

103<sup>D</sup> CONGRESS  
1<sup>ST</sup> SESSION

# H. R. 1244

To establish a deficit reduction account and a Build America Account in the Treasury of the United States.

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IN THE HOUSE OF REPRESENTATIVES

MARCH 4, 1993

Mr. WISE introduced the following bill; which was referred to the Committee on Ways and Means

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## A BILL

To establish a deficit reduction account and a Build America Account in the Treasury of the United States.

1       *Be it enacted by the Senate and House of Representa-*  
2       *tives of the United States of America in Congress assembled,*

3       **SECTION 1. SHORT TITLE.**

4       This Act may be cited as the “Deficit Reduction Ac-  
5       count Act of 1993”.

6       **SEC. 2. ESTABLISHMENT OF DEFICIT REDUCTION AC-**  
7       **COUNT.**

8       (a) ESTABLISHMENT.—(1) There is established in  
9       the Treasury of the United States an account to be known  
10      as the “Deficit Reduction Account”, consisting of such

1 amounts as may be appropriated or credited to the Deficit  
2 Reduction Account as provided in this section.

3 (2) The trustees of the Deficit Reduction Account  
4 shall be the Secretary of the Treasury and 2 members of  
5 the public (both of whom may not be of the same political  
6 party) and who shall be nominated by the President for  
7 a term of 4 years and subject to confirmation by the  
8 Senate.

9 (b) TRANSFER TO FUND OF AMOUNTS SPECIFIED IN  
10 SUBSEQUENT ACTS OF CONGRESS.—There is hereby ap-  
11 propriated to the Deficit Reduction Account amounts de-  
12 termined by the Secretary of the Treasury to be equivalent  
13 to amounts specified by subsequent Acts of Congress.

14 (c) TRANSFERS FROM THE FUND.—(1)(A) It shall  
15 be the duty of the Secretary of the Treasury to invest such  
16 portion of the Deficit Reduction Account as is not required  
17 to meet current withdrawals. Such investments may be  
18 made only in interest-bearing obligations of the United  
19 States. For such purpose, such obligations may be ac-  
20 quired—

21 (i) on original issue at the issue price, or

22 (ii) by the purchase of outstanding obligations  
23 at the market price.

24 (B) Any obligation acquired by the Deficit Reduction  
25 Account under subparagraph (A) may be sold by the Sec-

1 retary of the Treasury at the market price and the pro-  
2 ceeds from such sale shall be credited to the Account.

3 (2) For appropriation of interest earned on obliga-  
4 tions in the Deficit Reduction Account to the Build Amer-  
5 ica Account, see section 3(b).

6 **SEC. 3. ESTABLISHMENT OF BUILD AMERICA ACCOUNT.**

7 (a) ESTABLISHMENT.—(1) There is established in  
8 the Treasury of the United States an account to be known  
9 as the “Build America Account”, consisting of such  
10 amounts as may be appropriated or credited to the Build  
11 America Account as provided in this section.

12 (2) The trustees of the Build America Account shall  
13 be the same trustees as the trustees of the Deficit Reduc-  
14 tion Account.

15 (b) TRANSFER TO THE ACCOUNT OF CERTAIN  
16 AMOUNTS FROM DEFICIT REDUCTION ACCOUNT.—There  
17 is hereby appropriated to the Build America Account the  
18 amount determined by the Secretary of the Treasury to  
19 be equal to the interest earned on obligations in the Deficit  
20 Reduction Account.

21 (c) TRANSFERS FROM THE ACCOUNT.—(1)(A) It  
22 shall be the duty of the Secretary of the Treasury to invest  
23 such portion of the Build America Account as is not re-  
24 quired to meet current withdrawals. Such investments  
25 may be made only in interest-bearing obligations of the

1 United States. For such purpose, such obligations may be  
2 acquired—

3 (i) on original issue at the issue price, or

4 (ii) by the purchase of outstanding obligations  
5 at the market price.

6 (B) Any obligation acquired by the Build America Ac-  
7 count under subparagraph (A) may be sold by the Sec-  
8 retary of the Treasury at the market price and the pro-  
9 ceeds from such sale shall be credited to the Account.

10 (2) Interest earned on any obligations shall be cred-  
11 ited to the Account.

12 (3) Beginning 5 years after the date of enactment  
13 of this section, amounts in the Build America Account  
14 shall be available, as provided in appropriation Acts, for  
15 public investment.

16 (d) ANNUAL REPORTS.—The President shall report  
17 annually to each House of the Congress on the financial  
18 condition of the Deficit Reduction Account and the Build  
19 America Account and the extent to which each such fund  
20 has been used to carry out its purposes.

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