### In the House of Representatives, U.S.,

August 1, 2011.

*Resolved*, That the bill from the Senate (S. 365) entitled "An Act to make a technical amendment to the Education Sciences Reform Act of 2002.", do pass with the following:

## **AMENDMENT:**

Strike all after the enacting clause and insert the following:

#### 1 SECTION 1. SHORT TITLE; TABLE OF CONTENTS.

- 2 (a) SHORT TITLE.—This Act may be cited as the
- 3 "Budget Control Act of 2011".
- 4 (b) TABLE OF CONTENTS.—The table of contents for

#### 5 this Act is as follows:

Sec. 1. Short title; table of contents. Sec. 2. Severability.

TITLE I-TEN-YEAR DISCRETIONARY CAPS WITH SEQUESTER

- Sec. 101. Enforcing discretionary spending limits.
- Sec. 102. Definitions.
- Sec. 103. Reports and orders.
- Sec. 104. Expiration.
- Sec. 105. Amendments to the Congressional Budget and Impoundment Control Act of 1974.
- Sec. 106. Senate budget enforcement.

#### TITLE II—VOTE ON THE BALANCED BUDGET AMENDMENT

- Sec. 201. Vote on the balanced budget amendment.
- Sec. 202. Consideration by the other House.

#### TITLE III—DEBT CEILING DISAPPROVAL PROCESS

- Sec. 301. Debt ceiling disapproval process.
- Sec. 302. Enforcement of budget goal.

- Sec. 401. Establishment of Joint Select Committee.
- Sec. 402. Expedited consideration of joint committee recommendations.
- Sec. 403. Funding.
- Sec. 404. Rulemaking.

#### TITLE V—PELL GRANT AND STUDENT LOAN PROGRAM CHANGES

- Sec. 501. Federal Pell grants.
- Sec. 502. Termination of authority to make interest subsidized loans to graduate and professional students.
- Sec. 503. Termination of direct loan repayment incentives.
- Sec. 504. Inapplicability of title IV negotiated rulemaking and master calendar exception.

#### 1 SEC. 2. SEVERABILITY.

2 If any provision of this Act, or any application of such 3 provision to any person or circumstance, is held to be unconstitutional, the remainder of this Act and the applica-4 5 tion of this Act to any other person or circumstance shall not be affected. 6 TITLE I—TEN-YEAR DISCRE-7 TIONARY CAPS WITH SEQUES-8 TER 9

#### 10 SEC. 101. ENFORCING DISCRETIONARY SPENDING LIMITS.

Section 251 of the Balanced Budget and Emergency
 Deficit Control Act of 1985 is amended to read as follows:

13 "SEC. 251. ENFORCING DISCRETIONARY SPENDING LIMITS.

- 14 "(a) ENFORCEMENT.—
- 15 "(1) SEQUESTRATION.—Within 15 calendar days
- 16 after Congress adjourns to end a session there shall be
- 17 a sequestration to eliminate a budget-year breach, if
- 18 *any, within any category.*

"(2) ELIMINATING A BREACH.—Each non-exempt
 account within a category shall be reduced by a dollar
 amount calculated by multiplying the enacted level of
 sequestrable budgetary resources in that account at
 that time by the uniform percentage necessary to
 eliminate a breach within that category.

"(3) MILITARY PERSONNEL.—If the President 7 8 uses the authority to exempt any personnel account 9 from sequestration under section 255(f), each account 10 within subfunctional category 051 (other than those 11 military personnel accounts for which the authority 12 provided under section 255(f) has been exercised) shall be further reduced by a dollar amount calculated by 13 14 multiplying the enacted level of non-exempt budgetary 15 resources in that account at that time by the uniform 16 percentage necessary to offset the total dollar amount 17 by which outlays are not reduced in military per-18 sonnel accounts by reason of the use of such authority. 19 "(4) PART-YEAR APPROPRIATIONS.—If, on the 20 date specified in paragraph (1), there is in effect an 21 Act making or continuing appropriations for part of 22 a fiscal year for any budget account, then the dollar 23 sequestration calculated for that account under para-24 graphs (2) and (3) shall be subtracted from—

(A)annualized amount otherwise 1 the 2 available by law in that account under that or 3 a subsequent part-year appropriation; and "(B) when a full-year appropriation for 4 5 that account is enacted, from the amount other-6 wise provided by the full-year appropriation for 7 that account. "(5) LOOK-BACK.—If, after June 30, an appro-8 9 priation for the fiscal year in progress is enacted that 10 causes a breach within a category for that year (after 11 taking into account any sequestration of amounts 12 within that category), the discretionary spending lim-13 its for that category for the next fiscal year shall be 14 reduced by the amount or amounts of that breach. "(6) WITHIN-SESSION SEQUESTRATION.—If an 15 16 appropriation for a fiscal year in progress is enacted 17 (after Congress adjourns to end the session for that 18 budget year and before July 1 of that fiscal year) that 19 causes a breach within a category for that year (after 20 taking into account any prior sequestration of 21 amounts within that category), 15 days later there 22 shall be a sequestration to eliminate that breach with-23 in that category following the procedures set forth in 24 paragraphs (2) through (4). 25 "(7) ESTIMATES.—

1	"(A) CBO ESTIMATES.—As soon as prac-
2	ticable after Congress completes action on any
3	discretionary appropriation, CBO, after con-
4	sultation with the Committees on the Budget of
5	the House of Representatives and the Senate,
6	shall provide OMB with an estimate of the
7	amount of discretionary new budget authority
8	and outlays for the current year, if any, and the
9	budget year provided by that legislation.
10	"(B) OMB ESTIMATES AND EXPLANATION
11	OF DIFFERENCES.—Not later than 7 calendar
12	days (excluding Saturdays, Sundays, and legal
13	holidays) after the date of enactment of any dis-
14	cretionary appropriation, OMB shall transmit a
15	report to the House of Representatives and to the
16	Senate containing the CBO estimate of that leg-
17	islation, an OMB estimate of the amount of dis-
18	cretionary new budget authority and outlays for
19	the current year, if any, and the budget year
20	provided by that legislation, and an explanation
21	of any difference between the 2 estimates. If dur-
22	ing the preparation of the report OMB deter-
23	mines that there is a significant difference be-
24	tween OMB and CBO, OMB shall consult with
25	the Committees on the Budget of the House of

1Representatives and the Senate regarding that2difference and that consultation shall include, to3the extent practicable, written communication to4those committees that affords such committees the5opportunity to comment before the issuance of6the report.7"(C) ASSUMPTIONS AND GUIDELINES.—

7 8 OMB estimates under this paragraph shall be 9 made using current economic and technical assumptions. OMB shall use the OMB estimates 10 11 transmitted to the Congress under this para-12 graph. OMB and CBO shall prepare estimates under this paragraph in conformance with 13 14 scorekeeping guidelines determined after con-15 sultation among the Committees on the Budget of 16 the House of Representatives and the Senate, 17 CBO, and OMB.

"(D) ANNUAL APPROPRIATIONS.—For purposes of this paragraph, amounts provided by
annual appropriations shall include any discretionary appropriations for the current year, if
any, and the budget year in accounts for which
funding is provided in that legislation that result from previously enacted legislation.

"(b) Adjustments to Discretionary Spending
 Limits.—

3	"(1) Concepts and Definitions.—When the
4	President submits the budget under section 1105 of
5	title 31, United States Code, OMB shall calculate and
6	the budget shall include adjustments to discretionary
7	spending limits (and those limits as cumulatively ad-
8	justed) for the budget year and each outyear to reflect
9	changes in concepts and definitions. Such changes
10	shall equal the baseline levels of new budget authority
11	and outlays using up-to-date concepts and definitions,
12	minus those levels using the concepts and definitions
13	in effect before such changes. Such changes may only
14	be made after consultation with the Committees on
15	Appropriations and the Budget of the House of Rep-
16	resentatives and the Senate, and that consultation
17	shall include written communication to such commit-
18	tees that affords such committees the opportunity to
19	comment before official action is taken with respect to
20	such changes.

21 "(2) SEQUESTRATION REPORTS.—When OMB
22 submits a sequestration report under section 254(e),
23 (f), or (g) for a fiscal year, OMB shall calculate, and
24 the sequestration report and subsequent budgets sub25 mitted by the President under section 1105(a) of title

1	31, United States Code, shall include adjustments to
2	discretionary spending limits (and those limits as ad-
3	justed) for the fiscal year and each succeeding year,
4	as follows:
5	"(A) Emergency appropriations; over-
6	SEAS CONTINGENCY OPERATIONS/GLOBAL WAR ON
7	TERRORISM.—If, for any fiscal year, appropria-
8	tions for discretionary accounts are enacted
9	that—
10	((i) the Congress designates as emer-
11	gency requirements in statute on an account
12	by account basis and the President subse-
13	quently so designates, or
14	"(ii) the Congress designates for Over-
15	seas Contingency Operations/Global War on
16	Terrorism in statute on an account by ac-
17	count basis and the President subsequently
18	so designates,
19	the adjustment shall be the total of such appro-
20	priations in discretionary accounts designated as
21	emergency requirements or for Overseas Contin-
22	gency Operations/Global War on Terrorism, as
23	applicable.
24	"(B) Continuing disability reviews and
25	REDETERMINATIONS.—(i) If a bill or joint reso-

1	lution making appropriations for a fiscal year is
2	enacted that specifies an amount for continuing
3	disability reviews under titles II and XVI of the
4	Social Security Act and for the cost associated
5	with conducting redeterminations of eligibility
6	under title XVI of the Social Security Act, then
7	the adjustments for that fiscal year shall be the
8	additional new budget authority provided in
9	that Act for such expenses for that fiscal year,
10	but shall not exceed—
11	"(I) for fiscal year 2012, \$623,000,000
12	in additional new budget authority;
13	"(II) for fiscal year 2013,
14	\$751,000,000 in additional new budget au-
15	thority;
16	"(III) for fiscal year 2014,
17	\$924,000,000 in additional new budget au-
18	thority;
19	"(IV) for fiscal year 2015,
20	\$1,123,000,000 in additional new budget
21	authority;
22	"(V) for fiscal year 2016,
23	\$1,166,000,000 in additional new budget
24	authority;

