#### 111TH CONGRESS 1ST SESSION

# S. 1056

To establish a commission to develop legislation designed to reform tax policy and entitlement benefit programs and ensure a sound fiscal future for the United States, and for other purposes.

### IN THE SENATE OF THE UNITED STATES

May 14, 2009

Mr. Voinovich (for himself, Mr. Lieberman, and Mr. Isakson) introduced the following bill; which was read twice and referred to the Committee on the Budget

## A BILL

- To establish a commission to develop legislation designed to reform tax policy and entitlement benefit programs and ensure a sound fiscal future for the United States, 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 "Securing America's
  - 5 Future Economy Commission Act" or the "SAFE Com-
  - 6 mission Act".

#### 1 SEC. 2. ESTABLISHMENT.

- There is established a commission to be known as the
- 3 "Securing America's Future Economy Commission" (re-
- 4 ferred to in this Act as the "Commission").

#### 5 SEC. 3. DUTIES OF COMMISSION.

- 6 (a) Mandatory Legislation Development.—
- 7 The Commission shall examine the long-term fiscal chal-
- 8 lenges facing the United States and develop legislation de-
- 9 signed to address the following issues:
- 10 (1) The unsustainable imbalance between long-
- term Federal spending commitments and projected
- revenues.
- 13 (2) Increasing net national savings to provide
- 14 for domestic investment and economic growth.
- 15 (3) The implications of foreign ownership of
- debt instruments issued by the United States Gov-
- ernment.
- 18 (4) Improving the budget process to place
- 19 greater emphasis on long-term fiscal issues.
- 20 (b) Policy Solutions.—Legislation developed to
- 21 address the issues described in subsection (a) may include
- 22 the following:
- 23 (1) Reforms necessary to ensure that the pro-
- 24 grams are fiscally sustainable.

- 1 (2) Reforms that strengthen the safety net 2 functions of entitlement programs to provide assist-3 ance to the neediest people.
- 4 (3) Reforms that make United States tax laws
  5 more efficient and more conducive to encouraging
  6 economic growth.
- 7 (4) Incentives to increase private savings.
- 8 (5) Any other reforms designed to address the 9 issues described in subsection (a).

#### 10 SEC. 4. INITIAL TOWN HALL STYLE PUBLIC HEARINGS.

- 11 (a) In General.—The Commission shall hold at
- 12 least 1 town hall style public hearing within each Federal
- 13 reserve district, and shall, to the extent feasible, ensure
- 14 that there is broad public participation in the hearings.
- 15 (b) Hearing Format.—During each hearing, the
- 16 Commission shall present to the public, and generate com-
- 17 ments and suggestions regarding, the issues described in
- 18 section 3, policies designed to address the issues, and
- 19 tradeoffs between the policies.

#### 20 SEC. 5. REPORT.

- 21 (a) IN GENERAL.—The Commission shall, not later
- 22 than 1 year after the date of the enactment of this Act,
- 23 submit a report to Congress and the President containing
- 24 the following:

1	(1) A detailed description of the activities of the
2	Commission.
3	(2) A summary of comments and suggestions
4	generated from the town hall style public hearings.
5	(3) A detailed statement of any findings of the
6	Commission as to public preferences regarding the
7	issues, policies, and tradeoffs presented in the town
8	hall style public hearings.
9	(4) A detailed description of the long-term fis-
10	cal problems faced by the United States.
11	(5) A list of policy options for addressing those
12	problems.
13	(6) Criteria for the legislative proposal to be de-
14	veloped by the Commission.
15	(b) CBO ESTIMATES.—The report required by this
16	section and the legislative proposal required by section $6$
17	shall rely on estimates and assumptions provided by CBO.
18	(e) Optional Development of Cost Estimate
19	ALTERNATIVES.—
20	(1) In general.—The Commission shall by an
21	affirmative vote of 5 members develop not more than
22	2 methods for estimating the cost of legislation as
23	a supplement to the estimates and assumptions of
24	the Congressional Budget Office (referred to in this

