H. R. 1

To help individuals receiving assistance under means-tested welfare programs obtain self-sufficiency, to provide information on total spending on means-tested welfare programs, to provide an overall spending limit on means-tested welfare programs, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

Mr. JORDAN introduced the following bill; which was referred to the

Committee on __________________________

A BILL

To help individuals receiving assistance under means-tested welfare programs obtain self-sufficiency, to provide information on total spending on means-tested welfare programs, to provide an overall spending limit on means-tested welfare programs, and for other purposes.

1 Be it enacted by the Senate and House of Representa-
2 tives of the United States of America in Congress assembled,
3
4 This Act may be cited as the “Welfare Reform and
5 Upward Mobility Act”.

[114H5360]
The table of contents of this Act is as follows:

Sec. 1. Short title.
Sec. 2. Table of contents.

TITLE I—REPORTING OF MEANS-TESTED WELFARE SPENDING IN PRESIDENT'S BUDGET SUBMISSION

Sec. 101. Additional information in president’s budget submission.
Sec. 102. Additional information from State recipients of means-tested welfare spending.
Sec. 103. Definition of means-tested welfare spending.

TITLE II—MODIFICATIONS TO SUPPLEMENTAL NUTRITION ASSISTANCE PROGRAM

Sec. 201. Work requirements for able-bodied adults without dependents.
Sec. 202. Work activation program for adults with dependent children.

TITLE III—PREPARING MORE TANF RECIPIENTS FOR WORK

Sec. 301. Work preparation program.
Sec. 302. Changes to mandatory work requirements.

TITLE IV—MODIFICATION TO MEANS-TESTED HOUSING PROGRAMS

Sec. 401. Definitions.
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Sec. 404. Grants to States.
Sec. 405. State recipient reports.
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TITLE V—PROHIBITION ON FUNDING OF ABORTION

Sec. 501. Prohibition on funding for abortions.
Sec. 502. Prohibition on funding for health benefits plans that cover abortion.
Sec. 503. Prohibition on tax benefits relating to abortion.
Sec. 504. Construction relating to separate coverage.
Sec. 505. Construction relating to the use of non-Federal funds for health coverage.
Sec. 506. Treatment of abortions related to rape, incest, or preserving the life of the mother.
TITLE I—REPORTING OF MEANS-TESTED WELFARE SPENDING IN PRESIDENT’S BUDGET SUBMISSION

SEC. 101. ADDITIONAL INFORMATION IN PRESIDENT’S BUDGET SUBMISSION.

Section 1105(a) of title 31, United States Code, is amended by adding at the end the following:

“(40) the total level of means-tested welfare spending (as defined in section 3 of the Congressional Budget Act of 1974 (2 U.S.C. 622)) by the Federal Government and the total level of means-tested welfare spending by all State and local governments and the Federal Government for the most recent fiscal year for which such data is available and estimated levels for the fiscal year during which the budget submission of the President is made, for the fiscal year beginning on October 1 of the calendar year during which the budget submission is made, and for each of the 9 ensuing fiscal years.”

SEC. 102. ADDITIONAL INFORMATION FROM STATE RECEPIENTS OF MEANS-TESTED WELFARE SPENDING.

For each of fiscal years 2018 through 2028, each State that receives means-tested welfare spending (as de-
fined in section 3 of the Congressional Budget Act of 1974 (2 U.S.C. 622), as amended by this Act) by the Federal Government shall submit to the Director of the Congressional Budget Office an annual report regarding the total amount of means-tested welfare spending by the State for the fiscal year.

SEC. 103. DEFINITION OF MEANS-TESTED WELFARE SPENDING.

Section 3 of the Congressional Budget Act of 1974 (2 U.S.C. 622) is amended by adding at the end the following:

“(12)(A) The term ‘means-tested welfare spending’—

“(i) means spending for any Federal program that is designed to specifically provide assistance or benefits exclusively to low-income Americans;

“(ii) does not include such a program if the program—

“(I) is based on earned eligibility;

“(II) is not need-based;

“(III) is a program designed exclusively or primarily for veterans of military service; or
“(IV) offers universal or near universal eligibility to the working population and their dependents; and
“(iii) includes community and economic development programs targeted to low-income communities or populations.
“(B) For purposes of subparagraph (A), the spending on the following Federal programs shall be means-tested welfare spending:
“(i) CASH AND GENERAL PROGRAMS.—
“(I) Supplemental Security Income.
“(II) Earned Income Tax Credit (Refundable Portion).
“(III) Refundable Child Credit.
“(IV) Temporary Assistance to Needy Families.
“(V) Title IV–E Foster Care.
“(VI) Title IV–E Adoption Assistance.
“(VII) General Assistance to Indians.
“(VIII) Assets for Independence.
“(ii) MEDICAL.—
“(I) Medicaid.
“(II) State Children’s Health Insurance Program.
“(III) Indian Health Services.

“(IV) Consolidated Health Centers/Community Health Centers.

“(V) Maternal and Child Health.

“(VI) Healthy Start.

“(VII) Refundable Premiums and Out of Pocket Subsidies under the Patient Protection and Affordable Health Care Act (PPACA).

“(iii) FOOD.—

“(I) Food Stamps Program.

“(II) School Lunch Program.

“(III) Women, Infant and Children (WIC) Food Program.

“(IV) School Breakfast.

“(V) Child Care Food Program.

“(VI) Nutrition Program for the Elderly, Nutrition Service Incentives.

“(VII) Summer Food Service Program.

“(VIII) Commodity Supplemental Food Program.

“(IX) Temporary Emergency Food Program.

“(X) Needy Families.
“(XI) Farmer’s Market Nutrition Program.

“(XII) Special Milk Program.

“(iv) HOUSING.—

“(I) Section 8 Housing (HUD).

“(II) Public Housing (HUD).

“(III) State Housing Expenditures.

“(IV) Home Investment Partnership Program (HUD).

“(V) Homeless Assistance Grants (HUD).

“(VI) Rural Housing Insurance Fund (Agriculture).

“(VII) Rural Housing Service (Agriculture).

“(VIII) Housing for the Elderly (HUD).

“(IX) Native American Housing Block Grants (HUD).

“(X) Other Assisted Housing Programs (HUD).

“(XI) Housing for Persons with Disabilities (HUD).

“(v) ENERGY AND UTILITIES.—
“(I) Low-Income Home Energy Assistance.

“(II) Universal Service Fund—Subsidized Phone Service for Low-Income Persons.

“(III) Weatherization.

“(vi) EDUCATION.—

“(I) Federal Pell Grants.

“(II) Grants for improving basic programs operated by local educational agencies.

“(III) Federal TRIO Programs.

