Suspend the Rules and Pass the Bill, H.R. 299, with an Amendment

(The amendment strikes all after the enacting clause and inserts a new text)

116TH CONGRESS 1ST SESSION

H. R. 299

To amend title 38, United States Code, to clarify presumptions relating to the exposure of certain veterans who served in the vicinity of the Republic of Vietnam, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

January 8, 2019

Mr. Takano (for himself, Mr. Courtney, Mr. Brendan F. Boyle of Pennsylvania, Mr. Serrano, Mr. Neal, Mr. Peters, Mrs. Davis of California, Mr. McEachin, Mrs. Dingell, Ms. Kuster of New Hampshire, Mr. Bishop of Georgia, Ms. Norton, Ms. Gabbard, Ms. Brownley of California, Mr. Lipinski, Mrs. Napolitano, Mr. Loebsack, Mr. ENGEL, Ms. MENG, Mr. DEFAZIO, Mr. LANGEVIN, Ms. McCollum, Mr. CONNOLLY, Ms. CLARKE of New York, Mr. TONKO, Mr. Brown of Maryland, Ms. Schakowsky, Mr. Massie, Mrs. Watson Coleman, Mr. Mi-CHAEL F. DOYLE of Pennsylvania, Miss RICE of New York, Mr. BEYER, Mr. Katko, Mrs. Murphy, Mr. Sean Patrick Maloney of New York, Mr. Carbajal, Mr. Kildee, Mr. Ryan, Mr. Sablan, Ms. Stefanik, Mr. Sires, Mr. Pallone, Ms. Velázquez, Mr. Lawson of Florida, Ms. PINGREE, Mr. POCAN, Mrs. BEATTY, Mr. CISNEROS, Mr. GARAMENDI, Mr. Correa, Mr. Hastings, Mr. Espaillat, Mr. Perlmutter, Ms. Adams, Mr. Rush, Ms. Titus, Mr. Thompson of Mississippi, Mr. Cart-WRIGHT, Ms. Kelly of Illinois, Mr. Schneider, Mr. Cicilline, Mr. AGUILAR, Mr. DUNCAN, Mr. O'HALLERAN, Mr. COHEN, Mr. KHANNA, Mr. Fortenberry, Mr. Gonzalez of Texas, Mr. Welch, Mr. Bost, Mr. Soto, Mr. Swalwell of California, Mr. Lynch, Mr. Foster, Ms. BONAMICI, Mr. PASCRELL, Mr. LAMB, Mr. BARR, Mr. SCOTT of Virginia, Mr. Bilirakis, Mr. Cárdenas, Mr. Cook, and Mr. Palazzo) introduced the following bill; which was referred to the Committee on Veterans' Affairs

g:\VHLC\051019\051019.308.xml May 10, 2019 (3:25 p.m.)

A BILL

To amend title 38, United States Code, to clarify presumptions relating to the exposure of certain veterans who served in the vicinity of the Republic of Vietnam, 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 "Blue Water Navy Viet-
5	nam Veterans Act of 2019".
6	SEC. 2. CLARIFICATION OF PRESUMPTIONS OF EXPOSURE
7	FOR VETERANS WHO SERVED IN VICINITY OF
8	REPUBLIC OF VIETNAM.
9	(a) In General.—Chapter 11 of title 38, United
10	States Code, is amended by inserting after section 1116
11	the following new section:
12	"§ 1116A. Presumptions of service connection for vet-
13	erans who served offshore of the Repub-
14	lic of Vietnam
15	"(a) Service Connection.—For the purposes of
16	section 1110 of this title, and subject to section 1113 of
17	this title, a disease covered by section 1116 of this title
18	becoming manifest as specified in that section in a veteran
19	who, during active military, naval, or air service, served
20	offshore of the Republic of Vietnam during the period be-
21	ginning on January 9, 1962, and ending on May 7, 1975,

