

116TH CONGRESS  
1ST SESSION

# S. 2245

To cap noninterest Federal spending as a percentage of potential GDP to right-size the Government, grow the economy, and balance the budget.

---

IN THE SENATE OF THE UNITED STATES

JULY 24, 2019

Mr. BRAUN (for himself and Mr. YOUNG) introduced the following bill; which was read twice and referred to the Committee on the Budget

---

## A BILL

To cap noninterest Federal spending as a percentage of potential GDP to right-size the Government, grow the economy, and balance the budget.

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 title may be cited as the “Maximizing America’s  
5 Prosperity Act of 2019”.

6 **SEC. 2. TOTAL SPENDING LIMITS.**

7 (a) TOTAL SPENDING LIMITS.—Section 251 of the  
8 Balanced Budget and Emergency Deficit Control Act of  
9 1985 (2 U.S.C. 901) is amended to read as follows:

1 **“SEC. 251. TOTAL SPENDING LIMITS.**

2 “(a) PROJECTIONS.—

3 “(1) OMB REPORT.—OMB shall prepare a re-  
4 port comparing projected total spending under sec-  
5 tion 257 and the total spending limits in subsection  
6 (c), and include such report in the budget as sub-  
7 mitted by the President annually under section  
8 1105(a) of title 31, United States Code.

9 “(2) CBO REPORT.—CBO shall prepare a re-  
10 port comparing projected total spending under sec-  
11 tion 257 and the total spending limits in subsection  
12 (c), and include such report in the CBO annual  
13 baseline and reestimate of the President’s budget.

14 “(3) INCLUSION IN SPENDING REDUCTION OR-  
15 DERS.—Reports prepared pursuant to this sub-  
16 section shall be included in a spending reduction  
17 order issued under subsection (b).

18 “(b) SPENDING REDUCTION ORDER.—

19 “(1) IN GENERAL.—Within 15 calendar days  
20 after Congress adjourns to end a session, there shall  
21 be a spending reduction order under section  
22 254(f)(4).

23 “(2) CALCULATION OF SPENDING REDUC-  
24 TION.—Subject to paragraph (3), each non-exempt  
25 budget account shall be reduced by a dollar amount  
26 calculated by multiplying the enacted level of

1       sequestrable budgetary resources in that account at  
2       that time by the uniform percentage necessary to  
3       achieve the required automatic spending reduction.

4               “(3) LIMITATION ON REDUCTION.—No budget  
5       account shall be subject to a spending reduction of  
6       more than 5 percent of the budgetary resources of  
7       the budget account.

8               “(c) FISCAL YEARS OF THE TOTAL SPENDING PE-  
9       RIOD.—The total spending limit for each fiscal year shall  
10      be as follows:

11              “(1) Fiscal year 2022: 18.9 percent of potential  
12      GDP.

13              “(2) Fiscal year 2023: 18.6 percent of potential  
14      GDP.

15              “(3) Fiscal year 2024: 18.2 percent of potential  
16      GDP.

17              “(4) Fiscal year 2025: 18.4 percent of potential  
18      GDP.

19              “(5) Fiscal year 2026: 18.4 percent of potential  
20      GDP.

21              “(6) Fiscal year 2027: 18.2 percent of potential  
22      GDP.

23              “(7) Fiscal year 2028: 18.6 percent of potential  
24      GDP.

1           “(8) Fiscal year 2029: 17.9 percent of potential  
2           GDP.

3           “(9) Fiscal year 2030: 17.7 percent of potential  
4           GDP.

5           “(10) Fiscal year 2031 and subsequent fiscal  
6           years: 17.5 percent of potential GDP.

7           “(d) REDUCTION FOR UNFUNDED FEDERAL MAN-  
8           DATES.—The amount determined under subsection (c)  
9           with respect to each fiscal year shall be reduced by an  
10          amount equal to the amount of the unfunded direct costs  
11          with respect to such fiscal year of Federal mandates (as  
12          such terms are defined in section 421 of the Congressional  
13          Budget Act of 1974 (2 U.S.C. 658)) enacted after the date  
14          of the enactment of the Maximizing America’s Prosperity  
15          Act of 2019. Such amount shall not be treated as being  
16          less than zero with respect to any fiscal year.”.

17          (b) DEFINITIONS.—Section 250(c) of the Balanced  
18          Budget and Emergency Deficit Control Act of 1985 (2  
19          U.S.C. 900(c)) is amended by adding at the end the fol-  
20          lowing:

21                 “(22)(A) The term ‘total spending’ means all  
22                 budget authority and outlays of the Government ex-  
23                 cluding net interest.

24                 “(B) The term ‘total spending limit’ means the  
25                 maximum permissible total spending of the Govern-

1       ment set forth as a percentage of estimated potential  
2       GDP specified in section 251(c).

3           “(23) The term ‘potential GDP’ means the  
4       gross domestic product that would occur if the econ-  
5       omy were at full employment, not exceeding the em-  
6       ployment level at which inflation would accelerate.”.