1	"(VI) for fiscal year 2017,
2	\$1,309,000,000 in additional new budget
3	authority;
4	"(VII) for fiscal year 2018,
5	\$1,309,000,000 in additional new budget
6	authority;
7	"(VIII) for fiscal year 2019,
8	\$1,309,000,000 in additional new budget
9	authority;
10	"(IX) for fiscal year 2020,
11	\$1,309,000,000 in additional new budget
12	authority; and
13	"(X) for fiscal year 2021,
14	\$1,309,000,000 in additional new budget
15	authority.
16	"(ii) As used in this subparagraph—
17	``(I) the term 'continuing disability re-
18	views' means continuing disability reviews
19	under sections $221(i)$ and $1614(a)(4)$ of the
20	Social Security Act;
21	"(II) the term 'redetermination' means
22	redetermination of eligibility under sections
23	1611(c)(1) and 1614(a)(3)(H) of the Social
24	Security Act; and

1	"(III) the term 'additional new budget
2	authority' means the amount provided for a
3	fiscal year, in excess of \$273,000,000, in an
4	appropriation Act and specified to pay for
5	the costs of continuing disability reviews
6	and redeterminations under the heading
7	'Limitation on Administrative Expenses'
8	for the Social Security Administration.
9	"(C) Health care fraud and abuse
10	CONTROL.—(i) If a bill or joint resolution mak-
11	ing appropriations for a fiscal year is enacted
12	that specifies an amount for the health care
13	fraud abuse control program at the Department
14	of Health and Human Services (75–8393–0–7–
15	571), then the adjustments for that fiscal year
16	shall be the amount of additional new budget au-
17	thority provided in that Act for such program
18	for that fiscal year, but shall not exceed—
19	"(I) for fiscal year 2012, \$270,000,000
20	in additional new budget authority;
21	"(II) for fiscal year 2013,
22	\$299,000,000 in additional new budget au-
23	thority;

1	"(III) for fiscal year 2014,
2	\$329,000,000 in additional new budget au-
3	thority;
4	"(IV) for fiscal year 2015,
5	\$361,000,000 in additional new budget au-
6	thority;
7	"(V) for fiscal year 2016, \$395,000,000
8	in additional new budget authority;
9	"(VI) for fiscal year 2017,
10	\$414,000,000 in additional new budget au-
11	thority;
12	"(VII) for fiscal year 2018,
13	\$434,000,000 in additional new budget au-
14	thority;
15	"(VIII) for fiscal year 2019,
16	\$454,000,000 in additional new budget au-
17	thority;
18	"(IX) for fiscal year 2020,
19	\$475,000,000 in additional new budget au-
20	thority; and
21	"(X) for fiscal year 2021, \$496,000,000
22	in additional new budget authority.
23	"(ii) As used in this subparagraph, the
24	term 'additional new budget authority' means
25	the amount provided for a fiscal year, in excess

1 of \$311,000,000, in an appropriation Act and 2 specified to pay for the costs of the health care 3 fraud and abuse control program. 4 "(D) DISASTER FUNDING.— "(i) If, for fiscal years 2012 through 5 2021, appropriations for discretionary ac-6 counts are enacted that Congress designates 7 8 as being for disaster relief in statute, the 9 adjustment for a fiscal year shall be the 10 total of such appropriations for the fiscal 11 year in discretionary accounts designated 12 as being for disaster relief, but not to exceed the total of— 13 14 "(I) the average funding provided 15 for disaster relief over the previous 10 16 years, excluding the highest and lowest 17 years; and 18 "(II) the amount, for years when 19 the enacted new discretionary budget 20 authority designated as being for dis-21 aster relief for the preceding fiscal year 22 was less than the average as calculated 23 in subclause (I) for that fiscal year, 24 that is the difference between the en-25 acted amount and the allowable adjust-

1	ment as calculated in such subclause
2	for that fiscal year.
3	"(ii) OMB shall report to the Commit-
4	tees on Appropriations and Budget in each
5	House the average calculated pursuant to
6	clause $(i)(II)$ , not later than 30 days after
7	the date of the enactment of the Budget
8	Control Act of 2011.
9	"(iii) For the purposes of this subpara-
10	graph, the term 'disaster relief' means ac-
11	tivities carried out pursuant to a deter-
12	mination under section 102(2) of the Robert
13	T. Stafford Disaster Relief and Emergency
14	Assistance Act (42 U.S.C. 5122(2)).
15	"(iv) Appropriations considered dis-
16	aster relief under this subparagraph in a
17	fiscal year shall not be eligible for adjust-
18	ments under subparagraph $(A)$ for the fiscal
19	year.
20	"(c) Discretionary Spending Limit.—As used in
21	this part, the term 'discretionary spending limit' means—
22	"(1) with respect to fiscal year 2012—
23	"(A) for the security category,

*"(B)* for the nonsecurity \$359,000,000,000 in new budget authority: "(2) with respect to fiscal year 2013— "(A) for the security \$686,000,000,000 in new budget authority; and (B)for the nonsecurity \$361,000,000,000 in new budget authority: "(3) with respect to fiscal year 2014, for the dis-

9 cretionary category, \$1,066,000,000,000 in new budg-10 et authority;

11 "(4) with respect to fiscal year 2015, for the dis-12 cretionary category, \$1,086,000,000,000 in new budg-13 et authority;

14 "(5) with respect to fiscal year 2016, for the dis-15 cretionary category, \$1,107,000,000,000 in new budg-16 et authority;

17 "(6) with respect to fiscal year 2017, for the discretionary category, \$1,131,000,000,000 in new budg-18 19 et authority;

20 "(7) with respect to fiscal year 2018, for the dis-21 cretionary category, \$1,156,000,000,000 in new budg-22 et authority;

23 "(8) with respect to fiscal year 2019, for the dis-24 cretionary category, \$1,182,000,000,000 in new budg-25 et authority;

category,

category,

category,

1

2

3

4

5

6

7

	10
1	"(9) with respect to fiscal year 2020, for the dis-
2	cretionary category, \$1,208,000,000,000 in new budg-
3	et authority; and
4	"(10) with respect to fiscal year 2021, for the
5	discretionary category, \$1,234,000,000,000 in new
6	budget authority;
7	as adjusted in strict conformance with subsection (b).".
8	SEC. 102. DEFINITIONS.
9	Section 250(c) of the Balanced Budget and Emergency
10	Deficit Control Act of 1985 is amended as follows:
11	(1) Strike paragraph (4) and insert the following
12	new paragraph:
13	"(4)(A) The term 'nonsecurity category' means
14	all discretionary appropriations not included in the
15	security category defined in subparagraph $(B)$ .
16	"(B) The term 'security category' includes discre-
17	tionary appropriations associated with agency budg-
18	ets for the Department of Defense, the Department of
19	Homeland Security, the Department of Veterans Af-
20	fairs, the National Nuclear Security Administration,
21	the intelligence community management account (95–
22	0401-0-1-054), and all budget accounts in budget
23	function 150 (international affairs).
24	"(C) The term 'discretionary category' includes
25	all discretionary appropriations"

25 all discretionary appropriations.".

1	(2) In paragraph (8)( $C$ ), strike "the food stamp
2	program" and insert "the Supplemental Nutrition
3	Assistance Program".
4	(3) Strike paragraph (14) and insert the fol-
5	lowing new paragraph:
6	"(14) The term 'outyear' means a fiscal year one
7	or more years after the budget year.".
8	(4) At the end, add the following new para-
9	graphs:
10	"(20) The term 'emergency' means a situation
11	that—
12	"(A) requires new budget authority and
13	outlays (or new budget authority and the outlays
14	flowing therefrom) for the prevention or mitiga-
15	tion of, or response to, loss of life or property, or
16	a threat to national security; and
17	"(B) is unanticipated.
18	"(21) The term 'unanticipated' means that the
19	underlying situation is—
20	"(A) sudden, which means quickly coming
21	into being or not building up over time;
22	(B) urgent, which means a pressing and
23	compelling need requiring immediate action;
24	(C) unforeseen, which means not predicted
25	or anticipated as an emerging need; and

	10
1	(D) temporary, which means not of a per-
2	manent duration.".
3	SEC. 103. REPORTS AND ORDERS.
4	Section 254 of the Balanced Budget and Emergency
5	Deficit Control Act of 1985 is amended as follows:
6	(1) In subsection (c)(2), strike " $2002$ " and insert
7	"2021".
8	(2) At the end of subsection (e), insert "This re-
9	port shall also contain a preview estimate of the ad-
10	justment for disaster funding for the upcoming fiscal
11	year.".
12	(3) In subsection $(f)(2)(A)$ , strike "2002" and in-
13	sert "2021"; before the concluding period insert ", in-
14	cluding a final estimate of the adjustment for disaster
15	funding".
16	SEC. 104. EXPIRATION.
17	(a) REPEALER.—Section 275 of the Balanced Budget
18	and Emergency Deficit Control Act of 1985 is repealed.
19	(b) Conforming Change.—Sections 252(d)(1),
20	254(c), $254(f)(3)$ , and $254(i)$ of the Balanced Budget and

21 Emergency Deficit Control Act of 1985 shall not apply to22 the Congressional Budget Office.

1

2

3 (a) ADJUSTMENTS.—Section 314 of the Congressional
4 Budget Act of 1974 is amended as follows:

5 (1) Strike subsection (a) and insert the following: 6 "(a) ADJUSTMENTS.—After the reporting of a bill or 7 joint resolution or the offering of an amendment thereto or 8 the submission of a conference report thereon, the chairman 9 of the Committee on the Budget of the House of Representatives or the Senate may make appropriate budgetary ad-10 11 justments of new budget authority and the outlays flowing 12 therefrom in the same amount as required by section 251(b)13 of the Balanced Budget and Emergency Deficit Control Act of 1985.". 14

15 (2) Strike subsections (b) and (e) and redesignate
16 subsections (c) and (d) as subsections (b) and (c), re17 spectively.