1	Act as "CBO") developed as required by subsection
2	(b).
3	(2) Specifically.—Any such alternative meth-
4	od must—
5	(A) be designed to supplement the method
6	currently used with regard to estimating the
7	positive economic effects of legislation; and
8	(B) consider the use of automatic stabi-
9	lizers or triggers to enforce spending and rev-
10	enue targets, in the event that policies based on
11	the alternative method fail to achieve targets
12	for outlays and revenues.
13	(3) Limitation.—Any alternative developed
14	pursuant to this subsection shall generally comply
15	with subsections (b), (c), and (d) of section 12.
16	SEC. 6. LEGISLATIVE PROPOSAL.
17	(a) In General.—Not later than 60 days after the
18	date the report is submitted under section 5 and by a vote
19	of at least 13 of the members, the Commission shall sub-
20	mit a legislative proposal to Congress and the President
21	designed to address the issues described section 3.
22	(b) Proposal Requirements.—The proposal must,
23	to the extent feasible, be designed—
24	(1) to achieve generational equity and long-term
25	economic stability:

1	(2) to address the comments and suggestions of
2	the public; and
3	(3) to meet the criteria set forth in the Com-
4	mission report.
5	(c) Inclusion of Cost Estimate.—The Commis-
6	sion shall submit with the proposal—
7	(1) a long-term CBO cost estimate prepared
8	under section 12 for the proposal; and
9	(2) in addition to the CBO cost estimate re-
10	quired by paragraph (1) and if an alternative cost
11	estimate method is developed by the Commission, a
12	50-year cost estimate using such method.
13	SEC. 7. MEMBERSHIP AND MEETINGS.
14	(a) Membership.—
15	(1) In General.—The Commission shall be
16	composed of 18 voting members appointed pursuant
17	to paragraph (2) and 2 nonvoting members de-
18	
10	scribed in paragraph (3).
19	scribed in paragraph (3).  (2) VOTING MEMBERS.—The Commission shall
19	(2) Voting members.—The Commission shall
19 20	(2) Voting members.—The Commission shall be composed of 18 voting members of whom—
19 20 21	(2) Voting members.—The Commission shall be composed of 18 voting members of whom—  (A) 1 shall be the Director of the Office of

1	(C) 3 shall be appointed by the Speaker of
2	the House of Representatives;
3	(D) 3 shall be appointed by the minority
4	leader of the House of Representatives;
5	(E) 3 shall be appointed by the majority
6	leader of the Senate;
7	(F) 3 shall be appointed by the minority
8	leader of the Senate;
9	(G) 1 shall be the chair of the Committee
10	on Finance or a designee from the committee;
11	(H) 1 shall be the ranking member of the
12	Committee on Finance or a designee from the
13	committee;
14	(I) 1 shall be the chair of the Committee
15	on Ways and Means or a designee from the
16	committee; and
17	(J) 1 shall be the chair of the Committee
18	on Ways and Means or a designee from the
19	committee.
20	(3) Nonvoting members.—The Comptroller
21	General of the United States and the Director of the
22	Congressional Budget Office shall each be nonvoting
23	members of the Commission and shall advise and as-
24	sist at the request of the Commission.

- (4) CHAIR AND CO-CHAIR.—The President shall 1 2 designate 2 co-chairpersons of the Commission from 3 the members appointed under paragraph (2), one of whom must be a Republican and one of whom must be a Democrat. 5 6 (b) Limitations as to Members of Congress.— 7 (1) Members of congress on commission.— 8 Each appointing authority described in subsection 9 (a)(2) who is a Member of Congress shall appoint 2 10 Members of Congress to the Commission but may 11 not appoint more than 2 Members of Congress to 12 the Commission. 13 (2) Continuation of voting membership.— 14 In the case of an individual appointed pursuant to 15 subsection (a)(1) who was appointed as a Member of 16 Congress under paragraph (1), if such individual 17 ceases to be a Member of Congress, that individual 18 shall cease to be a member of the Commission. 19 (c) Date for Original Appointment.—The ap-20 pointing authorities described in subsection (a)(2) shall 21 appoint the initial members of the Commission not later 22 than 30 days after the date of enactment of this Act. 23 (d) Terms.— (1) IN GENERAL.—The term of each member is 24
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for the life of the Commission.

