thanking the 3107 chairmen of both the subcommittee and full committee for the 3108 important work that they did.

3109 And I yield back to the gentleman. Thank you.

3110 Mr. Smith. Mr. Chairman, I will reclaim my time.

3111 And I want to thank the gentlewoman from California,3112 who, as she says, represents Silicon Valley, both for her

3113 statistics and her comments and her support of the amendment.

3114 And I will yield back, Mr. Chairman.

3115 Chairman Conyers. I thank the gentleman.

3116 The gentleman from Virginia?

3117 Mr. Scott. Thank you, Mr. Chairman.

3118 I would yield to you. You are seeking time.

3119 Chairman Conyers. I thank the gentleman for yielding.

3120 I appreciate the comments of both the gentlelady from 3121 California, in the Silicon Valley area, and the gentleman 3122 from Texas, who have pointed out something that needs to be 3123 corrected here.

3124 The high tech industry, unless these letters are 3125 incorrect, have joined with the coalition of organizations 3126 supporting the 4-year moratorium contingent and I would like 3127 to insert these letters in the record.

3128 Without objection, that will be done.

3129 [The information follows:]

3130 ********* COMMITTEE INSERT **********

Don't Tax our Web has written to me and Ranking Member 3132 Smith, Subcommittee Chair Sanchez, Mr. Cannon, and the 3133 Business Software Alliance says that, "While we would prefer 3134 a permanent extension, in light of the November 1 deadline 3135 and certain reservations which have been expressed about 3136 making the moratorium permanent, BSA supports and urges the 3137 enactment of H.R. 3678," this measure which is before us at 3138 this point.

3139 So I ask that they be brought into the record.

3140 Mr. Scott. Reclaiming my time, Mr. Chairman.

3141 I have a reserved point of order, which I think we are 3142 going to recess now and come back to continue the discussion. 3143 Chairman Conyers. Thank you very much.

3144 Mr. Scott. I think we are going to defer the point of 3145 order until we come back.

3146 Chairman Conyers. I think we should. And what I would 3147 ask of my colleagues, that we be able to discuss this matter 3148 in some detail, taking advantage of the time that we have.

3149 Does anyone know how many votes are pending? Four votes 3150 pending. So it will be an hour.

3151 So let's try to come back at quarter to 4:00 and we will 3152 stand in recess until that time.

3153 Thank you very much.

3154 [Recess.]

3155 Chairman Conyers. The committee will come to order.

3156 Pursuant to our agenda, we have agreed now to take up 3157 H.R. 3387, the codification update for Title 46 USC.

3158 And I would ask the clerk to report the bill.

3159 The Clerk. H.R. 3387, a bill to update and improve the 3160 codification of Title 46 United States Code. Be it enacted 3161 by the Senate and House of Representative of the United 3162 States of America-

3163 [The bill follows:]

3164 ********* INSERT **********

3165 Chairman Conyers. Without objection, the amendment will 3166 be considered as read.

3167 And if I may take a few minutes to explain what is in 3168 H.R. 3387, I will. It was prepared by the Law Revision 3169 Council to bring the codification of Title 46 up to date. 3170 It incorporates four laws passed too late in the 3171 previous Congress to be included in the original 3172 codification.

3173 In a moment, I will offer an amendment to add a few 3174 technical revisions recommended by the Law Revision Council, 3175 developed since the bill was introduced.

3176 As with other codifications by the Law Revision Council, 3177 this bill does not make any substantive changes in the law. 3178 With that terse introduction, I recognize the ranking 3179 member of the committee.

3180 Mr. Smith. Thank you, Mr. Chairman.

3181 Mr. Chairman, in the interest of time, I will ask 3182 unanimous consent that my statements both on the bill and on 3183 the manager's amendment be made a part of the record.

3184 Chairman Conyers. Without objection, so ordered.

3185 [The information follows:]

3186 ******** COMMITTEE INSERT **********

3187 Mr. Smith. Let me say, also, Mr. Chairman, that I do 3188 support the bill and I support your manager's amendment, as 3189 well, and recommend that my colleagues support those two 3190 pieces of legislation, as well.

3191 I yield back.

3192 Chairman Conyers. Thank you.

3193 I have a manager's amendment at the desk and I ask the 3194 clerk to read the amendment.

3195 Since the clerk doesn't appear to be in possession of 3196 the manager's amendment, we will add it on the way to the 3197 Rules Committee or to the floor.

3198 Does anyone have any comments or inquiry about H.R. 3199 3387?

3200 If not, the question occurs on the bill.

All in favor will signify by saying "aye."

3202 And those opposed, "no."

3203 The ayes have it and the bill is agreed to.

Without objection, it will be reported favorably to the 3205 House in the form of a single amendment in the nature of a 3206 substitute. And without objection, the staff is authorized 3207 to make any technical and conforming changes and members will 3208 have 2 days to submit additional dissenting, supplemental or 3209 minority views.

3210 Pursuant to notice, I now call up the bill H.R. 3564,3211 the Regulatory Improvement Act, and ask the clerk to read the

3212 bill.

3213 The Clerk. H.R. 3564, a bill to amend Title 5 United 3214 States Code to authorize appropriations for the 3215 Administrative Conference of the United States-

3216 [The bill follows:] 3217 ******** INSERT ********* 3218 Chairman Conyers. Without objection, the bill will be 3219 considered as read and open for amendment at any point.

3220 I am pleased to recognize the chair of the Subcommittee 3221 on Commercial Law, the gentlelady from California, Linda 3222 Sanchez, for opening comments.

3223 Ms. Sanchez. Thank you, Mr. Chairman.

3224 Mr. Chairman, I urge support of H.R. 3564, the 3225 Regulatory Improvement Act of 2007, a bill that would 3226 reauthorize the Administrative Conference of the United 3227 States for 4 years.

3228 During its existence, ACUS was an independent,
3229 nonpartisan agency devoted to analyzing the administrative
3230 law process and providing guidance to Congress.

3231 Although reauthorized on October 30, 2004, it was not 3232 appropriated funds.

3233 Currently, the conference's reauthorization is due to 3234 expire on September 30, 2007. This legislation would 3235 reauthorize ACUS until 2011.

I especially commend my colleague, Mr. Cannon, the 3237 ranking member of the subcommittee, for his leadership in 3238 introducing this legislation and for his deep and abiding 3239 commitment to revitalizing the conference.

3240 After the hearing last week, I am convinced of the need 3241 for a nonpartisan think tank that can dispassionately examine 3242 administrative law and process and that can make credible 3243 recommendations for reform.

In addition to supporting the reauthorization of ACUS, I 3245 hope my colleagues will also join me in the next step, 3246 obtaining funding for the conference once and for all. 3247 The extremely nominal investment to fund ACUS will 3248 unquestionably redound in billions of savings in taxpayer 3249 dollars. I urge my colleagues to support this very important 3250 piece of legislation. 3251 Mr. Cannon. Would the gentlelady yield?

3252 Ms. Sanchez. I will yield to the gentleman from Utah.
3253 Mr. Cannon. We shall try and save some time here, Mr.
3254 Chairman.

3255 I ask unanimous consent to have my statement included in 3256 the record.

3257 Chairman Conyers. Without objection, so ordered.

3258 [The statement of Mr. Cannon follows:]

3259 ********* COMMITTEE INSERT **********

Mr. Cannon. Very little can be said in addition to what 3261 the gentlelady has said. This is a great bill and a great 3262 organization that has produced wonderful things for America 3263 and for the way we govern ourselves, and I would encourage 3264 the members of the panel to support it and, also, in the 3265 future, to support the appropriations to fund this 3266 organization.

3267 Thank you, Mr. Chairman. I yield back.

3268 Chairman Conyers. Thank you.

3269 Mr. Smith. Mr. Chairman, may I ask the chairwoman of 3270 the subcommittee, Ms. Sanchez, to yield to me, as well?

3271 Ms. Sanchez. Certainly.

3272 Mr. Smith. Thank you.

3273 Mr. Chairman, I want to say that the chair has described 3274 the bill well. I support it and ask unanimous consent that 3275 my full statement be made a part of the record.

3276 Chairman Conyers. Without objection, so ordered.

3277 [The statement of Mr. Smith follows:]

3278 ********* COMMITTEE INSERT **********

3279 Ms. Sanchez. And I will reclaim my time and yield back 3280 to the chairman.

3281 Chairman Conyers. Thank you.

3282 Are there any other comments? Are there any amendments? 3283 If not, a reporting quorum being present, the question 3284 is on reporting the bill favorably to the House.