18 (3) At the end, add the following new sub-19 sections:

20 "(d) EMERGENCIES IN THE HOUSE OF REPRESENTA21 TIVES.— (1) In the House of Representatives, if a reported
22 bill or joint resolution, or amendment thereto or conference
23 report thereon, contains a provision providing new budget
24 authority and outlays or reducing revenue, and a designa25 tion of such provision as an emergency requirement pursu26 ant to 251(b)(2)(A) of the Balanced Budget and Emergency

•S 365 EAH

Deficit Control Act of 1985, the chair of the Committee on
 the Budget of the House of Representatives shall not count
 the budgetary effects of such provision for purposes of title
 III and title IV of the Congressional Budget Act of 1974
 and the Rules of the House of Representatives.

6 (2)(A) In the House of Representatives, if a reported 7 bill or joint resolution, or amendment thereto or conference 8 report thereon, contains a provision providing new budget 9 authority and outlays or reducing revenue, and a designa-10 tion of such provision as an emergency pursuant to paragraph (1), the chair of the Committee on the Budget shall 11 not count the budgetary effects of such provision for pur-12 poses of this title and title IV and the Rules of the House 13 of Representatives. 14

15 "(B) In the House of Representatives, a proposal to 16 strike a designation under subparagraph (A) shall be ex-17 cluded from an evaluation of budgetary effects for purposes 18 of this title and title IV and the Rules of the House of Rep-19 resentatives.

"(C) An amendment offered under subparagraph (B)
that also proposes to reduce each amount appropriated or
otherwise made available by the pending measure that is
not required to be appropriated or otherwise made available
shall be in order at any point in the reading of the pending
measure.

"(e) ENFORCEMENT OF DISCRETIONARY SPENDING
 CAPS.—It shall not be in order in the House of Representa tives or the Senate to consider any bill, joint resolution,
 amendment, motion, or conference report that would cause
 the discretionary spending limits as set forth in section 251
 of the Balanced Budget and Emergency Deficit Control Act
 to be exceeded.".

8 (b) DEFINITIONS.—Section 3 of the Congressional
9 Budget and Impoundment Control Act of 1974 is amended
10 by adding at the end the following new paragraph:

11 "(11) The terms 'emergency' and 'unanticipated'
12 have the meanings given to such terms in section
13 250(c) of the Balanced Budget and Emergency Deficit
14 Control Act of 1985.".

(c) APPEALS FOR DISCRETIONARY CAPS.—Section
904(c)(2) of the Congressional Budget Act of 1974 is amended by striking "and 312(c)" and inserting "312(c), and
314(e)".

#### 19 SEC. 106. SENATE BUDGET ENFORCEMENT.

20 (a) IN GENERAL.—

(1) For the purpose of enforcing the Congressional Budget Act of 1974 through April 15, 2012, including section 300 of that Act, and enforcing budget
etary points of order in prior concurrent resolutions
on the budget, the allocations, aggregates, and levels

set in subsection (b)(1) shall apply in the Senate in
 the same manner as for a concurrent resolution on the
 budget for fiscal year 2012 with appropriate budg etary levels for fiscal years 2011 and 2013 through
 2021.

6 (2) For the purpose of enforcing the Congres-7 sional Budget Act of 1974 after April 15, 2012, in-8 cluding section 300 of that Act, and enforcing budg-9 etary points of order in prior concurrent resolutions 10 on the budget, the allocations, aggregates, and levels 11 set in subsection (b)(2) shall apply in the Senate in 12 the same manner as for a concurrent resolution on the 13 budget for fiscal year 2013 with appropriate budg-14 etary levels for fiscal years 2012 and 2014 through 15 2022.

16 (b) Committee Allocations, Aggregates, and 17 Levels.—

18 (1) As soon as practicable after the date of enact19 ment of this section, the Chairman of the Committee
20 on the Budget shall file—

21 (A) for the Committee on Appropriations,
22 committee allocations for fiscal years 2011 and
23 2012 consistent with the discretionary spending
24 limits set forth in this Act for the purpose of en-

forcing section 302 of the Congressional Budget Act of 1974;

(B) for all committees other than the Com-3 4 mittee on Appropriations, committee allocations 5 for fiscal years 2011, 2012, 2012 through 2016, 6 and 2012 through 2021 consistent with the Con-7 gressional Budget Office's March 2011 baseline 8 adjusted to account for the budgetary effects of 9 this Act and legislation enacted prior to this Act 10 but not included in the Congressional Budget Of-11 fice's March 2011 baseline, for the purpose of en-12 forcing section 302 of the Congressional Budget 13 Act of 1974:

14 (C) aggregate spending levels for fiscal years 15 2011 and 2012 and aggregate revenue levels for 16 fiscal years 2011, 2012, 2012 through 2016, 2012 17 through 2021 consistent with the Congressional 18 Budget Office's March 2011 baseline adjusted to 19 account for the budgetary effects of this Act and 20 legislation enacted prior to this Act but not in-21 cluded in the Congressional Budget Office's 22 March 2011 baseline, and the discretionary 23 spending limits set forth in this Act for the pur-24 pose of enforcing section 311 of the Congressional 25 Budget Act of 1974; and

1

1	(D) levels of Social Security revenues and
2	outlays for fiscal years 2011, 2012, 2012 through
3	2016, and 2012 through 2021 consistent with the
4	Congressional Budget Office's March 2011 base-
5	line adjusted to account for the budgetary effects
6	of this Act and legislation enacted prior to this
7	Act but not included in the Congressional Budget
8	Office's March 2011 baseline, for the purpose of
9	enforcing sections 302 and 311 of the Congres-
10	sional Budget Act of 1974.
11	(2) Not later than April 15, 2012, the Chairman
12	of the Committee on the Budget shall file—
13	(A) for the Committee on Appropriations,
14	committee allocations for fiscal years 2012 and
15	2013 consistent with the discretionary spending
16	limits set forth in this Act for the purpose of en-
17	forcing section 302 of the Congressional Budget
18	Act of 1974;
19	(B) for all committees other than the Com-
20	mittee on Appropriations, committee allocations
21	for fiscal years 2012, 2013, 2013 through 2017,
22	and 2013 through 2022 consistent with the Con-
23	gressional Budget Office's March 2012 baseline
24	for the purpose of enforcing section 302 of the
25	Congressional Budget Act of 1974;

1	(C) aggregate spending levels for fiscal years
2	2012 and 2013 and aggregate revenue levels for
3	fiscal years 2012, 2013, 2013–2017, and 2013–
4	2022 consistent with the Congressional Budget
5	Office's March 2012 baseline and the discre-
6	tionary spending limits set forth in this Act for
7	the purpose of enforcing section 311 of the Con-
8	gressional Budget Act of 1974; and
9	(D) levels of Social Security revenues and
10	outlays for fiscal years 2012 and 2013, 2013–
11	2017, and 2013–2022 consistent with the Con-
12	gressional Budget Office's March 2012 baseline
13	budget for the purpose of enforcing sections 302
14	and 311 of the Congressional Budget Act of
15	1974.
16	(c) Senate Pay-as-you-go Scorecard.—
17	(1) Effective on the date of enactment of this sec-
18	tion, for the purpose of enforcing section 201 of S.
19	Con. Res. 21 (110th Congress), the Chairman of the
20	Senate Committee on the Budget shall reduce any bal-
21	ances of direct spending and revenues for any fiscal
22	year to 0 (zero).
23	(2) Not later than April 15, 2012, for the pur-
24	pose of enforcing section 201 of S. Con. Res. 21
25	(110th Congress), the Chairman of the Senate Com-

mittee on the Budget shall reduce any balances of di rect spending and revenues for any fiscal year to 0
 (zero).

4 (3) Upon resetting the Senate paygo scorecard
5 pursuant to paragraph (2), the Chairman shall pub6 lish a notification of such action in the Congressional
7 Record.

8 (d) FURTHER ADJUSTMENTS.—

9 (1) The Chairman of the Committee on the 10 Budget of the Senate may revise any allocations, ag-11 gregates, or levels set pursuant to this section to ac-12 count for any subsequent adjustments to discretionary 13 spending limits made pursuant to this Act.

14 (2) With respect to any allocations, aggregates,
15 or levels set or adjustments made pursuant to this sec16 tion, sections 412 through 414 of S. Con. Res. 13
17 (111th Congress) shall remain in effect.

18 (e) EXPIRATION.—

(1) Subsections (a)(1), (b)(1), and (c)(1) shall
expire if a concurrent resolution on the budget for fiscal year 2012 is agreed to by the Senate and House
of Representatives pursuant to section 301 of the Congressional Budget Act of 1974.

24 (2) Subsections (a)(2), (b)(2), and (c)(2) shall
25 expire if a concurrent resolution on the budget for fis-

cal year 2013 is agreed to by the Senate and House
 of Representatives pursuant to section 301 of the Con gressional Budget Act of 1974.

## 4 TITLE II—VOTE ON THE BAL5 ANCED BUDGET AMENDMENT

#### 6 SEC. 201. VOTE ON THE BALANCED BUDGET AMENDMENT.

7 After September 30, 2011, and not later than December 8 31, 2011, the House of Representatives and Senate, respec-9 tively, shall vote on passage of a joint resolution, the title 10 of which is as follows: "Joint resolution proposing a bal-11 anced budget amendment to the Constitution of the United 12 States.".

#### 13 SEC. 202. CONSIDERATION BY THE OTHER HOUSE.

14 (a) HOUSE CONSIDERATION.—

15 (1) REFERRAL.—If the House receives a joint 16 resolution described in section 201 from the Senate, 17 such joint resolution shall be referred to the Com-18 mittee on the Judiciary. If the committee fails to re-19 port the joint resolution within five legislative days, 20 it shall be in order to move that the House discharge 21 the committee from further consideration of the joint 22 resolution. Such a motion shall not be in order after 23 the House has disposed of a motion to discharge the 24 joint resolution. The previous question shall be consid-25 ered as ordered on the motion to its adoption without

intervening motion except twenty minutes of debate
equally divided and controlled by the proponent and
an opponent. If such a motion is adopted, the House
shall proceed immediately to consider the joint resolution in accordance with paragraph (3). A motion to
reconsider the vote by which the motion is disposed of
shall not be in order.

