

118TH CONGRESS
2^D SESSION

H. R. 4016

AN ACT

To amend title 38, United States Code, to improve the repayment by the Secretary of Veterans Affairs of benefits misused by a fiduciary.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

1 **SECTION 1. SHORT TITLE.**

2 This Act may be cited as the “Veteran Fraud Reim-
3 bursement Act”.

4 **SEC. 2. IMPROVEMENT TO REPAYMENT BY SECRETARY OF**
5 **VETERANS AFFAIRS OF CERTAIN MISUSED**
6 **BENEFITS.**

7 Section 6107 of title 38, United States Code, is
8 amended to read as follows:

9 **“§ 6107. Reissuance of benefits**

10 “(a) REISSUANCE OF MISUSED BENEFITS.—(1) In
11 any case in which a fiduciary misuses all or part of an
12 individual’s benefit paid to such fiduciary, the Secretary
13 shall pay to the beneficiary or the beneficiary’s successor
14 fiduciary an amount equal to the amount of such benefit
15 so misused.

16 “(2) In any case in which the Secretary reissues a
17 benefit payment (in whole or in part) under paragraph (1),
18 the Secretary shall make a good faith effort to obtain
19 recoupment from the fiduciary to whom the payment was
20 originally made.

21 “(3) In any case in which the Secretary obtains
22 recoupment from a fiduciary who has misused benefits,
23 the Secretary shall promptly remit payment of the re-
24 coupled amounts to the beneficiary or the beneficiary’s suc-
25 cessor fiduciary, as the case may be, to the extent that
26 such amounts have not been paid under paragraph (1).

1 “(b) LIMITATION ON TOTAL AMOUNT PAID.—The
2 total of the amounts paid to a beneficiary or the bene-
3 ficiary’s successor fiduciary under this section may not ex-
4 ceed the total benefit amount misused by the fiduciary
5 with respect to that beneficiary.

6 “(c) OVERSIGHT OF NEGLIGENCE.—(1) The Sec-
7 retary shall establish methods and timing with respect to
8 determining whether an instance of misuse by a fiduciary,
9 of all or part of an individual’s benefit paid to such fidu-
10 ciary, is the result of negligence by the Secretary.

11 “(2) The Secretary may not withhold the reissuing
12 of a benefit payment under subsection (a)(1) by reason
13 of a pending determination under paragraph (1).

14 “(3) The Secretary is not required to make a deter-
15 mination under paragraph (1) for each instance of misuse
16 by a fiduciary, of all or part of an individual’s benefit paid
17 to such fiduciary.”.

Passed the House of Representatives April 30, 2024.

Attest:

Clerk.

118TH CONGRESS
2^D SESSION

H. R. 4016

AN ACT

To amend title 38, United States Code, to improve the repayment by the Secretary of Veterans Affairs of benefits misused by a fiduciary.