“(IV) Federal Supplemental Educational Opportunity Grants.

“(V) Programs for the education of migratory children.

“(VI) Gaining Early Awareness and Readiness for Undergraduate Programs (GEAR UP).

“(VII) Education for Homeless Children and Youth.

“(VIII) Leveraging Educational Assistance Partnership (LEAP) Program.

“(IX) Even Start.

“(vii) TRAINING.—
“(I) Job Corps.

“(II) Youth Opportunity Grants.

“(III) Adult Employment and Training Activities.

“(IV) Senior Community Service Employment.

“(V) Employment and Training Program, of the Food Stamp Program or the Supplemental Nutrition Assistance Program.

“(VI) Workforce Investment Activities for Migrant and Seasonal Farmworkers.

“(VII) YouthBuild.

“(VIII) Workforce Investment Activities for Indians or Native Hawaiians.

“(viii) SERVICES.—

“(I) Social Services Block Grant.

“(II) Community Services Block Grant.

“(III) Services for Refugees, Asylees, and Other Special Populations.

“(IV) State and Community Programs on Aging.

“(V) Legal Assistance Grants and Contracts.
“(VI) Family Planning Services.

“(VII) Emergency Food and Shelter.

“(VIII) Healthy Marriage Promotion and Responsible Fatherhood Grants.

“(IX) AmeriCorps VISTA.

“(ix) Child care and child development.—

“(I) Head Start (including Early Head Start).

“(II) Child Care and Development Block Grant (not under the Temporary Assistance to Needy Families Program).

“(III) Child Care and Development Block Grant (under the Temporary Assistance to Needy Families Program).

“(x) Community development.—

“(I) Community Development Block Grant.

“(II) Economic Development Administration.

“(III) Appalachian Regional Development.

“(IV) Empowerment Zones, Enterprise Communities, Renewal Communities.
“(V) Urban Development Block Grant.

“(C) For purposes of subparagraph (A), spending on the following Federal programs shall not be means-tested welfare spending:

“(i) The Social Security Disability Insurance program.

“(ii) Medicare.

“(iii) Retirement insurance benefits and survivor benefits under the Social Security program.

“(iv) Any program designed exclusively or primarily for veterans of military service.

“(v) Unemployment insurance benefits.

“(vi) Programs designed specifically to provide benefits to workers to compensate for job-related injuries or illnesses.

“(D) The term ‘means-tested welfare spending’ includes the full cost of benefits and services provided under a program and the administrative costs for operating the program, subject to the limitations under subparagraph (E).

“(E)(i)(I) For purposes of this paragraph, only the refundable portion of the following tax credits shall be means-tested welfare spending:
“(aa) The earned income tax credit.

“(bb) The child tax credit.

“(cc) The making work pay tax credit.

“(II) For purposes of this paragraph, only the refundable portion of the premium and out of pocket health care subsidies to be paid under the Patient Protection and Affordable Health Care Act shall be means-tested welfare spending.

“(III) For purposes of this clause, the term ‘refundable portion’ means the portion of the credit which is paid to an individual in excess of the amount of Federal income tax owed by the individual.

“(ii) For purposes of this paragraph, only the costs of the free and reduced price segments of the school lunch and school breakfast programs shall be means-tested welfare spending.

“(F) For purposes of this paragraph expenditures by State and local governments of funds that are—

“(i) obtained by the State and local government from taxes, fees, or other sources of revenue established by the State or local government; and

“(ii) are not received as any form of grant from the Federal Government,
shall not be Federal means-tested welfare spending, without regard to whether such State and local expenditures take the form of contributions to a Federal program described in subparagraph (A) or listed in subparagraph (B).”.

TITLE II—MODIFICATIONS TO SUPPLEMENTAL NUTRITION ASSISTANCE PROGRAM

SEC. 201. WORK REQUIREMENTS FOR ABLE-BODIED ADULTS WITHOUT DEPENDENTS.

(a) Declaration of Policy.—Section 2 of the Food and Nutrition Act of 2008 (7 U.S.C. 2011) is amended by adding at the end the following: “Congress further finds that it should also be the purpose of the supplemental nutrition assistance program to increase employment, to encourage healthy marriage, and to promote prosperous self-sufficiency, which means the ability of households to maintain an income above the poverty level without services and benefits from the Federal Government.”.

(b) Definitions.—

(1) Food.—Section 3(k) of the Food and Nutrition Act of 2008 (7 U.S.C. 2012(k)) is amended by inserting before the period at the end the following: “, except that a food, food product, meal, or
other item described in this subsection shall be considered a food under this Act only if it is an essential (as determined by the Secretary)”.

(2) Supervised Job Search.—Section 3 of the Food and Nutrition Act of 2008 (7 U.S.C. 2012) is amended—

(A) by redesignating subsections (t) through (v) as subsections (u) through (w), respectively; and

(B) by inserting after subsection (s) the following:

“(t) Supervised Job Search.—The term ‘supervised job search’ means a job search program that has the following characteristics:

“(1) The job search occurs at an official location where the presence and activity of the recipient can be directly observed, supervised, and monitored.

“(2) The entry, time onsite, and exit of the recipient from the official job search location are recorded in a manner that prevents fraud.

“(3) The recipient is expected to remain and undertake job search activities at the job search center.

“(4) The quantity of time the recipient is observed and monitored engaging in job search at the
official location is recorded for purposes of compliance with the work and work activation requirements of sections 6(o) and 30.”.

(c) WORK REQUIREMENT FOR ABLE-BODIED ADULTS WITHOUT DEPENDENTS.—Section 6(o) of the Food and Nutrition Act of 2008 (7 U.S.C. 2015(o)) is amended—

(1) in paragraph (2)—

(A) in the matter preceding subparagraph (a), by striking “not less than 3 months (consecutive or otherwise)” and inserting “more than 1 month”;

(B) in subparagraph (C), by striking “or” at the end;

(C) in subparagraph (D), by striking the period at the end and inserting “; or”; and

(D) by adding at the end the following:

“(E) participate in supervised job search for at least 8 hours per week.”;

(2) in paragraph (4), by adding at the end the following:

“(C) TERMINATION.—Subparagraph (A) shall not apply with respect to any fiscal year that begins after the effective date of the Welfare Reform and Upward Mobility Act.”;
(3) in paragraph (6)—

(A) in the paragraph heading, by striking “15-PERCENT” and inserting “5-PERCENT”;

(B) in subparagraph (A)(ii)(IV), by striking “3 months” and inserting “1 month”; and

(C) in subparagraph (D), by striking “15 percent” and inserting “5 percent”; and

(4) by adding at the end the following:

“(8) PROMOTING WORK.—As a condition of receiving supplemental nutrition assistance program funds under this Act, a State agency shall provide each individual subject to the work requirement of this subsection with the opportunity to participate in an activity selected by the State from among the options described in subparagraphs (B), (C), and (E) of paragraph (2).