- 1 shall be considered to have been incurred in or aggravated
- 2 by such service, notwithstanding that there is no record
- 3 of evidence of such disease during the period of such serv-
- 4 ice.
- 5 "(b) EXPOSURE.—A veteran who, during active mili-
- 6 tary, naval, or air service, served offshore of the Republic
- 7 of Vietnam during the period beginning on January 9,
- 8 1962, and ending on May 7, 1975, shall be presumed to
- 9 have been exposed during such service to an herbicide
- 10 agent unless there is affirmative evidence to establish that
- 11 the veteran was not exposed to any such agent during that
- 12 service.
- 13 "(c) Effective Date of Award.—(1) Except as
- 14 provided by paragraph (2), the effective date of an award
- 15 under this section shall be determined in accordance with
- 16 section 5110 of this title.
- 17 "(2)(A) Notwithstanding subsection (g) of section
- 18 5110 of this title, the Secretary shall determine the effec-
- 19 tive date of an award based on a claim under this section
- 20 for an individual described in subparagraph (B) by treat-
- 21 ing the date on which the individual filed the prior claim
- 22 specified in clause (i) of such subparagraph as the date
- 23 on which the individual filed the claim so awarded under
- 24 this section.

1	"(B) An individual described in this subparagraph is
2	a veteran, or a survivor of a veteran, who meets the fol-
3	lowing criteria:
4	"(i) The veteran or survivor submitted a claim
5	for disability compensation on or after September
6	25, 1985, and before January 1, 2020, for a disease
7	covered by this section, and the claim was denied by
8	reason of the claim not establishing that the disease
9	was incurred or aggravated by the service of the vet-
10	eran.
11	"(ii) The veteran or survivor submits a claim
12	for disability compensation on or after January 1,
13	2020, for the same condition covered by the prior
14	claim under clause (i), and the claim is approved
15	pursuant to this section.
16	"(d) Determination of Offshore.—Notwith-
17	standing any other provision of law, for purposes of this
18	section, the Secretary shall treat a location as being off-
19	shore of Vietnam if the location is not more than 12 nau-
20	tical miles seaward of a line commencing on the south-
21	western demarcation line of the waters of Vietnam and
22	Cambodia and intersecting the following points:

"Points Geographic Names	Latitude North	Longitude East
At Hon Nhan Island, The Chu Archipelago Kien Giang Province	9°15.0′	103°27.0′

"Points Geographic Names	Latitude North	Longitude East
At Hon Da Island southeast of Hon Khoai Island Minh Hai Province	8°22.8′	104°52.4′
At Tai Lon Islet, Con Dao Islet in Con Dao- Vung Toa Special Sector	8°37.8′	106°37.5′
At Bong Lai Islet, Con Dao Islet	8°38.9′	106°40.3′
At Bay Canh Islet, Con Dao Islet	8°39.7′	106°42.1′
At Hon Hai Islet (Phu Qui group of islands) Thuan Hai Province	9°58.0′	109°5.0′
At Hon Doi Islet, Thuan Hai Province	12°39.0′	109°28.0′
At Dai Lanh point, Phu Khanh Province	12°53.8′	109°27.2′
At Ong Can Islet, Phu Khanh Province	13°54.0′	109°21.0′
At Ly Son Islet, Nghia Binh Province	15°23.1′	109° 9.0′
At Con Co Island, Binh Tri Thien Province	17°10.0′	107°20.6′

- 1 "(e) HERBICIDE AGENT.—In this section, the term
- 2 'herbicide agent' has the meaning given that term in sec-
- 3 tion 1116(a)(3) of this title.".
- 4 (b) Clerical Amendment.—The table of sections
- 5 at the beginning of such chapter is amended by inserting
- 6 after the item relating to section 1116 the following new
- 7 item:

"1116A. Presumptions of service connection for veterans who served offshore of the Republic of Vietnam.".

8 (c) Implementation.—

- 9 (1) GUIDANCE.—Notwithstanding section 501
- of such title, the Secretary of Veterans Affairs may
- 11 issue guidance to implement section 1116A of title
- 12 38, United States Code, as added by subsection (a),

1	before prescribing new regulations under such sec-
2	tion.
3	(2) UPDATES.—(A) Not later than 120 days
4	after the date of the enactment of this Act, the Sec-
5	retary shall submit a report to the Committees on
6	Veterans' Affairs of the House of Representatives
7	and the Senate regarding the plans of the Sec-
8	retary—
9	(i) to conduct outreach under subsection
10	(d); and
11	(ii) to respond to inquiries from veterans
12	regarding claims for disability compensation
13	under section 1116A of title 38, United States
14	Code, as added by subsection (a) of this section.
15	(B) On a quarterly basis during the period be-
16	ginning on the date of the enactment of this Act and
17	ending on the date on which regulations are pre-
18	scribed to carry out such section 1116A, the Sec-
19	retary shall submit to the Committees on Veterans'
20	Affairs of the House of Representatives and the Sen-
21	ate updates on the status of such regulations.
22	(3) Pending cases.—
23	(A) AUTHORITY TO STAY.—The Secretary
24	may stay a claim described in subparagraph
25	(B) until the date on which the Secretary com-

