

115TH CONGRESS
1ST SESSION

H. R. 1124

To prohibit the Secretary of the Treasury and the Board of Governors of the Federal Reserve System from providing bailouts or other financial assistance to a pension plan of a State or political subdivision thereof, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

FEBRUARY 16, 2017

Mr. BABIN (for himself and Mr. MCCLINTOCK) introduced the following bill; which was referred to the Committee on Education and the Workforce, and in addition to the Committee on Financial Services, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned

A BILL

To prohibit the Secretary of the Treasury and the Board of Governors of the Federal Reserve System from providing bailouts or other financial assistance to a pension plan of a State or political subdivision thereof, 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 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “State and Local Pen-
5 sions Accountability and Security Act”.

1 **SEC. 2. PROHIBITION ON BAILOUTS FOR STATE AND LOCAL**
2 **PENSION FUNDS.**

3 The Secretary of the Treasury and the Board of Gov-
4 ernors of the Federal Reserve System may not provide any
5 loan, grant, or other form of financial assistance—

6 (1) to a pension plan (as defined under section
7 3 of the Employee Retirement Income Security Act
8 of 1974 (29 U.S.C. 1002)) established or main-
9 tained by the government of any State or political
10 subdivision thereof, or by any agency or instrumen-
11 tality of such a State or political subdivision; or

12 (2) to the government of any State or political
13 subdivision thereof, or by any agency or instrumen-
14 tality of such a State or political subdivision, unless
15 such government, agency, or instrumentality certifies
16 that the financial assistance will not be used, di-
17 rectly or indirectly, to fund such a pension plan.

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