February 27, 2024

The Honorable Mike Johnson Speaker of the House U.S. House of Representatives Washington, D.C. 20515

The Honorable Hakeem Jeffries Democratic Leader U.S. House of Representatives Washington, D.C. 20515 The Honorable Charles Schumer Majority Leader United States Senate Washington, D.C. 20510

The Honorable Mitch McConnell Minority Leader United States Senate Washington, D.C. 20510

Dear Leader Schumer, Leader McConnell, Speaker Johnson, Leader Jeffries:

Representing 170 national, state, and local organizations, we, the undersigned write in opposition to the Fiscal Commission Act of 2023 (H.R. 5779 / S. 3262), and fast-track commissions, in general. As you work to finalize Fiscal Year (FY) 2024 appropriations bills, we urge you to reject harmful policy riders such as a fiscal commission, which we consider a poison pill.

Proponents contend that a fiscal commission is essential to tackle the growing fiscal challenges such as a rising national debt, budget deficits, and long-term fiscal sustainability. While we understand the importance of ensuring our country is on a strong fiscal path, failing to meet urgent public needs will weaken our economy and our fiscal future, whether it is tackling climate change, decreasing poverty, providing health care, caring for our families, improving education and housing, among other priorities. Damaging the programs and services that help our communities meet their basic needs, and that play a crucial role in enhancing the well-being of vulnerable populations will set us backwards.

We are deeply concerned that H.R. 5779 / S. 3262 would undermine the democratic process by fast-tracking recommendations and accompanying legislation to cut federal benefits and programs without the ability of the public, through its representatives, to fully debate and amend all recommendations. As advocates committed to the democratic process, we are alarmed that the Commission would be granted expedited powers to make recommendations, effectively giving them the ability to sideline other human needs priorities to meet their arbitrary timetables. Further, we are alarmed that this legislation would allow the Commission's recommendations to bypass the amendment process and proceed without full debate. One of the key cornerstones of the democratic process is healthy debate and an amendment process to make improvements to bills. This approach disregards the core principles of transparency, public engagement, and robust democratic deliberation that are essential for sound policymaking.

Fiscal Commissions have a problematic history. They have either failed or their recommendations have led to problematic benefit and spending cuts. For example, the U.S. Joint Committee on

Deficit Reduction created by the Budget Control Act of 2011 produced a controversial plan that Congress could not bring to the floor, which set into motion mandated cuts under sequestration. Particularly alarming is the possibility of proposals to weaken vital entitlement programs such as Medicare, Medicaid, SNAP and Social Security. These programs are critical for the well-being of millions of Americans, and any erosion would disproportionately impact the most vulnerable among us.

The track record of past commissions, coupled with a <u>documented resistance</u> to putting revenue on the table, raises legitimate concerns that a deficit-focused lens would disproportionately target non-defense discretionary programs such as child nutrition, workforce training programs, public health, child care and transportation. These programs play a pivotal role in supporting the economic security and health of children and their families, and any emphasis on cuts in this area would exacerbate existing inequalities and diminish vital social services.

Raising revenues must be the central component of addressing fiscal challenges and increasing federal investments to meet the level needed for public services and programs, but there has been long-standing opposition from some policymakers to increase revenue. Some members of Congress have not supported significant tax increases since the 1990 bipartisan budget agreement, while pushing through significant, unpaid-for tax cuts in 2001, 2003 and 2017, all which added to the deficit. Furthermore, a revenue-centric approach with emphasis on the wealthy and corporations paying their fair share is broadly supported among voters. According to a 2023 Navigator Research report, four in five Americans support raising taxes on the rich and corporations to reduce the deficit compared to cutting Medicare and Social Security.

If Congress is serious about addressing the nation's fiscal challenges, one place to start would be the tax cuts benefitting the wealthiest among us, which are set to expire at the end of 2025. A full permanent extension of the expiring cuts would cost <u>more than \$3 trillion</u>. There is an opportunity, in the coming months, to evaluate these expiring provisions and our long-term revenue needs. We believe it is critical that Congress make fixes to the tax code to advance racial, gender and economic equity and increase fairness. This approach holds significance for both fiscal sustainability and helping improve the economic security of low-income and middle-class families. In addition, Congress should raise federal revenues by enacting progressive taxes requiring the rich and large profitable corporations to pay their fair share of federal taxes.

In conclusion, we urge you to oppose the Fiscal Commission Act and reject attempts to include it or other fast-track processes as a policy rider to FY 2024 appropriations legislation. We believe that a more inclusive, transparent and democratic process is essential for crafting responsible fiscal policies that align with the diverse needs and values of the American people.