8 (2) PROCEEDING TO CONSIDERATION.—After the 9 joint resolution has been referred to the appropriate 10 calendar or the committee has been discharged (other 11 than by motion) from its consideration, it shall be in 12 order to move to proceed to consider the joint resolu-13 tion in the House. Such a motion shall not be in 14 order after the House has disposed of a motion to pro-15 ceed with respect to the joint resolution. The previous 16 question shall be considered as ordered on the motion 17 to its adoption without intervening motion. A motion 18 to reconsider the vote by which the motion is disposed 19 of shall not be in order.

20 (3) CONSIDERATION.—The joint resolution shall
21 be considered as read. All points of order against the
22 joint resolution and against its consideration are
23 waived. The previous question shall be considered as
24 ordered on the joint resolution to its passage without
25 intervening motion except two hours of debate equally

divided and controlled by the proponent and an oppo nent and one motion to limit debate on the joint reso lution. A motion to reconsider the vote on passage of
 the joint resolution shall not be in order.

5 (b) SENATE CONSIDERATION.—(1) If the Senate receives a joint resolution described in section 201 from the 6 7 House of Representatives, such joint resolution shall be re-8 ferred to the appropriate committee of the Senate. If such 9 committee has not reported the joint resolution at the close 10 of the fifth session day after its receipt by the Senate, such committee shall be automatically discharged from further 11 12 consideration of the joint resolution and it shall be placed 13 on the appropriate calendar.

14 (2) Consideration of the joint resolution and on all de-15 batable motions and appeals in connection therewith, shall be limited to not more than 20 hours, which shall be divided 16 17 equally between the majority and minority leaders or their 18 designees. A motion further to limit debate is in order and 19 not debatable. An amendment to, or a motion to postpone, or a motion to proceed to the consideration of other busi-20 21 ness, or a motion to recommit the joint resolution is not 22 in order. Any debatable motion or appeal is debatable for 23 not to exceed 1 hour, to be divided equally between those 24 favoring and those opposing the motion or appeal. All time 25 used for consideration of the joint resolution, including time

used for quorum calls and voting, shall be counted against
 the total 20 hours of consideration.

3 (3) If the Senate has voted to proceed to a joint resolu-4 tion, the vote on passage of the joint resolution shall be taken on or before the close of the seventh session day after 5 6 such joint resolution has been reported or discharged or im-7 mediately following the conclusion of consideration of the 8 joint resolution, and a single quorum call at the conclusion of the debate if requested in accordance with the rules of 9 the Senate. 10

# 11 TITLE III—DEBT CEILING 12 DISAPPROVAL PROCESS

#### 13 SEC. 301. DEBT CEILING DISAPPROVAL PROCESS.

14 (a) IN GENERAL.—Subchapter I of chapter 31 of sub15 title III of title 31, United States Code, is amended—

16 (1) in section 3101(b), by striking "or otherwise"
17 and inserting "or as provided by section 3101A or
18 otherwise"; and

19 (2) by inserting after section 3101 the following:

20 "\$3101A. Presidential modification of the debt ceiling

- 21 "(a) IN GENERAL.—
- 22 "(1) \$900 BILLION.—
- 23 "(A) CERTIFICATION.—If, not later than
- 24 December 31, 2011, the President submits a
- 25 written certification to Congress that the Presi-

1	dent has determined that the debt subject to limit
2	is within \$100,000,000,000 of the limit in sec-
3	tion 3101(b) and that further borrowing is re-
4	quired to meet existing commitments, the Sec-
5	retary of the Treasury may exercise authority to
6	borrow an additional \$900,000,000,000, subject
7	to the enactment of a joint resolution of dis-
8	approval enacted pursuant to this section. Upon
9	submission of such certification, the limit on debt
10	provided in section 3101(b) (referred to in this
11	section as the 'debt limit') is increased by
12	\$400,000,000,000.
13	"(B) RESOLUTION OF DISAPPROVAL.—Con-
14	gress may consider a joint resolution of dis-
15	approval of the authority under subparagraph
16	(A) as provided in subsections $(b)$ through $(f)$ .
17	The joint resolution of disapproval considered
18	under this section shall contain only the lan-
19	guage provided in subsection $(b)(2)$ . If the time
20	for disapproval has lapsed without enactment of
21	a joint resolution of disapproval under this sec-
22	tion, the debt limit is increased by an additional
23	\$500,000,000,000.

1	"(A) CERTIFICATION.—If, after the debt
2	limit is increased by \$900,000,000,000 under
3	paragraph (1), the President submits a written
4	certification to Congress that the President has
5	determined that the debt subject to limit is with-
6	in $$100,000,000,000$ of the limit in section
7	3101(b) and that further borrowing is required
8	to meet existing commitments, the Secretary of
9	the Treasury may, subject to the enactment of a
10	joint resolution of disapproval enacted pursuant
11	to this section, exercise authority to borrow an
12	additional amount equal to—
13	"(i) \$1,200,000,000, unless clause
14	(ii) or (iii) applies;
15	"(ii) \$1,500,000,000 if the Archi-
16	vist of the United States has submitted to
17	the States for their ratification a proposed
18	amendment to the Constitution of the
19	United States pursuant to a joint resolution
20	entitled 'Joint resolution proposing a bal-
21	anced budget amendment to the Constitu-
22	tion of the United States'; or
23	"(iii) if a joint committee bill to
24	achieve an amount greater than
25	\$1,200,000,000,000 in deficit reduction as

1	provided in section $401(b)(3)(B)(i)(H)$ of
2	the Budget Control Act of 2011 is enacted,
3	an amount equal to the amount of that def-
4	icit reduction, but not greater than
5	\$1,500,000,000,000, unless clause (ii) ap-
6	plies.
7	"(B) RESOLUTION OF DISAPPROVAL.—Con-
8	gress may consider a joint resolution of dis-
9	approval of the authority under subparagraph
10	(A) as provided in subsections (b) through (f).
11	The joint resolution of disapproval considered
12	under this section shall contain only the lan-
13	guage provided in subsection $(b)(2)$ . If the time
14	for disapproval has lapsed without enactment of
15	a joint resolution of disapproval under this sec-
16	tion, the debt limit is increased by the amount
17	authorized under subparagraph (A).
18	"(b) Joint Resolution of Disapproval.—
19	"(1) IN GENERAL.—Except for the
20	\$400,000,000,000 increase in the debt limit provided
21	by subsection $(a)(1)(A)$ , the debt limit may not be
22	raised under this section if, within 50 calendar days
23	after the date on which Congress receives a certifi-
24	cation described in subsection $(a)(1)$ or within 15 cal-
25	endar days after Congress receives the certification de-

1	scribed in subsection $(a)(2)$ (regardless of whether
2	Congress is in session), there is enacted into law a
3	joint resolution disapproving the President's exercise
4	of authority with respect to such additional amount.
5	"(2) Contents of joint resolution.—For the
6	purpose of this section, the term 'joint resolution'
7	means only a joint resolution—
8	((A)(i) for the certification described in
9	subsection $(a)(1)$ , that is introduced on Sep-
10	tember 6, 7, 8, or 9, 2011 (or, if the Senate was
11	not in session, the next calendar day on which
12	the Senate is in session); and
13	"(ii) for the certification described in sub-
14	section $(a)(2)$ , that is introduced between the
15	date the certification is received and 3 calendar
16	days after that date;
17	"(B) which does not have a preamble;
18	"( $C$ ) the title of which is only as follows:
19	'Joint resolution relating to the disapproval of
20	the President's exercise of authority to increase
21	the debt limit, as submitted under section 3101A
22	of title 31, United States Code, on
23	' (with the blank containing the
24	date of such submission); and

1	(D) the matter after the resolving clause of
2	which is only as follows: 'That Congress dis-
3	approves of the President's exercise of authority
4	to increase the debt limit, as exercised pursuant
5	to the certification under section $3101A(a)$ of
6	title 31, United States Code.'.
7	"(c) Expedited Consideration in House of Rep-
8	RESENTATIVES.—
9	"(1) Reconvening.—Upon receipt of a certifi-
10	cation described in subsection $(a)(2)$ , the Speaker, if
11	the House would otherwise be adjourned, shall notify
12	the Members of the House that, pursuant to this sec-
13	tion, the House shall convene not later than the sec-
14	ond calendar day after receipt of such certification.
15	"(2) Reporting and discharge.—Any com-
16	mittee of the House of Representatives to which a
17	joint resolution is referred shall report it to the House
18	without amendment not later than 5 calendar days
19	after the date of introduction of a joint resolution de-
20	scribed in subsection (a). If a committee fails to re-
21	port the joint resolution within that period, the com-
22	mittee shall be discharged from further consideration
23	of the joint resolution and the joint resolution shall be
24	referred to the appropriate calendar.

1	"(3) Proceeding to consideration.—After
2	each committee authorized to consider a joint resolu-
3	tion reports it to the House or has been discharged
4	from its consideration, it shall be in order, not later
5	than the sixth day after introduction of a joint resolu-
6	tion under subsection (a), to move to proceed to con-
7	sider the joint resolution in the House. All points of
8	order against the motion are waived. Such a motion
9	shall not be in order after the House has disposed of
10	a motion to proceed on a joint resolution addressing
11	a particular submission. The previous question shall
12	be considered as ordered on the motion to its adoption
13	without intervening motion. The motion shall not be
14	debatable. A motion to reconsider the vote by which
15	the motion is disposed of shall not be in order.
16	"(4) Consideration.—The joint resolution shall
17	be considered as read. All points of order against the

be considered as read. All points of order against the
joint resolution and against its consideration are
waived. The previous question shall be considered as
ordered on the joint resolution to its passage without
intervening motion except two hours of debate equally
divided and controlled by the proponent and an opponent. A motion to reconsider the vote on passage of
the joint resolution shall not be in order.

