

AMENDMENT TO H.R. 3521
OFFERED BY MR. SIMPSON OF IDAHO

Page 2, line 3, insert “**AND CANCELLATION OF TARGETED TAX BENEFITS OR ITEMS OF DIRECT SPENDING**” before the period.

Page 2, line 12, at the end insert “**AND CANCELLATION OF TARGETED TAX BENEFITS OR ITEMS OF DIRECT SPENDING**”.

Page 2, line 15, at the end insert “**AND CANCELLATION OF TARGETED TAX BENEFITS OR ITEMS OF DIRECT SPENDING**”.

Page 2, line 16, insert “**AND CANCELLATIONS**” before “.—”.

Page 2, line 20, insert “or the cancellation of any targeted tax benefit or item of direct spending” before the period.

Page 2, line 22, insert “or cancel any targeted tax benefit or item of direct spending” before the comma.

Page 2, line 26, insert “**AND CANCELLATIONS**” before “.—”.

Page 3, line 2, insert “or cancellations” after “re-scissions” each place it appears.

Page 3, line 3, insert “, targeted tax benefits, or items of direct spending” after “funding”.

Page 3, line 5, insert “or cancellation” before “in both packages”.

Page 3, line 8, insert “or cancellations” before “to the Secretary”.

Page 3, line 16, insert “or cancel any targeted tax benefit or item of direct spending” before “under this part”.

Page 4, line 18, strike “; and” and insert a semicolon.

Page 4, after line 24, insert the following:

1 “(ix) any targeted tax benefits or
2 items of direct spending that the President
3 proposes be cancelled; and”.

Page 5, line 1, insert “or cancellation” after “rescission”.

Page 5, line 4, insert “or cancellations” after “re-scissions”.

Page 5, line 6, insert “or the cancellation of any targeted tax benefit or item of direct spending” before the semicolon.

Page 6, after line 9, insert the following new subsection:

1 “(d) TEMPORARY PRESIDENTIAL AUTHORITY TO
2 SUSPEND A TARGETED TAX BENEFIT.—

3 “(1) IN GENERAL.—At the same time as the
4 President transmits to the Congress a special mes-
5 sage pursuant to section 1011(b), the President may
6 suspend the implementation of any targeted tax ben-
7 efit or item of direct spending proposed to be re-
8 scinded in that special message for a period of 45
9 calendar days of continuous session of the Congress
10 after the date on which the President transmits the
11 special message to the Congress.

12 “(2) EARLY AVAILABILITY.—The President
13 shall terminate the suspension of any targeted tax
14 benefit at a time earlier than the time specified by
15 the President if the President determines that con-
16 tinuation of the suspension would not further the
17 purposes of this part.”.

Page 6, line 10, strike “(d)” and insert “(e)”.

Page 6, line 11, insert “or targeted tax benefits or items of direct spending that are cancelled” after “rescinded”.

Page 6, line 22, insert “or cancellations” after “rescissions”.

Page 10, line 17, strike “Committee on Appropriations” and insert “committee of jurisdiction”.

Page 10, line 18, strike “Committee on Appropriations” and insert “committee of jurisdiction”.

Page 10, line 24, strike “Committee on Appropriations” and insert “committee”.

Page 11, line 1, strike “Committee” and insert “committee”.

Page 12, line 18, insert “AND CANCELLATIONS” after “RESCISSIONS”.

Page 12, line 19, insert “and cancellations” after “rescissions”.

Page 13, line 16, insert “and cancellations” after “rescissions”.

Page 13, line 23, insert “and cancellations” after “rescissions”.

Page 13, line 25, insert “and cancellations” after “rescissions”.

Page 16, after line 23, insert the following:

1 “(10) CANCEL OR CANCELLATION.—The terms
2 ‘cancel’ or ‘cancellation’ means to prevent a targeted
3 tax benefit or item of direct spending from having
4 legal force or effect, and to make any necessary,
5 conforming statutory change to ensure that such
6 targeted tax benefit or item of direct spending is not
7 implemented and that any budgetary resources are
8 appropriately canceled.

9 “(11) TARGETED TAX BENEFIT.—(A) The term
10 ‘targeted tax benefit’ means any revenue-losing pro-
11 vision that provides a Federal tax deduction, credit,
12 exclusion, or preference to 100 or fewer beneficiaries
13 (determined with respect to either present law or
14 any provision of which the provision is a part) under
15 the Internal Revenue Code of 1986 in any year for
16 which the provision is in effect;

17 “(B) for purposes of subparagraph (A)—

18 “(i) all businesses and associations that
19 are members of the same controlled group of
20 corporations (as defined in section 1563(a) of
21 the Internal Revenue Code of 1986) shall be
22 treated as a single beneficiary;

1 “(ii) all shareholders, partners, members,
2 or beneficiaries of a corporation, partnership,
3 association, or trust or estate, respectively, shall
4 be treated as a single beneficiary;

5 “(iii) all employees of an employer shall be
6 treated as a single beneficiary;

7 “(iv) all qualified plans of an employer
8 shall be treated as a single beneficiary;

9 “(v) all beneficiaries of a qualified plan
10 shall be treated as a single beneficiary;

11 “(vi) all contributors to a charitable orga-
12 nization shall be treated as a single beneficiary;

13 “(vii) all holders of the same bond issue
14 shall be treated as a single beneficiary; and

15 “(viii) if a corporation, partnership, asso-
16 ciation, trust or estate is the beneficiary of a
17 provision, the shareholders of the corporation,
18 the partners of the partnership, the members of
19 the association, or the beneficiaries of the trust
20 or estate shall not also be treated as bene-
21 ficiaries of such provision;

22 “(C) for the purpose of this paragraph, the
23 term ‘revenue-losing provision’ means any provision
24 that is estimated to result in a reduction in Federal
25 tax revenues (determined with respect to either

1 present law or any provision of which the provision
2 is a part) for any one of the two following periods—

3 “(i) the first fiscal year for which the pro-
4 vision is effective; or

5 “(ii) the period of the 5 fiscal years begin-
6 ning with the first fiscal year for which the pro-
7 vision is effective;

8 “(D) the term ‘targeted tax benefit’ does not
9 include any provision which applies uniformly to an
10 entire industry; and

11 “(E) the terms used in this paragraph shall
12 have the same meaning as those terms have gen-
13 erally in the Internal Revenue Code of 1986, unless
14 otherwise expressly provided.

15 “(12) ITEM OF DIRECT SPENDING.—The term
16 ‘item of direct spending’ means any provision of law
17 that results in an increase in budget authority or
18 outlays for direct spending relative to the most re-
19 cent levels calculated consistent with the method-
20 ology used to calculate a baseline under section 257
21 of the Balanced Budget and Emergency Deficit Con-
22 trol Act of 1985 and included with a budget submis-
23 sion under section 1105(a) of title 31, United States
24 Code, in the first year or the 5-year period for which
25 the item is effective. However, such item does not in-

1 clude an extension or reauthorization of existing di-
2 rect spending, but instead only refers to provisions
3 of law that increase such direct spending.”.