1	mences the implementation of such section
2	1116A.
3	(B) Claims described.—A claim de-
4	scribed in this subparagraph is a claim for dis-
5	ability compensation—
6	(i) relating to the service and diseases
7	covered by such section 1116A; and
8	(ii) that is pending at the Veterans
9	Benefits Administration or the Board of
10	Veterans' Appeals on or after the date of
11	the enactment of this Act and before the
12	date on which the Secretary commences
13	the implementation of such section 1116A.
14	(d) Outreach.—
15	(1) REQUIREMENT.—The Secretary of Veterans
16	Affairs shall conduct outreach to inform veterans de-
17	scribed in paragraph (2) of the ability to submit a
18	claim for disability compensation under section
19	1116A of title 38, United States Code, as added by
20	subsection (a). Such outreach shall include the fol-
21	lowing:
22	(A) The Secretary shall publish on the
23	website of the Department a notice that a vet-
24	erans described in paragraph (2) may submit or

1	resubmit a claim for disability compensation
2	under such section 1116A.
3	(B) The Secretary shall notify in writing
4	the veteran service organization community of
5	the ability of veterans described in paragraph
6	(2) to submit or resubmit claims for disability
7	compensation under such section 1116A.
8	(2) Veteran described.—A veteran described
9	in this paragraph is a veteran who, during active
0	military, naval, or air service, served offshore of the
11	Republic of Vietnam during the period beginning on
12	January 9, 1962, and ending on May 7, 1975.
13	(e) Reports.—Not later than January 1, 2021, and
14	annually thereafter for two years, the Secretary of Vet-
15	erans Affairs shall submit to the Committees on Veterans'
16	Affairs of the House of Representatives and the Senate
17	a report regarding claims for disability compensation
18	under section 1116A of title 38, United States Code, as
19	added by subsection (a). Each report shall include, with
20	respect to the calendar year preceding the report,
21	disaggregated by the regional offices of the Department
22	of Veterans Affairs, the following:
23	(1) The number of claims filed under such sec-
24	tion.
25	(2) The number of such claims granted.

1	(3) The number of such claims denied.
2	(f) Health Care.—Section 1710(e)(4) of title 38,
3	United States Code, is amended by inserting "(including
4	offshore of such Republic as described in section 1116A(d)
5	of this title)" after "served on active duty in the Republic
6	of Vietnam''.
7	(g) Effective Date.—The amendments made by
8	this section shall take effect on January 1, 2020.
9	SEC. 3. PRESUMPTION OF HERBICIDE EXPOSURE FOR CER-
10	TAIN VETERANS WHO SERVED IN KOREA.
11	(a) In General.—Chapter 11 of title 38, United
12	States Code, is amended by inserting after section 1116A,
12 13	States Code, is amended by inserting after section 1116A, as added by section 2, the following new section:
	,
13	as added by section 2, the following new section:
13 14	as added by section 2, the following new section: "§ 1116B. Presumption of herbicide exposure for cer-
13 14 15	as added by section 2, the following new section: "§ 1116B. Presumption of herbicide exposure for certain veterans who served in Korea
13 14 15 16	as added by section 2, the following new section: "§ 1116B. Presumption of herbicide exposure for certain veterans who served in Korea "(a) Presumption of Service-Connection.—(1)
13 14 15 16	as added by section 2, the following new section: "§1116B. Presumption of herbicide exposure for certain veterans who served in Korea "(a) Presumption of Service-Connection.—(1) For the purposes of section 1110 of this title, and subject
113 114 115 116 117	as added by section 2, the following new section: "\$1116B. Presumption of herbicide exposure for certain veterans who served in Korea "(a) Presumption of Service-Connection.—(1) For the purposes of section 1110 of this title, and subject to section 1113 of this title, a disease specified in sub-
113 114 115 116 117 118 119	as added by section 2, the following new section: "§1116B. Presumption of herbicide exposure for certain veterans who served in Korea "(a) Presumption of Service-Connection.—(1) For the purposes of section 1110 of this title, and subject to section 1113 of this title, a disease specified in subsection (b) that becomes manifest as specified in that subsection
13 14 15 16 17 18 19 20	as added by section 2, the following new section: "§1116B. Presumption of herbicide exposure for certain veterans who served in Korea "(a) Presumption of Service-Connection.—(1) For the purposes of section 1110 of this title, and subject to section 1113 of this title, a disease specified in subsection (b) that becomes manifest as specified in that subsection in a veteran described in paragraph (2) shall be
13 14 15 16 17 18 19 20 21	as added by section 2, the following new section: "\$1116B. Presumption of herbicide exposure for certain veterans who served in Korea "(a) Presumption of Service-Connection.—(1) For the purposes of section 1110 of this title, and subject to section 1113 of this title, a disease specified in subsection (b) that becomes manifest as specified in that subsection in a veteran described in paragraph (2) shall be considered to have been incurred or aggravated in the line

