Calendar No.\_\_\_\_

AMENDMENT NO.\_\_\_\_

Purpose: To amend provisions relating to Federal civilian employee retirement, and for other purposes.
IN THE SENATE OF THE UNITED STATES—111th Cong., 1st Sess.
S. 1390
To authorize appropriations for fiscal year 2010 for military activities of the Department of Defense, for military construction, and for defense activities of the Department of Energy, to prescribe military personnel strengths for such fiscal year, and for other purposes.
Referred to the Committee on and ordered to be printed
Ordered to lie on the table and to be printed
Amendment intended to be proposed by Mr. Akaka (for himself, Ms. Collins, Mr. Lieberman, Mr. Voinovich, Ms. Murkowski, Mr. Begich, Mr. Kohl, Ms. Mikulski, and Mr. Cardin)
Viz:
1 At the end of title XI of division A, insert the fol-
2 lowing:

# Subtitle B—Federal Employee

## 2 Retirement-Related Provisions

3	SEC. 1121. CREDIT FOR UNUSED SICK LEAVE.
4	(a) In General.—Section 8415 of title 5, United
5	States Code, is amended—
6	(1) by redesignating the second subsection (k)
7	and subsection (l) as subsections (l) and (m), respec-
8	tively; and
9	(2) in subsection (l) (as so redesignated by
10	paragraph (1))—
11	(A) by striking "(l) In computing" and in-
12	serting "(l)(1) In computing"; and
13	(B) by adding at the end the following:
14	"(2) Except as provided in paragraph (1), in com-
15	puting an annuity under this subchapter, the total service
16	of an employee who retires on an immediate annuity or
17	who dies leaving a survivor or survivors entitled to annuity
18	includes the days of unused sick leave to his credit under
19	a formal leave system and for which days the employee
20	has not received payment, except that these days will not
21	be counted in determining average pay or annuity eligi-
22	bility under this subchapter. For purposes of this sub-
23	section, in the case of any such employee who is excepted
24	from subchapter I of chapter 63 under section 6301(2)(x)
25	through (xiii), the days of unused sick leave to his credit

- 1 include any unused sick leave standing to his credit when
- 2 he was excepted from such subchapter.".
- 3 (b) Exception From Deposit Requirement.—
- 4 Section 8422(d)(2) of title 5, United States Code, is
- 5 amended by striking "section 8415(k)" and inserting
- 6 "paragraph (1) or (2) of section 8415(l)".
- 7 (c) Effective Date.—The amendments made by
- 8 this section shall apply with respect to annuities computed
- 9 based on separations occurring on or after the date of en-
- 10 actment of this Act.
- 11 SEC. 1122. LIMITED EXPANSION OF THE CLASS OF INDIVID-
- 12 UALS ELIGIBLE TO RECEIVE AN ACTUARI-
- 13 ALLY REDUCED ANNUITY UNDER THE CIVIL
- 14 SERVICE RETIREMENT SYSTEM.
- 15 (a) IN GENERAL.—Section 8334(d)(2)(A)(i) of title
- 16 5, United States Code, is amended by striking "October
- 17 1, 1990" each place it appears and inserting "March 1,
- 18 1991".
- 19 (b) APPLICABILITY.—The amendment made by sub-
- 20 section (a) shall be effective with respect to any annuity,
- 21 entitlement to which is based on a separation from service
- 22 occurring on or after the date of enactment of this Act.

1	SEC. 1123. COMPUTATION OF CERTAIN ANNUITIES BASED
2	ON PART-TIME SERVICE.
3	(a) In General.—Section 8339(p) of title 5, United
4	States Code, is amended by adding at the end the fol-
5	lowing:
6	"(3) In the administration of paragraph (1)—
7	"(A) subparagraph (A) of such paragraph shall
8	apply with respect to service performed before, on,
9	or after April 7, 1986; and
10	"(B) subparagraph (B) of such paragraph—
11	"(i) shall apply with respect to that portion
12	of any annuity which is attributable to service
13	performed on or after April 7, 1986; and
14	"(ii) shall not apply with respect to that
15	portion of any annuity which is attributable to
16	service performed before April 7, 1986.".
17	(b) APPLICABILITY.—The amendment made by sub-
18	section (a) shall be effective with respect to any annuity,
19	entitlement to which is based on a separation from service
20	occurring on or after the date of enactment of this Act.
21	SEC. 1124. AUTHORITY TO DEPOSIT REFUNDS UNDER FERS.
22	(a) Deposit Authority.—Section 8422 of title 5,
23	United States Code, is amended by adding at the end the
24	following:
25	"(i)(1) Each employee or Member who has received
26	a refund of retirement deductions under this or any other