“(9) PENALTIES FOR INADEQUATE STATE PERFORMANCE.—If a State agency fails to fully comply with this section, including the requirement to terminate the benefits of individuals who fail to fulfill the work requirements described in paragraph (2) during a fiscal quarter, the funding allotment of the State for the supplemental nutrition assistance program shall be reduced by 10 percent for the quarter
that begins 180 days after the first day of the quarter in which the noncompliance occurred.”.

SEC. 202. WORK ACTIVATION PROGRAM FOR ADULTS WITH DEPENDENT CHILDREN.

The Food and Nutrition Act of 2008 (7 U.S.C. 2011 et seq.) is amended by adding at the end the following:

“SEC. 30. WORK ACTIVATION PROGRAM FOR ADULTS WITH DEPENDENT CHILDREN.

“(a) DEFINITIONS.—In this section:

“(1) ELIGIBLE PARTICIPANT.—The term ‘eligible participant’ means an individual who, during a particular month, is—

“(A) a parent in a household with dependent children;

“(B) at least 19, and not more than 55, years of age;

“(C) not disabled;

“(D) a member of a household in which 1 or more parents or children receive supplemental nutrition assistance program benefits in the month;

“(E) a member of a household that received supplemental nutrition assistance program benefits for more than 3 months in the year; and
“(F) employed less than 100 hours in the month.

“(2) MARRIED COUPLE HOUSEHOLD.—The term ‘married couple household’ means a household that includes 2 eligible participants who are married to each other and have dependent children.

“(3) SUCCESSFUL ENGAGEMENT IN WORK ACTIVATION.—The term ‘successful engagement in work activation’ means—

“(A) in the case of an individual who is eligible and required to participate in interim work activation, performance during the month that fulfills the activity and hour requirements of subsection (e);

“(B) in the case of an individual who is required to participate in full work activation, performance during the month that fulfills the activity and hour requirements of subsection (d); and

“(C) in the case of an individual who meets the eligibility criteria described in subsection (e)(1), performance that fulfills the activity and hour requirements of that subsection.
“(4) WORK AND WORK PREPARATION ACTIVITIES.—The term ‘work and work preparation activities’ means—

“(A) unsubsidized employment;
“(B) subsidized private sector employment;
“(C) subsidized public sector employment;
“(D) work experience (including work associated with the refurbishing of publicly assisted housing) if sufficient private sector employment is not available;
“(E) on-the-job training;
“(F) job readiness assistance;
“(G) a community service program;
“(H) vocational educational training (not to exceed 1 year with respect to any individual);
“(I) job skills training directly related to employment;
“(J) education directly related to employment, in the case of a recipient who has not received a high school diploma or a certificate of high school equivalency;
“(K) satisfactory attendance at secondary school or in a course of study leading to a certificate of general equivalence, in the case of a
recipient who has not completed secondary
school or received such a certificate;

“(L) the provision of child care services to
an individual who is participating in a commu-
nity service program;

“(M) workfare under section 20; and

“(N) supervised job search.

“(b) Work Activation Program.—

“(1) In general.—As a condition of receiving
supplemental nutrition assistance program funds
under this Act, a State agency shall be required to
operate a work activation program for eligible par-
ticipants.

“(2) Special rules for married couple
households.—

“(A) In general.—In the case of eligible
participants who are spouses in a married cou-
ple household—

“(i) the work activation requirement
of this section shall apply only if the sum
of the combined current employment of
both spouses is less than 100 hours per
month; and

“(ii) both spouses shall be considered
to have achieved successful engagement in
the work activation program if either
spouse fulfills the work activation require-
ments described in subsection (c), (d), or
(e)(1).

“(B) TOTAL REQUIRED HOURS.—The total
combined number of hours of required work
and work preparation activities for both spouses
in a married couple household shall not be
greater than the total number of hours required
for a single head of household.

“(C) REQUIREMENT.—In carrying out this
section, a State agency shall ensure that, for
any month—

“(i) the proportion that—

“(I) the number of married cou-
ple households that are required to
participate in work activation under
this section in a month; bears to

“(II) the number of all house-
holds that are required to participate
in work activation under this section
in the same month; is not greater
than—

“(ii) the proportion that—
“(I) the number of all married couple households with eligible participants in the month; bears to
“(II) the number of all households with eligible participants in the same month.

“(c) SHORT-TERM INTERIM WORK ACTIVATION.—
“(1) IN GENERAL.—A State agency may require eligible participants who meet the criteria in paragraph (2) to engage in—
“(A) interim work activation as described in this subsection; or
“(B) full work activation as described in subsection (d).
“(2) ELIGIBILITY.—A State agency may require an eligible participant to participate in interim work activation instead of full work activation if the eligible participant has not engaged in work activation under this section in the preceding 3 years.
“(3) REQUIRED JOB SEARCH.—A participant in interim work activation shall be required—
“(A) to participate in supervised job search for at least 6 hours per week; and
“(B) to engage in such additional activities as the State agency may require.
“(4) Time limit on interim work activation.—

“(A) In general.—An eligible participant shall not participate in interim work activation for more than 3 months.

“(B) Additional time.—After an eligible participant has participated in interim work activation for 3 months, the State agency shall require the eligible participant—

“(i) to maintain at least 100 hours of employment per month; or

“(ii) to participate in full work activation.

“(d) Full work activation.—

“(1) In general.—As a condition of receiving supplemental nutrition assistance program funds under this Act, a State agency shall require all or part of the eligible participants in the State to engage in full work activation under this section.

“(2) Requirements.—An eligible participant who is required to participate in full work activation in a month shall be required to engage in 1 or more work and work preparation activities for an average of 100 hours per month.
“(3) LIMITATION.—Of the total number of required hours described in paragraph (2), not fewer than 20 hours per week shall be attributable to an activity described in subparagraph (A), (B), (C), (D), (E), (F), (G), (H), (L), (M), or (N) of subsection (a)(4).

“(4) PARTICIPATION IN COMMUNITY SERVICE OR WORKFARE.—At least 10 percent of the eligible participants that a State requires to participate in full work activation under this section shall be required to participate in activities described in subparagraphs (D), (G), or (M) of subsection (a)(4).

“(5) WORK ACTIVATION NOT EMPLOYMENT.—Other than unsubsidized employment described in subsection (a)(4)(A), participation in work and work preparation activities under this section shall not be—

“(A) considered to be employment; or

“(B) subject to any law pertaining to wages, compensation, hours, or conditions of employment under any law administered by the Secretary of Labor.

