In the House of Representatives, U.S.,

November 15 (legislative day, November 14), 2002.

Resolved, That the bill from the Senate (S. 2237) entitled "An Act to amend title 38, United States Code, to modify and improve authorities relating to compensation and pension benefits, education benefits, housing benefits, and other benefits for veterans, to improve the administration of benefits for veterans, and for other purposes", do pass with the following

AMENDMENTS:

Strike out all after the enacting clause and insert:

- 1 SECTION 1. SHORT TITLE; TABLE OF CONTENTS.
- 2 (a) SHORT TITLE.—This Act may be cited as the "Vet-
- 3 erans Benefits Act of 2002".

4 (b) TABLE OF CONTENTS.—The table of contents for

5 this Act is as follows:

Sec. 1. Short title; table of contents. Sec. 2. References to title 38, United States Code.

TITLE I—COMPENSATION AND BENEFITS IMPROVEMENTS

- Sec. 101. Retention of CHAMPVA for surviving spouses remarrying after age 55.
- Sec. 102. Clarification of entitlement to special monthly compensation for women veterans who have service-connected loss of breast tissue.
- Sec. 103. Specification of hearing loss required for compensation for hearing loss in paired organs.
- Sec. 104. Assessment of acoustic trauma associated with military service from World War II to present.

TITLE II—MEMORIAL AFFAIRS

- Sec. 201. Prohibition on certain additional benefits for persons committing capital crimes.
- Sec. 202. Procedures for disqualification of persons committing capital crimes for interment or memorialization in national cemeteries.
- Sec. 203. Application of Department of Veterans Affairs benefit for Government markers for marked graves of veterans at private cemeteries to veterans dying on or after September 11, 2001.
- Sec. 204. Authorization of placement of a memorial in Arlington National Cemetery honoring World War II veterans who fought in the Battle of the Bulge.

TITLE III—OTHER MATTERS

- Sec. 301. Increase in aggregate annual amount available for State approving agencies for administrative expenses for fiscal years 2003 through 2007.
- Sec. 302. Authority for Veterans' Mortgage Life Insurance to be carried beyond age 70.
- Sec. 303. Authority to guarantee hybrid adjustable rate mortgages.
- Sec. 304. Increase in amount payable as Medal of Honor special pension.
- Sec. 305. Extension of protections under the Soldiers' and Sailors' Civil Relief Act of 1940 to National Guard members called to active duty under title 32, United States Code.
- Sec. 306. Extension of income verification authority.
- Sec. 307. Fee for loan assumption.
- Sec. 308. Technical and clarifying amendments.
- Sec. 309. Codification of cost-of-living adjustment provided in Public Law 107– 247.

TITLE IV—JUDICIAL MATTERS

- Sec. 401. Standard for reversal by Court of Appeals for Veterans Claims of erroneous finding of fact by Board of Veterans' Appeals.
- Sec. 402. Review by Court of Appeals for the Federal Circuit of decisions of law of Court of Appeals for Veterans Claims.
- Sec. 403. Authority of Court of Appeals for Veterans Claims to award fees under Equal Access to Justice Act for non-attorney practitioners.

1 SEC. 2. REFERENCES TO TITLE 38, UNITED STATES CODE.

- 2 Except as otherwise expressly provided, whenever in
- 3 this Act an amendment or repeal is expressed in terms of
- 4 an amendment to, or repeal of, a section or other provision,
- 5 the reference shall be considered to be made to a section or
- 6 other provision of title 38, United States Code.

TITLE I—COMPENSATION AND *BENEFITS IMPROVEMENTS*

3 SEC. 101. RETENTION OF CHAMPVA FOR SURVIVING 4 SPOUSES REMARRYING AFTER AGE 55.

5 (a) EXCEPTION TO TERMINATION OF BENEFITS UPON
6 REMARRIAGE.—Paragraph (2) of section 103(d) is
7 amended—

8 (1) by inserting "(A) after "(2)"; and

(2) by adding at the end the following:

"(B) The remarriage after age 55 of the surviving
spouse of a veteran shall not bar the furnishing of benefits
under section 1781 of this title to such person as the surviving spouse of the veteran.".

14 (b) APPLICATION FOR BENEFITS.—In the case of an 15 individual who but for having remarried would be eligible for medical care under section 1781 of title 38, United 16 States Code, and whose remarriage was before the date of 17 18 the enactment of this Act and after the individual had at-19 tained age 55, the individual shall be eligible for such med-20 ical care by reason of the amendments made by subsection (a) only if an application for such medical care is received 21 22 by the Secretary of Veterans Affairs during the one-year period ending on the effective date specified in subsection 23 24 (c).

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(c) EFFECTIVE DATE.—The amendments made by this
 section shall take effect on the date that is 60 days after
 the date of the enactment of this Act.

4 SEC. 102. CLARIFICATION OF ENTITLEMENT TO SPECIAL
5 MONTHLY COMPENSATION FOR WOMEN VET6 ERANS WHO HAVE SERVICE-CONNECTED
7 LOSS OF BREAST TISSUE.

8 Section 1114(k) is amended by striking "one or both 9 breasts (including loss by mastectomy)" and inserting "25 10 percent or more of tissue from a single breast or both breasts 11 in combination (including loss by mastectomy or partial 12 mastectomy) or has received radiation treatment of breast 13 tissue".