Sincerely,

National

ACA Consumer Advocacy

Actors' Equity Association AFL-CIO Alliance for a Just Society Alliance for Retired Americans American Federation of Government Employees (AFGE) American Federation of State, County and Municipal Employees (AFSCME) American Federation of Teachers Americans For Democratic Action (ADA) Americans For Tax Fairness Association of University Centers on Disabilities **Autism Society of America Autistic Self Advocacy Network** Association of Flight Attendants-CWA **BCTGM International Union** Brotherhood of Railroad Signalmen Campaign for America's Future **Caring Across Generations** Center for Popular Democracy Action Coalition on Human Needs Common Threads Communications Workers of America (CWA) **Community Catalyst Community Change Action** Congregation of Our Lady of Charity of the Good Shepherd, U.S. Provinces Disability Rights Education and Defense Fund (DREDF)

DKG

Economic Policy Institute Families USA **Family Centered Treatment Foundation** First Focus Friends Committee on National Legislation **Futures Without Violence Groundwork Action** Health Care for America Now (HCAN) Impact Fund Indivisible Institute on Taxation and Economic Policy International Association of Machinists and Aerospace Workers International Brotherhood of Boilermakers International Federation of Professional and Technical Engineers (IFPTE) Jewish Women International Lutheran Services in America Main Street Alliance MD Poor People's Campaign MAZON: A Jewish Response to Hunger Methodist Church MomsRising MoveOn **National Action Network National Adult Day Services Association** National Advocacy Center of the Sisters of the Good Shepherd National Air Traffic Controllers Association (NATCA)

National Association of Councils on Developmental Disabilities

National Association of Social Workers

National Center for Lesbian Rights

National Community Action Partnership

National Council on Aging (NCOA)

National Diaper Bank Network

National Disability Rights Network (NDRN)

National Education Association

National Employment Law Project (NELP)

National Health Care for the Homeless Council

National Health Law Program

National Homelessness Law Center

National Nurses United

National Postal Mail Handlers Union (NPMHU)

National Rainbow PUSH Coalition

National Urban League

National Women's Law Center

NETWORK Lobby for Catholic Social Justice

Network of Jewish Human Service Agencies

People Power United

P.O.S.T Protect our Stolen Treasures

Protect Our Care

Public Citizen

Responsible Wealth

Service Employees International Union (SEIU)

Social Security Works

Strengthen Social Security Coalition

The Are of the Unit

The Arc of the United States

UAW

Union Veterans Council, AFL-CIO

United Food and Commercial Workers International Union (UFCW)

United Mine Workers of America

United for a Fair Economy

United Steelworkers (USW)

Unrig Our Economy

Woodhull Freedom Foundation

Youth and Women for Change in Eswatini

VoteVets

WZA Consultant

ZERO TO THREE

20/20 Vision

State

Action NC

Action Together New Jersey

AIDS Foundation Chicago

Battle Born Progress

Big Sky 55+

Citizen Action/Illinois

Citizen Action of New York

Citizen Action of Wisconsin

Colorado Consumer Health Initiative

Connecticut Oral Health Initiative, Inc.

Courage California

Disability Law Center (MA)

Disability Policy Consortium

Educate. Advocate.

FLARA

Florida Alliance for Retired Americans

Granite State Organizing Project

Hawaii Children's Action Network Speaks!

Healthy California Now

Honest Arizona

Hunger Free Vermont

Indian People's Action

Iowa Citizen Action Network

Justice In Aging

Kent Street Coalition

Maine People's Alliance

NC Alliance for Retired Americans

NCJW-PA

Nebraska Appleseed

New Jersey Association on Correction

New Jersey Citizen Action

New Jersey Tenants Organization

New York StateWide Senior Action Council

North Carolina Budget & Tax Center

Our Children Oregon

Pennsylvania Health Access Network

People's Action

Progress Iowa

Progressive Maryland

Protect All Children's Environment

Public Justice Center

Utahns Against hunger

Virginia Community Rights Network

Virginia Organizing

West Virginia Council of Churches

Wind of the Spirit Immigrant Resource Center

Local

Amalgamated Transit Union Local 770

Board Member, St. Vincent De Paul Society, Archdiocese of St. Louis

CAP OC - OC Food Bank

CAP Tulsa

Compass Affordable Housing

Democratic Marlborough City Comm.

Dominican Sisters of Peace

Environmental Services, Inc.

Euclid Hunger Center

Food Bank of Northern Nevada

Generations United

Goddard Riverside-NYC

GoFarm

Grand St. Settlement

Habitat for Humanity Chicago

Holy Apostles Soup Kitchen & Pantry

Holy Cross Parish, Philadelphia

Hudson County Central Labor Council

Indivisible Prickly Pears Nye County

Long Beach Gray Panthers

Metro New York Health Care for All

Norfolk Raymondville Food Pantry/ Community Lunch Program for Kids

Open Hearth, Inc.

Partners in Care Foundation

Resident United Network Los Angeles

RESULTS Dallas Global

South Coast Interfaith Council

West Elmwood Housing Development Corporation

Worcester County Food Bank