109TH CONGRESS 1ST SESSION

H.R.303

To amend title 10, United States Code, to permit certain additional retired members of the Armed Forces who have a service-connected disability to receive both disability compensation from the Department of Veterans Affairs for their disability and either retired pay by reason of their years of military service or Combat-Related Special Compensation and to eliminate the phase-in period under current law with respect to such concurrent receipt.

IN THE HOUSE OF REPRESENTATIVES

January 25, 2005

Mr. Bilirakis introduced the following bill; which was referred to the Committee on Armed Services, and in addition to the Committee on Veterans' Affairs, 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 amend title 10, United States Code, to permit certain additional retired members of the Armed Forces who have a service-connected disability to receive both disability compensation from the Department of Veterans Affairs for their disability and either retired pay by reason of their years of military service or Combat-Related Special Compensation and to eliminate the phase-in period under current law with respect to such concurrent receipt.

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.** This Act may be cited as the "Retired Pay Restora-4 tion Act of 2005". 6 SEC. 2. FINDINGS AND SENSE OF CONGRESS. 7 (a) FINDINGS.—Congress finds the following: 8 (1) For more than 100 years before 1999, all 9 disabled military retirees were required to fund their 10 own veterans' disability compensation by forfeiting 11 one dollar of earned retired pay for each dollar re-12 ceived in veterans' disability compensation. 13 (2) Since 1999, Congress has enacted legisla-14 tion every year to progressively expand eligibility cri-15 teria for relief of the retired pay disability offset and 16 further reduce the burden of financial sacrifice on 17 disabled military retirees. 18 (3) Absent adequate funding to eliminate the 19 sacrifice for all disabled retirees, Congress has given 20 initial priority to easing financial inequities for the 21 most severely disabled and for combat-disabled retir-22 ees. 23 (4) In the interest of maximizing eligibility 24 within cost constraints, Congress effectively has au-

thorized full concurrent receipt for all qualifying re-

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- tirees with 100-percent disability ratings and all
 with combat-related disability ratings, while phasing
 out the disability offset to retired pay over 10 years
 for retired members with noncombat-related, serviceconnected disability ratings of 50 percent to 90 percent.
 - (5) In pursuing these good-faith efforts, Congress acknowledges the regrettable necessity of creating new thresholds of eligibility that understandably are disappointing to disabled retirees who fall short of meeting those new thresholds.
- 12 (6) Congress is not content with the status quo.
- 13 (b) SENSE OF CONGRESS.—It is the sense of Con14 gress that military retired pay earned by service and sac15 rifice in defending the Nation should not be reduced be16 cause a military retiree is also eligible for veterans' dis17 ability compensation awarded for service-connected dis-
- 18 ability.

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- 19 SEC. 3. ELIGIBILITY FOR PAYMENT OF BOTH RETIRED PAY
- 20 AND VETERANS' DISABILITY COMPENSATION
- 21 FOR CERTAIN ADDITIONAL MILITARY RETIR-
- 22 EES WITH COMPENSABLE SERVICE-CON-
- 23 NECTED DISABILITIES.
- 24 (a) Extension of Concurrent Receipt Author-
- 25 ITY TO RETIREES WITH SERVICE-CONNECTED DISABIL-

1	ITIES RATED LESS THAN 50 PERCENT.—Section 1414 of
2	title 10, United States Code, is amended by striking para-
3	graph (2) of subsection (a).
4	(b) Repeal of Phase-In of Concurrent Receipt
5	OF RETIRED PAY AND VETERANS' DISABILITY COM-
6	PENSATION.—Such section is further amended—
7	(1) in subsection (a), by striking the final sen-
8	tence of paragraph (1);
9	(2) by striking subsection (c) and redesignating
10	subsections (d) and (e) as subsections (c) and (d),
11	respectively; and
12	(3) in subsection (d) (as so redesignated), by
13	striking subparagraph (4).
14	(c) CLERICAL AMENDMENTS.—
15	(1) The heading for section 1414 of such title
16	is amended to read as follows:
17	\$ 1414. Members eligible for retired pay who are also
18	eligible for veterans' disability compensa-
19	tion: concurrent payment of retired pay
20	and disability compensation".
21	(2) The item relating to such section in the
22	table of sections at the beginning of chapter 71 of
23	such title is amended to read as follows:
	"1414. Members eligible for retired pay who are also eligible for veterans' dis-

[&]quot;1414. Members eligible for retired pay who are also eligible for veterans' disability compensation: concurrent payment of retired pay and disability compensation.".

1	(d) Effective Date.—The amendments made by
2	this section shall take effect as of January 1, 2006, and
3	shall apply to payments for months beginning on or after
4	that date.
5	SEC. 4. COORDINATION OF SERVICE ELIGIBILITY FOR COM
6	BAT-RELATED SPECIAL COMPENSATION ANI
7	CONCURRENT RECEIPT.
8	(a) Eligibility for TERA Retirees.—Subsection
9	(c) of section 1413a of title 10, United States Code, is
10	amended by striking "entitled to retired pay who—" and
11	all that follows and inserting "who—
12	"(1) is entitled to retired pay, other than a
13	member retired under chapter 61 of this title with
14	less than 20 years of service creditable under section
15	1405 of this title and less than 20 years of service
16	computed under section 12732 of this title; and
17	"(2) has a combat-related disability".
18	(b) Amendments to Standardize Similar Provi
19	SIONS.—
20	(1) CLERICAL AMENDMENT.—The heading for
21	paragraph (3) of section 1413a(b) of such title is
22	amended by striking "RULES" and inserting
23	"RULE".
24	(2) Specification of qualified retirees
25	FOR CONCURRENT RECEIPT PURPOSES —Subsection

1	(a) of section 1414 of such title, as amended by sec-
2	tion 2(a), is amended—
3	(A) by striking "a member or" and all that
4	follows through "retiree")" and inserting "an
5	individual who is a qualified retiree for any
6	month";
7	(B) by inserting "retired pay and veterans"
8	disability compensation" after "both"; and
9	(C) by adding at the end the following new
10	paragraph:
11	"(2) Qualified retirees.—For purposes of
12	this section, a qualified retiree, with respect to any
13	month, is a member or former member of the uni-
14	formed services who—
15	"(A) is entitled to retired pay, other than
16	in the case of a member retired under chapter
17	61 of this title with less than 20 years of serv-
18	ice creditable under section 1405 of this title
19	and less than 20 years of service computed
20	under section 12732 of this title; and
21	"(B) is also entitled for that month to vet-
22	erans' disability compensation.".
23	(3) STANDARDIZATION WITH CRSC RULE FOR
24	CHAPTER 61 RETIREES.—Subsection (b) of section
25	1414 of such title is amended—

1	(A) by striking "Special Rules" in the
2	subsection heading and all that follows through
3	"is subject to" in paragraph (1) and inserting
4	"Special Rule for Chapter 61 Disability
5	Retirees.—In the case of a qualified retiree
6	who is retired under chapter 61 of this title, the
7	retired pay of the member is subject to"; and
8	(B) by striking paragraph (2).

9 (c) Effective Date.—The amendments made by 10 this section shall take effect as of January 1, 2006, and 11 shall apply to payments for months beginning on or after 12 that date.

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