“(6) ADDITIONAL REQUIRED ACTIVITY.—Except as provided in subsection (g), nothing in this section prevents a State from requiring more than
100 hours per month of participation in work and work preparation activities.

“(e) Limitations and Special Rules.—

“(1) Single teen head of household or married teen who maintains satisfactory school attendance.—For purposes of determining monthly participation rates under this section, an eligible participant who is married or a head of household and who has not attained 20 years of age shall be considered to have completed successful engagement in work activation for a month if the eligible participant—

“(A) maintains satisfactory attendance at secondary school or the equivalent during the month; or

“(B) participates in education directly related to employment for an average of at least 20 hours per week during the month.

“(2) Limitation on number of persons who may be treated as engaged in work activation by reason of participation in educational activities.—For purposes of determining monthly participation rates under this section, not more than 30 percent of the number of individuals in a State who are treated as having com-
pleted successful engagement in work activation for a month may be individuals who are determined to be engaged in work activation for the month by reason of participation in vocational educational training.

“(f) State Option for Participation Requirement Exemptions.—

“(1) In general.—For any fiscal year, a State agency, at the option of the State agency, may—

“(A) exempt a household that includes a child who has not attained 12 months of age from engaging in work activation; and

“(B) disregard that household in determining the monthly participation rates under this section until the child has attained 12 months of age.

“(2) Exclusion.—For purposes of determining monthly participation rates under this section, a household that includes a child who has not attained 6 years of age shall be considered to be successfully engaged in work activation for a month if a member of the household receiving supplemental nutrition assistance program benefits is engaged in work activation for an average of at least 20 hours per week during the month.
“(g) Penalties Against Individuals.—

“(1) In general.—Except as provided in paragraph (3), if an eligible participant in a household receiving assistance under the State program funded under this section fails to complete successful engagement in work activation in accordance with this section, the State agency shall—

“(A) in accordance with paragraph (2), reduce the amount of assistance otherwise payable to the entire household pro rata (or more, at the option of the State agency) with respect to the month immediately after any month in which the eligible participant fails to perform; or

“(B) terminate the assistance entirely.

“(2) Pro Rata Reduction.—For purposes of paragraph (1)(A), the amount of the pro rata reduction shall equal the product obtained by multiplying—

“(A) the normal monthly amount of assistance to the entire household that would have been received if not for the reduction under paragraph (1)(A); by

“(B) the proportion that—
“(i) the hours of required work and work preparation activities performed by the eligible participant during the month; bears to “(ii) the number or hours of work and work preparation activities the State agency required the eligible participant to perform in accordance with this section.

“(3) EXCEPTION.—A State may not reduce or terminate assistance under the State program funded under this section or any other State program funded with qualified State expenditures (as defined in section 409(a)(7)(B) of the Social Security Act (42 U.S.C. 609(a)(7)(B)) based on a refusal of an eligible participant to engage in work and work preparation activities required under this section if—

“(A) the eligible participant is a single custodial parent caring for a child who has not attained 6 years of age; and

“(B) the eligible participant proves that the eligible participant has a demonstrated inability (as determined by the State agency) to obtain needed child care, due to—
“(i) unavailability of appropriate child care within a reasonable distance from the home or work site of the eligible participant; or

“(ii) unavailability of all affordable child care arrangements, including formal child care and all informal child care by a relative or under other arrangements.

“(h) LIMITATION ON HOURS OF REQUIRED PARTICIPATION IN COMMUNITY SERVICE OR WORKFARE.—

“(1) IN GENERAL.—The maximum number of hours during a month that an eligible participant shall be required under this section to work in a community service program or a workfare program under section 20 shall not exceed the quotient obtained by dividing—

“(A) the total dollar cost of all means-tested benefits received by the household for that month, as determined under paragraph (2); by

“(B) the Federal minimum wage.

“(2) TOTAL DOLLAR COST OF ALL MEANS-TESTED BENEFITS DEFINED.—

“(A) IN GENERAL.—Except as provided in subparagraph (B), the total dollar cost of all means-tested benefits shall equal the sum of the
dollar cost of all benefits received by the household from—

“(i) the supplemental nutrition assistance program;

“(ii) the State program funded under part A of title IV of the Social Security Act (42 U.S.C. 601 et seq.) or any other State program funded with qualified State expenditures (as defined in section 409(a)(7)(B)(i) of such Act (42 U.S.C. 609(a)(7)(B)(i)); and

“(iii) any assistance provided to a household, landlord, or public housing agency (as defined in section 3(b)(6) of the United States Housing Act of 1937 (42 U.S.C. 1437a(b)(6)) to subsidize the rental payment for a dwelling unit, including assistance provided for public housing dwelling units under section 3 of the United States Housing Act of 1937 (42 U.S.C. 1437a) and assistance provided under section 8 of that Act (42 U.S.C. 1437f).

“(B) VALUE OF BENEFITS DURING SANCTION.—For purposes of subparagraph (A), if the dollar value of 1 or more benefits received
by a household in a month has been reduced
under subsection (g) or another sanction re-
requirement, the calculated dollar value of the
sanctioned benefits shall equal the dollar value
of the benefit that would have been received if
the benefit had not been reduced by the sanc-
tion.

“(3) ADDITIONAL ACTIVITIES.—Nothing in this
subsection prevents a State agency from requiring
an eligible participant to engage in activities not de-
scribed in paragraph (1) for additional hours during
the month.

“(i) WORK ACTIVATION PARTICIPATION GOALS.—

“(1) IN GENERAL.—As a condition of receiving
supplemental nutrition assistance program funds
under this Act, except as provided in paragraph (2),
a State agency shall achieve for each quarter of the
fiscal year with respect to all eligible participants re-
ceiving assistance under the State program funded
under this section for that fiscal year at least the
participation rate specified in the following table:

<table>
<thead>
<tr>
<th>Year</th>
<th>Participation Rate</th>
</tr>
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<tbody>
<tr>
<td>2018</td>
<td>20 percent</td>
</tr>
<tr>
<td>2019</td>
<td>35 percent</td>
</tr>
<tr>
<td>2020</td>
<td>50 percent</td>
</tr>
<tr>
<td>2021</td>
<td>65 percent</td>
</tr>
</tbody>
</table>
If the fiscal year is
the quarterly participation rate shall be at least

<table>
<thead>
<tr>
<th>Year</th>
<th>Participation Rate</th>
</tr>
</thead>
<tbody>
<tr>
<td>2022</td>
<td>80 percent</td>
</tr>
</tbody>
</table>

"(2) ADJUSTMENT IF RECESSIONARY PERIOD.—If the average national unemployment rate during a quarter of a fiscal year, as determined by the Bureau of Labor Statistics of the Department of Labor, is more than 8 percent, the participation goal for the immediately succeeding quarter shall equal the product obtained by multiplying—

"(A) the applicable quarterly participation rate under paragraph (1); by

"(B) 0.8.