14 SEC. 103. SPECIFICATION OF HEARING LOSS REQUIRED15FOR COMPENSATION FOR HEARING LOSS IN16PAIRED ORGANS.

17 Section 1160(a)(3) is amended—

(1) by striking "total deafness" the first place it
appears and inserting "deafness compensable to a degree of 10 percent or more"; and

21 (2) by striking "total deafness" the second place
22 it appears and inserting "deafness".

1SEC. 104. ASSESSMENT OF ACOUSTIC TRAUMA ASSOCIATED2WITH MILITARY SERVICE FROM WORLD WAR3II TO PRESENT.

4 (a)Assessment BYNATIONAL ACADEMY OF5 SCIENCES.—The Secretary of Veterans Affairs shall seek to enter into an agreement with the National Academy of 6 7 Sciences for the Academy to perform the activities specified 8 in this section. The Secretary shall seek to enter into the 9 agreement not later than 60 days after the date of the enactment of this Act. 10

(b) DUTIES UNDER AGREEMENT.—Under the agreement under subsection (a), the National Academy of
Sciences shall do the following:

14 (1) Review and assess available data on hearing
15 loss that could reasonably be expected to have been in16 curred by members of the Armed Forces during the
17 period from the beginning of World War II to the
18 date of the enactment of this Act.

19 (2) Identify the different sources of acoustic trau20 ma that members of the Armed Forces could reason21 ably be expected to have been exposed to during the
22 period from the beginning of World War II to the
23 date of the enactment of this Act

24 (3) Determine how much exposure to each source
25 of acoustic trauma identified under paragraph (2) is
26 required to cause or contribute to hearing loss, hear-

| 1 | ing threshold shift, or tinnitus, as the case may be, |
|----|---|
| 2 | and at what noise level. |
| 3 | (4) Determine whether or not such hearing loss, |
| 4 | hearing threshold shift, or tinnitus, as the case may |
| 5 | be, is— |
| 6 | (A) immediate or delayed onset; |
| 7 | (B) cumulative; |
| 8 | (C) progressive; or |
| 9 | (D) any combination of subparagraph (A) , |
| 10 | (B), and (C). |
| 11 | (5) Identify age, occupational history, and other |
| 12 | factors which contribute to an individual's noise-in- |
| 13 | duced hearing loss. |
| 14 | (6) Identify— |
| 15 | (A) the period of time at which audiometric |
| 16 | measures used by the Armed Forces became ade- |
| 17 | quate to evaluate individual hearing threshold |
| 18 | shift; and |
| 19 | (B) the period of time at which hearing |
| 20 | conservation measures to prevent individual |
| 21 | hearing threshold shift were available to members |
| 22 | of the Armed Forces, shown separately for each |
| 23 | of the Army, Navy, Air Force, Marine Corps, |
| 24 | and Coast Guard, and, for each such service, |
| 25 | shown separately for members exposed to dif- |
| | |

ferent sources of acoustic trauma identified under paragraph (2).

3 (c) REPORT.—Not later than 180 days after the date
4 of the entry into the agreement referred to in subsection (a),
5 the National Academy of Sciences shall submit to the Sec6 retary a report on the activities of the National Academy
7 of Sciences under the agreement, including the results of
8 the activities required by subsection (b).

9 (d) Report on Administration of Benefits for HEARING LOSS AND TINNITUS.—(1) Not later than 180 10 days after the date of the enactment of this Act, the Sec-11 retary of Veterans Affairs shall submit to the Committees 12 on Veterans' Affairs of the Senate and the House of Rep-13 resentatives a report on the claims submitted to the Sec-14 15 retary for disability compensation or health care for hearing loss or tinnitus. 16

17 (2) The report under paragraph (1) shall include the18 following:

(A) The number of decisions issued by the Secretary in each of fiscal years 2000, 2001, and 2002
on claims for disability compensation for hearing
loss, tinnitus, or both.

23 (B) Of the decisions referred to in subparagraph
24 (A)—

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| 1 | (i) the number in which compensation was |
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| 2 | awarded, and the number in which compensa- |
| 3 | tion was denied, set forth by fiscal year; and |
| 4 | (ii) the total amount of disability com- |
| 5 | pensation paid on such claims during each such |
| 6 | fiscal year. |
| 7 | (C) The total cost to the Department of Veterans |
| 8 | Affairs of adjudicating the claims referred to in sub- |
| 9 | paragraph (A), set forth in terms of full-time em- |
| 10 | ployee equivalents (FTEEs). |
| 11 | (D) The total number of veterans who sought |
| 12 | treatment in Department of Veterans Affairs health |
| 13 | care facilities during fiscal years specified in sub- |
| 14 | paragraph (A) for hearing-related disorders, set forth |
| 15 | by the number of veterans per year. |
| 16 | (E) The health care furnished to veterans re- |
| 17 | ferred to in subparagraph (D) for hearing-related dis- |
| 18 | orders, including the number of veterans furnished |
| 19 | hearing aids and the cost of furnishing such hearing |
| 20 | aids. |