3285 All those in favor will signify by saying "aye."

3286 Those opposed, "no."

3287 In the opinion of the chair, the ayes have it. The ayes 3288 have it and H.R. 3564 is ordered reported favorably to the 3289 House. Members will have 2 days to submit additional views. 3290 We now return to the Internet tax bill, where the 3291 Goodlatte amendment is still pending.

3292 And before I recognize the gentleman from Virginia, if 3293 he chooses to be recognized again, during the break, I should 3294 advise the members of the committee that we have discussed 3295 the desire of a number of members to offer amendments to 3296 alter or remove the sunset on the moratorium.

3297 Before the break, we were able to have a full debate on 3298 that tissue generally.

3299 A point of order was reserved regarding possible 3300 germaneness. I would like to help move us forward and, in 3301 the interest of that, many other members on the committee 3302 have that same view.

3303 So I propose that rather than pursue the point of order,

3304 we will consider the pending amendment and two additional 3305 amendments with alternative timeframes to the 4-year sunset 3306 in the bill.

3307 I want to indicate the concurrence of the ranking member 3308 and offer him an opportunity for any comments, if he so 3309 chooses.

After we vote on the pending amendment, Mr. Goodlatte 3311 will speak in support of two other amendments and I would 3312 hope that we can limit debate to move promptly to a vote on 3313 each, since we are apparently under a 5 o'clock deadline with 3314 our activities, requiring our presence on the floor.

3315 I would, therefore, ask if the gentleman from Virginia, 3316 Mr. Bobby Scott, if he would kindly withdraw his reservation 3317 of a point of order.

3318 Mr. Scott. So move, Mr. Chairman.

3319 Chairman Conyers. Thank you.

3320 And now the question is on the pending amendment by Mr.3321 Goodlatte, which would make the moratorium permanent.

3322 All those in favor of the Goodlatte amendment, signify 3323 by saying "aye."

3324 All those opposed to the Goodlatte amendment, signify by 3325 saying "no."

In the opinion of the chair-the request for a roll call 3327 vote has been heard by Mr. Goodlatte, if I anticipated him, 3328 correctly, and the clerk will call the roll.

- 3329 The Clerk. Mr. Chairman?
- 3330 Chairman Conyers. No.
- 3331 The Clerk. Mr. Chairman votes no.
- 3332 Mr. Berman?
- 3333 [No response.]
- 3334 Mr. Boucher?
- 3335 [No response.]
- 3336 Mr. Nadler?
- 3337 [No response.]
- 3338 Mr. Scott?
- 3339 Mr. Scott. No.
- 3340 The Clerk. Mr. Scott votes no.
- 3341 Mr. Watt?
- 3342 Mr. Watt. No.
- 3343 The Clerk. Mr. Watt votes no.
- 3344 Ms. Lofgren?
- 3345 Ms. Lofgren. Aye.
- 3346 The Clerk. Ms. Lofgren votes aye.
- 3347 Ms. Jackson Lee?
- 3348 Ms. Jackson Lee. No.
- 3349 The Clerk. Ms. Jackson Lee votes no.
- 3350 Ms. Waters?
- 3351 Ms. Waters. No.
- 3352 The Clerk. Ms. Waters votes no.
- 3353 Mr. Delahunt?

- 3354 Mr. Delahunt. No.
- 3355 The Clerk. Mr. Delahunt votes no.
- 3356 Mr. Wexler?
- 3357 Mr. Wexler. No.
- 3358 The Clerk. Mr. Wexler votes no.
- 3359 Ms. Sanchez?
- 3360 Ms. Sanchez. No.
- 3361 The Clerk. Ms. Sanchez votes no.
- 3362 Mr. Cohen?
- 3363 [No response.]
- 3364 Mr. Johnson?
- 3365 Mr. Johnson. No.
- 3366 The Clerk. Mr. Johnson votes no.
- 3367 Ms. Sutton?
- 3368 [No response.]
- 3369 Mr. Gutierrez?
- 3370 [No response.]
- 3371 Mr. Sherman?
- 3372 [No response.]
- 3373 Ms. Baldwin?
- 3374 Ms. Baldwin. No.
- 3375 The Clerk. Ms. Baldwin votes no.
- 3376 Mr. Weiner?
- 3377 Mr. Weiner. Pass.
- 3378 The Clerk. Mr. Weiner passes.

- 3379 Mr. Schiff?
- 3380 [No response.]
- 3381 Mr. Davis?
- 3382 [No response.]
- 3383 Ms. Wasserman Schultz?
- 3384 Ms. Wasserman Schultz. No.
- 3385 The Clerk. Ms. Wasserman Schultz votes no.
- 3386 Mr. Ellison?
- 3387 Mr. Ellison. No.
- 3388 The Clerk. Mr. Ellison votes no.
- 3389 Mr. Smith?
- 3390 Mr. Smith. Aye.
- 3391 The Clerk. Mr. Smith vote aye.
- 3392 Mr. Sensenbrenner?
- 3393 Mr. Sensenbrenner. Aye.
- 3394 The Clerk. Mr. Sensenbrenner votes aye.
- 3395 Mr. Coble?
- 3396 Mr. Coble. Aye.
- 3397 The Clerk. Mr. Coble votes aye.
- 3398 Mr. Gallegly?
- 3399 Mr. Gallegly. Aye.
- 3400 The Clerk. Mr. Gallegly votes aye.
- 3401 Mr. Goodlatte?
- 3402 Mr. Goodlatte. Aye.
- 3403 The Clerk. Mr. Goodlatte votes aye.

3404	Mr. Chabot?
3405	[No response.]
3406	Mr. Lungren?
3407	Mr. Lungren. Aye.
3408	The Clerk. Mr. Lungren votes aye.
3409	Mr. Cannon?
3410	Mr. Cannon. Aye.
3411	The Clerk. Mr. Cannon votes aye.
3412	Mr. Keller?
3413	Mr. Keller. Aye.
3414	The Clerk. Mr. Keller votes aye.
3415	Mr. Issa?
3416	[No response.]
3417	Mr. Pence?
3418	[No response.]
3419	Mr. Forbes?
3420	Mr. Forbes. Aye.
3421	The Clerk. Mr. Forbes votes aye.
3422	Mr. King?
3423	Mr. King. Aye.
3424	The Clerk. Mr. King votes aye.
3425	Mr. Feeney?
3426	Mr. Feeney. Aye.
3427	The Clerk. Mr. Feeney votes aye.
3428	Mr. Franks?

- 3429 Mr. Franks. Aye.
- 3430 The Clerk. Mr. Franks votes aye.
- 3431 Mr. Gohmert?
- 3432 Mr. Gohmert. Aye.
- 3433 The Clerk. Mr. Gohmert votes aye.
- 3434 Mr. Jordan?
- 3435 Mr. Jordan. Aye.
- 3436 The Clerk. Mr. Jordan votes aye.
- 3437 Mr. Gutierrez. How am I recorded?
- 3438 The Clerk. Mr. Gutierrez is not recorded.
- 3439 Mr. Gutierrez. No.
- 3440 The Clerk. Mr. Gutierrez votes no.
- 3441 Chairman Conyers. Mr. Sherman?
- 3442 Mr. Sherman. No.
- 3443 The Clerk. Mr. Sherman votes no.
- 3444 Chairman Conyers. Ms. Sutton?
- 3445 Ms. Sutton. No.
- 3446 The Clerk. Ms. Sutton votes no.
- 3447 Chairman Conyers. Mr. Boucher?
- 3448 Mr. Boucher. No.
- 3449 The Clerk. Mr. Boucher votes no.
- 3450 Chairman Conyers. Mr. Berman?
- 3451 Mr. Berman. No.
- 3452 The Clerk. Mr. Berman votes no.
- 3453 Chairman Conyers. Mr. Nadler?

