

revitalize (or as necessary demolish) distressed housing, and Home Care Corps providing services to the elderly in their own homes.

These ambitious programs, sparked by public investments, will generate millions of jobs that pay middle-class wages, serving urgent national needs and restoring the private economy. These are the necessary underpinning of a strong America.

#### SOCIAL SECURITY

Social Security is under siege on multiple fronts, most of them familiar.

Social Security is not part of the budget deficit. It's been made a scapegoat by long-time enemies of the program. Social Security payments are, in fact, not government spending at all. Government spending includes the purchases of goods and services by government. Social Security payments are direct transfers from working people with more income to the elderly, disabled, widows and orphans who have less income, and who mostly contributed to the program during their working years. As such, a dollar reallocated from one final consumer to another has no direct effect on GDP whatsoever. Such transfers are fair and effective, increasing security and reducing poverty.

The Commission on Deficit Reduction is co-chaired by millionaire Erskine Bowles and former Senator Alan Simpson, who calls Social Security retirees "Greedy Geezers," as if either man would consider living on the average benefit of \$13,860 per year. The Commission includes only one economist; the rest are career politicians, most of whom have supported cuts to Social Security. And the Commission has accepted support from Peter G. Peterson, who has waged a relentless, decades-long campaign to cut Social Security and Medicare. The composition of the Commission is deeply flawed, including bias and conflicts of interest. Any proposal by the Commission regarding Social Security cuts should be rejected.

For two-thirds of the elderly, Social Security is at least half their income. About a third of the elderly rely on Social Security for most of their income. Social Security isn't in jeopardy, except from the Commission, other privatizers, and unemployment—jobless workers don't pay payroll taxes.

With no changes, Social Security can pay full benefits until 2039, and thereafter about 80% of currently scheduled benefits. Simple changes that don't damage the program, and make contributions more progressive, can be made. Changes in FICA tax policies for higher-income earners would make it possible to reduce contributions by lower income earners, making the system less regressive and helping to address the enormous income gap that has developed in the U.S. over the past 30 years. Policy options include:

Raising the cap on which the payroll tax (FICA) is applied above the current \$106,800; Removing the cap entirely; or

Applying the cap to all taxable income, including interest, dividends, and capital gains.

The payroll tax, currently accumulating a \$2.6 trillion surplus, is invested in U.S. government bonds, about the safest investment in the world.

Proposals to allow workers to contribute a portion of their FICA contributions to individual accounts are a sure way to undermine the entire Social Security system, and must be off the table. It may sound harmless, but siphon-

ing off funds earmarked for Social Security makes it impossible to pay for current benefits. Individual accounts held in investment funds would be subject to the ups and downs of the business cycle. For those fortunate enough to retire in good times, the accounts may be a good deal. For those reaching retirement in a downturn, the effect could be disastrous. They may have little more than a much-reduced Social Security benefit to survive on and face years of poverty in retirement. We should not forget the last two years and the disastrous effect of the recession on 401(k)s.

Baby boomers are retiring; our population is aging. Legislators noticed that in 1987 and took care of it by increasing the payroll tax, and by gradually increasing the retirement age to 67 by 2022. That increase in the normal retirement age cut benefits by 13%. Postponing retirement is tough for people who've had physically demanding jobs (unlike doctors, lawyers, economists, professors, and legislators). Recent data on longer life expectancy, the principal argument for raising the retirement age still further, have shown that longer life spans in the U.S. are principally a luxury for the well-off. Further, the life expectancy numbers are skewed because of declines in infant and young-adult mortality. Ordinary working Americans aren't living appreciably longer lives, and thus longer retirements are largely a myth.

We should also attract more young workers by creating an economically rational immigration policy.

Current undocumented workers should be given a path to citizenship. This will ensure that they are appropriately contributing taxes, while affording them protections they now lack, including protection from workplace discrimination, wage and overtime protections, workplace safety, and collective bargaining rights.