1	"(2) A veteran described in this paragraph is a vet-
2	eran who, during active military, naval, or air service,
3	served in or near the Korean Demilitarized Zone (DMZ),
4	during the period beginning on September 1, 1967, and
5	ending on August 31, 1971.
6	"(b) DISEASES.—A disease specified in this sub-
7	section is—
8	"(1) a disease specified in paragraph (2) of
9	subsection (a) of section 1116 of this title that be-
10	comes manifest as specified in that paragraph; or
11	"(2) any additional disease that—
12	"(A) the Secretary determines in regula-
13	tions warrants a presumption of service-connec-
14	tion by reason of having positive association
15	with exposure to an herbicide agent; and
16	"(B) becomes manifest within any period
17	prescribed in such regulations.
18	"(c) Herbicide Agent.—For purposes of this sec-
19	tion, the term 'herbicide agent' has the meaning given
20	such term in section 1821(d) of this title.".
21	(b) CLERICAL AMENDMENT.—The table of sections
22	at the beginning of such chapter is amended by inserting
23	after the item relating to section 1116A, as added by sec-
24	tion 2, the following new item:
	"1116B. Presumption of herbicide exposure for certain veterans who served in Korea.".

1 (c) Implementation.— 2 (1) Guidance.—Notwithstanding section 501 3 of such title, the Secretary of Veterans Affairs may 4 issue guidance to implement section 1116B of title 5 38, United States Code, as added by subsection (a), 6 before prescribing new regulations under such sec-7 tion. 8 (2) UPDATES.—(A) Not later than 120 days 9 after the date of the enactment of this Act, the Sec-10 retary shall submit a report to the Committees on 11 Veterans' Affairs of the House of Representatives 12 and the Senate regarding the plans of the Secretary 13 to respond to inquiries from veterans regarding 14 claims for disability compensation under section 15 1116B of title 38, United States Code, as added by 16 subsection (a) of this section. 17 (B) On a quarterly basis during the period be-18 ginning on the date of the enactment of this Act and 19 ending on the date on which regulations are pre-20 scribed to carry out such section 1116B, the Sec-21 retary shall submit to the Committees on Veterans' 22 Affairs of the House of Representatives and the Sen-23 ate updates on the status of such regulations.

24

(3) Pending cases.—

1	(A) AUTHORITY TO STAY.—The Secretary
2	may stay a claim described in subparagraph
3	(B) until the date on which the Secretary com-
4	mences the implementation of section 1116B of
5	title 38, United States Code, as added by sub-
6	section (a).
7	(B) Claims described.—A claim de-
8	scribed in this subparagraph is a claim for dis-
9	ability compensation—
10	(i) relating to the service and diseases
11	covered by such section 1116B; and
12	(ii) that is pending at the Veterans
13	Benefits Administration or the Board of
14	Veterans' Appeals on or after the date of
15	the enactment of this Act and before the
16	date on which the Secretary commences
17	the implementation of such section 1116B.
18	(d) Effective Date.—The amendments made by
19	this section shall take effect on January 1, 2020.
20	SEC. 4. BENEFITS FOR CHILDREN OF CERTAIN THAILAND
21	SERVICE VETERANS BORN WITH SPINA
22	BIFIDA.
23	(a) IN GENERAL.—Subchapter III of chapter 18 of
24	title 38, United States Code, is amended by adding at the
25	end the following new section:

1	"§ 1822. Benefits for children of certain Thailand
2	service veterans born with spina bifida
3	"(a) Benefits Authorized.—The Secretary may
4	provide to any child of a veteran of covered service in
5	Thailand who is suffering from spina bifida the health
6	care, vocational training and rehabilitation, and monetary
7	allowance required to be paid to a child of a Vietnam vet-
8	eran who is suffering from spina bifida under subchapter
9	I of this chapter as if such child of a veteran of covered
10	service in Thailand were a child of a Vietnam veteran who
11	is suffering from spina bifida under such subchapter.
12	"(b) Spina Bifida Conditions Covered.—This
13	section applies with respect to all forms and manifesta-
14	tions of spina bifida, except spina bifida occulta.
15	"(c) Veteran of Covered Service in Thai-
16	LAND.—For purposes of this section, a veteran of covered
17	service in Thailand is any individual, without regard to
18	the characterization of that individual's service, who—
19	"(1) served in the active military, naval, or air
20	service in Thailand, as determined by the Secretary
21	in consultation with the Secretary of Defense, dur-
22	ing the period beginning on January 9, 1962, and
23	ending on May 7, 1975; and
24	"(2) is determined by the Secretary, in con-
25	sultation with the Secretary of Defense, to have been

1	exposed to a herbicide agent during such service in
2	Thailand.
3	"(d) Herbicide Agent.—For purposes of this sec-
4	tion, the term 'herbicide agent' means a chemical in a her-
5	bicide used in support of United States and allied military
6	operations in Thailand, as determined by the Secretary in
7	consultation with the Secretary of Defense, during the pe-
8	riod beginning on January 9, 1962, and ending on May
9	7, 1975.".
10	(b) Conforming Amendment to Definition of
11	"Child".—Section 1831(1) of such title is amended—
12	(1) in subparagraph (B)—
13	(A) by striking "subchapter III of this
14	chapter" and inserting "section 1821 of this
15	title"; and
16	(B) in clause (i), by striking "section 1821
17	of this title" and inserting "that section"; and
18	(2) by adding at the end the following new sub-
19	paragraph:
20	"(C) For purposes of section 1822 of this
21	title, an individual, regardless of age or marital
22	status, who—
23	"(i) is the natural child of a veteran
24	of covered service in Thailand (as deter-
25	mined for purposes of that section); and

1	"(ii) was conceived after the date on
2	which that veteran first entered service de-
3	scribed in subsection (c) of that section.".
4	(c) CLERICAL AMENDMENTS.—
5	(1) Subchapter Heading.—The heading for
6	subchapter III of chapter 18 of such title is amend-
7	ed by inserting "AND THAILAND" after
8	"KOREA".
9	(2) Table of sections.—The table of sections
10	at the beginning of chapter 18 of such title is
11	amended—
12	(A) by striking the item relating to sub-
13	chapter III and inserting the following new
14	item:
	"SUBCHAPTER III—CHILDREN OF CERTAIN KOREA AND THAILAND SERVICE VETERANS BORN WITH SPINA BIFIDA";
15	and
16	(B) by inserting after the item relating to
17	section 1821 the following new item:
	"1822. Benefits for children of certain Thailand service veterans born with spina biffida.".
18	(d) Implementation.—
19	(1) Guidance.—Notwithstanding section 501
20	of such title, the Secretary of Veterans Affairs may
21	issue guidance to implement section 1822 of title 38,
22	United States Code, as added by subsection (a), be-
23	fore prescribing new regulations under such section.

1	(2) UPDATES.—(A) Not later than 120 days
2	after the date of the enactment of this Act, the Sec-
3	retary shall submit a report to the Committees on
4	Veterans' Affairs of the House of Representatives
5	and the Senate regarding the plans of the Secretary
6	to respond to inquiries from veterans regarding
7	claims for disability compensation under section
8	1822 of title 38, United States Code, as added by
9	subsection (a) of this section.
10	(B) On a quarterly basis during the period be-
11	ginning on the date of the enactment of this Act and
12	ending on the date on which regulations are pre-
13	scribed to carry out such section 1822, the Secretary
14	shall submit to the Committees on Veterans' Affairs
15	of the House of Representatives and the Senate up-
16	dates on the status of such regulations.
17	(3) Pending cases.—
18	(A) AUTHORITY TO STAY.—The Secretary
19	may stay a claim described in subparagraph
20	(B) until the date on which the Secretary com-
21	mences the implementation of section 1822 of
22	title 38, United States Code, as added by sub-
23	section (a).