25 "(d) Expedited Procedure in Senate.—

1	"(1) Reconvening.—Upon receipt of a certifi-
2	cation under subsection (a)(2), if the Senate has ad-
3	journed or recessed for more than 2 days, the majority
4	leader of the Senate, after consultation with the mi-
5	nority leader of the Senate, shall notify the Members
6	of the Senate that, pursuant to this section, the Sen-
7	ate shall convene not later than the second calendar
8	day after receipt of such message.
9	"(2) Placement on Calendar.—Upon intro-
10	duction in the Senate, the joint resolution shall be im-
11	mediately placed on the calendar.
12	"(3) Floor consideration.—
13	"(A) IN GENERAL.—Notwithstanding Rule
14	XXII of the Standing Rules of the Senate, it is
15	in order at any time during the period begin-
16	ning on the day after the date on which Congress
17	receives a certification under subsection (a) and,
18	for the certification described in subsection
19	(a)(1), ending on September 14, 2011, and for
20	the certification described in subsection $(a)(2)$ ,
21	on the 6th day after the date on which Congress
22	receives a certification under subsection (a) (even
23	though a previous motion to the same effect has
24	been disagreed to) to move to proceed to the con-
25	sideration of the joint resolution, and all points

1	of order against the joint resolution (and against
2	consideration of the joint resolution) are waived.
3	The motion to proceed is not debatable. The mo-
4	tion is not subject to a motion to postpone. A
5	motion to reconsider the vote by which the mo-
6	tion is agreed to or disagreed to shall not be in
7	order. If a motion to proceed to the consideration
8	of the resolution is agreed to, the joint resolution
9	shall remain the unfinished business until dis-
10	posed of.
11	(B) Consideration.—Consideration of
12	the joint resolution, and on all debatable motions
13	and appeals in connection therewith, shall be
14	limited to not more than 10 hours, which shall
15	be divided equally between the majority and mi-
16	nority leaders or their designees. A motion fur-
17	ther to limit debate is in order and not debat-
18	able. An amendment to, or a motion to postpone,
19	or a motion to proceed to the consideration of
20	other business, or a motion to recommit the joint
21	resolution is not in order.
22	"(C) VOTE ON PASSAGE.—If the Senate has
23	voted to proceed to a joint resolution, the vote on
24	passage of the joint resolution shall occur imme-
25	diately following the conclusion of consideration

1	of the joint resolution, and a single quorum call
2	at the conclusion of the debate if requested in ac-
3	cordance with the rules of the Senate.
4	"(D) RULINGS OF THE CHAIR ON PROCE-
5	DURE.—Appeals from the decisions of the Chair
6	relating to the application of the rules of the
7	Senate, as the case may be, to the procedure re-
8	lating to a joint resolution shall be decided with-
9	out debate.
10	"(e) Amendment Not in Order.—A joint resolution
11	of disapproval considered pursuant to this section shall not
12	be subject to amendment in either the House of Representa-
13	tives or the Senate.
14	"(f) Coordination With Action by Other
15	House.—
16	"(1) IN GENERAL.—If, before passing the joint
17	resolution, one House receives from the other a joint
18	resolution—
19	"(A) the joint resolution of the other House
20	shall not be referred to a committee; and
21	(B) the procedure in the receiving House
22	shall be the same as if no joint resolution had
23	been received from the other House until the vote
24	on passage, when the joint resolution received

1	from the other House shall supplant the joint res-
2	olution of the receiving House.
3	"(2) TREATMENT OF JOINT RESOLUTION OF
4	OTHER HOUSE.—If the Senate fails to introduce or
5	consider a joint resolution under this section, the joint
6	resolution of the House shall be entitled to expedited
7	floor procedures under this section.
8	"(3) TREATMENT OF COMPANION MEASURES.—If,
9	following passage of the joint resolution in the Senate,
10	the Senate then receives the companion measure from
11	the House of Representatives, the companion measure
12	shall not be debatable.
13	"(4) Consideration after passage.—(A) If
14	Congress passes a joint resolution, the period begin-
15	ning on the date the President is presented with the
16	joint resolution and ending on the date the President
17	signs, allows to become law without his signature, or
18	vetoes and returns the joint resolution (but excluding
19	days when either House is not in session) shall be dis-
20	regarded in computing the appropriate calendar day
21	period described in subsection (b)(1).
22	(B) Debate on a veto message in the Senate
23	under this section shall be 1 hour equally divided be-
24	tween the majority and minority leaders or their des-

*ignees*.

1	"(5) Veto override.—If within the appro-
2	priate calendar day period described in subsection
3	(b)(1), Congress overrides a veto of the joint resolution
4	with respect to authority exercised pursuant to para-
5	graph (1) or (2) of subsection (a), the limit on debt
6	provided in section 3101(b) shall not be raised, except
7	for the \$400,000,000,000 increase in the limit pro-
8	vided by subsection $(a)(1)(A)$ .
9	"(6) Sequestration.—(A) If within the 50-cal-
10	endar day period described in subsection $(b)(1)$ , the
11	President signs the joint resolution, the President al-
12	lows the joint resolution to become law without his
13	signature, or Congress overrides a veto of the joint
14	resolution with respect to authority exercised pursu-
15	ant to paragraph (1) of subsection (a), there shall be
16	a sequestration to reduce spending by
17	\$400,000,000,000. OMB shall implement the seques-
18	tration forthwith.
19	"(B) OMB shall implement each half of such se-
20	questration in accordance with section 255, section
21	256, and subsections (c), (d), (e), and (f) of section
22	253 of the Balanced Budget and Emergency Deficit
23	Control Act of 1985, and for the purpose of such im-
24	

24 plementation the term 'excess deficit' means the
25 amount specified in subparagraph (A).

"(g) RULES OF HOUSE OF REPRESENTATIVES AND
 SENATE.—This subsection and subsections (b), (c), (d), (e),
 and (f) (other than paragraph (6)) are enacted by Con gress—

"(1) as an exercise of the rulemaking power of 5 6 the Senate and House of Representatives, respectively, and as such it is deemed a part of the rules of each 7 8 House, respectively, but applicable only with respect 9 to the procedure to be followed in that House in the 10 case of a joint resolution, and it supersedes other rules 11 only to the extent that it is inconsistent with such 12 rules: and

"(2) with full recognition of the constitutional
right of either House to change the rules (so far as relating 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.".

(b) CONFORMING AMENDMENT.—The table of sections
for chapter 31 of title 31, United States Code, is amended
by inserting after the item relating to section 3101 the following new item:

"3101A. Presidential modification of the debt ceiling.".

#### 22 SEC. 302. ENFORCEMENT OF BUDGET GOAL.

23 (a) IN GENERAL.—The Balanced Budget and Emer-

- 24 gency Deficit Control Act of 1985 is amended by inserting
- 25 after section 251 the following new section:

43

#### 1 "SEC. 251A. ENFORCEMENT OF BUDGET GOAL.

2 "Unless a joint committee bill achieving an amount
3 greater than \$1,200,000,000,000 in deficit reduction as pro4 vided in section 401(b)(3)(B)(i)(II) of the Budget Control
5 Act of 2011 is enacted by January 15, 2012, the discre6 tionary spending limits listed in section 251(c) shall be re7 vised, and discretionary appropriations and direct spend8 ing shall be reduced, as follows:

9 "(1) REVISED SECURITY CATEGORY; REVISED
10 NONSECURITY CATEGORY.—(A) The term 'revised se11 curity category' means discretionary appropriations
12 in budget function 050.

13 "(B) The term 'revised nonsecurity category'
14 means discretionary appropriations other than in
15 budget function 050.

"(2) REVISED DISCRETIONARY SPENDING LIMITS.—The discretionary spending limits for fiscal
years 2013 through 2021 under section 251(c) shall be
replaced with the following:

20 "(A) For fiscal year 2013—
21 "(i) for the security category,
22 \$546,000,000,000 in budget authority; and
23 "(ii) for the nonsecurity category,
24 \$501,000,000,000 in budget authority.

25 "(B) For fiscal year 2014—

44

1	"(i) for the security category,
2	\$556,000,000,000 in budget authority; and
3	"(ii) for the nonsecurity category,
4	\$510,000,000,000 in budget authority.
5	"(C) For fiscal year 2015—
6	"(i) for the security category,
7	\$566,000,000,000 in budget authority; and
8	"(ii) for the nonsecurity category,
9	\$520,000,000,000 in budget authority.
10	"(D) For fiscal year 2016—
11	"(i) for the security category,
12	\$577,000,000,000 in budget authority; and
13	"(ii) for the nonsecurity category,
14	\$530,000,000,000 in budget authority.
15	"(E) For fiscal year 2017—
16	"(i) for the security category,
17	\$590,000,000,000 in budget authority; and
18	"(ii) for the nonsecurity category,
19	\$541,000,000,000 in budget authority.
20	"(F) For fiscal year 2018—
21	"(i) for the security category,
22	\$603,000,000,000 in budget authority; and
23	"(ii) for the nonsecurity category,
24	\$553,000,000,000 in budget authority.
25	"(G) For fiscal year 2019—

45

1	"(i) for the security category,
2	\$616,000,000,000 in budget authority; and
-	<i>"(ii) for the nonsecurity category,</i>
4	\$566,000,000,000 in budget authority.
5	
	"(H) For fiscal year 2020—
6	"(i) for the security category,
7	\$630,000,000,000 in budget authority; and
8	"(ii) for the nonsecurity category,
9	\$578,000,000,000 in budget authority.
10	"(I) For fiscal year 2021—
11	"(i) for the security category,
12	\$644,000,000,000 in budget authority; and
13	"(ii) for the nonsecurity category,
14	\$590,000,000,000 in budget authority.
15	"(3) CALCULATION OF TOTAL DEFICIT REDUC-
16	TION.—OMB shall calculate the amount of the deficit
17	reduction required by this section for each of fiscal
18	years 2013 through 2021 by—
19	"(A) starting with \$1,200,000,000,000;
20	"(B) subtracting the amount of deficit re-
21	duction achieved by the enactment of a joint
22	committee bill, as provided in section
23	401(b)(3)(B)(i)(II) of the Budget Control Act of
24	2011;

1	"(C) reducing the difference by $18$ percent
2	to account for debt service; and
3	"( $D$ ) dividing the result by 9.
4	"(4) Allocation to functions.—On January
5	2, 2013, for fiscal year 2013, and in its sequestration
6	preview report for fiscal years 2014 through 2021
7	pursuant to section 254(c), OMB shall allocate half of
8	the total reduction calculated pursuant to paragraph
9	(3) for that year to discretionary appropriations and
10	direct spending accounts within function 050 (defense
11	function) and half to accounts in all other functions
12	(nondefense functions).
13	"(5) Defense function reduction.—OMB
14	shall calculate the reductions to discretionary appro-
15	priations and direct spending for each of fiscal years
16	2013 through 2021 for defense function spending as
17	follows:
18	"(A) DISCRETIONARY.—OMB shall cal-
19	culate the reduction to discretionary appropria-
20	tions by—
21	"(i) taking the total reduction for the
22	defense function allocated for that year
23	under paragraph (4);

"(ii) multiplying by the discretionary
 spending limit for the revised security cat egory for that year; and

4 "(iii) dividing by the sum of the dis5 cretionary spending limit for the security
6 category and OMB's baseline estimate of
7 nonexempt outlays for direct spending pro8 grams within the defense function for that
9 year.

