

103^D CONGRESS
1ST SESSION

H. R. 413

To amend title II of the Social Security Act so as to remove the limitation upon the amount of outside income which an individual may earn while receiving benefits thereunder.

IN THE HOUSE OF REPRESENTATIVES

JANUARY 5, 1993

Mr. STUMP introduced the following bill; which was referred to the Committee on Ways and Means

A BILL

To amend title II of the Social Security Act so as to remove the limitation upon the amount of outside income which an individual may earn while receiving benefits thereunder.

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

3 That subsections (b), (d), (f), (h), (j), and (k) of section
4 203 of the Social Security are repealed.

5 SEC. 2. (a) Subsection (c) of section 203 of the Social
6 Security Act is redesignated as subsection (b); and such
7 subsection as so redesignated is amended—

1 (1) by striking out “Noncovered Work Outside
2 the United States or” in the heading;

3 (2) by striking out paragraph (1);

4 (3) by redesignating paragraphs (2), (3), and
5 (4) as paragraphs (1), (2), and (3), respectively;

6 (4) by striking out “For purposes of para-
7 graphs (2), (3), and (4)” and inserting in lieu there-
8 of “For purposes of paragraphs (1), (2), and (3)”;
9 and

10 (5) by striking out the last sentence.

11 (b) Subsection (e) of such section 203 is redesignated
12 as subsection (c); and such subsection as so redesignated
13 is amended by striking out “subsections (c) and (d)” and
14 inserting in lieu thereof “subsection (b)”.

15 (c) Subsection (g) of such section 203 is redesignated
16 as subsection (d); and such subsection as so redesignated
17 is amended by striking out “subsection (c)” each place it
18 appears and inserting in lieu thereof “subsection (b)”.

19 (d) Subsection (i) of such section 203 is redesignated
20 as subsection (e); and such subsection as so redesignated
21 is amended by striking out “subsection (b), (c), (g), or
22 (h)” and inserting in lieu thereof “subsection (b) or (d)”.

23 (e) Subsection (l) of such section 203 is redesignated
24 as subsection (f); and such subsection as so redesignated

1 is amended by striking out “subsection (g) or (h)(1)(A)”
2 and inserting in lieu thereof “subsection (d)”.

3 SEC. 3. (a) Section 202(j)(4)(B) of the Social Secu-
4 rity Act is amended by striking out clause (iii), and by
5 redesignating clause (iv) as clause (iii).

6 (b) Section 202(n)(1) of such Act is amended by
7 striking out “Section 203 (b), (c), and (d)” and inserting
8 in lieu thereof “Section 203(b)”.

9 (c)(1) Section 202(q)(5)(B) of such Act is amended
10 by striking out “section 203(c)(2)” and inserting in lieu
11 thereof “section 203(b)(1)”.

12 (2) Section 202(q)(7)(A) of such Act is amended by
13 striking out “deductions under section 203(b), 203(c)(1),
14 203(d)(1), or 222(b)” and inserting in lieu thereof “de-
15 ductions on account of work under section 203 or deduc-
16 tions under section 222(b)”.

17 (d)(1) Section 202(s)(1) of such Act is amended by
18 striking out “paragraphs (2), (3), and (4) of section
19 203(c)” and inserting in lieu thereof “paragraphs (1), (2),
20 and (3) of section 203(b)”.

21 (2) Section 202(s)(3) of such Act is amended by
22 striking out “the last sentence of subsection (c) of section
23 203, subsection (f)(1)(C) of section 203,”.

1 (e) Section 202(t)(7) of such Act is amended by strik-
2 ing out “Subsections (b), (c), and (d)” and inserting in
3 lieu thereof “Subsection (b)”.

4 (f) Section 202(w)(2)(B)(ii) of such Act is amended
5 to read as follows:

6 “(ii) such individual (I) was not entitled to
7 an old-age insurance benefit, (II) suffered de-
8 ductions, in amounts equal to the amount of
9 such benefit, under section 203(b) as in effect
10 in the month or months involved, or (III) would
11 have suffered deductions on account of work, in
12 amounts equal to the amount of such benefit
13 (as determined under regulations of the Sec-
14 retary), under subsections (b) through (l) of
15 section 203 as in effect immediately prior to the
16 enactment of this clause (III) if such sub-
17 sections (other than paragraph (8) of sub-
18 section (f) had remained in effect through such
19 month or months.”.

20 (g) Section 203(a)(3)(B)(iii) of such Act is amended
21 by striking out “and subsections (b), (c), and (d)” and
22 inserting in lieu thereof “and subsection (b)”.

23 (h) Section 208(a)(3) of such Act is amended by
24 striking out “under section 203(f) of this title for purposes
25 of deductions from benefits” and inserting in lieu thereof

1 “under section 203 for purposes of deductions from bene-
2 fits on account of work”.

3 (i) Section 215(g) of such Act is amended by striking
4 out “and deductions under section 203(b)”.

5 (j) The last sentence of section 223(d)(4) of such Act
6 is amended by striking out “the exempt amount under sec-
7 tion 203(f)(8) which is applicable to individuals described
8 in subparagraph (D) thereof” and inserting in lieu thereof
9 the following: “an amount equal to the exempt amount
10 which would have been applicable under section 203(f)(8),
11 to individuals described in subparagraph (D) thereof, if
12 subsections (b) through (l) of section 203 as in effect in
13 January 1979 had remained in effect through the month
14 in which such earnings were derived.”

15 (k) Section 1612(a) of such Act is amended—

16 (1) by striking out “as determined under sec-
17 tion 203(f)(5)(C)” in paragraph (1)(A) and insert-
18 ing in lieu thereof “as defined in the last sentence
19 of this subsection”; and

20 (2) by adding at the end thereof the following
21 new sentence:

22 “For purposes of paragraph (1)(A), the term ‘wages’
23 means wages as defined in section 209, but computed
24 without regard to the limitations as to amounts of remu-
25 neration specified in subsections (a), (g)(2), (g)(3), (h)(2),

1 and (j) of such section; and in making such computation
2 services which do not constitute employment as defined
3 in section 210, performed within the United States by an
4 individual as an employee or performed outside the United
5 States in the active military or naval service of the United
6 States, shall be deemed to be employment as so defined
7 if the remuneration for such services is not includible in
8 computing the individual's net earnings or new loss from
9 self-employment for purposes of title II.''.

10 (l) Section 2 of the Railroad Retirement Act of 1974
11 is amended by striking out subsections (f) and (g)(2).

12 SEC. 4. The amendments and repeals made by this
13 Act shall be effective with respect to taxable years ending
14 on and after the date of the enactment of this Act.

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