

114TH CONGRESS
1ST SESSION

H. R. 692

To ensure the payment of interest and principal of the debt of the United States.

IN THE HOUSE OF REPRESENTATIVES

FEBRUARY 3, 2015

Mr. MCCLINTOCK (for himself, Mr. POE of Texas, Mr. PITTENGER, Mr. GARRETT, Mr. DUNCAN of Tennessee, Mr. FLEISCHMANN, Mr. OLSON, Mr. BRAT, Mr. YOHO, Mr. MULVANEY, Mr. PEARCE, Mrs. BLACK, Mr. DUNCAN of South Carolina, Mrs. BLACKBURN, Mr. DESANTIS, Mr. ROE of Tennessee, Mr. CHABOT, Mr. ROTHFUS, Mr. BRADY of Texas, Mr. CRAMER, Mr. HENSARLING, Mr. LAMBORN, Mr. GIBBS, Mr. WESTERMAN, Mrs. ELLMERS, Mr. BLUM, Mr. WOODALL, Mr. LAMALFA, Mr. WILSON of South Carolina, Mr. FLEMING, Mr. BROOKS of Alabama, Mr. AUSTIN SCOTT of Georgia, Mr. FRANKS of Arizona, Mr. WITTMAN, Mr. BARR, Mr. LOUDERMILK, Mr. ROUZER, Mr. STEWART, Mr. FLORES, Mr. YODER, Mr. RICE of South Carolina, Mr. NUNNELEE, Mr. KING of Iowa, and Mr. SALMON) introduced the following bill; which was referred to the Committee on Ways and Means

A BILL

To ensure the payment of interest and principal of the debt 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 “Default Prevention
5 Act”.

1 **SEC. 2. PAYMENT OF PRINCIPAL AND INTEREST ON PUBLIC**
2 **DEBT AND SOCIAL SECURITY TRUST FUNDS.**

3 (a) IN GENERAL.—In the event that the debt of the
4 United States Government, as defined in section 3101 of
5 title 31, United States Code, reaches the statutory limit,
6 the Secretary of the Treasury shall, in addition to any
7 other authority provided by law, issue obligations under
8 chapter 31 of title 31, United States Code, to pay with
9 legal tender, and solely for the purpose of paying, the prin-
10 cipal and interest on obligations of the United States de-
11 scribed in subsection (b) after the date of the enactment
12 of this Act.

13 (b) OBLIGATIONS DESCRIBED.—For purposes of this
14 subsection, obligations described in this subsection are ob-
15 ligations which are—

16 (1) held by the public, or

17 (2) held by the Old-Age and Survivors Insur-
18 ance Trust Fund and Disability Insurance Trust
19 Fund.

20 (c) PROHIBITION ON COMPENSATION FOR MEMBERS
21 OF CONGRESS.—None of the obligations issued under sub-
22 section (a) may be used to pay compensation for Members
23 of Congress.

24 (d) OBLIGATIONS EXEMPT FROM PUBLIC DEBT
25 LIMIT.—Obligations issued under subsection (a) shall not
26 be taken into account in applying the limitation in section

1 3101(b) of title 31, United States Code, to the extent that
2 such obligation would otherwise cause the limitation in
3 section 3101(b) of title 31, United States Code, to be ex-
4 ceeded.

5 (e) REPORT ON CERTAIN ACTIONS.—

6 (1) IN GENERAL.—If, after the date of the en-
7 actment of this Act, the Secretary of the Treasury
8 exercises his authority under subsection (a), the Sec-
9 retary shall thereafter submit a report each week the
10 authority is in use providing an accounting relating
11 to—

12 (A) the principal on mature obligations
13 and interest that is due or accrued of the
14 United States, and

15 (B) any obligations issued pursuant to
16 subsection (a).

17 (2) SUBMISSION.—The report required by para-
18 graph (1) shall be submitted to the Committee on
19 Ways and Means of the House of Representatives
20 and the Committee on Finance of the Senate.

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