- 3454 Mr. Nadler. No.
- 3455 The Clerk. Mr. Nadler votes no.
- 3456 Chairman Conyers. Mr. Cohen?
- 3457 Mr. Cohen. No.
- 3458 The Clerk. Mr. Cohen votes no.
- 3459 Chairman Conyers. Mr. Schiff?
- 3460 Mr. Schiff. No.
- 3461 The Clerk. Mr. Schiff votes no.
- 3462 Chairman Conyers. Mr. Weiner?
- 3463 Mr. Weiner. How am I recorded?
- 3464 The Clerk. Mr. Weiner passed.
- 3465 Mr. Weiner. No.
- 3466 Chairman Conyers. Are there any other members in the
- 3467 chamber that wish to cast a vote?
- 3468 If not, the clerk will report.
- 3469 The Clerk. Mr. Chairman, 15 members voted aye, 21 3470 members voted no.
- 3471 Chairman Conyers. The amendment fails.
- 3472 Ms. Jackson Lee. Mr. Chairman?
- 3473 Chairman Conyers. Yes. The gentlelady from Texas?
- 3474 Ms. Jackson Lee. Mr. Chairman, I just want to offer a 3475 brief word of-
- 3476 Chairman Conyers. Do you want to strike the last word? 3477 Ms. Jackson Lee. I want to strike the last word. I 3478 guess I was rushing, as I was between two committees, but I

3479 would like to strike the last word, unanimous consent.

3480 Chairman Conyers. The gentlelady is recognized. 3481 Ms. Jackson Lee. Thank you very much, Mr. Chairman. 3482 Let me add my appreciation for the underlying bill 3483 sponsored by yourself and a number of others. In particular, 3484 for those states who, in fact, have recognized the dilemma of 3485 this question of Internet taxation, but have already been 3486 grandfathered in, such as Texas, I am very glad that the bill 3487 proposes to extend the moratorium temporarily, retaining the 3488 grandfathering of existing taxes on Internet access and it 3489 also improves the definition of the Internet.

The 4-year period gives us an opportunity again to 3491 assess our policy, but at the same time, it recognizes the 3492 role that such taxation plays in the fiscal policy of states 3493 like Texas and it provides us an opportunity for adequate 3494 public services without cutting them off, but yet respecting 3495 the importance of the industry, of which we are very grateful 3496 for the economic engine that Silicon Valley provides.

3497 So I want to add my appreciation for this legislation 3498 and ask my colleagues to vote for it and thank the chairman.

And I yield back.

3500 Chairman Conyers. I thank the gentlelady.

3501 And I recognize the gentleman from Virginia, Mr. 3502 Goodlatte.

3503 Mr. Goodlatte. Thank you, Mr. Chairman. I have an

3504 amendment at the desk, number 02.

3505 Chairman Conyers. The clerk will report the amendment.
3506 The Clerk. Amendment to H.R. 3678, offered by Mr.
3507 Goodlatte of Virginia. Strike Section 2(1)-

3508 [The amendment by Mr. Goodlatte follows:] 3509 ******** COMMITTEE INSERT ******** 3510 Chairman Conyers. I ask unanimous consent the amendment 3511 be considered as read and recognize the author of the 3512 amendment in support of his own amendment.

3513 Mr. Goodlatte. Thank you, Mr. Chairman.

Mr. Chairman, naturally, I am disappointed that the 3515 committee has not chosen to do the will of previous 3516 Congresses or of the majority of the members of the House who 3517 cosponsored the permanent ban, including several members on 3518 the other side of the aisle who had cosponsored that 3519 legislation, but didn't see fit to take advantage of the 3520 opportunity to support it.

3521 But I will, nonetheless, offer what I think is another 3522 good idea and that is to not make this such a short extension 3523 that it is only for 4 years. This amendment would extend the 3524 current ban on Internet taxes and discriminatory taxes on 3525 electronic commerce for 8 years.

This 8-year extension will give much greater certainty 3527 to businesses than the 4-year extension in the underlying 3528 bill and will also help ensure that our nation's low income 3529 families have a better shot at being able to afford broadband 3530 access.

3531 Mr. Chairman, as was noted in my earlier remarks, only 3532 11 percent of individuals in this country with incomes below 3533 \$30,000 a year have broadband Internet access and the fact of 3534 the matter is one of the big deterrents is all of those 3535 charges that show up on your phone bill, all those charges 3536 that show up on your cable bill will, over time, show up on 3537 Internet access bills, and this would avoid that and it would 3538 give greater encouragement to those who are investing in the 3539 build-out of our country.

3540 Broadband service, as was noted by the gentlewoman from 3541 California, we are falling further and further behind other 3542 countries. Having a longer period of certainty that these 3543 taxes will not apply will help us.

Mr. Chairman, America's consumers and businesses need 3545 more assurance that aggressive state and local jurisdictions 3546 will not start imposing taxes on Internet access. America is 3547 lagging behind in broadband penetration and an 8-year 3548 extension will help us get back on track.

And for those concerned about the grandfathering, this asson amendment would also have the effect of not ending the grandfathering provisions in the current law until 4 years from now, which allows certain states and localities to tax asson Internet access, despite the ban on these taxes.

Eliminating this currently existing grandfathering 3555 provision will grant much awaited relief to consumers and 3556 businesses, but it will not occur for 4 years to allow those 3557 states and localities the opportunity to adjust to that.

3558 It will help level the playing field to ensure that 3559 Internet access, no matter where it is provided, will be free 3560 of excessive and burdensome taxation.

3561 It is my understanding that the 8-year extension to the 3562 moratorium was negotiated at the subcommittee level between 3563 the states and the telecommunications companies.

3564 So it is my hope that this amendment can be supported by 3565 a majority here at the full committee.

3566 Chairman Conyers. Thank you very much, Mr. Goodlatte. 3567 I rise with some reluctance to oppose the amendment, 3568 because this would constitute an unreasonably long extension, 3569 which would affect and limit the ability of Congress to 3570 revisit the moratorium and its effect on the industry, the 3571 states and the localities and, as well, on the consumer, as 3572 technology and innovation progress.

3573 I argue that adding 2 more years to this moratorium is 3574 unnecessary, counterproductive and not in the best interest 3575 of all the stakeholders.

3576 The Internet is still growing. It is still an ever-3577 expanding tool. And so limiting the ability to revisit and 3578 reexamine the effects of the moratorium to a longer period 3579 will prevent industries, states and localities and consumers 3580 from reaping the true benefit of such rapidly expanding 3581 technology.

3582 What we do presently makes the much needed adjustments 3583 to the definition of the Internet access, defining it as the 3584 connection to the Internet. What if this definition is no 3585 longer sufficient in 4 years or 6 years or 7 years?

And so in its current form, I would argue that we offer 3587 a strong solution to the gross receipts tax problem that has 3588 come up in certain states since the act was passed in 2004. 3589 What if a new unforeseen problem arises that could cost 3590 the industry or the states or localities millions in lost 3591 revenue? We will have to wait, to me, an unnecessary and 3592 unreasonably long period of time to fix the problem.

3593 So our best option, I recommend to each member of the 3594 committee, is to get to the floor before the deadline. The 3595 states never supported any extension above 4 years. Congress 3596 can revisit and make adjustments at our discretion within the 3597 period of the moratorium that now exists and without that 3598 reasonable extension, we won't be able to address the issues 3599 and make the proper necessary adjustments as they occur. 3600 And those are the considerations that I present to the

3601 committee in opposition to my distinguished friend from 3602 Virginia's amendment now pending.

3603 Mr. Watt. Mr. Chairman?

3604 Chairman Conyers. Yes. Mr. Watt of North Carolina?

3605 Mr. Watt. I move to strike the last word.

3606 Chairman Conyers. The gentleman is recognized.

3607 Mr. Watt. Thank you, Mr. Chairman.

3608 Chairman Conyers. Excuse me, Mr. Watt. I think I had 3609 better go to the other side.

152

3610 Mr. Watt. I didn't realize there was somebody over 3611 there who was seeking recognition.

3612 Chairman Conyers. There is, namely, the ranking member 3613 of judiciary, Mr. Smith.

3614 Mr. Smith. Thank you, Mr. Chairman.

3615 Mr. Chairman, I am disappointed that the committee did 3616 not adopt the amendment to extend the moratorium permanently. 3617 However, the gentleman from Virginia's amendment to extend 3618 the moratorium for 8 years is the next best option.

They give some assurances to businesses so that they can expand the broadband Internet infrastructure. It also ensures that at least for 8 years, the American taxpayer will not be threatened with an additional 5 to 15 percent in sales and telecommunications taxes every time they log onto the Internet to do research for a term paper or to buy a Christmas present.

3626 For those reasons, I support this amendment and urge my 3627 colleagues to do the same.

3628 Mr. Chairman, I will yield back.

3629 Chairman Conyers. Thank you.

3630 Mr. Watt?

3631 Mr. Watt. Move to strike the last word.

3632 Chairman Conyers. The gentleman is recognized.

3633 Mr. Watt. And I will try not to take 5 minutes.

3634 As the chair knows and the members of the committee

153

3635 know, I have been the ranking member on the subcommittee that 3636 has had jurisdiction over this issue for all the time that it 3637 has been before the committee.