| 1 | TITLE II—MEMORIAL AFFAIRS |
|----|--|
| 2 | SEC. 201. PROHIBITION ON CERTAIN ADDITIONAL BENE- |
| 3 | FITS FOR PERSONS COMMITTING CAPITAL |
| 4 | CRIMES. |
| 5 | (a) Presidential Memorial Certificate.—Section |
| 6 | 112 is amended by adding at the end the following new |
| 7 | subsection: |
| 8 | "(c) A certificate may not be furnished under the pro- |
| 9 | gram under subsection (a) on behalf of a deceased person |
| 10 | described in section 2411(b) of this title.". |
| 11 | (b) FLAG TO DRAPE CASKET.—Section 2301 is |
| 12 | amended— |
| 13 | (1) by redesignating subsection (g) as subsection |
| 14 | (h); and |
| 15 | (2) by inserting after subsection (f) the following |
| 16 | $new \ subsection \ (g):$ |
| 17 | "(g) A flag may not be furnished under this section |
| 18 | in the case of a person described in section 2411(b) of this |
| 19 | title.". |
| 20 | (c) Headstone or Marker for Grave.—Section |
| 21 | 2306 is amended by adding at the end the following new |
| 22 | subsection: |
| 23 | (g)(1) A headstone or marker may not be furnished |
| 24 | under subsection (a) for the unmarked grave of a person |
| 25 | described in section 2411(b) of this title. |

| 1 | "(2) A memorial headstone or marker may not be fur- |
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| 2 | nished under subsection (b) for the purpose of commemo- |
| 3 | rating a person described in section 2411(b) of this title. |
| 4 | "(3) A marker may not be furnished under subsection |
| 5 | (d) for the grave of a person described in section 2411(b) |
| 6 | of this title.". |
| 7 | (d) EFFECTIVE DATE.—The amendments made by this |
| 8 | section shall apply with respect to deaths occurring on or |
| 9 | after the date of the enactment of this Act. |
| 10 | SEC. 202. PROCEDURES FOR DISQUALIFICATION OF PER- |
| | |
| 11 | SONS COMMITTING CAPITAL CRIMES FOR IN- |
| 11 12 | SONS COMMITTING CAPITAL CRIMES FOR IN- TERMENT OR MEMORIALIZATION IN NA- |
| | |
| 12 | TERMENT OR MEMORIALIZATION IN NA- |
| 12 13 | TERMENT OR MEMORIALIZATION IN NA- TIONAL CEMETERIES. |
| 12 13 14 | TERMENT OR MEMORIALIZATION IN NA- TIONAL CEMETERIES. Section 2411(a)(2) is amended— |
| 12 13 14 15 | TERMENT OR MEMORIALIZATION IN NA- TIONAL CEMETERIES. Section 2411(a)(2) is amended— (1) by striking "The prohibition" and inserting |
| 12 13 14 15 16 | TERMENT OR MEMORIALIZATION IN NA- TIONAL CEMETERIES. Section 2411(a)(2) is amended— (1) by striking "The prohibition" and inserting "In the case of a person described in subsection (b)(1) |
| 12 13 14 15 16 17 | TERMENT OR MEMORIALIZATION IN NA- TIONAL CEMETERIES. Section 2411(a)(2) is amended— (1) by striking "The prohibition" and inserting "In the case of a person described in subsection (b)(1) or (b)(2), the prohibition"; and |

| 1 | SEC. 203. APPLICATION OF DEPARTMENT OF VETERANS AF- |
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| 2 | FAIRS BENEFIT FOR GOVERNMENT MARKERS |
| 3 | FOR MARKED GRAVES OF VETERANS AT PRI- |
| 4 | VATE CEMETERIES TO VETERANS DYING ON |
| 5 | OR AFTER SEPTEMBER 11, 2001. |
| 6 | (a) IN GENERAL.—Subsection (d) of section 502 of the |
| 7 | Veterans Education and Benefits Expansion Act of 2001 |
| 8 | (Public Law 107–103; 115 Stat. 995; 38 U.S.C. 2306 note) |
| 9 | is amended by striking "the date of the enactment of this |
| 10 | Act" and inserting "September 11, 2001". |
| 11 | (b) EFFECTIVE DATE.—The amendment made by sub- |

12 section (a) shall take effect as if included in the enactment
13 of such section 502.

14 SEC. 204. AUTHORIZATION OF PLACEMENT OF A MEMORIAL

15 IN ARLINGTON NATIONAL CEMETERY HON16 ORING WORLD WAR II VETERANS WHO
17 FOUGHT IN THE BATTLE OF THE BULGE.

18 The Secretary of the Army is authorized to place in
19 Arlington National Cemetery a memorial marker honoring
20 veterans who fought in the battle in the European theater
21 of operations during World War II known as the Battle
22 of the Bulge.