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(2) VACANCIES.—A vacancy in the Commission

2	shall be filled not later than 30 days after such va-
3	cancy occurs and in the manner in which the origi-
4	nal appointment was made.
5	(e) Pay and Reimbursement.—
6	(1) No compensation for members of com-
7	MISSION.—Except as provided in paragraph (2), a
8	member of the Commission may not receive pay, al-
9	lowances, or benefits by reason of their service on
10	the Commission.
11	(2) Travel expenses.—Each member shall
12	receive travel expenses, including per diem in lieu of
13	subsistence under subchapter I of chapter 57 of title
14	5, United States Code.
15	(f) Meetings.—The Commission shall meet upon
16	the call of the chairperson or a majority of its voting mem-
17	bers.
18	(g) Quorum.—Six voting members of the Commis-
19	sion shall constitute a quorum, but a lesser number may
20	hold hearings.
21	SEC. 8. DIRECTOR AND STAFF OF COMMISSION.
22	(a) Director.—
23	(1) In General.—Subject to subsection (e)
24	and to the extent provided in advance in appropria-

- 1 tion Acts, the Commission shall appoint and fix the 2 pay of a director.
- (2) Duties.—The director of the Commission 3 4 shall be responsible for the administration and co-5 ordination of the duties of the Commission and shall 6 perform other such duties as the Commission may 7 direct.
- (b) STAFF.—In accordance with rules agreed upon by the Commission, subject to subsection (c), and to the 10 extent provided in advance in appropriation Acts, the di-
- rector may appoint and fix the pay of additional personnel.
- 12 (c) Applicability of Certain Civil Service
- Laws.—The director and staff of the Commission may be
- appointed without regard to the provisions of title 5, 14
- 15 United States Code, governing appointments in the com-
- petitive service, and may be paid without regard to the 16
- 17 provisions of chapter 51 and subchapter III of chapter 53
- 18 of that title relating to classification and General Schedule
- pay rates, except that pay fixed under subsection (a) may 19
- 20 not exceed \$150,000 per year and pay fixed under sub-
- 21 section (b) may not exceed a rate equal to the daily equiva-
- lent of the annual rate of basic pay for level V of the Exec-
- utive Schedule under section 5316 of title 5, United States
- 24 Code.

- 1 (d) Detailees.—Any Federal Government employee
- 2 may be detailed to the Commission without reimbursement
- 3 from the Commission, and such detailee shall retain the
- 4 rights, status, and privileges of their regular employment
- 5 without interruption.
- 6 (e) Experts and Consultants.—In accordance
- 7 with rules agreed upon by the Commission and to the ex-
- 8 tent provided in advance in appropriation Acts, the direc-
- 9 tor may procure the services of experts and consultants
- 10 under section 3109(b) of title 5, United States Code, but
- 11 at rates not to exceed the daily equivalent of the annual
- 12 rate of basic pay for level V of the Executive Schedule
- 13 under section 5316 of title 5, United States Code.

#### 14 SEC. 9. POWERS OF COMMISSION.

- 15 (a) Hearings and Evidence.—The Commission
- 16 may, for the purpose of carrying out this Act, hold such
- 17 hearings in addition to the town hall style public hearings,
- 18 sit and act at such times and places, take such testimony,
- 19 and receive such evidence as the Commission considers ap-
- 20 propriate. The Commission may administer oaths or affir-
- 21 mations to witnesses appearing before it.
- 22 (b) Powers of Members and Agents.—Any mem-
- 23 ber or agent of the Commission may, if authorized by the
- 24 Commission, take any action which the Commission is au-
- 25 thorized to take under this section.