3638 And I wanted to address a couple of the arguments that 3639 have been made as a result of that.

First of all, there has not been an extension of the 3641 moratorium that I have not supported, although I have been 3642 adamantly opposed to making the extension permanent, because 3643 of some pretty obvious things.

The last thing we dealt with this, we, in fact, expanded 3645 the coverage and breadth of the moratorium because between 3646 that time and the time before, when we put the moratorium in 3647 effect, we found that there was a substantial inequity in the 3648 definition to which we had applied the moratorium.

I think actually making the moratorium permanent without knowing the full impact of and potential of the Internet would be irresponsible, although I recognize that even if we made it permanent, we would have the option of going back and making it unpermanent.

I just think this whole process that we are going 3655 through with access to the Internet and the capacity of the 3656 Internet is unknown to the members of this committee at this 3657 point.

3658 It may well be that in the next 4 years, just about 3659 everything that we now know as technology will be being done 3660 through the Internet.

3669 So I think we are following a wise course to make this a 3670 temporary extension of the moratorium, although I suspect 4 3671 years from now will be just as willing to support an 3672 additional extension based on a definition of the breadth of 3673 the moratorium that will be appropriate at that time.

Just like in 2004, we based the definition on what was appropriate we thought at that time. This time, there is another broader definition of what is covered, which I think afrom appropriate, but I think it argues against making this permanent, because then we wouldn't have the flexibility of adjusting it from time to time or at least not the extent of the flexibility that we currently have.

3681 So I think we are prudently expanding the duration of 3682 the moratorium and I support the bill as it is written and 3683 oppose the amendment.

3684 Chairman Conyers. I thank the gentleman.

3685 The chair seeks now to put the question on the Goodlatte 3686 amendment.

3687 All those in favor of the Goodlatte amendment, indicate 3688 by saying "aye."

3689 All those opposed to the Goodlatte amendment, indicate 3690 by saying "no."

3691 Mr. Goodlatte. Mr. Chair, on that, I ask for a recorded 3692 vote.

3693 Chairman Conyers. Mr. Goodlatte again requests a 3694 recorded vote.

3695 The clerk will call the roll.

3696 The Clerk. Mr. Chairman?

3697 Chairman Conyers. No.

3698 The Clerk. Mr. Chairman votes no.

3699 Mr. Berman?

3700 Mr. Berman. No.

3701 The Clerk. Mr. Berman votes no.

3702 Mr. Boucher?

3703 [No response.]

3704 Mr. Nadler?

3705 [No response.]

3706 Mr. Scott?

3707 Mr. Scott. No.

3708 The Clerk. Mr. Scott votes no.

3709 Mr. Watt?

- 3710 Mr. Watt. No.
- 3711 The Clerk. Mr. Watt votes no.
- 3712 Ms. Lofgren?
- 3713 Ms. Lofgren. Aye.
- 3714 The Clerk. Ms. Lofgren votes aye.
- 3715 Ms. Jackson Lee?
- 3716 [No response.]
- 3717 Ms. Waters?
- 3718 Ms. Waters. No.
- 3719 The Clerk. Ms. Waters votes no.
- 3720 Mr. Delahunt?
- 3721 [No response.]
- 3722 Mr. Wexler?
- 3723 [No response.]
- 3724 Ms. Sanchez?
- 3725 Ms. Sanchez. Pass.
- 3726 The Clerk. Ms. Sanchez passes.
- 3727 Mr. Cohen?
- 3728 Mr. Cohen. No.
- 3729 The Clerk. Mr. Cohen votes no.
- 3730 Mr. Johnson?
- 3731 Mr. Johnson. No.
- 3732 The Clerk. Mr. Johnson votes no.
- 3733 Ms. Sutton?
- 3734 Ms. Sutton. No.

- 3735 The Clerk. Ms. Sutton votes no.
- 3736 Mr. Gutierrez?
- 3737 Mr. Gutierrez. No.
- 3738 The Clerk. Mr. Gutierrez votes no.
- 3739 Mr. Sherman?
- 3740 [No response.]
- 3741 Ms. Baldwin?
- 3742 Ms. Baldwin. No.
- 3743 The Clerk. Ms. Baldwin votes no.
- 3744 Mr. Weiner?
- 3745 Mr. Weiner. No.
- 3746 The Clerk. Mr. Weiner votes no.
- 3747 Mr. Schiff?
- 3748 Mr. Schiff. No.
- 3749 The Clerk. Mr. Schiff votes no.
- 3750 Mr. Davis?
- 3751 Mr. Davis. Aye.
- 3752 The Clerk. Mr. Davis votes aye.
- 3753 Ms. Wasserman Schultz?
- 3754 Ms. Wasserman Schultz. No.
- 3755 Mr. Ellison?
- 3756 Mr. Ellison. No.
- 3757 The Clerk. Mr. Ellison votes no.
- 3758 Mr. Smith?
- 3759 Mr. Smith. Aye.

- 3760 The Clerk. Mr. Smith vote aye.
- 3761 Mr. Sensenbrenner?
- 3762 Mr. Sensenbrenner. Aye.
- 3763 The Clerk. Mr. Sensenbrenner votes aye.
- 3764 Mr. Coble?
- 3765 Mr. Coble. Aye.
- 3766 The Clerk. Mr. Coble votes aye.
- 3767 Mr. Gallegly?
- 3768 Mr. Gallegly. Aye.
- 3769 The Clerk. Mr. Gallegly votes aye.
- 3770 Mr. Goodlatte?
- 3771 Mr. Goodlatte. Aye.
- 3772 The Clerk. Mr. Goodlatte votes aye.
- 3773 Mr. Chabot?
- 3774 Mr. Chabot. Aye.
- 3775 The Clerk. Mr. Chabot votes aye.
- 3776 Mr. Lungren?
- 3777 Mr. Lungren. Aye.
- 3778 The Clerk. Mr. Lungren votes aye.
- 3779 Mr. Cannon?
- 3780 Mr. Cannon. Aye.
- 3781 The Clerk. Mr. Cannon votes aye.
- 3782 Mr. Keller?
- 3783 Mr. Keller. Aye.
- 3784 The Clerk. Mr. Keller votes aye.

- **3785** Mr. Issa?
- 3786 Mr. Issa. Aye.
- 3787 The Clerk. Mr. Issa votes aye.
- 3788 Mr. Pence?
- 3789 Mr. Pence. Aye.
- 3790 The Clerk. Mr. Pence votes aye.
- 3791 Mr. Forbes?
- 3792 Mr. Forbes. Aye.
- 3793 The Clerk. Mr. Forbes votes aye.
- 3794 Mr. King?
- 3795 Mr. King. Aye.
- 3796 The Clerk. Mr. King votes aye.
- 3797 Mr. Feeney?
- 3798 Mr. Feeney. Aye.
- 3799 The Clerk. Mr. Feeney votes aye.
- 3800 Mr. Franks?
- 3801 Mr. Franks. Yes.
- 3802 The Clerk. Mr. Franks votes yes.
- 3803 Mr. Gohmert?
- 3804 Mr. Gohmert. Aye.
- 3805 The Clerk. Mr. Gohmert votes aye.
- 3806 Mr. Jordan?
- 3807 Mr. Jordan. Yes.
- 3808 The Clerk. Mr. Jordan votes yes.
- 3809 Chairman Conyers. Mr. Sherman?

- 3810 Mr. Boucher?
- 3811 Mr. Wexler?
- 3812 Mr. Wexler. No.
- 3813 Chairman Conyers. Mr. Nadler?
- 3814 Mr. Nadler. No.
- 3815 Chairman Conyers. Mr. Delahunt?
- 3816 Ms. Sanchez?
- 3817 The Clerk. Ms. Sanchez passed.
- 3818 Ms. Sanchez. Aye.

3819 The Clerk. Ms. Sanchez votes aye.

3820 Chairman Conyers. The clerk will report.

- 3821 The Clerk. Mr. Chairman, 20 members voted aye, 18
- 3822 members voted nay.

3823 Chairman Conyers. Thank you. The amendment carries.

3824 Are there any other amendments?

3825 Mr. Goodlatte. Mr. Chairman, I have no further

3826 amendments.

3827 Chairman Conyers. I would think not.

3828 Mr. Sensenbrenner. Parliamentary inquiry, Mr. Chairman.

3829 Chairman Conyers. The gentleman will state his inquiry.

3830 Mr. Sensenbrenner. If there are no further amendments,

3831 is not the question on adoption of the amendment in the

3832 nature of a substitute, as amended?