1	(B) Claims described.—A claim de-
2	scribed in this subparagraph is a claim for ben-
3	efits—
4	(i) relating to the spina bifida and
5	service covered by such section 1822; and
6	(ii) that is pending at the Veterans
7	Benefits Administration or the Board of
8	Veterans' Appeals on or after the date of
9	the enactment of this Act and before the
10	date on which the Secretary commences
11	the implementation of such section 1822.
12	(e) Report.—Not later than 180 days after the date
13	of the enactment of this Act, the Secretary of Veterans
14	Affairs, in consultation with the Secretary of Defense,
15	shall submit to the Committees on Veterans' Affairs of
16	the House of Representatives and the Senate a report
17	identifying—
18	(1) the military installations of the United
19	States located in Thailand during the period begin-
20	ning on January 9, 1962, and ending on May 7,
21	1975, at which an herbicide agent (as defined in sec-
22	tion 1822 of title 38, United States Code, as added
23	by subsection (a)) was actively used; and
24	(2) the period of such use.

1	(f) Effective Date.—The amendments made by
2	this section shall take effect on January 1, 2020.
3	SEC. 5. UPDATED REPORT ON CERTAIN GULF WAR ILLNESS
4	STUDY.
5	Not later than 180 days after the date of the enact-
6	ment of this Act, the Secretary of Veterans Affairs shall
7	submit to the Committees on Veterans' Affairs of the
8	House of Representatives and the Senate an updated re-
9	port on the findings, as of the date of the updated report,
10	of the Follow-up Study of a National Cohort of Gulf War
11	and Gulf Era Veterans under the epidemiology program
12	of the Department of Veterans Affairs.
13	SEC. 6. LOANS GUARANTEED UNDER HOME LOAN PRO-
1314	SEC. 6. LOANS GUARANTEED UNDER HOME LOAN PRO- GRAM OF DEPARTMENT OF VETERANS AF-
14	GRAM OF DEPARTMENT OF VETERANS AF-
14 15	GRAM OF DEPARTMENT OF VETERANS AFFAIRS.
141516	GRAM OF DEPARTMENT OF VETERANS AFFAIRS. (a) Adjustment of Loan Limit.—
14 15 16 17	GRAM OF DEPARTMENT OF VETERANS AFFAIRS. (a) Adjustment of Loan Limit.— (1) In general.—Section 3703(a)(1) of title
14 15 16 17 18	GRAM OF DEPARTMENT OF VETERANS AFFAIRS. (a) ADJUSTMENT OF LOAN LIMIT.— (1) IN GENERAL.—Section 3703(a)(1) of title 38, United States Code, is amended—
141516171819	GRAM OF DEPARTMENT OF VETERANS AFFAIRS. (a) ADJUSTMENT OF LOAN LIMIT.— (1) IN GENERAL.—Section 3703(a)(1) of title 38, United States Code, is amended— (A) in subparagraph (A)—
14 15 16 17 18 19 20	GRAM OF DEPARTMENT OF VETERANS AF- FAIRS. (a) ADJUSTMENT OF LOAN LIMIT.— (1) IN GENERAL.—Section 3703(a)(1) of title 38, United States Code, is amended— (A) in subparagraph (A)— (i) in clause (i)(IV), by striking "the
14 15 16 17 18 19 20 21	GRAM OF DEPARTMENT OF VETERANS AFFAIRS. (a) ADJUSTMENT OF LOAN LIMIT.— (1) IN GENERAL.—Section 3703(a)(1) of title 38, United States Code, is amended— (A) in subparagraph (A)— (i) in clause (i)(IV), by striking "the lesser of the maximum guaranty amount
14 15 16 17 18 19 20 21 22	GRAM OF DEPARTMENT OF VETERANS AFFAIRS. (a) ADJUSTMENT OF LOAN LIMIT.— (1) IN GENERAL.—Section 3703(a)(1) of title 38, United States Code, is amended— (A) in subparagraph (A)— (i) in clause (i)(IV), by striking "the lesser of the maximum guaranty amount (as defined in subparagraph (C)) or";