1 (c) Mails.—The Commission may use the United States mails in the same manner and under the same con-3 ditions as other departments and agencies of the United 4 States. 5 (d) Administrative Support Services.—Upon the request of the Commission, the Administrator of General Services shall provide to the Commission, on a reim-8 bursable basis, the administrative support services necessary for the Commission to carry out its responsibilities 10 under this Act. 11 (e) Contract Authority.—To the extent provided in advance in appropriation Acts, the Commission may enter into contracts to enable the Commission to discharge its duties under this Act. 14 15 (f) Gifts.—The Commission may accept, use, and dispose of gifts or donations of services or property. 16 SEC. 10. TERMINATION. 17 18 The Commission shall terminate the earlier of— 19 (1) 60 days after submitting its legislative pro-20 posal; or 21 (2) the date on which the Comptroller General 22 of the United States determines and publishes in the 23 Federal Register a statement that new legislation

has been enacted that is estimated to reduce the fis-

cal gap by—

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1	(A) 1 percent of gross domestic product,
2	measured over the 20-year period beginning
3	with the first fiscal year after the date of enact-
4	ment of such legislation; and
5	(B) 2 percent of gross domestic product,
6	measured over the 50-year period beginning
7	with the first fiscal year after the date of enact-
8	ment of such legislation.
9	SEC. 11. CONSIDERATION OF LEGISLATION.
10	(a) Introduction.—Not later than the fifth legisla-
11	tive day after the Commission submits its legislative pro-
12	posal, the majority leader of each House, or his designee,
13	shall introduce (by request) the legislation submitted by
14	the Commission.
15	(b) In the House of Representatives.—
16	(1) Privileged consideration.—
17	(A) IN GENERAL.—In the House of Rep-
18	resentatives, the legislation shall be referred to
19	the Committee on the Budget, which shall re-
20	port the bill without substantive revision.
21	(B) DISCHARGE.—If the House Committee
22	on the Budget has not reported the legislation
23	within 60 days after introduction under sub-
24	section (a)—

1	(i) committee shall be discharged from
2	consideration of the legislation;
3	(ii) the legislation shall be placed on
4	the appropriate calendar; and
5	(iii) a motion to proceed to the consid-
6	eration of the legislation shall be highly
7	privileged and shall not be debatable, and
8	a motion to reconsider the vote by which
9	the motion is disposed of shall not be in
10	order.
11	(2) Consideration consistent with con-
12	GRESSIONAL BUDGET ACT.—Consideration of such
13	legislation shall be pursuant to the procedures set
14	forth in paragraphs (2) and (6) of section 305(a) of
15	the Congressional Budget Act of 1974 to the extent
16	not inconsistent with this Act.
17	(3) Transmittal to the senate.—If the leg-
18	islation passed in the House of Representatives pur-
19	suant to this section, the Clerk of the House of Rep-
20	resentatives shall cause the legislation to be en-
21	grossed, certified, and transmitted to the Senate not
22	later than 1 calendar day after the day on which the
23	legislation is passed. Such legislation shall be re-
24	ferred to the Senate Committee on the Budget.
25	(c) IN THE SENATE —

1	(1) Automatic discharge of senate budg-
2	ET COMMITTEE.—If the Senate Committee on the
3	Budget has not reported the legislation within 60
4	days after introduction under subsection (a)—
5	(A) the committee shall be discharged from
6	consideration of the legislation; and
7	(B) a motion to proceed to the consider-
8	ation of the legislation is highly privileged and
9	is not debatable.
10	(2) Consideration.—Consideration of such
11	legislation shall be pursuant to the procedures set
12	forth in paragraphs (1) and (5) of section 305(b) of
13	the Congressional Budget Act of 1974 to the extent
14	not inconsistent with this Act.
15	(d) No Amendments.—No amendment to the legis-
16	lation submitted by the Commission shall be in order in
17	the Senate and the House of Representatives.
18	(e) Prohibition on Concurrent Consideration
19	OF OTHER BUDGET-RELATED LEGISLATION.—
20	(1) In general.—Until a bill or joint resolu-
21	tion considered pursuant to the procedures of this
22	section or a conference report thereon has been en-
23	rolled and presented to the President of the United
24	States, it shall not be in order in either the House
25	of Representatives or the Senate to consider any hill