3833 Chairman Conyers. There is. The chair anticipates that 3834 there is another amendment. 3835 Mr. Sensenbrenner. Another parliamentary inquiry. Has 3836 not the chair asked if there are any further amendments and 3837 has been met with a deafening silence?

3838 Chairman Conyers. May I introduce-

3839 Mr. Sensenbrenner. Mr. Chairman?

Chairman Conyers. At the end of the bill, members of 3841 the committee, notwithstanding anything to the contrary, the 3842 moratorium shall be extended for 4.5 years and that is the 3843 amendment.

3844 Mr. Sensenbrenner. Parliamentary inquiry. Has the 3845 amendment been reduced to writing and does the clerk have the 3846 amendment?

3847 Chairman Conyers. The clerk does not have the amendment 3848 at this moment, no, sir.

3849 Mr. Sensenbrenner. Mr. Chairman, I make a point of 3850 order that the amendment is not in proper form.

3851 Ms. Waters. Mr. Chairman?

3852 Chairman Conyers. Yes, the gentlelady.

3853 Ms. Waters. Is the motion for unanimous consent to 3854 waive the requirement for the amendment to be in writing in 3855 order?

3856 Mr. Sensenbrenner. I object.

3857 Chairman Conyers. I would decline to entertain this. I 3858 think we have an amendment that needs only to get to the 3859 clerk. 3860 Mr. Goodlatte. Mr. Chairman?

3861 Chairman Conyers. Who seeks?

3862 Mr. Goodlatte. I do.

3863 Chairman Conyers. Mr. Goodlatte?

3864 Mr. Goodlatte. Mr. Chairman, I understand the 3865 chairman's dilemma, but the committee has acted in accordance 3866 with the agreement that the chair reached with the minority 3867 in how we would proceed on amendments and the fact of the 3868 matter is that you are now changing that agreement by 3869 offering an additional amendment that was not contemplated by 3870 the committee when we reached agreement on how we would 3871 proceed following the recess for the last votes.

3872 Chairman Conyers. The chair is once again persuaded by 3873 the logic of the gentleman from Virginia.

3874 Mr. Davis. Mr. Chairman, will you recognize me for a 3875 request for unanimous consent?

3876 Chairman Conyers. The chair is prepared now to move 3877 forward.

3878 Mr. Davis. I seek recognition, Mr. Chairman.

3879 Chairman Conyers. For what purpose does the gentleman 3880 seek recognition?

3881 Mr. Davis. Unanimous consent request to reconsider the 3882 vote. Move to reconsider.

3883 Mr. Sensenbrenner. I object.

3884 Chairman Conyers. Objection is heard, but the gentleman

3885 was on the prevailing side.

3886 Does the gentleman move to reconsider the vote?

3887 Mr. Davis. I do, Mr. Chairman.

3888 Chairman Conyers. Is the gentleman on the prevailing 3889 side?

3890 Mr. Davis. I was, Mr. Chairman.

3891 Chairman Conyers. The gentleman qualifies.

3892 So the question occurs on reconsideration of the vote on 3893 the Goodlatte amendment.

All those in favor, say "aye."

3895 Wait a minute.

3896 All in favor of reconsideration of the Goodlatte 3897 amendment, indicate by saying "aye."

3898 All those opposed, please indicate by saying "no."

3899 A roll call has been requested and the clerk will call 3900 the roll.

3901 The Clerk. Mr. Chairman?

3902 Chairman Conyers. Aye.

3903 The Clerk. Mr. Chairman votes aye.

3904 Mr. Berman?

3905 Mr. Berman. Aye.

3906 The Clerk. Mr. Berman votes aye.

3907 Mr. Boucher?

3908 [No response.]

3909 Mr. Nadler?

- 3910 Mr. Nadler. Aye.
- 3911 The Clerk. Mr. Nadler votes aye.
- 3912 Mr. Scott?
- 3913 Mr. Scott. Aye.
- 3914 The Clerk. Mr. Scott votes aye.
- **3915** Mr. Watt?
- 3916 Mr. Watt. Aye.
- 3917 The Clerk. Mr. Watt votes aye.
- 3918 Ms. Lofgren?
- 3919 Ms. Lofgren. Aye.
- 3920 The Clerk. Ms. Lofgren votes aye.
- 3921 Ms. Jackson Lee?
- 3922 Ms. Jackson Lee. Aye.
- 3923 The Clerk. Ms. Jackson Lee votes aye.
- 3924 Ms. Waters?
- 3925 Ms. Waters. Aye.
- 3926 The Clerk. Ms. Waters votes aye.
- 3927 Mr. Delahunt?
- 3928 [No response.]
- 3929 Mr. Wexler?
- 3930 [No response.]
- 3931 Ms. Sanchez?
- 3932 Ms. Sanchez. Aye.
- 3933 The Clerk. Ms. Sanchez votes aye.
- 3934 Mr. Cohen?

- 3935 Mr. Cohen. Aye.
- 3936 The Clerk. Mr. Cohen votes aye.
- 3937 Mr. Johnson?
- 3938 Mr. Johnson. Aye.
- 3939 The Clerk. Mr. Johnson votes aye.
- 3940 Ms. Sutton?
- 3941 Ms. Sutton. Aye.
- 3942 The Clerk. Ms. Sutton votes aye.
- 3943 Mr. Gutierrez?
- 3944 Mr. Gutierrez. Aye.
- 3945 The Clerk. Mr. Gutierrez votes aye.
- 3946 Mr. Sherman?
- 3947 [No response.]
- 3948 Ms. Baldwin?
- 3949 Ms. Baldwin. Aye.
- 3950 The Clerk. Ms. Baldwin votes aye.
- 3951 Mr. Weiner?
- 3952 Mr. Weiner. Aye.
- 3953 The Clerk. Mr. Weiner votes aye.
- 3954 Mr. Schiff?
- 3955 [No response.]
- 3956 Mr. Davis?
- 3957 Mr. Davis. Aye.
- 3958 The Clerk. Mr. Davis votes aye.
- 3959 Ms. Wasserman Schultz?

- 3960 Ms. Wasserman Schultz. Aye.
- 3961 The Clerk. Ms. Wasserman Schultz votes aye.
- 3962 Mr. Ellison?
- 3963 Mr. Ellison. Yes.
- 3964 The Clerk. Mr. Ellison votes yes.
- 3965 Mr. Smith?
- 3966 Mr. Smith. No.
- 3967 The Clerk. Mr. Smith vote no.
- 3968 Mr. Sensenbrenner?
- 3969 Mr. Sensenbrenner. No.
- 3970 The Clerk. Mr. Sensenbrenner votes no.
- 3971 Mr. Coble?
- 3972 Mr. Coble. No.
- 3973 The Clerk. Mr. Coble votes no.
- 3974 Mr. Gallegly?
- 3975 Mr. Gallegly. No.
- 3976 The Clerk. Mr. Gallegly votes no.
- 3977 Mr. Goodlatte?
- 3978 Mr. Goodlatte. No.
- 3979 The Clerk. Mr. Goodlatte votes no.
- 3980 Mr. Chabot?
- 3981 Mr. Chabot. No.
- 3982 The Clerk. Mr. Chabot votes no.
- 3983 Mr. Lungren?
- 3984 Mr. Lungren. No.

- 3985 The Clerk. Mr. Lungren votes no.
- 3986 Mr. Cannon?
- 3987 Mr. Cannon. No.
- 3988 The Clerk. Mr. Cannon votes no.
- 3989 Mr. Keller?
- 3990 Mr. Keller. No.
- 3991 The Clerk. Mr. Keller votes no.
- **3992** Mr. Issa?
- 3993 Mr. Issa. No.
- 3994 The Clerk. Mr. Issa votes no.
- 3995 Mr. Pence?
- 3996 Mr. Pence. No.
- 3997 The Clerk. Mr. Pence votes no.
- 3998 Mr. Forbes?
- 3999 Mr. Forbes. No.
- 4000 The Clerk. Mr. Forbes votes no.
- 4001 Mr. King?
- 4002 Mr. King. No.
- 4003 The Clerk. Mr. King votes no.
- 4004 Mr. Feeney?
- 4005 [No response.]
- 4006 Mr. Franks?
- 4007 Mr. Franks. No.
- 4008 The Clerk. Mr. Franks votes no.
- 4009 Mr. Gohmert?

