H. R. 4907

IN THE SENATE OF THE UNITED STATES

AUGUST 16 (legislative day, AUGUST 11), 1994

Received; read twice and referred jointly pursuant to the order of August 4, 1977, to the Committees on the Budget and Governmental Affairs, with instructions that if one committee reports, the other committee have thirty days to report or be discharged

AN ACT

To reform the concept of baseline budgeting.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 **SECTION 1. SHORT TITLE.**
- 4 This Act may be cited as the "Baseline Reform Act
- 5 of 1994".
- 6 SEC. 2. THE BASELINE.
- 7 (a) The second sentence of section 257(c) of the Bal-
- 8 anced Budget and Emergency Deficit Control Act of 1985
- 9 is amended—

- 1 (1) by inserting "but only for the purpose of 2 adjusting the discretionary spending limits set forth 3 in section 601(a)(2) of the Congressional Budget 4 Act of 1974" after "for inflation as specified in 5 paragraph (5); and
- 6 (2) by inserting "but only for the purpose of 7 adjusting the discretionary spending limits set forth 8 in section 601(a)(2) of the Congressional Budget 9 Act of 1974" after "to offset pay absorption and for 10 pay annualization as specified in paragraph (4)".
- (b) Section 1109(a) of title 31, United States Code, is amended by adding after the first sentence the following new sentence: "These estimates shall not include an adjustment for inflation for programs and activities subject to discretionary appropriations.".

16 SEC. 3. THE PRESIDENT'S BUDGET.

- 17 (a) Paragraph (5) of section 1105(a) of title 31, 18 United States Code, is amended to read as follows:
- 19 "(5) except as provided in subsection (b) of this 20 section, estimated expenditures and appropriations 21 for the current year and estimated expenditures and 22 proposed appropriations the President decides are 23 necessary to support the Government in the fiscal 24 year for which the budget is submitted and the 4 fis-25 cal years following that year;".

- 1 (b) Section 1105(a)(6) of title 31, United States
- 2 Code, is amended by inserting "current fiscal year and
- 3 the" before "fiscal year".
- 4 (c) Section 1105(a)(12) of title 31, United States
- 5 Code, is amended by striking "and" at the end of subpara-
- 6 graph (A), by striking the period and inserting "; and"
- 7 at the end of subparagraph (B), and by adding at the end
- 8 the following new subparagraph:
- 9 "(C) the estimated amount for the same activ-
- ity (if any) in the current fiscal year.".
- 11 (d) Section 1105(a)(18) of title 31, United States
- 12 Code, is amended by inserting "new budget authority
- 13 and" before "budget outlays".
- (e) Section 1105(a) of title 31, United States Code,
- 15 is amended by adding at the end the following new para-
- 16 graph:
- 17 "(30) a comparison of levels of estimated ex-
- penditures and proposed appropriations for each
- 19 function and subfunction in the current fiscal year
- and the fiscal year for which the budget is submit-
- ted, along with the proposed increase or decrease of
- spending in percentage terms for each function and
- 23 subfunction.".

1 SEC. 4. THE CONGRESSIONAL BUDGET.

2	Section 301(e) of the Congressional Budget Act of
3	1974 is amended by—
4	(1) inserting after the second sentence the fol-
5	lowing: "The starting point for any deliberations in
6	the Committee on the Budget of each House on the
7	concurrent resolution on the budget for the next fis-
8	cal year shall be the estimated level of outlays for
9	the current year in each function and subfunction.
10	Any increases or decreases in the Congressional
11	budget for the next fiscal year shall be from such es-
12	timated levels."; and
13	(2) striking paragraph (8) and redesignating
14	paragraphs (9) and (10) as paragraphs (10) and
15	(11), respectively, and by inserting after paragraph
16	(7) the following new paragraphs:
17	"(8) a comparison of levels for the current fis-
18	cal year with proposed spending and revenue levels
19	for the subsequent fiscal years along with the pro-
20	posed increase or decrease of spending in percentage
21	terms for each function and subfunction; and
22	"(9) information, data, and comparisons indi-
23	cating the manner in which and the basis on which
24	the committee determined each of the matters set
25	forth in the concurrent resolution;".

SEC. 5. CONGRESSIONAL BUDGET OFFICE REPORTS TO

- 2 **COMMITTEES.**
- 3 (a) The first sentence of section 202(f)(1) of the Con-
- 4 gressional Budget Act of 1974 is amended to read as fol-
- 5 lows: "On or before February 15 of each year, the Direc-
- 6 tor shall submit to the Committees on the Budget of the
- 7 House of Representatives and the Senate a report for the
- 8 fiscal year commencing on October 1 of that year with
- 9 respect to fiscal policy, including (A) alternative levels of
- 10 total revenues, total new budget authority, and total out-
- 11 lays (including related surpluses and deficits) compared
- 12 to comparable levels for the current year and (B) the levels
- 13 of tax expenditures under existing law, taking into account
- 14 projected economic factors and any changes in such levels
- 15 based on proposals in the budget submitted by the Presi-
- 16 dent for such fiscal year.".
- 17 (b) Section 202(f)(1) of the Congressional Budget
- 18 Act of 1974 is amended by inserting after the first sen-
- 19 tence the following new sentence: "That report shall also
- 20 include a table on sources of spending growth in total
- 21 mandatory spending for the budget year and the ensuing
- 22 4 fiscal years, which shall include changes in outlays at-
- 23 tributable to the following: cost-of-living adjustments;
- 24 changes in the number of program recipients; increases
- 25 in medical care prices, utilization and intensity of medical
- 26 care; and residual factors.".

(c) Section 308(a)(1) of the Congressional Budget 1 Act of 1974 is amended— (1) in subparagraph (C), by inserting ", and 3 shall include a comparison of those levels to comparable levels for the current fiscal year" before "if 5 timely submitted"; and 6 7 (2) by striking "and" at the end of subparagraph (C), by striking the period and inserting "; 8 9 and" at the end of subparagraph (D), and by adding at the end the following new subparagraph: 10 "(E) comparing the levels in existing pro-11 12 grams in such measure to the estimated levels 13 for the current fiscal year." 14 (d)(1) Title IV of the Congressional Budget Act of 1974 is amended by adding at the end the following new section: 16 17 "GAO REPORTS TO BUDGET COMMITTEES "Sec. 408. On or before January 15 of each year, 18 19 the Comptroller General, after consultation with appropriate committees of the House of Representatives and Senate, shall submit to the Congress a report listing all programs, projects, and activities that fall within the definition of direct spending under section 250(c)(8) of the Balanced Budget and Emergency Deficit Control Act of 1985.". 25

- 1 (2) CONFORMING AMENDMENT.—The table of con-
- 2 tents set forth in section 1(b) of the Congressional Budget
- 3 and Impoundment Control Act of 1974 is amended by in-
- 4 serting after the item relating to section 407 the following
- 5 new item:

"Sec. 408. GAO reports to budget committees.".

Passed the House of Representatives August 12, 1994.

Attest: DONNALD K. ANDERSON,

Clerk.