"(j) CALCULATION OF WORK ACTIVATION PARTICIPATION RATES.—

"(1) DEFINITION OF SANCTIONED RECIPIENT.—In this subsection, the term ‘sanctioned recipient’ means any eligible participant who—

"(A) was required to participate in work activation in a month;

"(B) failed to perform the assigned work and work preparation activities so as to meet the relevant hourly requirements in subsection (e), (d), or (e)(2); and
“(C) was sanctioned by a reduced benefit payment in the subsequent month under subsection (g).

“(2) REQUIREMENTS.—The work activation participation rate for a State for any quarter of a fiscal year shall equal the average of the monthly participation rates for the State during the 3 months of that quarter.

“(3) MONTHLY PARTICIPATION RATE.—For purposes of paragraph (2), the monthly participation rate shall equal the ratio of all countable participants to all eligible participants in the month, as determined under paragraph (4).

“(4) RATIO OF ALL COUNTABLE PARTICIPANTS TO ALL ELIGIBLE PARTICIPANTS.—Subject to paragraph (5), the ratio of all countable participants to all eligible participants in a month equals the proportion that—

“(A) the sum obtained by adding—

“(i) all eligible participants who—

“(I) were required by the State to engage in interim work activation, full work activation, or education under subsection (e)(1) during the month; and
“(II) fulfilled the criteria for successful engagement in work activation for that activity during the month; and
“(ii) all sanctioned recipients for that month; bears to
“(B) the average number of eligible participants in the State in that month.
“(5) MULTIPLE ELIGIBLE PARTICIPANTS.—A married couple household consisting of more than 1 eligible participant shall be counted as a single eligible participant for purposes of calculating the participation rate under this subsection.
“(k) PENALTIES FOR INADEQUATE STATE PERFORMANCE.—
“(1) IN GENERAL.—Beginning in the first quarter of fiscal year 2019 and for each subsequent quarter of fiscal year 2019 and of each subsequent fiscal year, each State shall count the monthly average number of countable participants under this section.
“(2) REDUCTION IN FUNDING.—If the monthly average number of countable participants in a State of a fiscal year is not sufficient to fulfill the relevant work activation participation goal under subsection
(i) during that quarter, the supplemental nutrition
assistance program funding for the State under this
Act shall be reduced for the fiscal quarter that be-
gins 180 days after the first day of the quarter in
which the inadequate performance occurred in ac-
cordance with paragraph (3).

“(3) FUNDING IN PENALIZED QUARTER.—The
total amount of funding a State shall receive for all
households with eligible participants for a quarter
for which funding is reduced under paragraph (2)
shall equal the product obtained by multiplying—

“(A) the total amount of funding that the
State would have received in the preceding
quarter for all households with eligible partici-
pants if no reduction had been in place; by

“(B) the ratio of all countable participants
to all eligible participants (as determined under
subsection (j)(4)) for the quarter that began
180 days before the first day of the quarter for
which funding is reduced.

“(l) FUNDING TO ADMINISTER WORK ACTIVATION.—

“(1) TANF FUNDING.—

“(A) IN GENERAL.—Notwithstanding any
other provision of law, for fiscal year 2018 and
each subsequent fiscal year, a State that re-
ceives supplemental nutrition assistance pro-
gram funds under this Act may use during that fiscal year to carry out the work activation pro-
gram of the State under this section—

“(i) any of the Federal funds available to the State through the State program funded under part A of title IV of the Social Security Act (42 U.S.C. 601 et seq.) in that fiscal year; and

“(ii) any of the funds from State sources allocated to the operation of the program described in clause (i).

“(B) Effect.—Any State that uses State funds allocated to the State program funded under part A of title IV of the Social Security Act (42 U.S.C. 601 et seq.) to administer the work activation program of that State under this section may treat those funds as qualified State expenditures (as defined in section 409(a)(7)(B)(i) of the Social Security Act (42 U.S.C. 609(a)(7)(B)(i)) for purposes of meeting the requirements of section 409(a)(7) of the Social Security Act (42 U.S.C. 609(a)(7)) in that fiscal year.
“(2) WORKFORCE INVESTMENT ACT FUNDING.—Notwithstanding any other provision of law, for fiscal year 2018 and each subsequent fiscal year, a State that receives Federal funds under the Workforce Investment Act of 1998 (29 U.S.C. 2801 et seq.) may use up to 50 percent of those funds during that fiscal year to carry out the work activation program of the State under this section.

“(3) SUPPLEMENTAL NUTRITION ASSISTANCE PROGRAM EMPLOYMENT AND TRAINING PROGRAM.—Notwithstanding any other provision of law, for fiscal year 2018 and each subsequent fiscal year, a State that receives Federal funds under this Act for an employment and training program under section 6(d) may use those funds during that fiscal year to carry out the work activation program of the State under this section.”.

TITLE III—PREPARING MORE TANF RECIPIENTS FOR WORK

SEC. 301. WORK PREPARATION PROGRAM.

Section 407 of the Social Security Act (42 U.S.C. 607) is amended by adding at the end the following new subsection:

“(j) WORK PREPARATION PROGRAM.—
“(1) In general.—A State to which a grant is made under section 403 for a fiscal year, in addition to achieving the minimum participation rates required for the fiscal year under paragraphs (1) and (2) of subsection (a), shall operate a work preparation program for eligible participants that meets the requirements of this subsection and shall achieve the minimum work preparation participation rate specified in the following table for each quarter of the fiscal year with respect to all eligible participants receiving assistance under the State program funded under this part or any other State program funded with qualified State expenditures (as defined in section 409(a)(7)(B)(i)) who are not engaged in employment in any month during the fiscal year:

<table>
<thead>
<tr>
<th>&quot;If the fiscal year is:&quot;</th>
<th>The minimum work preparation rate for the quarter is:</th>
</tr>
</thead>
<tbody>
<tr>
<td>2018</td>
<td>25 percent</td>
</tr>
<tr>
<td>2019</td>
<td>50 percent</td>
</tr>
<tr>
<td>2020 or thereafter</td>
<td>75 percent</td>
</tr>
</tbody>
</table>

“(2) Eligible participant defined.—In this subsection, the term ‘eligible participant’ means, with respect to a month, an individual who—

“(A) is a parent of a family in which a parent or child receives assistance under the State program funded under this part or any other State program funded with qualified
State expenditures (as defined in section 409(a)(7)(B)(i)) in the month; and

“(B) is employed less than 40 hours in the month.