10 "(B) DIRECT SPENDING.—OMB shall cal-11 culate the reduction to direct spending by taking 12 the total reduction for the defense function re-13 quired for that year under paragraph (4) and 14 subtracting the discretionary reduction cal-15 culated pursuant to subparagraph (A).

16 "(6) NONDEFENSE FUNCTION REDUCTION.—
17 OMB shall calculate the reduction to discretionary
18 appropriations and to direct spending for each of fis19 cal years 2013 through 2021 for programs in non20 defense functions as follows:

21 "(A) DISCRETIONARY.—OMB shall cal22 culate the reduction to discretionary appropria23 tions by—

- "(i) taking the total reduction for non-1 2 defense functions allocated for that year 3 under paragraph (4); 4 "(*ii*) multiplying by the discretionary 5 spending limit for the revised nonsecurity 6 category for that year; and 7 "(iii) dividing by the sum of the dis-8 cretionary spending limit for the revised 9 nonsecurity category and OMB's baseline 10 estimate of nonexempt outlays for direct 11 spending programs in nondefense functions 12 for that year. 13 "(B) DIRECT SPENDING.—OMB shall cal-14 culate the reduction to direct spending programs 15 by taking the total reduction for nondefense functions required for that year under paragraph (4) 16 17 and subtracting the discretionary reduction cal-18 culated pursuant to subparagraph (A). 19 IMPLEMENTING DISCRETIONARY REDUC-(7)20 TIONS.— 21 "(A) FISCAL YEAR 2013.—On January 2. 22 2013, for fiscal year 2013, OMB shall calculate and the President shall order a sequestration, ef-23
- fective upon issuance and under the procedures
  set forth in section 253(f), to reduce each account

1	within the security category or nonsecurity cat-
2	egory by a dollar amount calculated by multi-
3	plying the baseline level of budgetary resources
4	in that account at that time by a uniform per-
5	centage necessary to achieve—
6	"(i) for the revised security category,
7	an amount equal to the defense function dis-
8	cretionary reduction calculated pursuant to
9	paragraph (5); and
10	"(ii) for the revised nonsecurity cat-
11	egory, an amount equal to the nondefense
12	function discretionary reduction calculated
13	pursuant to paragraph (6).
14	"(B) FISCAL YEARS 2014–2021.—On the date
15	of the submission of its sequestration preview re-
16	port for fiscal years 2014 through 2021 pursuant
17	to section $254(c)$ for each of fiscal years $2014$
18	through 2021, OMB shall reduce the discre-
19	tionary spending limit—
20	"(i) for the revised security category by
21	the amount of the defense function discre-
22	tionary reduction calculated pursuant to
23	paragraph (5); and
	((/::) for the minute of monomial to and
24	"(ii) for the revised nonsecurity cat-

1	tion discretionary reduction calculated pur-
2	suant to paragraph (6).
3	"(8) Implementing direct spending reduc-
4	TIONS.—On the date specified in paragraph (4) dur-
5	ing each applicable year, OMB shall prepare and the
6	President shall order a sequestration, effective upon
7	issuance, of nonexempt direct spending to achieve the
8	direct spending reduction calculated pursuant to
9	paragraphs (5) and (6). When implementing the se-
10	questration of direct spending pursuant to this para-
11	graph, OMB shall follow the procedures specified in
12	section 6 of the Statutory Pay-As-You-Go Act of 2010,
13	the exemptions specified in section 255, and the spe-
14	cial rules specified in section 256, except that the per-
15	centage reduction for the Medicare programs specified
16	in section 256(d) shall not be more than 2 percent for
17	a fiscal year.

"(9) Adjustment for medicare.—If the per-18 19 centage reduction for the Medicare programs would exceed 2 percent for a fiscal year in the absence of 20 21 paragraph (8), OMB shall increase the reduction for all other discretionary appropriations and direct 22 23 spending under paragraph (6) by a uniform percent-24 age to a level sufficient to achieve the reduction re-25 quired by paragraph (6) in the non-defense function.

4 "(11) REPORT.—On the dates specified in paragraph (4), OMB shall submit a report to Congress 5 6 containing information about the calculations re-7 quired under this section, the adjusted discretionary 8 spending limits, a listing of the reductions required 9 for each nonexempt direct spending account, and any other data and explanations that enhance public un-10 11 derstanding of this title and actions taken under it.". 12 (b) CONFORMING AMENDMENT.—The table of contents 13 set forth in section 250(a) of the Balanced Budget and Emergency Deficit Control Act of 1985 is amended by in-14 15 serting after the item relating to section 251 the following: "Sec. 251A. Enforcement of budget goal.".

## 16 TITLE IV—JOINT SELECT COM-

# 17 *MITTEE ON DEFICIT REDUC-*18 *TION*

19 SEC. 401. ESTABLISHMENT OF JOINT SELECT COMMITTEE.

20 (a) DEFINITIONS.—In this title:

(1) JOINT COMMITTEE.—The term "joint committee" means the Joint Select Committee on Deficit
Reduction established under subsection (b)(1).

24 (2) JOINT COMMITTEE BILL.—The term "joint
25 committee bill" means a bill consisting of the pro•S 365 EAH

1	posed legislative language of the joint committee rec-
2	ommended under subsection $(b)(3)(B)$ and introduced
3	under section $402(a)$ .
4	(b) Establishment of Joint Select Committee.—
5	(1) ESTABLISHMENT.—There is established a
6	joint select committee of Congress to be known as the
7	"Joint Select Committee on Deficit Reduction".
8	(2) GOAL.—The goal of the joint committee shall
9	be to reduce the deficit by at least \$1,500,000,000,000
10	over the period of fiscal years 2012 to 2021.
11	(3) DUTIES.—
12	(A) IN GENERAL.—
13	(i) Improving the short-term and
14	LONG-TERM FISCAL IMBALANCE.—The joint
15	$committee \ shall \ provide \ recommendations$
16	and legislative language that will signifi-
17	cantly improve the short-term and long-
18	term fiscal imbalance of the Federal Gov-
19	ernment.
20	(ii) Recommendations of commit-
21	TEES.—Not later than October 14, 2011,
22	each committee of the House of Representa-
23	tives and the Senate may transmit to the
24	joint committee its recommendations for
25	changes in law to reduce the deficit con-

1	sistent with the goal described in paragraph
2	(2) for the joint committee's consideration.
3	(B) Report, recommendations, and leg-
4	ISLATIVE LANGUAGE.—
5	(i) IN GENERAL.—Not later than No-
6	vember 23, 2011, the joint committee shall
7	vote on—
8	(I) a report that contains a de-
9	tailed statement of the findings, conclu-
10	sions, and recommendations of the
11	joint committee and the estimate of the
12	Congressional Budget Office required
13	by paragraph $(5)(D)(ii)$ ; and
14	(II) proposed legislative language
15	to carry out such recommendations as
16	described in subclause (I), which shall
17	include a statement of the deficit re-
18	duction achieved by the legislation over
19	the period of fiscal years 2012 to 2021.
20	Any change to the Rules of the House of
21	Representatives or the Standing Rules of the
22	Senate included in the report or legislative
23	language shall be considered to be merely

(ii) Approval of report and legis-
LATIVE LANGUAGE.—The report of the joint
committee and the proposed legislative lan-
guage described in clause (i) shall require
the approval of a majority of the members
of the joint committee.
(iii) Additional views.—A member
of the joint committee who gives notice of an
intention to file supplemental, minority, or
additional views at the time of final joint
committee vote on the approval of the report
and legislative language under clause $(ii)$
shall be entitled to 3 calendar days in
which to file such views in writing with the
staff director of the joint committee. Such
views shall then be included in the joint
committee report and printed in the same
volume, or part thereof, and their inclusion
shall be noted on the cover of the report. In
the absence of timely notice, the joint com-
mittee report may be printed and trans-
mitted immediately without such views.
(iv) Transmission of report and
LEGISLATIVE LANGUAGE.—If the report and
legislative language are approved by the

1	joint committee pursuant to clause (ii), then
2	not later than December 2, 2011, the joint
3	committee shall submit the joint committee
4	report and legislative language described in
5	clause (i) to the President, the Vice Presi-
6	dent, the Speaker of the House of Represent-
7	atives, and the majority and minority
8	Leaders of each House of Congress.
9	(v) Report and legislative lan-
10	GUAGE TO BE MADE PUBLIC.—Upon the ap-
11	proval or disapproval of the joint committee
12	report and legislative language pursuant to
13	clause (ii), the joint committee shall
14	promptly make the full report and legisla-
15	tive language, and a record of the vote,
16	available to the public.
17	(4) Membership.—
18	(A) IN GENERAL.—The joint committee
19	shall be composed of 12 members appointed pur-
20	suant to subparagraph (B).
21	(B) APPOINTMENT.—Members of the joint
22	committee shall be appointed as follows:
23	(i) The majority leader of the Senate
24	shall appoint three members from among
25	Members of the Senate.

1	(ii) The minority leader of the Senate
2	shall appoint three members from among
3	Members of the Senate.
4	(iii) The Speaker of the House of Rep-
5	resentatives shall appoint three members
6	from among Members of the House of Rep-
7	resentatives.
8	(iv) The minority leader of the House
9	of Representatives shall appoint three mem-
10	bers from among Members of the House of
11	Representatives.
12	(C) Co-chairs.—
13	(i) IN GENERAL.—There shall be two
14	Co-Chairs of the joint committee. The ma-
15	jority leader of the Senate shall appoint one
16	Co-Chair from among the members of the
17	joint committee. The Speaker of the House
18	of Representatives shall appoint the second
19	Co-Chair from among the members of the
20	joint committee. The Co-Chairs shall be ap-
21	pointed not later than 14 calendar days
22	after the date of enactment of this Act.
23	(ii) Staff director.—The Co-Chairs,
24	acting jointly, shall hire the staff director of
25	the joint committee.