7       (c) CONFORMING AMENDMENTS.—Part C of the Bal-  
8       anced Budget and Emergency Deficit Control Act of 1985  
9       (2 U.S.C. 900 et seq.) is amended—

10           (1) in section 254 (2 U.S.C. 904)—

11               (A) in subsection (a), in the table, by in-  
12               serting “and spending reduction” after “seques-  
13               tration” each place it appears;

14               (B) in subsection (c)—

15                   (i) in the subsection heading, by in-  
16                   serting “AND SPENDING REDUCTION”  
17                   after “SEQUESTRATION”;

18                   (ii) in paragraph (1), by striking “dis-  
19                   cretionary, pay-as-you-go, and deficit se-  
20                   questration” and inserting “pay-as-you-go  
21                   and deficit sequestration and regarding  
22                   spending reduction”;

23                   (iii) by striking paragraph (2) and in-  
24                   serting the following:

1           “(2) SPENDING REDUCTION REPORT.—The pre-  
2 view reports shall set forth for the budget year esti-  
3 mates for each of the following:

4                   “(A) Estimated total spending.

5                   “(B) Estimate of potential GDP.

6                   “(C) The spending reduction necessary to  
7 comply with the total spending limit under sec-  
8 tion 251(e).”;

9                   (C) in subsection (e)—

10                   (i) in the subsection heading, by in-  
11 sserting “AND SPENDING REDUCTION”  
12 after “SEQUESTRATION”; and

13                   (ii) by inserting “and spending reduc-  
14 tion” after “sequestration” each place it  
15 appears; and

16                   (D) in subsection (f)—

17                   (i) in the subsection heading, by in-  
18 sserting “AND SPENDING REDUCTION”  
19 after “SEQUESTRATION”;

20                   (ii) in paragraph (1), by inserting  
21 “and spending reduction” after “sequestra-  
22 tion”;

23                   (iii) by striking paragraph (2);

1 (iv) by redesignating paragraphs (3),  
2 (4), and (5) as paragraphs (2), (3), and  
3 (4), respectively; and

4 (v) in paragraph (2), as so redesign-  
5 nated—

6 (I) in the heading, by inserting  
7 “AND SPENDING REDUCTION ” before  
8 “ REPORTS”;

9 (II) in the first sentence, by in-  
10 sserting “spending reduction report”  
11 after “preview reports”; and

12 (III) by striking the second sen-  
13 tence and inserting the following: “In  
14 addition, these reports shall contain,  
15 for the budget year, for each account  
16 to be sequestered or subject to a  
17 spending reduction, as the case may  
18 be, estimates of the baseline level of  
19 sequestrable or reducible budgetary  
20 resources and resulting outlays and  
21 the amount of budgetary resources to  
22 be sequestered or reduced and result-  
23 ing outlay reductions.”;

1 (vi) in paragraph (3), as so redesignated,  
2 nated, by striking “sequesterable” and in-  
3 serting “sequestrable or reducible”; and

4 (vii) in paragraph (4), as so redesignated—

5  
6 (I) by inserting “or spending reduction” after “final sequestration”;

7  
8 (II) by inserting “or spending reduction” before “is required”; and

9  
10 (III) by inserting “or spending reductions, as the case may be,” after  
11 “sequestrations”;

12  
13 (2) in section 257(a) (2 U.S.C. 907(a)), by inserting “total spending,” after “outlays,”; and

14  
15 (3) in section 258C(a)(1) (2 U.S.C. 907d(a)(1))—

16  
17 (A) by inserting “or spending reduction” after “sequestration” each place the term appears; and

18  
19 (B) by striking “252 or 253” and inserting “251, 252, or 253”.

20  
21  
22 (d) TABLE OF CONTENTS.—The table of contents in  
23 section 250(a) of the Balanced Budget and Emergency  
24 Deficit Control Act of 1985 (2 U.S.C. 900(a)) is amended



1 by striking the item relating to section 251 and inserting  
2 the following:

“Sec. 251. Total spending limits.”.

3 **SEC. 3. ALLOCATION FOR EMERGENCIES.**

4 (a) IN GENERAL.—Section 302(a) of the Congres-  
5 sional Budget Act of 1974 (2 U.S.C. 633(a)) is amended  
6 by adding at the end the following new paragraph:

7 “(6) ALLOCATION TO THE COMMITTEES ON AP-  
8 PROPRIATIONS FOR EMERGENCIES.—Of the amounts  
9 of new budget authority and outlays allocated to the  
10 Committees on Appropriations for the first fiscal  
11 year of the concurrent resolution on the budget, 1  
12 percent shall be designated as for emergencies and  
13 may be used for no other purpose.”.

14 (b) BUDGET OF THE PRESIDENT.—Section  
15 1105(a)(14) of title 31, United States Code, is amended  
16 by inserting “, including an amount for emergency spend-  
17 ing not less than 1 percent of all discretionary spending  
18 for that year” before the period.