1	(B) in subparagraph (B)—			
2	(i) by striking "The maximum" and			
3	inserting "With respect to loans described			
4	in subclauses (I), (II), or (III) of subpara-			
5	graph (A)(i), the maximum'; and			
6	(ii) by striking "or in the case" and			
7	all that follows through "subparagraph			
8	(C)),"; and			
9	(C) by striking subparagraph (C) and in-			
10	serting the following new subparagraph (C):			
11	"(C)(i) With respect to loans described in subclause			
12	(IV) of subparagraph (A)(i) made to a veteran not covered			
13	by clause (ii), the maximum amount of guaranty entitle-			
14	ment available to the veteran shall be 25 percent of the			
15	loan.			
16	"(ii) With respect to loans described in subclause			
17	(IV) of subparagraph (A)(i) made to a covered veteran,			
18	the maximum amount of guaranty entitlement available			
19	to the veteran shall be 25 percent of the Freddie Mac con-			
20	forming loan limit, reduced by the amount of entitlement			
21	previously used by the veteran under this chapter and not			
22	restored as a result of the exclusion in section 3702(b)			
23	of this title.			
24	"(iii) In this subparagraph:			

1	"(1) The term 'covered veteran' means a vet-
2	eran who has previously used entitlement under this
3	chapter and for whom the full amount of entitlement
4	so used has not been restored as a result of the ex-
5	clusion in section 3702(b) of this title.
6	"(II) The term 'Freddie Mac conforming loan
7	limit' means the limit determined under section
8	305(a)(2) of the Federal Home Loan Mortgage Cor-
9	poration Act (12 U.S.C. 1454(a)(2)) for a single-
10	family residence, as adjusted for the year involved.".
11	(2) Loans to native american veterans.—
12	Section 3762(c) of such title is amended—
13	(A) by striking paragraph (1); and
14	(B) by redesignating paragraphs (2) and
15	(3) as paragraphs (1) and (2), respectively.
16	(3) Conforming Amendment.—Section
17	3710(d)(4) of such title is amended by striking "sec-
18	tion 3703(a)(1)(B) of this title" and inserting "sub-
19	paragraph (B) or (C) of section 3703(a)(1) of this
20	title".
21	(b) Adjustment of Loan Fees.—Section
22	3729(b)(2) of title 38, United States Code, is amended
23	by striking the loan fee table and inserting the following:

21			
"Type of loan	Active duty veteran	Reservist	Other obligor
(A)(i) Initial loan described in section 3710(a) to purchase or construct a dwelling with 0-down, or any other initial loan described in section 3710(a) other than with 5-down or 10-down (closed on or after October 1, 2004, and before January 1, 2020)	2.15	2.40	NA
A)(ii) Initial loan described in section 3710(a) to purchase or construct a dwelling with 0-down, or any other initial loan described in section 3710(a) other than with 5-down or 10-down (closed on or after January 1, 2020, and before January 1, 2022)	2.30	2.30	NA
A)(iii) Initial loan described in section 3710(a) to purchase or construct a dwelling with 0-down, or any other initial loan described in section 3710(a) other than with 5-down or 10-down (closed on or after January 1, 2022, and before October 1, 2029)	2.15	2.15	NA
(A)(iv) Initial loan described in section 3710(a) to purchase or construct a dwelling with 0-down, or any other initial loan described in section 3710(a) other than with 5-down or 10-down (closed on or after October 1, 2029)	1.40	1.40	NA
(B)(i) Subsequent loan described in section 3710(a) to purchase or construct a dwelling with 0-down, or any other subsequent loan described in section 3710(a) (closed on or after October 1, 2004, and before January 1, 2020)	3.30	3.30	NA
(B)(ii) Subsequent loan described in section 3710(a) to purchase or construct a dwelling with 0-down, or any other subsequent loan described in section 3710(a) (closed on or after January 1, 2020, and before January 1, 2022)	3.60	3.60	NA
(B)(iii) Subsequent loan described in section 3710(a) to purchase or construct a dwelling with 0-down, or any other subsequent loan described in section 3710(a) (closed on or after January 1, 2022, and before October 1, 2029)	3.30	3,30	NA