- 4010 Mr. Gohmert. No.
- 4011 The Clerk. Mr. Gohmert votes no.
- 4012 Mr. Jordan?
- 4013 Mr. Jordan. No.
- 4014 The Clerk. Mr. Jordan votes no.
- 4015 Chairman Conyers. Are there any members that wish to
- 4016 vote?
- 4017 Mr. Delahunt?
- 4018 Mr. Delahunt. Aye.
- 4019 The Clerk. Mr. Delahunt votes aye.
- 4020 Chairman Conyers. Mr. Wexler?
- 4021 Mr. Wexler. Aye.
- 4022 Chairman Conyers. Mr. Boucher?
- 4023 Mr. Boucher. Aye.
- 4024 The Clerk. Mr. Boucher votes aye.
- 4025 Mr. Wexler votes aye.
- 4026 Chairman Conyers. Are there other members that wish to 4027 cast their vote?
- 4028 The clerk will report.
- 4029 The Clerk. Mr. Chairman, 21 members voted aye, 16 4030 members voted nay.
- 4031 Chairman Conyers. So the motion to reconsider carries.
- 4032 I want to note that Mr. Schiff came into the room 4033 seconds late and that we deeply regret the fact that the vote 4034 has been reported.

4035 The question occurs on the reconsideration of the 4036 amendment offered by Mr. Goodlatte.

4037 All those in favor of the amendment will say "aye."

4038 All those opposed will say "no."

4039 In the opinion of the chair-

4040 Mr. Goodlatte. Mr. Chairman, I would ask for a recorded 4041 vote.

4042 Chairman Conyers. -a roll call is required.

4043 The clerk will call the roll.

4044 The Clerk. Mr. Conyers?

4045 Chairman Conyers. No.

- 4046 The Clerk. Mr. Conyers votes no.
- 4047 Mr. Berman?
- 4048 Mr. Berman. No.

4049 The Clerk. Mr. Berman votes no.

- 4050 Mr. Boucher?
- 4051 Mr. Boucher. No.

4052 The Clerk. Mr. Boucher votes no.

- 4053 Mr. Nadler?
- 4054 Mr. Nadler. No.
- 4055 The Clerk. Mr. Nadler votes no.
- 4056 Mr. Scott?
- 4057 Mr. Scott. No.
- 4058 The Clerk. Mr. Scott votes no.
- 4059 Mr. Watt?

- 4060 Mr. Watt. No.
- 4061 The Clerk. Mr. Watt votes no.
- 4062 Ms. Lofgren?
- 4063 Ms. Lofgren. Aye.
- 4064 The Clerk. Ms. Lofgren votes aye.
- 4065 Ms. Jackson Lee?
- 4066 Ms. Jackson Lee. No.
- 4067 The Clerk. Ms. Jackson Lee votes no.
- 4068 Ms. Waters?
- 4069 Ms. Waters. No.
- 4070 The Clerk. Ms. Waters votes no.
- 4071 Mr. Delahunt?
- 4072 [No response.]
- 4073 Mr. Wexler?
- 4074 Mr. Wexler. No.
- 4075 The Clerk. Mr. Wexler votes no.
- 4076 Ms. Sanchez?
- 4077 Ms. Sanchez. No.
- 4078 The Clerk. Ms. Sanchez votes no.
- 4079 Mr. Cohen?
- 4080 Mr. Cohen. No.
- 4081 The Clerk. Mr. Cohen votes no.
- 4082 Mr. Johnson?
- 4083 Mr. Johnson. No.
- 4084 The Clerk. Mr. Johnson votes no.

- 4085 Ms. Sutton?
- 4086 Ms. Sutton. No.
- 4087 The Clerk. Ms. Sutton votes no.
- 4088 Mr. Gutierrez?
- 4089 Mr. Gutierrez. No.
- 4090 The Clerk. Mr. Gutierrez votes no.
- 4091 Mr. Sherman?
- 4092 Mr. Sherman. No.
- 4093 The Clerk. Mr. Sherman votes no.
- 4094 Ms. Baldwin?
- 4095 Ms. Baldwin. No.
- 4096 The Clerk. Ms. Baldwin votes no.
- 4097 Mr. Weiner?
- 4098 Mr. Weiner. No.
- 4099 The Clerk. Mr. Weiner votes no.
- 4100 Mr. Schiff?
- 4101 Mr. Schiff. No.
- 4102 The Clerk. Mr. Schiff votes no.
- 4103 Mr. Davis?
- 4104 Mr. Davis. No.
- 4105 The Clerk. Mr. Davis votes no.
- 4106 Ms. Wasserman Schultz?
- 4107 Ms. Wasserman Schultz. No.
- 4108 The Clerk. Ms. Wasserman Schultz votes no.
- 4109 Mr. Ellison?

- 4110 Mr. Ellison. No.
- 4111 The Clerk. Mr. Ellison votes no.
- 4112 Mr. Smith?
- 4113 Mr. Smith. Aye.
- 4114 The Clerk. Mr. Smith vote aye.
- 4115 Mr. Sensenbrenner?
- 4116 Mr. Sensenbrenner. Aye.
- 4117 The Clerk. Mr. Sensenbrenner votes aye.
- 4118 Mr. Coble?
- 4119 Mr. Coble. Aye.
- 4120 The Clerk. Mr. Coble votes aye.
- 4121 Mr. Gallegly?
- 4122 Mr. Gallegly. Aye.
- 4123 The Clerk. Mr. Gallegly votes aye.
- 4124 Mr. Goodlatte?
- 4125 Mr. Goodlatte. Aye.
- 4126 The Clerk. Mr. Goodlatte votes aye.
- 4127 Mr. Chabot?
- 4128 Mr. Chabot. Aye.
- 4129 The Clerk. Mr. Chabot votes aye.
- 4130 Mr. Lungren?
- 4131 Mr. Lungren. Aye.
- 4132 The Clerk. Mr. Lungren votes aye.
- 4133 Mr. Cannon?
- 4134 Mr. Cannon. Aye.

- 4135 The Clerk. Mr. Cannon votes aye.
- 4136 Mr. Keller?
- 4137 Mr. Keller. Aye.
- 4138 The Clerk. Mr. Keller votes aye.
- 4139 Mr. Issa?
- 4140 Mr. Issa. Still an aye.
- 4141 The Clerk. Mr. Issa votes aye.
- 4142 Mr. Pence?
- 4143 Mr. Pence. Aye.
- 4144 The Clerk. Mr. Pence votes aye.
- 4145 Mr. Forbes?
- 4146 Mr. Forbes. Aye.
- 4147 The Clerk. Mr. Forbes votes aye.
- 4148 Mr. King?
- 4149 Mr. King. Aye.
- 4150 The Clerk. Mr. King votes aye.
- 4151 Mr. Feeney?
- 4152 [No response.]
- 4153 Mr. Franks?
- 4154 Mr. Franks. Aye.
- 4155 The Clerk. Mr. Franks votes aye.
- 4156 Mr. Gohmert?
- 4157 Mr. Gohmert. Yes.
- 4158 The Clerk. Mr. Gohmert votes yes.
- 4159 Mr. Jordan?

4160 Mr. Jordan. Yes.

4161 The Clerk. Mr. Jordan votes yes.

4162 Chairman Conyers. Are there any members in the chamber

4163 who wish to vote?

4164 Mr. Delahunt?

4165 Mr. Delahunt. No.

4166 The Clerk. Mr. Delahunt votes no.

4167 Chairman Conyers. The clerk will report.

4168 The Clerk. Mr. Chairman, 17 members voted aye, 22

4169 members voted nay.

4170 Chairman Conyers. The amendment fails.

4171 And the chair recognizes the gentleman from Virginia,4172 Mr. Goodlatte.

4173 Mr. Goodlatte. Thank you, Mr. Conyers.

4174 Mr. Chairman, I have one more amendment at the desk.4175 Chairman Convers. The clerk will report.

4176 The Clerk. Amendment to H.R. 3678, offered by Mr. 4177 Goodlatte of Virginia. Strike Section 2(1). Insert the 4178 following: (1) In Section 1101(A) by striking "2007" and 4179 inserting "2013 and."

4182 Chairman Conyers. The gentleman is recognized in 4183 support of his amendment.

4184 Mr. Goodlatte. Thank you, Mr. Chairman.

4185 Mr. Chairman, I still don't feel that the committee has 4186 worked its will in the way that so many members reflected in 4187 supporting the permanent extension.

4188 So I want to give them one more opportunity to bring 4189 some greater certainty to this process by voting for a longer 4190 extension than 4 years.