(D) DATE.—Members of the joint committee shall be appointed not later than 14 calendar days after the date of enactment of this Act.

4 (E) PERIOD OF APPOINTMENT.—Members shall be appointed for the life of the joint com-5 6 mittee. Any vacancy in the joint committee shall 7 not affect its powers, but shall be filled not later 8 than 14 calendar days after the date on which 9 the vacancy occurs, in the same manner as the original designation was made. If a member of 10 11 the joint committee ceases to be a Member of the 12 House of Representatives or the Senate, as the 13 case may be, the member is no longer a member 14 of the joint committee and a vacancy shall exist. 15 (5) Administration.—

16 (A) IN GENERAL.—To enable the joint com-17 mittee to exercise its powers, functions, and du-18 ties, there are authorized to be disbursed by the 19 Senate the actual and necessary expenses of the 20 joint committee approved by the co-chairs, sub-21 ject to the rules and regulations of the Senate.

(B) EXPENSES.—In carrying out its functions, the joint committee is authorized to incur
expenses in the same manner and under the
same conditions as the Joint Economic Com-

1

2

3

1	mittee is authorized by section 11 of Public Law
2	79–304 (15 U.S.C. 1024 (d)).
3	(C) QUORUM.—Seven members of the joint
4	committee shall constitute a quorum for purposes
5	of voting, meeting, and holding hearings.
6	(D) Voting.—
7	(i) Proxy voting.—No proxy voting
8	shall be allowed on behalf of the members of
9	the joint committee.
10	(ii) Congressional budget office
11	ESTIMATES.—The Congressional Budget Of-
12	fice shall provide estimates of the legislation
13	(as described in paragraph $(3)(B)$ ) in ac-
14	cordance with sections 308(a) and 201(f) of
15	the Congressional Budget Act of $1974$ (2
16	U.S.C. 639(a) and 601(f))(including esti-
17	mates of the effect of interest payment on
18	the debt). In addition, the Congressional
19	Budget Office shall provide information on
20	the budgetary effect of the legislation beyond
21	the year 2021. The joint committee may not
22	vote on any version of the report, rec-
23	ommendations, or legislative language un-
24	less such estimates are available for consid-
25	eration by all members of the joint com-

1	mittee at least 48 hours prior to the vote as
2	certified by the Co-Chairs.
3	(E) Meetings.—
4	(i) INITIAL MEETING.—Not later than
5	45 calendar days after the date of enact-
6	ment of this Act, the joint committee shall
7	hold its first meeting.
8	(ii) AGENDA.—The Co-Chairs of the
9	joint committee shall provide an agenda to
10	the joint committee members not less than
11	48 hours in advance of any meeting.
12	(F) Hearings.—
13	(i) IN GENERAL.—The joint committee
14	may, for the purpose of carrying out this
15	section, hold such hearings, sit and act at
16	such times and places, require attendance of
17	witnesses and production of books, papers,
18	and documents, take such testimony, receive
19	such evidence, and administer such oaths as
20	the joint committee considers advisable.
21	(ii) Hearing procedures and re-
22	SPONSIBILITIES OF CO-CHAIRS.—
23	(I) ANNOUNCEMENT.—The Co-
24	Chairs of the joint committee shall
25	make a public announcement of the

1	date, place, time, and subject matter of
2	any hearing to be conducted, not less
3	than 7 days in advance of such hear-
4	ing, unless the Co-Chairs determine
5	that there is good cause to begin such
6	hearing at an earlier date.
7	(II) WRITTEN STATEMENT.—A
8	witness appearing before the joint com-
9	mittee shall file a written statement of
10	proposed testimony at least 2 calendar
11	days before the appearance of the wit-
12	ness, unless the requirement is waived
13	by the Co-Chairs, following their deter-
14	mination that there is good cause for
15	failure to comply with such require-
16	ment.
17	(G) TECHNICAL ASSISTANCE.—Upon writ-
18	ten request of the Co-Chairs, a Federal agency
19	shall provide technical assistance to the joint
20	committee in order for the joint committee to
21	carry out its duties.
22	(c) Staff of Joint Committee.—
23	(1) IN GENERAL.—The Co-Chairs of the joint
24	committee may jointly appoint and fix the compensa-
25	tion of staff as they deem necessary, within the guide-

lines for employees of the Senate and following all ap plicable rules and employment requirements of the
 Senate.

4 (2) ETHICAL STANDARDS.—Members on the joint
5 committee who serve in the House of Representatives
6 shall be governed by the ethics rules and requirements
7 of the House. Members of the Senate who serve on the
8 joint committee and staff of the joint committee shall
9 comply with the ethics rules of the Senate.

10 (d) TERMINATION.—The joint committee shall termi11 nate on January 31, 2012.

# 12 SEC. 402. EXPEDITED CONSIDERATION OF JOINT COM-13MITTEE RECOMMENDATIONS.

14 (a) INTRODUCTION.—If approved by the majority re-15 quired by section 401(b)(3)(B)(ii), the proposed legislative language submitted pursuant to section 401(b)(3)(B)(iv)16 shall be introduced in the Senate (by request) on the next 17 day on which the Senate is in session by the majority leader 18 of the Senate or by a Member of the Senate designated by 19 the majority leader of the Senate and shall be introduced 20 21 in the House of Representatives (by request) on the next 22 legislative day by the majority leader of the House or by a Member of the House designated by the majority leader 23 of the House. 24

1 (b) Consideration in the House of Representa-2 tives.—

3	(1) Referral and reporting.—Any committee
4	of the House of Representatives to which the joint
5	committee bill is referred shall report it to the House
6	without amendment not later than December 9, 2011.
7	If a committee fails to report the joint committee bill
8	within that period, it shall be in order to move that
9	the House discharge the committee from further con-
10	sideration of the bill. Such a motion shall not be in
11	order after the last committee authorized to consider
12	the bill reports it to the House or after the House has
13	disposed of a motion to discharge the bill. The pre-
14	vious question shall be considered as ordered on the
15	motion to its adoption without intervening motion ex-
16	cept 20 minutes of debate equally divided and con-
17	trolled by the proponent and an opponent. If such a
18	motion is adopted, the House shall proceed imme-
19	diately to consider the joint committee bill in accord-
20	ance with paragraphs (2) and (3). A motion to recon-
21	sider the vote by which the motion is disposed of shall
22	not be in order.

23 (2) PROCEEDING TO CONSIDERATION.—After the
24 last committee authorized to consider a joint com25 mittee bill reports it to the House or has been dis-

1 charged (other than by motion) from its consider-2 ation, it shall be in order to move to proceed to consider the joint committee bill in the House. Such a 3 4 motion shall not be in order after the House has disposed of a motion to proceed with respect to the joint 5 6 committee bill. The previous question shall be consid-7 ered as ordered on the motion to its adoption without 8 intervening motion. A motion to reconsider the vote 9 by which the motion is disposed of shall not be in order. 10

11 (3) CONSIDERATION.—The joint committee bill 12 shall be considered as read. All points of order 13 against the joint committee bill and against its con-14 sideration are waived. The previous question shall be 15 considered as ordered on the joint committee bill to its 16 passage without intervening motion except 2 hours of 17 debate equally divided and controlled by the pro-18 ponent and an opponent and one motion to limit de-19 bate on the joint committee bill. A motion to recon-20 sider the vote on passage of the joint committee bill 21 shall not be in order.

(4) VOTE ON PASSAGE.—The vote on passage of
the joint committee bill shall occur not later than December 23, 2011.

25 (c) Expedited Procedure in the Senate.—

1 (1) Committee consideration.—A joint com-2 mittee bill introduced in the Senate under subsection 3 (a) shall be jointly referred to the committee or com-4 mittees of jurisdiction, which committees shall report 5 the bill without any revision and with a favorable 6 recommendation, an unfavorable recommendation, or 7 without recommendation, not later than December 9, 8 2011. If any committee fails to report the bill within 9 that period, that committee shall be automatically discharged from consideration of the bill, and the bill 10 11 shall be placed on the appropriate calendar.

12 MOTION TO PROCEED.—Notwithstanding (2)13 Rule XXII of the Standing Rules of the Senate, it is 14 in order, not later than 2 days of session after the 15 date on which a joint committee bill is reported or 16 discharged from all committees to which it was re-17 ferred, for the majority leader of the Senate or the 18 majority leader's designee to move to proceed to the 19 consideration of the joint committee bill. It shall also 20 be in order for any Member of the Senate to move to 21 proceed to the consideration of the joint committee bill 22 at any time after the conclusion of such 2-day period. 23 A motion to proceed is in order even though a pre-24 vious motion to the same effect has been disagreed to. 25 All points of order against the motion to proceed to

1 the joint committee bill are waived. The motion to 2 proceed is not debatable. The motion is not subject to 3 a motion to postpone. A motion to reconsider the vote 4 by which the motion is agreed to or disagreed to shall 5 not be in order. If a motion to proceed to the consid-6 eration of the joint committee bill is agreed to, the 7 joint committee bill shall remain the unfinished busi-8 ness until disposed of.

9 (3) CONSIDERATION.—All points of order against 10 the joint committee bill and against consideration of 11 the joint committee bill are waived. Consideration of 12 the joint committee bill and of all debatable motions 13 and appeals in connection therewith shall not exceed 14 a total of 30 hours which shall be divided equally be-15 tween the Majority and Minority Leaders or their 16 designees. A motion further to limit debate on the 17 joint committee bill is in order, shall require an af-18 firmative vote of three-fifths of the Members duly cho-19 sen and sworn, and is not debatable. Any debatable 20 motion or appeal is debatable for not to exceed 1 21 hour, to be divided equally between those favoring and 22 those opposing the motion or appeal. All time used for 23 consideration of the joint committee bill, including 24 time used for quorum calls and voting, shall be count-25 ed against the total 30 hours of consideration.