The Dream Act, a bill to provide citizenship to young people who were brought to this country as children, should be made law immediately. This would provide a path to citizenship for those who attend college or serve two years in the U.S. Armed Forces, and would help the U.S. retain the most successful, productive young immigrants.

Large numbers of the brightest students from around the world come to earn degrees from U.S. universities. Many wish to remain in the U.S., but our broken immigration system makes it nearly impossible for them to do so. We should be encouraging these graduates to remain in the U.S. on completion of their studies.

#### MINIMUM WAGE

The third prong of ADA's program is increasing and indexing the minimum wage. It lags at a shameful \$7.25 per hour, while Republicans call for tax cuts for millionaires and billionaires. At its current level, the minimum wage barely provides an annual income above the individual poverty level, and many minimum wage earners are trying to raise families. It is unconscionable that anyone working full time in America should be mired in poverty, unable to meet basic needs of shelter, food, heat, and clothing.

The minimum wage should be increased, and should in future be indexed to the Consumer Price Index, to ensure that it keeps pace with the rising cost of living.

Opponents of raising the minimum wage will say that it increases unemployment. The evi-

dence for this is extremely spotty. In some states that have increased their minimum wage, unemployment has declined relative to neighboring states that have maintained minimum wage at the federal level. In others, very small increases in unemployment were seen for the lowest-wage workers, and even those increases were temporary. Most of the economic research indicates that modest increases to the minimum wage have a negligible effect on employment, which is much more affected by other economic factors. The benefit of an increase to those workers at the minimum wage level outweighs the negligible effect on employment levels, and ADA strongly supports action on legislation to adjust the current minimum. ADA forged the coalition that led to the last increase in the minimum wage, and we can do so again.

All three prongs of ADA's program—JOBS, SOCIAL SECURITY, and MINIMUM WAGE—are of a piece, and are essential to restoring the American middle class. The Republicans are raring to enact slashing cuts that mirror those of the Tories of the UK, a formula for a double-dip recession or worse. We know better. Americans need jobs. Our country needs refurbishing. Workers need jobs that pay for housing, food, education, and a decent standard of living. Workers pay Social Security taxes, so the elderly, disabled, widows, and orphans can survive above poverty. And minimum wage workers must not be left behind. ADA stands ready to build the Liberal movement to carry out this agenda.

### CONCURRENT RESOLUTION ON THE BUDGET FOR FISCAL YEAR 2012

#### SPEECH OF

### HON. RUSS CARNAHAN

OF MISSOURI

IN THE HOUSE OF REPRESENTATIVES

*Thursday, April 14, 2011*

The House in Committee of the Whole House on the State of the Union had under consideration the bill (H. Con. Res. 34) establishing the budget for the United States Government for fiscal year 2012 and setting forth appropriate budgetary levels for fiscal years 2013 through 2021:

Mr. CARNAHAN. Mr. Chair, my Republican colleagues have introduced a bill to end Medicare as we know it in order to pay for tax giveaways to millionaires and profitable companies.

Listening to the President's speech yesterday, and to my colleagues on the floor today, I'm convinced that this debate is about no less than the values we hold as Americans. As the President said, the Republican budget is less about reducing the deficit than it is about changing the basic social compact in America.

Do we want to live in an America where opportunity is snatched away from young people who want an education, or one where any student who works hard enough can find a way to succeed?

Do we want to live in an America where our seniors can retire with dignity after a lifetime of hard work, or one where the elderly must ask their children for the spare room they might not even have to give?

Much of what the President has proposed has yet to be fleshed out in detail, and I hope

we can come together to develop a serious budget plan.

But for now, let us debate the values underpinning this discussion—the fundamental choice between a vision that offers extreme ideology, out-of-touch with the everyday struggles and hopes of American families, versus one that offers a path to future competitiveness in the global economy, and a renewed opportunity to achieve the American Dream. I know which one I'll choose.