“(3) SPECIAL RULES FOR MARRIED COUPLES WITH CHILDREN.—In the case of a married 2-parent family—

“(A) the parents shall only be considered to be eligible participants for a month for purposes of this subsection if the sum of the combined hours of employment for the month for both spouses is less than 40 hours;

“(B) if the parents are eligible participants for a month for purposes of this subsection, only 1 of the parents shall be required to participate in the work preparation program under this subsection in a month; and

“(C) the sum of the hours required of the parents for purposes of meeting the monthly minimum participation rate required for purposes of subsection (a) and meeting the monthly work preparation rate required under this subsection shall not be greater than the hours required for a single head of household for purposes of meeting such rates.
“(4) Work preparation requirements.—In order to be considered to be engaging in work preparation for month, an eligible participant shall engage in 1 or more work preparation activities (as defined in paragraph (5)) for at least an average of 30 hours per week during the month.

“(5) Work preparation activities defined.—In this subsection, the term ‘work preparation activity’ means the following:

“(A) Work experience (including work associated with the refurbishing of publicly assisted housing) if sufficient private sector employment is not available.

“(B) On-the-job training.

“(C) Job readiness assistance.

“(D) Community service programs (not to exceed the maximum number of hours determined under paragraph (9)).

“(E) Workfare programs (not to exceed the maximum number of hours determined under paragraph (9)).

“(F) Vocational educational training (not to exceed 12 months with respect to any individual).
“(G) Job skills training directly related to employment.

“(H) Education directly related to employment, in the case of an eligible participant who has not received a high school diploma or a certificate of high school equivalency.

“(I) Satisfactory attendance at secondary school or in a course of study leading to a certificate of general equivalence, in the case of an eligible participant who has not completed secondary school or received such a certificate.

“(J) The provision of child care services to an individual who is participating in a community service program.

“(K) Supervised job search (as defined in paragraph (7)).

“(6) PRIORITY FOR COMMUNITY SERVICE.—At least 20 percent of the eligible participants who are required to participate in work preparation for a month shall participate in a community service program or a workfare program.

“(7) SUPERVISED JOB SEARCH DEFINED.—In this subsection, the term ‘supervised job search’ means a job search program that has the following characteristics:
“(A) The job search occurs at an official location where the presence and activity of the eligible participant can be directly observed, supervised, and monitored.

“(B) The eligible participant’s entry, time onsite, and exit from the official job search location are recorded in a manner that prevents fraud.

“(C) The eligible participant is expected to remain and undertake job search activities at the job search center.

“(D) The quantity of time the eligible participant is observed and monitored engaging in job search at the official location is recorded for purposes of compliance with the work and work activation requirements of sections 6(o) and 30 of the Food and Nutrition Act of 2008.

“(8) PENALTIES AGAINST NON-PERFORMING INDIVIDUALS.—

“(A) IN GENERAL.—If an eligible participant fails to fully perform the work preparation activities required in accordance with this subsection, the State shall—

“(i) reduce the amount of assistance otherwise payable to the entire family of
the eligible participant pro rata (or more, at the option of the State) with respect to the month immediately after any month in which the eligible participant so fails to perform; or

“(ii) terminate such assistance.

“(B) **Pro Rata Reduction.**—For purposes of subparagraph (A)(i), the amount of a pro rata reduction in assistance shall be determined by multiplying the amount of monthly assistance that would, in the absence of the application of this paragraph be paid to the entire family, by the ratio of—

“(i) the hours of required work and work preparation activities performed by the eligible participant during the month; over

“(ii) the number or hours of work and work preparation the State required the eligible participant to perform in accordance with the requirements of this section.

“(9) **Limitation on Countable Hours of Participation in Community Service or Workfare.**—
“(A) IN GENERAL.—The maximum number of hours that an eligible participant may be counted as engaging in a community service program or a workfare program in a month for purposes of meeting the minimum work preparation rates for the month under this subsection shall not exceed the total dollar cost of all means-tested benefits received by the eligible participant’s family for the month divided by the Federal minimum wage.

“(B) TOTAL DOLLAR COST OF ALL MEANS-TESTED BENEFITS DEFINED.—

“(i) IN GENERAL.—In this subsection, the term ‘total dollar cost of all means-tested benefits’ means the sum of the dollar cost of all benefits received by a family under—

“(I) the supplemental nutrition assistance program established under the Food and Nutrition Act of 2008 (7 U.S.C. 2011 et seq.);

“(II) the State program funded under this part or any other State program funded with qualified State
expenditures (as defined in section 409(a)(7)(B)(i)); and

“(III) any assistance provided to a household, landlord, or public housing agency (as defined in section 3(b)(6) of the United States Housing Act of 1937 (42 U.S.C. 1437a(b)(6)) to subsidize the rental payment for a dwelling unit, including assistance provided for public housing dwelling units under section 3 of the United States Housing Act of 1937 (42 U.S.C. 1437a) and assistance provided under section 8 of that Act (42 U.S.C. 1437f).

“(ii) VALUE OF BENEFITS DURING SANCTION.—For purposes of clause (i), if the dollar value of 1 or more benefits received by a household in a month has been reduced under paragraph (8) or another sanction requirement, the calculated dollar value of the sanctioned benefits shall equal the dollar value of the benefit that would have been received if the benefit had not been reduced by the sanction.
“(C) ADDITIONAL ACTIVITIES.—Nothing in this paragraph shall prevent a State from requiring an eligible participant to engage in activities not described in subparagraph (A) for additional hours during a month.

“(10) CALCULATION OF WORK PREPARATION PARTICIPATION RATES.—

“(A) DEFINITION OF SANCTIONED RECIPIENT.—In this subsection, the term ‘sanctioned recipient’ means any eligible participant who—

“(i) was required to participate in work preparation in a month;

“(ii) failed to perform the assigned work and work preparation activities so as to meet the relevant hourly requirements;

and

“(iii) was sanctioned by a reduced assistance payment in the subsequent month under paragraph (8).

“(B) REQUIREMENTS.—The work preparation participation rate for a State for any quarter of a fiscal year shall equal the average of the monthly participation rates for the State during the 3 months of that quarter.
“(C) MONTHLY PARTICIPATION RATE.—
For purposes of subparagraph (B), the monthly participation rate shall equal the ratio of all countable participants to all eligible participants in the month, as determined under subparagraph (D).

