

**AMENDMENT TO H.R. 1**  
**OFFERED BY MRS. BACHMANN OF MINNESOTA**

Page 15, after line 7, insert the following:

1 **SEC. 1115. ADDITIONAL REQUIREMENTS FOR STATES AND**  
2 **LOCALITIES.**

3 (a) IN GENERAL.—Within 2 years after any State or  
4 local government receives funds appropriated or otherwise  
5 made available in this Act—

6 (1) such State shall implement legislation that  
7 (A) limits the annual increase in State spending to  
8 inflation plus the percentage increase in population;  
9 and (B) requires voter approval for any new tax rate  
10 increase, extension of a tax due to expire, or tax pol-  
11 icy changes causing a net revenue gain; and

12 (2) such local government shall implement legis-  
13 lation that (A) limits the annual increase in spend-  
14 ing to inflation plus the percentage change in net  
15 taxable real property; and (B) requires voter ap-  
16 proval for any new tax rate increase, extension of a  
17 tax due to expire, or tax policy changes causing a  
18 net revenue gain.

19 (b) RECAPTURE OF FUNDS.—If a State or local gov-  
20 ernment fails to implement legislation as required by sub-

1 section (a), funds it has received under this Act shall be  
2 returned to the Treasury of the United States.