JESSICA JERKE TRIBUTE

HON. SCOTT R. TIPTON

OF COLORADO

IN THE HOUSE OF REPRESENTATIVES

Friday, April 15, 2011

Mr. TIPTON. Mr. Speaker, it is an unmatched honor for me to stand and pay tribute to the short, yet remarkable, life of Jessica Jerke of La Salle, Colorado. She was a young woman who accomplished more in her 21 years than most people can achieve in a lifetime. Jessica truly devoted herself to a life of selflessness and compassion to everyone she interacted with.

Ms. Jessica Jerke was born in Greeley, Colorado, and was an inspiration to her friends and family throughout her life. She was a member of the Greeley Children's Chorale, as well as a member of the Continental Singers. Jessica had even written and recorded some of her own music. Jessica graduated from University High School in 2008 where she was a member of the choir, the dance team, and the tennis team. She was also a devout Christian who possessed a deep faith, and had a strong relationship with God. Jessica was so committed to her faith that she went on two mission trips to Costa Rica and India to try to help those that were less fortunate than her.

Jessica attended Colorado Christian University where she studied music education, and in her 2nd semester of college she began to show symptoms of the unknown disease that she would fiercely battle for the next two years. Physicians from around the nation could not diagnose what was wrong with her. As her conditioned worsened, Jessica continued to flash her beautiful smile, never losing her winning attitude, and grew closer to her Lord. Jessica wanted no gifts as she celebrated her 21st birthday from a wheel chair, but asked that people make donations to the Christian mission in India instead. Jessica was a true embodiment of the Christian ideals that she held so closely.

Jessica Jerke demonstrated true grace in the face of misfortune, and our nation has lost a great citizen of the world. Mr. Speaker it has been a privilege to stand before you and pay tribute to the life of this extraordinary young lady.

CONCURRENT RESOLUTION ON THE BUDGET FOR FISCAL YEAR 2012

SPEECH OF

HON. HENRY A. WAXMAN

OF CALIFORNIA

IN THE HOUSE OF REPRESENTATIVES

Thursday, April 14, 2011

The House in Committee of the Whole House on the State of the Union had under

consideration the bill (H. Con. Res. 34) establishing the budget for the United States Government for fiscal year 2012 and setting forth appropriate budgetary levels for fiscal years 2013 through 2021:

Mr. WAXMAN. Mr. Chair, I would like to draw your attention to a letter from Secretary Sebelius on the impact of H. Con. Res. 34.

THE SECRETARY OF HEALTH AND HUMAN SERVICES, Washington, DC, April 14, 2011.

Hon. HENRY A. WAXMAN, Ranking Member, House Energy and Commerce Committee, Washington, DC.

DEAR RANKING MEMBER WAXMAN: We received your letter today requesting our assessment of the impact of the enactment of House Concurrent Resolution 35 (H. Con. Res. 35) on Medicare, Medicaid, and the other affected health programs at the Department of Health and Human Services. We have not yet had an opportunity to fully evaluate the extensive impact that the language of the resolution would have, but offer a few initial observations.

As you know, the Affordable Care Act modifies and improves almost every Medicare payment system—including the inpatient hospital prospective payment system, the outpatient hospital prospective payment system, the physician fee schedule, Medicare Advantage plan payments, and prescription drug plan payments. If this resolution were enacted, the Centers for Medicare and Medicaid Services (CMS) would not be able to use any funds to carry out these payment provisions based on any rate calculated on the basis of provisions of the Affordable Care Act—which is to say virtually all rates.

In a system in which millions of claims are paid each week, millions of claims would accumulate, which CMS and its contractors would be prohibited from paying. As a result, providers and suppliers of services to Medicare beneficiaries—many of which are small businesses—would experience significant disruption.

H. Con. Res. 35 would adversely affect health care in rural areas as well. As an example, as a means to encourage physicians to provide services in rural areas, the Affordable Care Act established a new 10 percent bonus payment for primary care services furnished by primary care practitioners and for major surgical procedures furnished by general surgeons in shortage areas. Without available funding, CMS would no longer be able to provide the bonus to primary care and general surgery physicians for eligible services.

