

**AMENDMENT TO THE AMENDMENT IN THE
NATURE OF A SUBSTITUTE TO H.R. 149
OFFERED BY MR. KUSTOFF OF TENNESSEE**

Page 10 of the amendment, after line 12, insert the following new subsection:

1 (c) ENFORCEMENT OF VIOLATIONS.—Section 561 of
2 the Housing and Community Development Act of 1987
3 (42 U.S.C. 3616a) is amended by adding at the end the
4 following new subsection:

5 “(k) REQUIRED PENALTIES FOR DISCRIMINATORY
6 HOUSING PRACTICES FOUND THROUGH TESTING.—The
7 Secretary shall cause to be withheld, for a period of not
8 less than one year, any formula grant amounts allocated
9 under title I of the Housing and Community Development
10 Act of 1974 (42 U.S.C. 5301, et seq.) for any unit of gen-
11 eral local government (as such term is defined in section
12 102 of such Act (42 U.S.C. 5302)), that has been deter-
13 mined by the Secretary, in the sole discretion of the Sec-
14 retary, to have permitted, participated in, encouraged, ig-
15 nored, or otherwise failed to prohibit, by action or inac-
16 tion, any violation of the rights granted under title VIII
17 of the Civil Rights Act of 1968 identified pursuant to pro-

1. grams or activities conducted with funds made available
2. under subsection (a).”.