TITLE III—OTHER MATTERS 1 2 SEC. 301. INCREASE IN AGGREGATE ANNUAL AMOUNT 3 AVAILABLE FOR STATE APPROVING AGEN-4 CIES FOR ADMINISTRATIVE EXPENSES FOR 5 FISCAL YEARS 2003 THROUGH 2007. 6 The first sentence of section 3674(a)(4) is amended by inserting before the period at the end the following: ", for 7 8 fiscal year 2003, \$14,000,000, for fiscal year 2004, 9 \$18,000,000, for fiscal year 2005, \$18,000,000, for fiscal 10 year 2006, \$19,000,000, and for fiscal year 2007, 11 \$19,000,000". 12 SEC. 302. AUTHORITY FOR VETERANS' MORTGAGE LIFE IN-13 SURANCE TO BE CARRIED BEYOND AGE 70. 14 Section 2106 is amended— 15 (1) in subsection (a), by inserting "age 69 or 16 younger" after "any eligible veteran"; and 17 (2) in subsection (i), by striking paragraph (2) 18 and redesignating paragraphs (3) and (4) as para-19 graphs (2) and (3), respectively. 20 SEC. 303. AUTHORITY TO GUARANTEE HYBRID ADJUSTABLE 21 RATE MORTGAGES. (a) Two-Year Demonstration Project To Guar-22 ANTEE CERTAIN ADJUSTABLE RATE MORTGAGES.—Chap-23 24 ter 37 is amended by inserting after section 3707 the fol-25 lowing new section:

1 "§3707A. Hybrid adjustable rate mortgages

2 "(a) The Secretary shall carry out a demonstration 3 project under this section during fiscal years 2004 and 2005 for the purpose of quaranteeing loans in a manner similar 4 5 to the manner in which the Secretary of Housing and Urban Development insures adjustable rate mortgages 6 7 under section 251 of the National Housing Act in accordance with the provisions of this section with respect to hy-8 9 brid adjustable rate mortgages described in subsection (b). 10 "(b) Adjustable rate mortgages that are guaranteed under this section shall be adjustable rate mortgages (com-11 12 monly referred to as 'hybrid adjustable rate mortgages') having interest rate adjustment provisions that— 13

14 "(1) specify an initial rate of interest that is
15 fixed for a period of not less than the first three years
16 of the mortgage term;

17 "(2) provide for an initial adjustment in the
18 rate of interest by the mortgagee at the end of the pe19 riod described in paragraph (1); and

20 "(3) comply in such initial adjustment, and any
21 subsequent adjustment, with subsection (c).

22 "(c) Interest rate adjustment provisions of a mortgage
23 guaranteed under this section shall—

24 "(1) correspond to a specified national interest
25 rate index approved by the Secretary, information on

| 1 | which is readily accessible to mortgagors from gen- |
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| 2 | erally available published sources; |
| 3 | "(2) be made by adjusting the monthly payment |
| 4 | on an annual basis; |
| 5 | "(3) be limited, with respect to any single an- |
| 6 | nual interest rate adjustment, to a maximum increase |
| 7 | or decrease of 1 percentage point; and |
| 8 | "(4) be limited, over the term of the mortgage, to |
| 9 | a maximum increase of 5 percentage points above the |
| 10 | initial contract interest rate. |
| 11 | "(d) The Secretary shall promulgate underwriting |
| 12 | standards for loans guaranteed under this section, taking |
| 13 | into account— |
| 14 | "(1) the status of the interest rate index referred |
| 15 | to in subsection $(c)(1)$ and available at the time an |
| 16 | underwriting decision is made, regardless of the ac- |
| 17 | tual initial rate offered by the lender; |
| 18 | "(2) the maximum and likely amounts of in- |
| 19 | creases in mortgage payments that the loans would |
| 20 | require; |
| 21 | "(3) the underwriting standards applicable to |
| 22 | adjustable rate mortgages insured under title II of the |
| 23 | National Housing Act; and |
| 24 | "(4) such other factors as the Secretary finds ap- |
| 25 | propriate. |

1 "(e) The Secretary shall require that the mortgagee 2 make available to the mortgagor, at the time of loan appli-3 cation, a written explanation of the features of the adjust-4 able rate mortgage, including a hypothetical payment 5 schedule that displays the maximum potential increases in 6 monthly payments to the mortgagor over the first five years 7 of the mortgage term.".

8 (b) CLERICAL AMENDMENT.—The table of sections at
9 the beginning of chapter 37 is amended by inserting after
10 the item relating to section 3707 the following new item: "3707A. Hybrid adjustable rate mortgages.".

11SEC. 304. INCREASE IN AMOUNT PAYABLE AS MEDAL OF12HONOR SPECIAL PENSION.

(a) INCREASE IN AMOUNT.—Subsection (a) of section
14 1562 is amended by striking "\$600" and inserting "\$1,000,
15 as adjusted from time to time under subsection (e)".

16 (b) ANNUAL ADJUSTMENT.—That section is further 17 amended by adding at the end the following new subsection: 18 "(e) Effective as of December 1 each year, the Secretary shall increase the amount of monthly special pension pay-19 20 able under subsection (a) as of November 30 of such year 21 by the same percentage as the percentage by which benefit 22 amounts payable under title II of the Social Security Act 23 (42 U.S.C. 401 et seq.) are increased effective December 1 of such year as a result of a determination under section 24 25 215(i) of that Act (42 U.S.C. 415(i)).".