The Affordable Care Act also gives CMS new tools to fight fraud and helps us move from a pay-and-chase system to a comprehensive prevention-focused strategy. By precluding the use of funds for such efforts, H. Con. Res. 35 would substantially impede CMS's proven and successful efforts to reduce fraud and waste in the health care system resulting in increased erroneous payments. H. Con. Res. 35 would effectively require CMS to cease enforcing new screening and enrollment standards, diminish CMS's ability to suspend payments when credible allegations of fraud are uncovered, and reduce resources that have been made available for investments in anti-fraud work.

The Affordable Care Act also includes numerous other policies to make health care more affordable, accessible, and accountable for seniors, individuals with disabilities, children, and all other Americans, as well as businesses large and small. Its improvements are already woven into the fabric of our health care system. A broad prohibition on the use of funds would halt, among other things, the operation of the Early Retiree Reinsurance Program, the Pre-existing Con-

dition Insurance Plan, and the health insurance rate review, consumer assistance, and health insurance Exchange grant programs.

I hope this information is helpful. We would be pleased to answer any additional questions you may have. I have sent an identical letter to Ranking Member Levin.

Sincerely,

KATHLEEN SEBELIUS.

HONORING ARMY STAFF SERGEANT JORGE ANTONIO SCATLIFFE

HON. DONNA M. CHRISTENSEN

OF THE VIRGIN ISLANDS

IN THE HOUSE OF REPRESENTATIVES

Friday, April 15, 2011

Ms. CHRISTENSEN. Mr. Speaker, I rise today to honor the life and memory of Army Staff Sergeant Jorge Antonio Scatliffe, who died in Mosul, Iraq, on April 3, 2011, in support of Operation New Dawn. Staff Sergeant Scatliffe was the 7th soldier from my district, the U.S. Virgin Islands, to die in the Middle East since the outbreak of hostilities in the wake of the tragedy of September 11, 2001.

Staff Sergeant Scatliffe, 32, was assigned to E Company, 27th Brigade Support Battalion, 1st Cavalry Division, Fort Hood, Texas. He grew up on the island of St. Croix and attended the Lew Muckle Elementary School, the Elena Christian Junior High School, St. Croix Central High School and was one of the first graduates of the St. Croix Educational Complex.

Staff Sergeant Scatliffe joined the Army in April of 1998 as a Bradley Fighting Vehicle system maintenance man. His first deployments to Iraq began in April 2003 and ended in 2004. He was redeployed in December 2005 and served until December 2006 and once again from June 2008 to May 2009. Staff Sergeant Scatliffe was on his fourth tour of duty in Iraq, which he began in 2010 and ended tragically on April 3rd of this year, when he gave the ultimate sacrifice for his country, his precious life.

Staff Sergeant Scatliffe received many awards and decorations which includes two Army Commendation Medals, three Army Achievement Medals, four Army Good Conduct Medals, a National Defense Service Medal, an Iraqi Campaign Medal with campaign stars, a Global War on Terrorism Medal, Overseas Service Ribbons, an Army Service Ribbon, a Driver and Mechanic Badge for Mechanics, a Driver and Mechanic Badge for Wheel Vehicle Drivers and a Driver and Mechanic Badge for Tracked Vehicle Drivers.

Mr. Speaker, Staff Sergeant Scatliffe was a man who deeply loved his family, especially his mother, Sarah, with whom he maintained a close relationship. He is also mourned by his brothers, Robert and Raymond, and a circle of family, friends and fellow soldiers who are broken hearted at the loss of an exceptional young man.

I extend my sincere condolences to the family, friends and fellow soldiers of Staff Sergeant Jorge Scatliffe on behalf of the people of the U.S. Virgin Islands, the U.S. Congress and the entire nation. Your service and your sacrifice will not be forgotten.