1	or joint resolution, amendment or motion thereto, or
2	conference report thereon that—
3	(A) provides new budget authority for any
4	fiscal year;
5	(B) provides for an increase in outlays for
6	any fiscal year;
7	(C) provides a decrease in revenues during
8	any fiscal year; or
9	(D) provides an increase in the public debt
10	limit to become effective during any fiscal year.
11	Subparagraphs (A) through (D) shall be applied on
12	a provision-by-provision basis.
13	(2) Exceptions.—Paragraph (1) does not
14	apply—
15	(A) to any measure under consideration
16	prior to the introduction, in either House, of a
17	bill or joint resolution considered pursuant to
18	the procedures of this section;
19	(B) to any measure considered after a bill
20	or joint resolution considered pursuant to the
21	procedures of this section has been defeated in
22	either House; or
23	(C) to any general appropriation bill or
24	amendment thereto, but only to the extent of
25	discretionary new budget authority provided for

1 the budget year or for the first or second fiscal 2 year after the budget year. 3 (3) Waiver.— 4 (A) House of representatives.—In the House of Representatives, if a special rule is 6 considered that would waive points of order 7 pursuant to paragraph (1), a motion to strike 8 the provision waiving such points of order shall 9 be in order. 10 (B) Senate.—In the Senate, a point of 11 order properly raised pursuant to paragraph (1) 12 shall be waived only by an affirmative vote of 13 <sup>2</sup>/<sub>3</sub> of the Members senators duly chosen and 14 sworn. 15 (f)APPLICATION OFCONGRESSIONAL BUDGET ACT.—To the extent that they are relevant and not incon-16 17 sistent with this Act, the provisions of title III of the Con-18 gressional Budget Act of 1974 shall apply in the House 19 of Representatives and the Senate to any bill or joint reso-20 lution, any amendment thereto, and any conference report 21 thereon that is considered pursuant to this section. 22 (g) Rules of Senate and House of Represent-23 ATIVES.—This section is enacted by Congress— 24 (1) as an exercise of the rulemaking power of

the Senate and the House of Representatives, re-

- 1 spectively, and is deemed to be part of the rules of
- each House, respectively, but applicable only with re-
- 3 spect to the procedure to be followed in that House
- 4 in the case of a bill introduced pursuant to this sec-
- 5 tion, and it supersedes other rules only to the extent
- 6 that it is inconsistent with such rules; and
- 7 (2) with full recognition of the constitutional
- 8 right of either House to change the rules (so far as
- 9 they relate to the procedure of that House) at any
- time, in the same manner, and to the same extent
- as in the case of any other rule of that House.

#### 12 SEC. 12. LONG-TERM CBO COST ESTIMATE.

- 13 (a) Preparation and Submission.—When the
- 14 Commission, the President, or the chairman or ranking
- 15 minority member of the Committee on the Budget of ei-
- 16 ther House submits a written request to the Director of
- 17 the Congressional Budget Office for a long-term CBO cost
- 18 estimate of legislation proposed under this Act, the Direc-
- 19 tor shall prepare the estimate and have it published in the
- 20 Congressional Record as expeditiously as possible.
- 21 (b) CONTENT.—A long-term CBO cost estimate shall
- 22 include—
- 23 (1) an estimate of the cost of each provision (if
- practicable) or group of provisions of the legislation
- or amendment for first fiscal year it would take ef-

- 1 fect and for each of the 49 fiscal years thereafter;
- 2 and
- 3 (2) a statement of any estimated future costs
- 4 not reflected by the estimate described in paragraph
- 5 (1).
- 6 (c) FORM.—To the extent that a long-term CBO cost
- 7 estimate presented in dollars is impracticable, the Director
- 8 of the Congressional Budget Office may instead present
- 9 the estimate in terms of percentages of gross domestic
- 10 product, with rounding to the nearest ½10 of 1 percent
- 11 of gross domestic product.
- 12 (d) Limitations on Discretionary Spending.—
- 13 A long-term CBO cost estimate shall only consider the ef-
- 14 fects of provisions affecting revenues and direct spending
- 15 (as defined by the Balanced Budget and Emergency Def-
- 16 icit Control Act of 1985), and shall not assume that any
- 17 changes in outlays will result from limitations on, or re-
- 18 ductions in, annual appropriations.

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