(c) PAYMENT OF LUMP SUM FOR PERIOD BETWEEN
 ACT OF VALOR AND COMMENCEMENT OF SPECIAL PEN SION.—That section is further amended by adding after
 subsection (e), as added by subsection (b) of this section,
 the following new subsection:

6 "(f)(1) The Secretary shall pay, in a lump sum, to 7 each person who is in receipt of special pension payable 8 under this section an amount equal to the total amount of 9 special pension that the person would have received during 10 the period beginning on the first day of the first month beginning after the date of the act for which the person was 11 awarded the Medal of Honor and ending on the last day 12 13 of the month preceding the month in which the person's special pension in fact commenced. 14

15 "(2) For each month of a period referred to in paragraph (1), the amount of special pension payable to a per-16 son shall be determined using the rate of special pension 17 that was in effect for such month, and shall be payable only 18 if the person would have been entitled to payment of special 19 pension for such month under laws for eligibility for special 20 21 pension (with the exception of the eligibility law requiring 22 a person to have been awarded a Medal of Honor) in effect 23 at the beginning of such month.".

24 (d) EFFECTIVE DATE.—(1) Except as provided in
25 paragraph (2), the amendments made by subsections (a)

and (b) shall take effect on September 1, 2003. No payment
 may be made pursuant to subsection (f) of section 1562 of
 title 38, United States Code, as added by subsection (c) of
 this section, before October 1, 2003.

5 (2) The Secretary of Veterans Affairs shall not make
6 any adjustment under subsection (e) of section 1562 of title
7 38, United States Code, as added by subsection (b) of this
8 section, in 2003.

9 SEC. 305. EXTENSION OF PROTECTIONS UNDER THE SOL-

10DIERS' AND SAILORS' CIVIL RELIEF ACT OF111940 TO NATIONAL GUARD MEMBERS CALLED12TO ACTIVE DUTY UNDER TITLE 32, UNITED13STATES CODE.

Section 101(1) of the Soldiers' and Sailors' Civil Relief
Act of 1940 (50 U.S.C. App. 511(1)) is amended—

16 (1) in the first sentence—

17 (A) by striking "and all" and inserting
18 "all"; and

(B) by inserting before the period the following: ", and all members of the National
Guard on service described in the following sentence"; and

(2) in the second sentence, by inserting before the
period the following: ", and, in the case of a member
of the National Guard, shall include service under a

call to active service authorized by the President or
 the Secretary of Defense for a period of more than 30
 consecutive days under section 502(f) of title 32,
 United States Code, for purposes of responding to a
 national emergency declared by the President and
 supported by Federal funds".

7 SEC. 306. EXTENSION OF INCOME VERIFICATION AUTHOR8 ITY.

9 Section 6103(l)(7)(D) of the Internal Revenue Code of
10 1986 is amended by striking "September 30, 2003" in the
11 second sentence after clause (ix) and inserting "September
12 30, 2008".

13 SEC. 307. FEE FOR LOAN ASSUMPTION.

(a) IN GENERAL.—For the period described in subsection (b), the Secretary of Veterans Affairs shall apply
section 3729(b)(2)(I) of title 38, United States Code, by substituting "1.00" for "0.50" each place it appears.

(b) PERIOD DESCRIBED.—The period referred to in
subsection (a) is the period that begins on the date that
is 7 days after the date of the enactment of this Act and
ends on September 30, 2003.

22 SEC. 308. TECHNICAL AND CLARIFYING AMENDMENTS.

(a) ELIGIBILITY OF CERTAIN ADDITIONAL VIETNAM
24 ERA VETERANS FOR EDUCATION BENEFITS.—Section
25 3011(a)(1)(C)(ii) is amended by striking "on or".

(b) ACCELERATED PAYMENT OF ASSISTANCE FOR
 EDUCATION LEADING TO EMPLOYMENT IN HIGH TECH NOLOGY INDUSTRY.—(1) Subsection (b)(1) of section 3014A
 is amended by striking "employment in a high technology
 industry" and inserting "employment in a high technology
 occupation in a high technology industry".

7 (2)(A) The heading for section 3014A is amended to
8 read as follows:

9 "§3014A. Accelerated payment of basic educational
10 assistance for education leading to em11 ployment in high technology occupation
12 in high technology industry".

- 13 (B) The table of sections at the beginning of chapter
- 14 30 is amended by striking the item relating to section
- 15 3014A and inserting the following new item:

"3014A. Accelerated payment of basic educational assistance for education leading to employment in high technology occupation in high technology industry.".

16 (c) SOURCE OF FUNDS FOR INCREASED USAGE OF
17 MONTGOMERY GI BILL ENTITLEMENT UNDER ENTITLE18 MENT TRANSFER AUTHORITY.—(1) Section 3035(b) is
19 amended—

20 (A) in paragraph (1), by striking "paragraphs
21 (2) and (3) of this subsection," and inserting "para22 graphs (2), (3), and (4),"; and
23 (B) by adding at the end the following new

24 *paragraph*:

"(4) Payments attributable to the increased usage of
 benefits as a result of transfers of entitlement to basic edu cational assistance under section 3020 of this title shall be
 made from the Department of Defense Education Benefits
 Fund established under section 2006 of title 10 or from ap propriations made to the Department of Transportation, as
 appropriate.".

8 (2) The amendments made by this subsection shall take
9 effect as if included in the enactment of the National De10 fense Authorization Act for Fiscal Year 2002 (Public Law
11 107–107), to which such amendments relate.