“(D) RATIO OF ALL COUNTABLE PARTICIPANTS TO ALL ELIGIBLE PARTICIPANTS.—Subject to subparagraph (E), the ratio of all countable participants to all eligible participants in a month equals the proportion that—

“(i) the sum obtained by adding—

“(I) all eligible participants who—

“(aa) were required by the State to engage in work preparation during the month; and

“(bb) fulfilled the criteria for successful engagement in work preparation during the month; and

“(II) all sanctioned recipients for that month; bears to

“(ii) the average number of eligible participants in the State in that month.
“(E) MULTIPLE ELIGIBLE PARTICIPANTS.—A married couple household consisting of more than 1 eligible participant shall be counted as a single eligible participant for purposes of calculating the participation rate under this paragraph.

“(11) PENALTIES FOR INADEQUATE STATE PERFORMANCE.—

“(A) IN GENERAL.—Beginning in the first quarter of fiscal year 2018 and for each subsequent quarter of fiscal year 2018 and of each subsequent fiscal year, each State shall count the monthly average number of countable participants under this subsection.

“(B) REDUCTION IN FUNDING.—If the monthly average number of countable participants in a State is not sufficient to meet the work preparation participation rate required under paragraph (1) during that quarter, the grant payable to the State under section 403(a)(1) shall be reduced for the fiscal quarter that begins 180 days after the first day of the quarter in which the inadequate performance occurred in accordance with subparagraph (C).
“(C) Funding in penalized quarter.—

The total amount of funding a State shall receive for a quarter for which funding is reduced under subparagraph (B) shall equal the product obtained by multiplying—

“(i) the total amount of funding that the State would have received in the preceding quarter for the grant payable to the State under section 403(a)(1) if no reduction had been in place; by

“(ii) the ratio of all countable participants to all eligible participants (as determined under paragraph (10)(D) for the quarter that began 180 days before the first day of the quarter for which funding is reduced.”.

SEC. 302. CHANGES TO MANDATORY WORK REQUIREMENTS.

(a) Elimination of separate participation rate requirements for 2-parent families.—

(1) In general.—Section 407 of the Social Security Act (42 U.S.C. 607) is amended—

(A) in subsection (a)—
(i) by striking all through “A State”
the 1st place it appears and inserting the
following:
“(a) Participation Rate Requirements.—A
State”; and

(ii) by striking paragraph (2);

(B) in subsection (b)—

(i) in the subsection heading, by strik-
ing “RATES” and inserting “RATE”;

(ii) in paragraph (1)(A), by striking
“(a)(1)” and inserting “(a)”;

(iii) by striking paragraph (2) and re-
designating paragraphs (3), (4), and (5) as
paragraphs (2), (3), and (4), respectively;

(iv) in paragraph (3) (as so redesig-
nated), by striking “paragraphs (1)(B) and
(2)(B)” and inserting “paragraph (1)(B)”;

and

(v) in paragraph (4) (as so redesig-
nated), by striking “rates” and inserting
“rate”; and

(C) in subsection (c)—

(i) in paragraph (1)—
(I) by striking all through “For purposes of subsection (b)(1)(B)(i)” and inserting the following:

“(1) GENERAL RULES.—For purposes of subsection (b)(1)(B)(i); and

(II) by striking subparagraph (B); and

(ii) in paragraph (2)(D)—

(I) by striking “paragraphs (1)(B)(i) and (2)(B) of subsection (b)” and inserting “subsection (b)(1)(B)(i)”; and

(II) by striking “in all families and in 2-parent families, respectively,.”.

(2) CONFORMING AMENDMENT.—The paragraph heading for section 409(a)(3) of such Act (42 U.S.C. 609(a)(3)) is amended by striking “RATES” and inserting “RATE”.

(b) APPLICATION OF STATE OPTION FOR PARTICIPATION REQUIREMENT EXEMPTION TO ALL FAMILIES.—Section 407(b)(4) of the Social Security Act (42 U.S.C. 607(b)(4)), as redesignated and amended by subsection (a)(1)(B), is amended—
(1) by striking “an individual who is a single custodial parent caring for” and inserting “a family that includes”; and

(2) by striking “such an individual” and inserting “such a family”.

(e) Application of Child Under 6 Work Participation Rule to All Families.—Section 407(c)(2)(B) of the Social Security Act (42 U.S.C. 607(c)(2)(B)) is amended to read as follows:

“(B) Family with child under age 6 deemed to be meeting work participation requirements if any parent is engaged in work for 20 hours per week.—For purposes of determining monthly participation rates under subsection (b)(1)(B)(i), a family that includes a child who has not attained 6 years of age is deemed to be engaged in work for a month if any parent is engaged in work for an average of at least 20 hours per week during the month.”.

(d) Effective Date.—The amendments made by this section take effect on October 1, 2017.
TITLE IV—MODIFICATION TO MEANS-TESTED HOUSING PROGRAMS

SEC. 401. DEFINITIONS.

In this title:

(a) COVERED STATE HOUSING PROGRAM.—The term “covered State housing program” means a housing program carried out by a State using grant funds awarded under section 404.

(b) MEANS-TESTED HOUSING PROGRAM.—The term “means-tested housing program” means each of the following Federal programs:

(1) The project-based and tenant-based rental assistance programs under section 8 of the United States Housing Act of 1937 (42 U.S.C. 1437f).

(2) Public housing assistance under the United States Housing Act of 1937 (42 U.S.C. 1437 et seq.).

(3) The HOME Investment Partnerships Program under title II of the Cranston-Gonzalez National Affordable Housing Act (42 U.S.C. 12721 et seq.).

(4) Homeless Assistance Grants under title IV of the McKinney-Vento Homeless Assistance Act (42 U.S.C. 11360 et seq.).

(6) Assistance from the Rural Housing Service (other than assistance described in paragraph (5)).


(9) The rental assistance programs under section 101 of the Housing and Urban Development Act of 1965 (12 U.S.C. 1701s) and section 236(f)(2) of the National Housing Act (12 U.S.C. 1715z–1).

(10) The supportive housing for persons with disabilities program under section 811(d)(2) of the Cranston-Gonzalez National Affordable Housing Act (42 U.S.C. 8013(d)(2)).

(c) SECRETARY.—The term “Secretary” means the Secretary of Housing and Urban Development.

(d) STATE.—The term “State” means a State, the Commonwealth of Puerto Rico, the District of Columbia,
Guam, American Samoa, the United States Virgin Islands, and the Commonwealth of the Northern Mariana Islands.

(e) State Recipient.—The term “State recipient” means a State that receives a grant under this title.

SEC. 402. REPEAL OF MEANS-TESTED HOUSING PROGRAMS.

Effective October 1, 2018, no Federal funds shall be made available to carry out any means-tested housing program and no Federal officer or employee shall take any action to carry out such a program.

SEC. 403. AUTHORIZATION OF APPROPRIATIONS.

