### 109TH CONGRESS 1ST SESSION S. 1700

To establish an Office of the Hurricane Katrina Recovery Chief Financial Officer, and for other purposes.

#### IN THE SENATE OF THE UNITED STATES

SEPTEMBER 14, 2005

Mr. COBURN (for himself, Mr. OBAMA, Mr. FRIST, Mr. REID, Mr. LAUTEN-BERG, Mr. CARPER, and Mr. DEMINT) introduced the following bill; which was read twice and referred to the Committee on Homeland Security and Governmental Affairs

## A BILL

To establish an Office of the Hurricane Katrina Recovery Chief Financial Officer, and for other purposes.

- 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 "Oversight of Vital
- 5 Emergency Recovery Spending Enhancement and En-
- 6 forcement Act of 2005".

#### 1 SEC. 2. DEFINITIONS.

2 (a) CHIEF FINANCIAL OFFICER.—The term "Chief
3 Financial Officer" means the Hurricane Katrina Recovery
4 Chief Financial Officer.

5 (b) OFFICE.—The term "Office" means the Office of
6 the Hurricane Katrina Recovery Chief Financial Officer.
7 SEC. 3. ESTABLISHMENT AND FUNCTIONS.

8 (a) ESTABLISHMENT.—There is established within
9 the Executive Office of the President, the Office of the
10 Hurricane Katrina Recovery Chief Financial Officer.

11 (b) CHIEF FINANCIAL OFFICER.—

(1) APPOINTMENT.—The Hurricane Katrina
Recovery Chief Financial Officer shall be the head
of the Office. The Chief Financial Officer shall be
appointed by the President, by and with the advice
and consent of the Senate.

(2) QUALIFICATIONS.—The Chief Financial Officer shall have the qualifications required under section 901(a)(3) of title 31, United States Code.

20 (c) FUNCTIONS.—

21 (1) IN GENERAL.—The Chief Financial Officer22 shall—

23 (A) be responsible for the efficient and ef24 fective use of Federal funds in all activities re25 lating to the recovery from Hurricane Katrina;

1	(B) have all authorities and perform all
2	functions of a Chief Financial Officer under
3	section 902 of title 31, United States Code,
4	with respect to all agencies and all Federal ac-
5	tivities relating to the recovery from Hurricane
6	Katrina in accordance with paragraph $(2)$ ; and
7	(C) strive to ensure that—
8	(i) priority in the distribution of Fed-
9	eral relief funds is given to individuals and
10	organizations most in need of financial as-
11	sistance; and
12	(ii) priority in the distribution of Fed-
13	eral reconstruction funds is given to busi-
14	ness entities that are based in Louisiana,
15	Mississippi, Alabama, or Florida or busi-
16	ness entities that hire workers who resided
17	in those States on August 24, 2005.
18	(2) COORDINATION OF AGENCIES.—In the per-
19	formance of the functions under paragraph (1)(B)
20	by the Chief Financial Officer—
21	(A) the President shall act as the head of
22	the agency and the Chief Financial Officer shall
23	have management and oversight of all agencies
24	performing activities relating to the recovery
25	from Hurricane Katrina for purposes of the ap-

1	plication of section 902 of title 31, United
2	States Code; and
3	(B) the Chief Financial Officer shall co-
4	ordinate and have management and oversight
5	responsibilities of each applicable Chief Finan-
6	cial Officer in the performance of functions
7	under section 902(a) (5) and (6) of title 31,
8	United States Code, instead of performing such
9	functions for each applicable agency.
10	(3) Regular reports.—
11	(A) IN GENERAL.—Every month the Chief
12	Financial Officer shall submit a financial report
13	on the activities for which the Chief Financial
14	Officer has management and oversight respon-
15	sibilities to—
16	(i) the Committee on Homeland Secu-
17	rity and Governmental Affairs of the Sen-
18	ate;
19	(ii) the Committee on Homeland Se-
20	curity of the House of Representatives;
21	(iii) the Committees on Appropria-
22	tions of the Senate and House of Rep-
23	resentatives; and
24	(iv) the Committee on Government
25	Reform of the House of Representatives.

1	(B) CONTENTS.—Each report under this
2	paragraph shall include—
3	(i) the extent to which Federal relief
4	funds have been given to individuals and
5	organizations most in need of financial as-
6	sistance;
7	(ii) the extent to which Federal recon-
8	struction funds have been made available
9	to business entities that are based in Lou-
10	isiana, Mississippi, Alabama, or Florida or
11	business entities that hire workers who re-
12	sided in those States on August 24, 2005;
13	and
14	(iii) the extent to which Federal agen-
15	cies have made use of sole source or cost-
16	plus contracts.
17	(C) FIRST REPORT.—The first report
18	under this paragraph shall be submitted for the
19	first full month for which a Chief Financial Of-
20	ficer has been appointed.
21	(d) Responsibilities of Chief Financial Offi-
22	CERS.—Nothing in this Act shall be construed as to relieve
23	the responsibilities of any Chief Financial Officer under
24	section 902 of title 31, United States Code.

1 (e) AVAILABILITY OF RECORDS.—Upon request to 2 the Chief Financial Officer, the Office shall make the 3 records of the Office available to the Inspector General 4 of any Federal agency performing recovery activities relat-5 ing to Hurricane Katrina for the purpose of performing 6 the duties of that Inspector General under the Inspector 7 General Act of 1978 (5 U.S.C. App.).

# 8 SEC. 4. REPORTS OF THE GOVERNMENT ACCOUNTABILITY 9 OFFICE.

The Office shall provide quarterly reports to the committees specified in section 3(c)(3)(A) relating to all activities and expenses approved by the Office, including—

13 (1) the accuracy of reports submitted by the14 Chief Financial Officer to Congress;

(2) the extent to which agencies performing activities relating to the recovery from Hurricane
Katrina have made use of sole source or cost-plus
contracts;

19 (3) the appropriate use of Federal funds by20 State and local government agencies;

(4) an analysis of whether Federal relief funds
have been distributed to individuals and organizations most in need of financial assistance and Federal reconstruction funds have been made available
to business entities that are based in Louisiana, Mis-

sissippi, Alabama, or Florida or business entities
 that hire workers who resided in those States on Au gust 24, 2005; and

4 (5) the extent to which waste, fraud, or abuse
5 exist in the use of Federal funds relating to the re6 covery from Hurricane Katrina.

#### 7 SEC. 5. ADMINISTRATIVE AND SUPPORT SERVICES.

8 (a) IN GENERAL.—The President shall provide ad9 ministrative and support services (including office space)
10 for the Office and the Chief Financial Officer.

(b) PERSONNEL.—The President shall provide for
personnel for the Office through the detail of Federal employees. Any Federal employee may be detailed to the Office without reimbursement, and such detail shall be without interruption or loss of civil service status or privilege.

#### 16 SEC. 6. AUTHORIZATION OF APPROPRIATIONS.

17 There are authorized to be appropriated such sums18 as necessary to carry out this Act.

#### 19 SEC. 7. TERMINATION OF OFFICE.

20 (a) IN GENERAL.—The Office and position of Chief
21 Financial Officer shall terminate 1 year after the date of
22 enactment of this Act.

(b) EXTENSION.—The President may extend the date
 of termination under subsection (a) to any date occurring
 before 2 years after the date of enactment of this Act.