(d) LICENSING OR CERTIFICATION TESTS.—Section
3689(c)(1)(B) is amended by striking "the test" and inserting "such test, or a test to certify or license in a similar
or related occupation,".

16 (e) PERIOD OF ELIGIBILITY FOR SURVIVORS' AND DE17 PENDENTS' ASSISTANCE EDUCATION BENEFITS.—(1) Sec18 tion 3512(a) is amended—

19 (A) in paragraph (3)—

20 (i) by striking "paragraph (4)" in the mat21 ter preceding subparagraph (A) and inserting
22 "paragraph (4) or (5)"; and

23 (ii) by striking "subsection (d)" in subpara24 graph (C)(i) and inserting "subsection (d), or

| 1 | any date between the two dates described in sub- |
|----|--|
| 2 | section (d)"; |
| 3 | (B) by redesignating paragraphs (4), (5), (6), |
| 4 | and (7) as paragraphs (5), (6), (7), and (8), respec- |
| 5 | tively; |
| 6 | (C) by inserting after paragraph (3) the fol- |
| 7 | lowing new paragraph (4): |
| 8 | "(4) if the person otherwise eligible under para- |
| 9 | graph (3) fails to elect a beginning date of entitlement |
| 10 | in accordance with that paragraph, the beginning |
| 11 | date of the person's entitlement shall be the date of the |
| 12 | Secretary's decision that the parent has a service-con- |
| 13 | nected total disability permanent in nature, or that |
| 14 | the parent's death was service-connected, whichever is |
| 15 | applicable;"; and |
| 16 | (D) in paragraph (6), as so redesignated, by |
| 17 | striking "paragraph (4)" and inserting "paragraph |
| 18 | (5)". |
| 19 | (2) The amendments made by this subsection shall take |
| 20 | effect November 1, 2000. |
| 21 | (f) LOAN FEES.—(1) Section 3703(e)(2)(A) is amend- |
| 22 | ed by striking "3729(b)" and inserting "3729(b)(2)(I)". |
| 23 | (2) The amendment made by paragraph (1) shall take |
| 24 | effect as if included in the enactment of section 402 of the |
| | |

Veterans Benefits and Health Care Improvement Act of
 2000 (Public Law 106-419; 114 Stat. 1861).

3 (g) ADDITIONAL MISCELLANEOUS TECHNICAL AMEND4 MENTS TO TITLE 38, UNITED STATES CODE.—(1)(A) The
5 tables of chapters preceding part I and at the beginning
6 of part IV are each amended by striking "5101" in the item
7 relating to chapter 51 and inserting "5100".

8 (B) The table of parts preceding part I is amended
9 by striking "5101" in the item relating to part IV and in10 serting "5100".

(2) Section 107(d)(2) is amended by striking "the date
of the enactment of this subsection" and inserting "November 1, 2000,".

14 (3) Section 1701(10)(A) is amended by striking "the
15 date of the enactment of the Veterans' Millennium Health
16 Care and Benefits Act" and inserting "November 30,
17 1999,".

18 (4) Section 1705(c)(1) is amended by striking "Effec19 tive on October 1, 1998, the Secretary" and inserting "The
20 Secretary".

21 (5) Section 1707(a) is amended by inserting "(42)
22 U.S.C. 14401 et seq.)" before the period at the end.

23 (6) Section 1710(e)(1)(D) is amended by striking "the
24 date of the enactment of this subparagraph" and inserting
25 "November 11, 1998".

(7) Section 1729B(b) is amended by striking "the date
 of the enactment of this section" and inserting "November
 30, 1999,".

4 (8) Section 1781(d) is amended—

5 (A) in paragraph (1)(B)(i), by striking "as of
6 the date" and all that follows through "of 2001" and
7 inserting "as of June 5, 2001"; and

8 (B) in paragraph (4), by striking "paragraph"
9 and inserting "subsection".

(9) Section 3018C(e)(2)(B) is amended by striking the
comma after "April".

(10) Section 3031(a)(3) is amended by striking "the
13 date of the enactment of this paragraph" and inserting "De14 cember 27, 2001".

(11) Section 3485(a)(4) is amended in subparagraphs
(A), (C), and (F), by striking "the five-year period beginning on the date of the enactment of the Veterans Education
and Benefits Expansion Act of 2001" and inserting "the
period preceding December 27, 2006".

20 (12) Section 3734(b)(2) is amended—

21 (A) by striking subparagraph (B); and

22 (B) by redesignating subparagraphs (C), (D),

23 (E), and (F) as subparagraphs (B) (C), (D), and (E),

24 respectively.

(13) Section 7315(a) is amended by inserting "Vet erans Health" in the first sentence after "in the".

3 (h) PUBLIC LAW 107-103.—Effective as of December
4 27, 2001, and as if included therein as originally enacted,
5 section 103(c) of the Veterans Education and Benefits Ex6 pansion Act of 2001 (Public Law 107-103; 115 Stat. 979)
7 is amended by inserting closing quotation marks at the end
8 of the text inserted by the amendment made by paragraph
9 (2).