22			
"Type of loan	Active duty veteran	Reservist	Other obligor
(B)(iv) Subsequent loan described in section 3710(a) to purchase or construct a dwelling with 0-down, or any other subsequent loan described in section 3710(a) (closed on or after October 1, 2029)	1.25	1.25	NA
(C)(i) Loan described in section 3710(a) to purchase or construct a dwelling with 5-down (closed before January 1, 2020)	1.50	1.75	NA
(C)(ii) Loan described in section 3710(a) to purchase or construct a dwelling with 5-down (closed on or after January 1, 2020, and before January 1, 2022)	1.65	1.65	NA
(C)(iii) Loan described in section 3710(a) to purchase or construct a dwelling with 5-down (closed on or after January 1, 2022, and before October 1, 2029)	1.50	1.50	NA
(C)(iv) Loan described in section 3710(a) to purchase or construct a dwelling with 5-down (closed on or after October 1, 2029)	0.75	0.75	NA
(D)(i) Loan described in section 3710(a) to purchase or construct a dwelling with 10-down (closed before January 1, 2020)	1.25	1.50	NA
(D)(ii) Loan described in section 3710(a) to purchase or construct a dwelling with 10-down (closed on or after January 1, 2020, and before January 1, 2022)	1.40	1.40	NA
(D)(iii) Loan described in section 3710(a) to purchase or construct a dwelling with 10-down (closed on or after January 1, 2022, and before October 1, 2029)	1.25	1.25	NA
(D)(iv) Loan described in section 3710(a) to purchase or construct a dwelling with 10-down (closed on or after October 1, 2029)	0.50	0.50	NA
(E) Interest rate reduction refinancing loan	0.50	0.50	NA
(F) Direct loan under section 3711	1.00	1.00	NA
(G) Manufactured home loan under section 3712 (other than an interest rate reduction refinancing loan)	1.00	1.00	NA
(H) Loan to Native American veteran under section 3762 (other than an interest rate reduction refinancing loan)	1.25	1.25	NA

"Type of loan	Active duty veteran	Reservist	Other obligor
(I) Loan assumption under section 3714	0.50	0.50	0.50
(J) Loan under section 3733(a)	2.25	2.25	2.25".

- 1 (c) Waiver of Fees for Purple Heart Recipi2 ents.—Section 3729(c)(1) of such title is amended—
 3 (1) by striking "or from a surviving spouse"
 4 and inserting ", from a surviving spouse"; and
 5 (2) by inserting before the period at the end the
 6 following: ", or from a member of the Armed Forces
 7 who is serving on active duty and who provides, on
 8 or before the date of loan closing, evidence of having
- 10 (d) Effective Date.—The amendments made by
 11 this section shall apply with respect to a loan guaranteed
 12 under section 3710 of title 38, United States Code, on
 13 or after January 1, 2020.

been awarded the Purple Heart".

- 14 (e) Guidance.—Notwithstanding section 501 of title 15 38, United States Code, the Secretary of Veterans Affairs 16 may issue guidance to implement this section before pre-17 scribing new regulations under sections 3703, 3729, and
- 18 3762 of such title, as amended by this section.

9

1	SEC. 7. INFORMATION GATHERING FOR DEPARTMENT OF
2	VETERANS AFFAIRS HOME LOAN APPRAIS-
3	ALS.
4	(a) In General.—Section 3731(b) of title 38,
5	United States Code, is amended by adding at the end the
6	following new paragraph:
7	"(3) The Secretary shall permit an appraiser on a
8	list developed and maintained under subsection (a)(3) to
9	make an appraisal for the purposes of this chapter based
10	solely on information gathered by a person with whom the
11	appraiser has entered into an agreement for such serv-
12	ices.".
13	(b) Effective Date.—The amendments made by
14	this section shall apply with respect to an appraisal under
15	section 3731 of such title, on or after January 1, 2020.
16	(c) Guidance.—Notwithstanding section 501 of such
17	title, the Secretary of Veterans Affairs may issue guidance
18	to implement this section before prescribing new regula-
19	tions under sections 3731 of such title, as amended by
20	subsection (a).
21	SEC. 8. DETERMINATION OF BUDGETARY EFFECTS.
22	The budgetary effects of this Act, for the purpose of
23	complying with the Statutory Pay-As-You-Go Act of 2010,
24	shall be determined by reference to the latest statement
25	titled "Budgetary Effects of PAYGO Legislation" for this

26 Act, submitted for printing in the Congressional Record

- 1 by the Chairman of the House Budget Committee, pro-
- 2 vided that such statement has been submitted prior to the
- 3 vote on passage.