With respect to the total amount authorized to be appropriated for means-tested housing programs for fiscal year 2016, there is authorized to be appropriated to carry out section 404, an amount equal to —

(1) such amount for each of fiscal years 2018 through 2023;

(2) 90 percent of such amount for fiscal year 2024;

(3) 80 percent of such amount for fiscal year 2025;

(4) 70 percent of such amount for fiscal year 2026;

(5) 60 percent of such amount for fiscal year 2027; and
SEC. 404. GRANTS TO STATES.

(a) IN GENERAL.—Beginning with fiscal year 2018, and for each fiscal year thereafter, the Secretary shall award grants to eligible States—

(1) using amounts authorized to be appropriated under section 403; and

(2) in accordance with this section.

(b) ALLOTMENTS.—From the amount appropriated to carry out this section for a fiscal year, the Secretary shall allot to each eligible State an amount that bears the same relationship to such appropriated amount as the amount that the State received for means-tested housing programs for the most recent fiscal year for which satisfactory data is available bears to the total amount appropriated for means-tested housing programs for that fiscal year.

(c) APPLICATION.—To be eligible to receive a grant under this section, a State shall submit an application to the Secretary that includes the amount the State received for the previous year’s means-tested housing programs.

(d) USE OF FUNDS.—A State that receives a grant under this section may only use the amounts of the grant—
(1) to fund housing programs in the State;
(2) to administer the programs described in paragraph (1); and
(3) to provide direct technical assistance, oversight, monitoring, research, and training with respect to the programs described in paragraph (1).

(e) Matching Funds.—A State that receives a grant under this section shall provide, toward the cost of the programs assisted under the grant, from non-Federal sources, an amount equal to 20 percent of the amount of the grant.

(f) Flexibility.—Notwithstanding any other provision of Federal law (other than this section), a State that receives a grant under this section—

(1) shall have full flexibility to use the amounts of the grant to finance a housing provider, service, or program; and

(2) in particular, to the extent permitted under State law, may use the amounts of the grant to establish a portable voucher system that allows a parent of a low-income child to use a portion of the grant funds, other available public funds, or private funds to pay some or all of the costs of attendance at a private prekindergarten education program.
SEC. 405. STATE RECIPIENT REPORTS.

(a) SELF-ASSESSMENTS.—A State that receives a grant under section 404 annually shall conduct a comprehensive self-assessment of the effectiveness and progress of the covered State housing programs of the State during the most recent fiscal year in meeting program goals established by the State.

(b) REPORTS.—

(1) IN GENERAL.—A State that receives a grant under section 404 shall develop and make available to the public—

(A) an online and searchable report containing the self-assessment conducted under subsection (a); and

(B) an improvement plan to strengthen any areas identified in the self-assessment as weaknesses or in need of improvement.

(2) PERSONAL INFORMATION.—A State may not reveal, in a report developed under paragraph (1), any personally identifiable information about any participant in a covered State housing program of the State.

(3) CONTENTS.—A State shall include in each report developed under paragraph (1)—

(A) the total amount of public and private funds received by the State for covered State
housing programs and the amount received from each source during the most recent fiscal year;

(B) an explanation of budgetary expenditures for covered State housing programs during the most recent fiscal year and a proposed budget for those programs for the subsequent fiscal year; and

(C) the total number of low-income participants served by covered State housing programs and the average monthly enrollment in those programs during the most recent fiscal year.

SEC. 406. RESEARCH.

(a) STUDY.—

(1) IN GENERAL.—The Comptroller General of the United States shall conduct a study of the different approaches and best practices used by States in carrying out this title.

(2) SCOPE.—The material studied under paragraph (1) shall be limited to the information provided by States in the reports made available under section 405(b).

(b) REPORT.—Not later than October 1 of the fourth fiscal year beginning after the date of enactment of this
Act, the Comptroller General shall submit a report containing the results of the study conducted under subsection (a) to—

(1) the Committee on Banking, Housing, and Urban Affairs of the Senate;

(2) the Committee on the Budget of the Senate;

(3) the Committee on Financial Services of the House of Representatives; and

(4) the Committee on the Budget of the House of Representatives.

SEC. 407. RULE OF CONSTRUCTION.

Nothing in this title shall be construed to authorize the Secretary or any employee or contractor of the Department of Housing and Urban Development to mandate, direct, or control the selection of a covered State housing program by a State.

TITLE V—PROHIBITION ON FUNDING OF ABORTION

SEC. 501. PROHIBITION ON FUNDING FOR ABORTIONS.

No funds authorized or appropriated by Federal law, and none of the funds in any trust fund to which funds are authorized or appropriated by Federal law, shall be expended for any abortion.
SEC. 502. PROHIBITION ON FUNDING FOR HEALTH BENEFITS PLANS THAT COVER ABORTION.

None of the funds authorized or appropriated by Federal law, and none of the funds in any trust fund to which funds are authorized or appropriated by Federal law, shall be expended for health benefits coverage that includes coverage of abortion.

SEC. 503. PROHIBITION ON TAX BENEFITS RELATING TO ABORTION.

For taxable years beginning after the date of the enactment of this section, no credit shall be allowed under the internal revenue laws with respect to amounts paid or incurred for an abortion or with respect to amounts paid or incurred for a health benefits plan (including premium assistance) that includes coverage of abortion.

SEC. 504. CONSTRUCTION RELATING TO SEPARATE COVERAGE.

Nothing in this title shall be construed as prohibiting any individual, entity, or State or locality from purchasing separate abortion coverage or health benefits coverage that includes abortion so long as such coverage is paid for entirely using only funds not authorized or appropriated by Federal law and such coverage shall not be purchased using matching funds required for a federally subsidized program, including a State’s or locality’s contribution of Medicaid matching funds.
SEC. 505. CONSTRUCTION RELATING TO THE USE OF NON-
FEDERAL FUNDS FOR HEALTH COVERAGE.

Nothing in this title shall be construed as restricting
the ability of any non-Federal health benefits coverage
provider from offering abortion coverage, or the ability of
a State or locality to contract separately with such a pro-
vider for such coverage, so long as only funds not author-
ized or appropriated by Federal law are used and such
coverage shall not be purchased using matching funds re-
quired for a federally subsidized program, including a
State’s or locality’s contribution of Medicaid matching
funds.

SEC. 506. TREATMENT OF ABORTIONS RELATED TO RAPE,
INCEST, OR PRESERVING THE LIFE OF THE
MOTHER.

The limitations established in this title shall not apply
to an abortion—

   (1) if the pregnancy is the result of an act of
rape or incest; or

   (2) in the case where a woman suffers from a
physical disorder, physical injury, or physical illness
that would, as certified by a physician, place the
woman in danger of death unless an abortion is per-
formed, including a life-endangering physical condi-
tion caused by or arising from the pregnancy itself.