(i) PUBLIC LAW 102-86.—Section 403(e) of the Veterans' Benefits Programs Improvement Act of 1991 (Public
Law 102-86; 105 Stat. 424) is amended by striking "section 321" and all that follows through "and 484)" and inserting "subchapter II of chapter 5 of title 40, United States
Code, sections 541 through 555 and 1302 of title 40, United
States Code".

17SEC. 309. CODIFICATION OF COST-OF-LIVING ADJUSTMENT18PROVIDED IN PUBLIC LAW 107-247.

19 (a) VETERANS' DISABILITY COMPENSATION.—Section
20 1114 is amended—

21 (1) by striking "\$103" in subsection (a) and in22 serting "\$104";

23 (2) by striking "\$199" in subsection (b) and in24 serting "\$201";

| 1 | (3) by striking "\$306" in subsection (c) and in- |
|----|--|
| 2 | serting '`\$310''; |
| 3 | (4) by striking "\$439" in subsection (d) and in- |
| 4 | serting '`\$445''; |
| 5 | (5) by striking "\$625" in subsection (e) and in- |
| 6 | serting "\$633"; |
| 7 | (6) by striking "\$790" in subsection (f) and in- |
| 8 | serting "\$801"; |
| 9 | (7) by striking " $$995$ " in subsection (g) and in- |
| 10 | serting "\$1,008"; |
| 11 | (8) by striking " $$1,155$ " in subsection (h) and |
| 12 | inserting ``\$1,171''; |
| 13 | (9) by striking "\$1,299" in subsection (i) and |
| 14 | inserting ``\$1,317''; |
| 15 | (10) by striking " $$2,163$ " in subsection (j) and |
| 16 | inserting ``\$2,193''; |
| 17 | (11) in subsection (k)— |
| 18 | (A) by striking "\$80" both places it appears |
| 19 | and inserting "\$81"; and |
| 20 | (B) by striking "\$2,691" and "\$3,775" and |
| 21 | inserting "\$2,728" and "\$3,827", respectively; |
| 22 | (12) by striking "\$2,691" in subsection (l) and |
| 23 | inserting '`\$2,728''; |
| 24 | (13) by striking "\$2,969" in subsection (m) and |
| 25 | inserting '`\$3,010''; |

| 1 | (14) by striking " $3,378$ " in subsection (n) and |
|----|--|
| 2 | inserting '`\$3,425''; |
| 3 | (15) by striking "\$3,775" each place it appears |
| 4 | in subsections (o) and (p) and inserting "\$3,827"; |
| 5 | (16) by striking "\$1,621" and "\$2,413" in sub- |
| 6 | section (r) and inserting "\$1,643" and "\$2,446", re- |
| 7 | spectively; and |
| 8 | (17) by striking "\$2,422" in subsection (s) and |
| 9 | inserting "\$2,455". |
| 10 | (b) Additional Compensation for Depend- |
| 11 | ENTS.—Section 1115(1) is amended— |
| 12 | (1) by striking " $$124$ " in subparagraph (A) and |
| 13 | inserting "\$125"; |
| 14 | (2) by striking " $$213$ " in subparagraph (B) and |
| 15 | inserting "\$215"; |
| 16 | (3) by striking "\$84" in subparagraph (C) and |
| 17 | inserting "\$85"; |
| 18 | (4) by striking " $$100$ " in subparagraph (D) and |
| 19 | inserting "\$101"; |
| 20 | (5) by striking " 234 " in subparagraph (E) and |
| 21 | inserting "\$237"; and |
| 22 | (6) by striking " $$196$ " in subparagraph (F) and |
| 23 | inserting "\$198". |

(c) CLOTHING ALLOWANCE FOR CERTAIN DISABLED
 VETERANS.—Section 1162 is amended by striking "\$580"
 and inserting "\$588".

4 (d) DEPENDENCY AND INDEMNITY COMPENSATION FOR
5 SURVIVING SPOUSES.—(1) Section 1311(a) is amended—
6 (A) by striking "\$935" in paragraph (1) and in7 serting "\$948"; and
8 (B) by striking "\$200" in paragraph (2) and in

8 (B) by striking "\$202" in paragraph (2) and in9 serting "\$204".

10 (2) The table in section 1311(a)(3) is amended to read
11 as follows:

| | Monthly | | Monthly |
|------------|--------------------|----------------------|--------------------|
| "Pay grade | rate | Pay grade | rate |
| $E\!-\!1$ | \$948 | W-4 | \$1,134 |
| $E\!-\!2$ | 948 | 0–1 | 1,001 |
| E-3 | 948 | 0–2 | 1,035 |
| $E\!-\!4$ | 948 | 0–3 | 1,107 |
| E-5 | 948 | 0–4 | 1,171 |
| E-6 | 948 | 0–5 | 1,289 |
| E-7 | 980 | <i>O</i> – <i>6</i> | 1,453 |
| $E\!-\!8$ | 1,035 | 0–7 | 1,570 |
| E-9 | ¹ 1,080 | 0–8 | 1,722 |
| W-1 | 1,001 | <i>O</i> – <i>9</i> | 1,843 |
| W–2 | 1,042 | <i>O</i> – <i>10</i> | ² 2,021 |
| <i>W–3</i> | 1,072 | | |

"¹ If the veteran served as sergeant major of the Army, senior enlisted advisor of the Navy, chief master sergeant of the Air Force, sergeant major of the Marine Corps, or master chief petty officer of the Coast Guard, at the applicable time designated by section 1302 of this title, the surviving spouse's rate shall be \$1,165.