4191 This will provide for a 6-year extension. It will give 4192 greater certainty to businesses and those interested in 4193 investing in the deployment of broadband Internet access in 4194 our country.

4195 It will help lower income people. It will help all 4196 Americans, but it will especially help lower income people 4197 who will not face the difficulty of increased taxes on their 4198 Internet service access. That is a great deterrent to people 4199 of lower income to pay those things and then have an 4200 inability to buy Internet access service, particularly high-4201 speed broadband access service.

We are going to have this deployed comparable to what 4203 has been done in other countries around the world. We should 4204 make sure that we have every incentive there for that 4205 investment to be made and for that consumer to take advantage 4206 of it by getting high-speed broadband service without facing 4207 all of the variety of taxes that state and local governments 4208 currently apply on our phone bills, in our cable bills and 4209 other like circumstances.

4210 This amendment would also have the effect of ending the 4211 grandfathering provisions in the current law after 4 years, 4212 which allows certain states and localities to tax Internet 4213 access, despite the ban on these taxes.

4214 Eliminating this currently existing grandfathering 4215 provision will-

4216 Chairman Conyers. The committee will be in order.4217 Mr. Goodlatte. Thank you, Mr. Chairman.

4218 Eliminating this currently existing grandfathering 4219 provision will grant much awaited relief to consumers and 4220 businesses in those states and localities and will help level 4221 the playing field to ensure that Internet access, no matter 4222 where it is provided, will be free of excessive and 4223 burdensome taxation.

4224 It is my hope that the committee can support this 4225 amendment, which I think is very, very reasonable, and a 4226 majority that has already cosponsored the legislation offered 4227 by Congresswoman Eshoo could certainly support this 6-year 4228 extension, since they have already shown their support for a 4229 permanent extension.

4230 Mr. Chairman, I yield back.

4231 Ms. Jackson Lee. Call the question.

177

4232 Chairman Conyers. Before we call the question, I merely 4233 want to say that the gentleman's persistence is recognized 4234 and celebrated.

4235 We have gone to permanent to eight to six. And my 4236 arguments against them are all the same and I have repeated 4237 them four times, actually, the original and then the three 4238 amendments, and so I will not repeat them again.

4239 I respectfully urge that this amendment, as well, be 4240 rejected.

4241 And I call the question and I ask that all those in 4242 favor of the Goodlatte amendment, indicate by saying "aye."

4243 And all those opposed to the Goodlatte amendment,4244 indicate by saying "no."

4245 Mr. Goodlatte. Mr. Chairman?

4246 Chairman Conyers. In the opinion of the chair, the no's 4247 have it.

4248 Mr. Goodlatte. Mr. Chairman, on that, I ask for a 4249 recorded vote.

4250 Chairman Conyers. A recorded vote is ordered.

4251 The Clerk. Mr. Chairman?

4252 Chairman Conyers. No.

4253 The Clerk. Mr. Chairman votes no.

4254 Mr. Berman?

4255 Mr. Berman. No.

4256 The Clerk. Mr. Berman votes no.

- 4257 Mr. Boucher?
- 4258 Mr. Nadler?
- 4259 Mr. Nadler. No.
- 4260 The Clerk. Mr. Nadler votes no.
- 4261 Mr. Scott?
- 4262 Mr. Scott. No.
- 4263 The Clerk. Mr. Scott votes no.
- 4264 Mr. Watt?
- 4265 Mr. Watt. No.
- 4266 The Clerk. Mr. Watt votes no.
- 4267 Ms. Lofgren?
- 4268 Ms. Lofgren. Aye.
- 4269 The Clerk. Ms. Lofgren votes aye.
- 4270 Ms. Jackson Lee?
- 4271 Ms. Jackson Lee. No.
- 4272 The Clerk. Ms. Jackson Lee votes no.
- 4273 Ms. Waters?
- 4274 Ms. Waters. No.
- 4275 The Clerk. Ms. Waters votes no.
- 4276 Mr. Delahunt?
- 4277 Mr. Delahunt. No.
- 4278 The Clerk. Mr. Delahunt votes no.
- 4279 Mr. Wexler?
- 4280 [No response.]
- 4281 Ms. Sanchez?

- 4282 [No response.]
- 4283 Mr. Cohen?
- 4284 Mr. Cohen. No.
- 4285 The Clerk. Mr. Cohen votes no.
- 4286 Mr. Johnson?
- 4287 Mr. Johnson. No.
- 4288 The Clerk. Mr. Johnson votes no.
- 4289 Ms. Sutton?
- 4290 Ms. Sutton. No.
- 4291 The Clerk. Ms. Sutton votes no.
- 4292 Mr. Gutierrez?
- 4293 Mr. Gutierrez. No.
- 4294 The Clerk. Mr. Gutierrez votes no.
- 4295 Mr. Sherman?
- 4296 [No response.]
- 4297 Ms. Baldwin?
- 4298 Ms. Baldwin. No.
- 4299 The Clerk. Ms. Baldwin votes no.
- 4300 Mr. Weiner?
- 4301 Mr. Weiner. No.
- 4302 The Clerk. Mr. Weiner votes no.
- 4303 Mr. Schiff?
- 4304 [No response.]
- 4305 Mr. Davis?
- 4306 Mr. Davis. No.

- 4307 The Clerk. Mr. Davis votes no.
- 4308 Ms. Wasserman Schultz?
- 4309 Ms. Wasserman Schultz. No.
- 4310 The Clerk. Ms. Wasserman Schultz votes no.
- 4311 Mr. Ellison?
- 4312 Mr. Ellison. No.
- 4313 The Clerk. Mr. Ellison votes no.
- 4314 Mr. Smith?
- 4315 Mr. Smith. Aye.
- 4316 The Clerk. Mr. Smith vote aye.
- 4317 Mr. Sensenbrenner?
- 4318 Mr. Sensenbrenner. Aye.
- 4319 The Clerk. Mr. Sensenbrenner votes aye.
- 4320 Mr. Coble?
- 4321 Mr. Coble. Aye.
- 4322 The Clerk. Mr. Coble votes aye.
- 4323 Mr. Gallegly?
- 4324 Mr. Gallegly. Aye.
- 4325 The Clerk. Mr. Gallegly votes aye.
- 4326 Mr. Goodlatte?
- 4327 Mr. Goodlatte. Aye.
- 4328 The Clerk. Mr. Goodlatte votes aye.
- 4329 Mr. Chabot?
- 4330 Mr. Chabot. Aye.
- 4331 The Clerk. Mr. Chabot votes aye.

- 4332 Mr. Lungren?
- 4333 Mr. Lungren. Aye.
- 4334 The Clerk. Mr. Lungren votes aye.
- 4335 Mr. Cannon?
- 4336 Mr. Cannon. Aye.
- 4337 The Clerk. Mr. Cannon votes aye.
- 4338 Mr. Keller?
- 4339 Mr. Keller. Aye.
- 4340 The Clerk. Mr. Keller votes aye.
- 4341 Mr. Issa?
- 4342 [No response.]
- 4343 Mr. Pence?
- 4344 [No response.]
- 4345 Mr. Forbes?
- 4346 Mr. Forbes. Aye.
- 4347 The Clerk. Mr. Forbes votes aye.
- 4348 Mr. King?
- 4349 Mr. King. Aye.
- 4350 The Clerk. Mr. King votes aye.
- 4351 Mr. Feeney?
- 4352 [No response.]
- 4353 Mr. Franks?
- 4354 Mr. Franks. Yes.
- 4355 The Clerk. Mr. Franks votes yes.
- 4356 Mr. Gohmert?

- 4357 Mr. Gohmert. Yea.
- 4358 The Clerk. Mr. Gohmert votes yea.
- 4359 Mr. Jordan?
- 4360 Mr. Jordan. Yes.
- 4361 The Clerk. Mr. Jordan votes yes.
- 4362 Chairman Conyers. Are there other members that wish to 4363 vote?
- 4364 Mr. Issa?
- 4365 Mr. Issa. Votes yes.
- 4366 The Clerk. Mr. Issa votes yes.
- 4367 Chairman Conyers. Mr. Schiff?
- 4368 Mr. Schiff. No.
- 4369 The Clerk. Mr. Schiff votes no.
- 4370 Chairman Conyers. Mr. Wexler?
- 4371 Mr. Wexler. No.
- 4372 The Clerk. Mr. Wexler votes no.
- 4373 Chairman Conyers. Mr. Boucher?
- 4374 Mr. Boucher. No.
- 4375 The Clerk. Mr. Boucher votes no.
- 4376 Chairman Conyers. Ms. Sanchez?
- 4377 Ms. Sanchez. No.
- 4378 The Clerk. Ms. Sanchez votes no.
- 4379 Chairman Conyers. The clerk will report.
- 4380 The Clerk. Did Mr. Pence come into the room to vote?
- 4381 Chairman Conyers. He has not voted.