1	(4) NO AMENDMENTS.—An amendment to the
2	joint committee bill, or a motion to postpone, or a
3	motion to proceed to the consideration of other busi-
4	ness, or a motion to recommit the joint committee
5	bill, is not in order.
6	(5) VOTE ON PASSAGE.—If the Senate has voted
7	to proceed to the joint committee bill, the vote on pas-
8	sage of the joint committee bill shall occur imme-
9	diately following the conclusion of the debate on a
10	joint committee bill, and a single quorum call at the
11	conclusion of the debate if requested. The vote on pas-
12	sage of the joint committee bill shall occur not later
13	than December 23, 2011.
14	(6) RULINGS OF THE CHAIR ON PROCEDURE.—
15	Appeals from the decisions of the Chair relating to the
16	application of the rules of the Senate, as the case may
17	be, to the procedure relating to a joint committee bill
18	shall be decided without debate.
19	(d) Amendment.—The joint committee bill shall not
20	be subject to amendment in either the House of Representa-
21	tives or the Senate.
22	(e) Consideration by the Other House.—
23	(1) IN GENERAL.—If, before passing the joint
24	committee bill, one House receives from the other a
25	joint committee bill—

1	(A) the joint committee bill of the other
2	House shall not be referred to a committee; and
3	(B) the procedure in the receiving House
4	shall be the same as if no joint committee bill
5	had been received from the other House until the
6	vote on passage, when the joint committee bill re-
7	ceived from the other House shall supplant the
8	joint committee bill of the receiving House.
9	(2) Revenue measure.—This subsection shall
10	not apply to the House of Representatives if the joint
11	committee bill received from the Senate is a revenue
12	measure.
13	(f) Rules to Coordinate Action With Other
14	House.—
14 15	House.— (1) Treatment of joint committee bill of
15	(1) TREATMENT OF JOINT COMMITTEE BILL OF
15 16	(1) TREATMENT OF JOINT COMMITTEE BILL OF OTHER HOUSE.—If the Senate fails to introduce or
15 16 17	(1) TREATMENT OF JOINT COMMITTEE BILL OF OTHER HOUSE.—If the Senate fails to introduce or consider a joint committee bill under this section, the
15 16 17 18	(1) TREATMENT OF JOINT COMMITTEE BILL OF OTHER HOUSE.—If the Senate fails to introduce or consider a joint committee bill under this section, the joint committee bill of the House shall be entitled to
15 16 17 18 19	(1) TREATMENT OF JOINT COMMITTEE BILL OF OTHER HOUSE.—If the Senate fails to introduce or consider a joint committee bill under this section, the joint committee bill of the House shall be entitled to expedited floor procedures under this section.
15 16 17 18 19 20	<ul> <li>(1) TREATMENT OF JOINT COMMITTEE BILL OF OTHER HOUSE.—If the Senate fails to introduce or consider a joint committee bill under this section, the joint committee bill of the House shall be entitled to expedited floor procedures under this section.</li> <li>(2) TREATMENT OF COMPANION MEASURES IN</li> </ul>
<ol> <li>15</li> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> <li>21</li> </ol>	<ul> <li>(1) TREATMENT OF JOINT COMMITTEE BILL OF OTHER HOUSE.—If the Senate fails to introduce or consider a joint committee bill under this section, the joint committee bill of the House shall be entitled to expedited floor procedures under this section.</li> <li>(2) TREATMENT OF COMPANION MEASURES IN THE SENATE.—If following passage of the joint com-</li> </ul>
<ol> <li>15</li> <li>16</li> <li>17</li> <li>18</li> <li>19</li> <li>20</li> <li>21</li> <li>22</li> </ol>	<ul> <li>(1) TREATMENT OF JOINT COMMITTEE BILL OF OTHER HOUSE.—If the Senate fails to introduce or consider a joint committee bill under this section, the joint committee bill of the House shall be entitled to expedited floor procedures under this section.</li> <li>(2) TREATMENT OF COMPANION MEASURES IN THE SENATE.—If following passage of the joint com- mittee bill in the Senate, the Senate then receives the</li> </ul>

1	mittee bill in the Senate shall be considered to be the
2	vote on passage of the joint committee bill received
3	from the House of Representatives.
4	(3) Vetoes.—If the President vetoes the joint
5	committee bill, debate on a veto message in the Senate
6	under this section shall be 1 hour equally divided be-
7	tween the majority and minority leaders or their des-
8	ignees.
9	(g) LOSS OF PRIVILEGE.—The provisions of this sec-
10	tion shall cease to apply to the joint committee bill if—
11	(1) the joint committee fails to vote on the report
12	or proposed legislative language required under sec-
13	tion $401(b)(3)(B)(i)$ not later than November 23,
14	2011; or
15	(2) the joint committee bill does not pass both
16	Houses not later than December 23, 2011.
17	SEC. 403. FUNDING.
18	Funding for the joint committee shall be derived in
19	equal portions from—
20	(1) the applicable accounts of the House of Rep-
21	resentatives; and
22	(2) the contingent fund of the Senate from the
23	appropriations account "Miscellaneous Items", subject
24	to the rules and regulations of the Senate.

### 1 SEC. 404. RULEMAKING.

2	The provisions of this title are enacted by Congress—
3	(1) as an exercise of the rulemaking power of the
4	House of Representatives and the Senate, respectively,
5	and as such they shall be considered as part of the
6	rules of each House, respectively, or of that House to
7	which they specifically apply, and such rules shall su-
8	persede other rules only to the extent that they are in-
9	consistent therewith; and
10	(2) with full recognition of the constitutional
11	right of either House to change such rules (so far as
12	relating to such House) at any time, in the same
13	manner, and to the same extent as in the case of any
14	other rule of such House.
15	TITLE V—PELL GRANT AND STU-
16	DENT LOAN PROGRAM
16 17	DENT LOAN PROGRAM CHANGES
17	CHANGES
17 18	CHANGES SEC. 501. FEDERAL PELL GRANTS.
17 18 19	<b>CHANGES</b> <b>SEC. 501. FEDERAL PELL GRANTS.</b> Section 401(b)(7)(A)(iv) of the Higher Education Act
17 18 19 20	<b>CHANGES</b> SEC. 501. FEDERAL PELL GRANTS. Section 401(b)(7)(A)(iv) of the Higher Education Act of 1965 (20 U.S.C. 1070a(b)(7)(A)(iv)) is amended—
17 18 19 20 21	CHANGES SEC. 501. FEDERAL PELL GRANTS. Section 401(b)(7)(A)(iv) of the Higher Education Act of 1965 (20 U.S.C. 1070a(b)(7)(A)(iv)) is amended— (1) in subclause (II), by striking
17 18 19 20 21 22	CHANGES         SEC. 501. FEDERAL PELL GRANTS.         Section 401(b)(7)(A)(iv) of the Higher Education Act         of 1965 (20 U.S.C. 1070a(b)(7)(A)(iv)) is amended—         (1) in subclause (II), by striking         "\$3,183,000,000" and inserting "\$13,183,000,000";

1	SEC. 502. TERMINATION OF AUTHORITY TO MAKE INTEREST
2	SUBSIDIZED LOANS TO GRADUATE AND PRO-
3	FESSIONAL STUDENTS.
4	Section 455(a) of the Higher Education Act of 1965
5	(20 U.S.C. 1087e(a)) is amended by adding at the end the
6	following new paragraph:
7	"(3) TERMINATION OF AUTHORITY TO MAKE IN-
8	TEREST SUBSIDIZED LOANS TO GRADUATE AND PRO-
9	FESSIONAL STUDENTS.—
10	"(A) In general.—Subject to subpara-
11	graph (B) and notwithstanding any provision of
12	this part or part B, for any period of instruction
13	beginning on or after July 1, 2012—
14	"(i) a graduate or professional student
15	shall not be eligible to receive a Federal Di-
16	rect Stafford loan under this part; and
17	"(ii) the maximum annual amount of
18	Federal Direct Unsubsidized Stafford loans
19	such a student may borrow in any aca-
20	demic year (as defined in section $481(a)(2)$ )
21	or its equivalent shall be the maximum an-
22	nual amount for such student determined
23	under section 428H, plus an amount equal
24	to the amount of Federal Direct Stafford
25	loans the student would have received in the
26	absence of this subparagraph.

"(B) Exception.—Subparagraph (A) shall
not apply to an individual enrolled in course
work specified in paragraph $(3)(B)$ or $(4)(B)$ of
section 484(b).".
SEC. 503. TERMINATION OF DIRECT LOAN REPAYMENT IN-
CENTIVES.
Section 455(b)(8) of the Higher Education Act of 1965
(20 U.S.C. 1087e(b)(8)) is amended—
(1) in subparagraph (A)—
(A) by amending the header to read as fol-
lows: "(A) Incentives for loans disbursed
BEFORE JULY 1, 2012.—"; and
(B) by inserting "with respect to loans for
which the first disbursement of principal is made
before July 1, 2012," after "of this part";
(2) in subparagraph (B), by inserting "with re-
spect to loans for which the first disbursement of
principal is made before July 1, 2012" after "repay-
ment incentives"; and
(3) by adding at the end the following new sub-
paragraph:
"(C) No repayment incentives for new
LOANS DISBURSED ON OR AFTER JULY 1, 2012.—
Notwithstanding any other provision of this
part, the Secretary is prohibited from author-

1	izing or providing any repayment incentive not
2	otherwise authorized under this part to encour-
3	age on-time repayment of a loan under this part
4	for which the first disbursement of principal is
5	made on or after July 1, 2012, including any re-
6	duction in the interest or origination fee rate
7	paid by a borrower of such a loan, except that
8	the Secretary may provide for an interest rate
9	reduction for a borrower who agrees to have pay-
10	ments on such a loan automatically electroni-
11	cally debited from a bank account.".
12	SEC. 504. INAPPLICABILITY OF TITLE IV NEGOTIATED
13	RULEMAKING AND MASTER CALENDAR EX-
14	CEPTION.
15	Sections 482(c) and 492 of the Higher Education Act
16	of 1965 (20 U.S.C. 1089(c), 1098a) shall not apply to the
17	amendments made by this title, or to any regulations pro-
18	mulgated under those amendments.

## Attest:

Clerk.



# AMENDMENT