⁴⁹ If the veteran served as Chairman or Vice-Chairman of the Joint Chiefs of Staff, Chief of Staff of the Army, Chief of Naval Operations, Chief of Staff of the Air Force, Commandant of the Marine Corps, or Commandant of the Coast Guard, at the applicable time designated by section 1302 of this title, the surviving spouse's rate shall be \$2,168.".

12 (3) Section 1311(b) is amended by striking "\$234"

13 and inserting "\$237".

14 (4) Section 1311(c) is amended by striking "\$234" and

15 inserting "\$237".

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| 1 | (5) Section 1311(d) is amended by striking "\$112" |
|----|--|
| 2 | and inserting "\$113". |
| 3 | (e) Dependency and Indemnity Compensation for |
| 4 | CHILDREN.—(1) Section 1313(a) is amended— |
| 5 | (A) by striking "\$397" in paragraph (1) and in- |
| 6 | serting ''\$402''; |
| 7 | (B) by striking " $$571$ " in paragraph (2) and in- |
| 8 | serting ''\$578''; |
| 9 | (C) by striking "\$742" in paragraph (3) and in- |
| 10 | serting "\$752"; and |
| 11 | (D) by striking "\$742" and "\$143" in para- |
| 12 | graph (4) and inserting "\$752" and "\$145", respec- |
| 13 | tively. |
| 14 | (2) Section 1314 is amended— |
| 15 | (A) by striking "\$234" in subsection (a) and in- |
| 16 | serting ''\$237''; |
| 17 | (B) by striking "\$397" in subsection (b) and in- |
| 18 | serting "\$402"; and |
| 19 | (C) by striking " $$199$ " in subsection (c) and in- |
| 20 | serting ''\$201''. |

| 1 | TITLE IV—JUDICIAL MATTERS |
|----|--|
| 2 | SEC. 401. STANDARD FOR REVERSAL BY COURT OF AP- |
| 3 | PEALS FOR VETERANS CLAIMS OF ERRO- |
| 4 | NEOUS FINDING OF FACT BY BOARD OF VET- |
| 5 | ERANS' APPEALS. |
| 6 | (a) Standard for Reversal.—Paragraph (4) of |
| 7 | subsection (a) of section 7261 is amended— |
| 8 | (1) by inserting "adverse to the claimant" after |
| 9 | "material fact"; and |
| 10 | (2) by inserting "or reverse" after "and set |
| 11 | aside". |
| 12 | (b) Requirements for Review.—Subsection (b) of |
| 13 | that section is amended to read as follows: |
| 14 | "(b) In making the determinations under subsection |
| 15 | (a), the Court shall review the record of proceedings before |
| 16 | the Secretary and the Board of Veterans' Appeals pursuant |
| 17 | to section 7252(b) of this title and shall— |
| 18 | "(1) take due account of the Secretary's applica- |
| 19 | tion of section 5107(b) of this title; and |
| 20 | "(2) take due account of the rule of prejudicial |
| 21 | error.". |
| 22 | (c) APPLICABILITY.—(1) Except as provided in para- |
| 23 | graph (2), the amendments made by this section shall take |
| 24 | effect on the date of the enactment of this Act. |

8 **COURT OF APPEALS FOR VETERANS CLAIMS.**

9 (a) REVIEW.—Section 7292(a) is amended by insert10 ing "a decision of the Court on a rule of law or of" in
11 the first sentence after "the validity of".

(b) APPLICABILITY.—The amendment made by subsection (a) shall apply with respect to any appeal—

14 (1) filed with the United States Court of Appeals
15 for the Federal Circuit on or after the date of the en16 actment of this Act; or

(2) pending with the United States Court of Appeals for the Federal Circuit as of the date of the enactment of this Act in which a decision has not been
rendered as of that date.

1SEC. 403. AUTHORITY OF COURT OF APPEALS FOR VET-2ERANS CLAIMS TO AWARD FEES UNDER3EQUAL ACCESS TO JUSTICE ACT FOR NON-AT-4TORNEY PRACTITIONERS.

5 The authority of the United States Court of Appeals 6 for Veterans Claims to award reasonable fees and expenses 7 of attorneys under section 2412(d) of title 28, United States 8 Code, shall include authority to award fees and expenses, in an amount determined appropriate by the United States 9 10 Court of Appeals for Veterans Claims, of individuals admitted to practice before the Court as non-attorney practi-11 tioners under subsection (b) or (c) of Rule 46 of the Rules 12 of Practice and Procedure of the United States Court of Ap-13 14 peals for Veterans Claims.

Amend the title so as to read "An Act to amend title 38, United States Code, to improve authorities of the Department of Veterans Affairs relating to veterans' compensation, dependency and indemnity compensation, and pension benefits, education benefits, housing benefits, memorial affairs benefits, life insurance benefits, and certain other benefits for veterans, to improve the administration of benefits for veterans, to make improvements in procedures relating to judicial review of veterans' claims for benefits, and for other purposes.".

Attest:

Clerk.



AMENDMENTS