4382 The Clerk. I don't have him as voting.

4383 Mr. Chairman, 16 members voted aye, 21 members voted 4384 nay.

4385 Chairman Conyers. The amendment fails.

4386 The question now occurs on the manager's amendment,4387 which requires separate approval.

4388 All those in favor of the manager's amendment, indicate 4389 by saying "aye."

4390 All those opposed, indicate by saying "no."

4391 The ayes have it and so ordered.

4392 Mr. Cannon. Mr. Chairman, on that, I ask for a recorded 4393 vote.

4394 Actually, let me withdraw that. I ask unanimous consent 4395 to withdraw my request.

4396 Chairman Conyers. I thank the gentleman.

4397 Now, a majority having voted in favor of the bill, as
4398 amended, and a reporting quorum being present, the question
4399 is on reporting the bill, as amended, favorably to the House.

4400 All those in favor will signify by saying "aye."

4401 Those opposed, signify by saying "no."

4402 The ayes have it and the bill, as amended-

4403 Mr. Cannon. Mr. Chairman, recorded vote on that.

4404 Chairman Conyers. —will be reported favorably to the 4405 House.

4406 A roll call vote is requested by the gentleman from

4407 Utah.

- 4408 Mr. Cannon. Thank you, Mr. Chairman.
- 4409 Chairman Conyers. And the clerk will call the roll.
- 4410 The Clerk. Mr. Chairman?
- 4411 Chairman Conyers. Aye.
- 4412 The Clerk. Mr. Chairman votes aye.
- 4413 Mr. Berman?
- 4414 Mr. Berman. Aye.
- 4415 The Clerk. Mr. Berman votes aye.
- 4416 Mr. Boucher?
- 4417 Mr. Boucher. Aye.
- 4418 The Clerk. Mr. Boucher votes aye.
- 4419 Mr. Nadler?
- 4420 Mr. Nadler. Aye.
- 4421 The Clerk. Mr. Nadler votes aye.
- 4422 Mr. Scott?
- 4423 Mr. Scott. Aye.
- 4424 The Clerk. Mr. Scott votes aye.
- 4425 Mr. Watt?
- 4426 Mr. Watt. Aye.
- 4427 The Clerk. Mr. Watt votes aye.
- 4428 Ms. Lofgren?
- 4429 Ms. Lofgren. Aye.
- 4430 The Clerk. Ms. Lofgren votes aye.
- 4431 Ms. Jackson Lee?

- 4432 Ms. Jackson Lee. Aye.
- 4433 The Clerk. Ms. Jackson Lee votes aye.
- 4434 Ms. Waters?
- 4435 Ms. Waters. Aye.
- 4436 The Clerk. Ms. Waters votes aye.
- 4437 Mr. Delahunt?
- 4438 Mr. Delahunt. Aye.
- 4439 The Clerk. Mr. Delahunt votes aye.
- 4440 Mr. Wexler?
- 4441 Mr. Wexler. Aye.
- 4442 The Clerk. Mr. Wexler votes aye.
- 4443 Ms. Sanchez?
- 4444 Ms. Sanchez. Aye.
- 4445 The Clerk. Ms. Sanchez votes aye.
- 4446 Mr. Cohen?
- 4447 Mr. Cohen. Aye.
- 4448 The Clerk. Mr. Cohen votes aye.
- 4449 Mr. Johnson?
- 4450 Mr. Johnson. Aye.
- 4451 The Clerk. Mr. Johnson votes aye.
- 4452 Ms. Sutton?
- 4453 Ms. Sutton. Aye.
- 4454 The Clerk. Ms. Sutton votes aye.
- 4455 Mr. Gutierrez?
- 4456 Mr. Gutierrez. Aye.

- 4457 The Clerk. Mr. Gutierrez votes aye.
- 4458 Mr. Sherman?
- [No response.]
- 4460 Ms. Baldwin?
- 4461 Ms. Baldwin. Aye.
- 4462 The Clerk. Ms. Baldwin votes aye.
- 4463 Mr. Weiner?
- 4464 Mr. Weiner. Aye.
- 4465 The Clerk. Mr. Weiner votes aye.
- 4466 Mr. Schiff?
- 4467 Mr. Schiff. Aye.
- 4468 The Clerk. Mr. Schiff votes aye.
- 4469 Mr. Davis?
- 4470 Mr. Davis. Aye.
- 4471 The Clerk. Mr. Davis votes aye.
- 4472 Ms. Wasserman Schultz?
- 4473 Ms. Wasserman Schultz. Aye.
- 4474 The Clerk. Ms. Wasserman Schultz votes aye.
- 4475 Mr. Ellison?
- 4476 Mr. Ellison. Aye.
- 4477 The Clerk. Mr. Ellison votes aye.
- 4478 Mr. Smith?
- 4479 Mr. Smith. Aye.
- 4480 The Clerk. Mr. Smith vote aye.
- 4481 Mr. Sensenbrenner?

- 4482 Mr. Sensenbrenner. Aye.
- 4483 The Clerk. Mr. Sensenbrenner votes aye.
- 4484 Mr. Coble?
- 4485 Mr. Coble. Yes.
- 4486 The Clerk. Mr. Coble votes yes.
- 4487 Mr. Gallegly?
- 4488 Mr. Gallegly. Aye.
- 4489 The Clerk. Mr. Gallegly votes aye.
- 4490 Mr. Goodlatte?
- 4491 Mr. Goodlatte. Yes.
- 4492 The Clerk. Mr. Goodlatte votes yes.
- 4493 Mr. Chabot?
- 4494 Mr. Chabot. Yea.
- 4495 The Clerk. Mr. Chabot votes yea.
- 4496 Mr. Lungren?
- 4497 Mr. Lungren. Yea.
- 4498 The Clerk. Mr. Lungren votes yea.
- 4499 Mr. Cannon?
- 4500 Mr. Cannon. Yes.
- 4501 The Clerk. Mr. Cannon votes yes.
- 4502 Mr. Keller?
- 4503 Mr. Keller. Yes.
- 4504 The Clerk. Mr. Keller votes yes.
- 4505 Mr. Issa?
- 4506 Mr. Issa. Aye.

- 4507 The Clerk. Mr. Issa votes aye.
- 4508 Mr. Pence?
- 4509 Mr. Pence. Aye.
- 4510 The Clerk. Mr. Pence votes aye.
- 4511 Mr. Forbes?
- 4512 Mr. Forbes. Aye.
- 4513 The Clerk. Mr. Forbes votes aye.
- 4514 Mr. King?
- 4515 Mr. King. Aye.
- 4516 The Clerk. Mr. King votes aye.
- 4517 Mr. Feeney?
- 4518 [No response.]
- 4519 Mr. Franks?
- 4520 Mr. Franks. Yes.
- 4521 The Clerk. Mr. Franks votes yes.
- 4522 Mr. Gohmert?
- 4523 Mr. Gohmert. Yea.
- 4524 The Clerk. Mr. Gohmert votes yea.
- 4525 Mr. Jordan?
- 4526 Mr. Jordan. Yes.
- 4527 The Clerk. Mr. Jordan votes yes.
- 4528 Chairman Conyers. Other members who have not cast a
- 4529 vote?
- 4530 If not, the clerk will report.
- 4531 The Clerk. Mr. Chairman, 38 members voted aye, with no

4532 members voting nay.

4533 Chairman Conyers. A majority having voted in favor of 4534 the bill, as amended, it is ordered reported favorably to the 4535 House.

4536 Without objection, the bill be reported favorably to the 4537 House in the form of a single amendment in the nature of a 4538 substitute, incorporating amendments adopted here today.

4539 Without objection, the staff is authorized to make 4540 technical and conforming changes and members will have 2 days 4541 to submit additional views.

4542 In concurrence with the ranking member, we will put over 4543 four other bills that were on today's agenda for the next 4544 full meeting of the Judiciary Committee.

4545 I thank all the members for their cooperation, 4546 particularly the ranking member, and pronounce this committee 4547 hearing ended.

4548 [Whereupon, at 5:07 p.m., the subcommittee was 4549 adjourned.]