# H. R. 2537

To amend title 10, United States Code, to revise the rules relating to the court-ordered apportionment of the retired pay of members of the Armed Forces to former spouses, and for other purposes.

### IN THE HOUSE OF REPRESENTATIVES

September 24, 1997

Mr. STUMP introduced the following bill; which was referred to the Committee on National Security, and in addition to the Committee on Ways and Means, 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 revise the rules relating to the court-ordered apportionment of the retired pay of members of the Armed Forces to former spouses, and for other purposes.

- 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.
- 4 This Act may be cited as the "Uniformed Services
- 5 Former Spouses Equity Act of 1997".

#### 1 SEC. 2. TERMINATION OF PAYMENTS UPON REMARRIAGE

- 2 **OF FORMER SPOUSE.**
- 3 (a) IN GENERAL.—Section 1408(c) of title 10, Unit-
- 4 ed States Code, is amended by adding at the end the fol-
- 5 lowing new paragraph:
- 6 "(5) Payment from the monthly disposable retired
- 7 pay of a member to a former spouse of the member pursu-
- 8 ant to this section shall terminate upon the remarriage
- 9 of that former spouse, except to the extent that the
- 10 amount of such payment includes an amount other than
- 11 an amount resulting from the treatment by the court
- 12 under paragraph (1) of disposable retired pay of the mem-
- 13 ber as property of the member or property of the member
- 14 and his spouse. Any such termination shall be effective
- 15 as of the last day of the month in which the remarriage
- 16 occurs.".
- 17 (b) Effective Date.—The amendment made by
- 18 subsection (a) shall apply with respect to marriages termi-
- 19 nated by court orders issued before, on, or after the date
- 20 of the enactment of this Act. In the case of such a court
- 21 order issued before the date of the enactment of this Act,
- 22 such amendment shall apply only with respect to amounts
- 23 of a member's retired pay that are payable for months
- 24 beginning more than 180 days after the date of the enact-
- 25 ment of this Act.

1	SEC. 3. AWARD OF RETIRED PAY TO BE BASED ON RETIR-
2	EE'S LENGTH OF SERVICE AND PAY GRADE
3	AT TIME OF DIVORCE.
4	(a) In General.—Section 1408(c) of title 10, Unit-
5	ed States Code, as amended by section 2, is further
6	amended by adding at the end the following new para-
7	graph:
8	"(6) In the case of a member as to whom a final de-
9	cree of divorce, dissolution, annulment, or legal separation
10	is issued before the date on which the member begins to
11	receive retired pay, the disposable retired pay of the mem-
12	ber that a court may treat in the manner described in
13	paragraph (1) shall be computed based on the pay grade,
14	and the length of service of the member while married,
15	that are creditable toward entitlement to basic pay and
16	to retired pay as of the date of the final decree. Amounts
17	so calculated shall be increased by the cumulative percent-
18	age of increases in retired pay between the date of the
19	final decree and the effective date of the member's retire-
20	ment.".
21	(b) Implementation.—With respect to payments to
22	a former spouse from a member's disposable retired pay
23	pursuant to court orders issued before the date of the en-
24	actment of this Act, the Secretary shall—
25	(1) within 90 days of such date, recompute the
26	amounts of those payments in accordance with para-

1	graph (5) of section 1408(c) of title 10, United
2	States Code, as added by subsection (a); and
3	(2) within 180 days of such date, adjust the
4	amount of disposable retired pay payable to that
5	former spouse accordingly.
6	(c) Effective Date.—The amendment made by
7	subsection (a) shall apply with respect to court orders is-
8	sued on or after June 25, 1981.
9	SEC. 4. LIMITATION ON TIME FOR SEEKING DIVISION OF
10	RETIRED PAY.
11	(a) In General.—Subsection (c)(4) of section 1408
12	of title 10, United States Code, is amended to read as
13	follows:
14	"(4) A court may not after the date of the enactment
15	of the Uniformed Services Former Spouses Equity Act of
16	1997 treat the disposable retired pay of a member in the
17	manner described in paragraph (1) unless—
18	"(A) the court has jurisdiction over the member
19	by reason of (i) the member's residence, other than
20	because of military assignment, in the territorial ju-
21	risdiction of the court, (ii) the member's domicile in
22	the territorial jurisdiction of the court, or (iii) the
23	member's consent to the jurisdiction of the court;
24	and

- "(B) the member's spouse or former spouse ob-1 2 tains a court order for apportionment of the retired 3 pay of the member not later than (i) two years after the date of final decree of divorce, dissolution, an-5 nulment, or legal separation, including a court or-6 dered, ratified, or approved property settlement inci-7 dent to such a decree, or (ii) the end of the six-8 month period beginning on the date of the enact-9 ment of the Uniformed Services Former Spouses
- 11 (b) Effective Date.—The amendment made by 12 subsection (a) shall apply with respect to final decrees of 13 divorce, dissolution, annulment, or legal separation issued 14 on or after June 25, 1981.

Equity Act of 1997, whichever is later.".

### 15 SEC. 5. LIMITATION ON APPORTIONMENT OF DISABILITY

- 16 PAY WHEN RETIRED PAY HAS BEEN WAIVED.
- 17 (a) In General.—Subsection (e)(4) of section 1408
- 18 of title 10, United States Code, is amended by adding at
- 19 the end the following new subparagraph:
- 20 "(C) Notwithstanding any other provision of law, a
- 21 court may not treat as part of the disposable retired pay
- 22 of a member under this section or as part of amounts to
- 23 be paid pursuant to legal processes under section 459 of
- 24 the Social Security Act (42 U.S.C. 659) amounts which
- 25 are deducted from the retired pay of such member as a

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result of a waiver of retired pay required by law in order
   to receive compensation under title 38.".
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        (b) Amendments to Social Security Act.—Sec-
   tion 459(h) of the Social Security Act (42 U.S.C. 659(h))
 5
   is amended—
 6
             (1) in paragraph (1)(A)(ii)—
                 (A) by inserting "or" at the end of sub-
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 8
             clause (III);
                 (B) by striking out "or" at the end of sub-
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             clause (IV) and inserting in lieu thereof "and";
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11
             and
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                  (C) by striking out subclause (V); and
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             (2) in paragraph (2)—
14
                  (A) by redesignating subparagraphs (E)
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             and (F) as subparagraphs (F) and (G), respec-
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             tively; and
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                  (B) by inserting after subparagraph (D)
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             the following new subparagraph:
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                  "(E) are paid by the Secretary of Veterans
20
             Affairs as compensation for a service-connected
21
             disability under title 38, United States Code,
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             when military retired pay has been waived in
23
             order to receive such compensation;".
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        (c) Effective Date.—The amendments made by
   subsections (a) and (b) shall apply to court orders and
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- 1 legal processes issued on or after June 25, 1981. In the
- 2 case of a court order or legal process issued before the
- 3 date of the enactment of this Act, such amendments shall
- 4 apply only with respect to retired pay payable for months
- 5 beginning on or after the date of the enactment of this

6 Act.

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