- 1 retirement system established for employees of the Gov-
- 2 ernment covering service for which such employee or Mem-
- 3 ber may be allowed credit under this chapter may deposit
- 4 the amount received, with interest. Credit may not be al-
- 5 lowed for the service covered by the refund until the de-
- 6 posit is made.
- 7 "(2) Interest under this subsection shall be computed
- 8 in accordance with paragraphs (2) and (3) of section
- 9 8334(e) and regulations prescribed by the Office. The op-
- 10 tion under the third sentence of section 8334(e)(2) to
- 11 make a deposit in one or more installments shall apply
- 12 to deposits under this subsection.
- 13 "(3) For the purpose of survivor annuities, deposits
- 14 authorized by this subsection may also be made by a sur-
- 15 vivor of an employee or Member.".
- 16 (b) Technical and Conforming Amendments.—
- 17 (1) Definitional Amendment.—Section
- 18 8401(19)(C) of title 5, United States Code, is
- amended by striking "8411(f);" and inserting
- 20 "8411(f) or 8422(i);".
- 21 (2) Crediting of Deposits.—Section 8422(c)
- of title 5, United States Code, is amended by adding
- at the end the following: "Deposits made by an em-
- ployee, Member, or survivor also shall be credited to
- 25 the Fund.".

1	(3) Section Heading.—(A) The heading for
2	section 8422 of title 5, United States Code, is
3	amended to read as follows:
4	"§ 8422. Deductions from pay; contributions for other
5	service; deposits".
6	(B) The analysis for chapter 84 of title 5
7	United States Code, is amended by striking the item
8	relating to section 8422 and inserting the following
	"8422. Deductions from pay; contributions for other service; deposits.".
9	(4) RESTORATION OF ANNUITY RIGHTS.—The
10	last sentence of section 8424(a) of title 5, United
11	States Code, is amended by striking "based." and
12	inserting "based, until the employee or Member is
13	reemployed in the service subject to this chapter."
13 14	reemployed in the service subject to this chapter."  SEC. 1125. RETIREMENT CREDIT FOR SERVICE OF CERTAIN
14	SEC. 1125. RETIREMENT CREDIT FOR SERVICE OF CERTAIN
14 15	SEC. 1125. RETIREMENT CREDIT FOR SERVICE OF CERTAIN EMPLOYEES TRANSFERRED FROM DISTRICT
<ul><li>14</li><li>15</li><li>16</li></ul>	SEC. 1125. RETIREMENT CREDIT FOR SERVICE OF CERTAIN  EMPLOYEES TRANSFERRED FROM DISTRICT  OF COLUMBIA SERVICE TO FEDERAL SERV
<ul><li>14</li><li>15</li><li>16</li><li>17</li></ul>	SEC. 1125. RETIREMENT CREDIT FOR SERVICE OF CERTAIN  EMPLOYEES TRANSFERRED FROM DISTRICT  OF COLUMBIA SERVICE TO FEDERAL SERVICE.
14 15 16 17 18	SEC. 1125. RETIREMENT CREDIT FOR SERVICE OF CERTAIN  EMPLOYEES TRANSFERRED FROM DISTRICT  OF COLUMBIA SERVICE TO FEDERAL SERVICE.  (a) RETIREMENT CREDIT.—
14 15 16 17 18 19	SEC. 1125. RETIREMENT CREDIT FOR SERVICE OF CERTAIN  EMPLOYEES TRANSFERRED FROM DISTRICT  OF COLUMBIA SERVICE TO FEDERAL SERVICE.  (a) RETIREMENT CREDIT.—  (1) IN GENERAL.—Any individual who is treat-
14 15 16 17 18 19 20	SEC. 1125. RETIREMENT CREDIT FOR SERVICE OF CERTAIN  EMPLOYEES TRANSFERRED FROM DISTRICT  OF COLUMBIA SERVICE TO FEDERAL SERVICE.  (a) RETIREMENT CREDIT.—  (1) IN GENERAL.—Any individual who is treated as an employee of the Federal Government for
14 15 16 17 18 19 20 21	SEC. 1125. RETIREMENT CREDIT FOR SERVICE OF CERTAIN  EMPLOYEES TRANSFERRED FROM DISTRICT  OF COLUMBIA SERVICE TO FEDERAL SERVICE.  (a) RETIREMENT CREDIT.—  (1) IN GENERAL.—Any individual who is treated as an employee of the Federal Government for purposes of chapter 83 or chapter 84 of title 5
14 15 16 17 18 19 20 21 22	SEC. 1125. RETIREMENT CREDIT FOR SERVICE OF CERTAIN  EMPLOYEES TRANSFERRED FROM DISTRICT  OF COLUMBIA SERVICE TO FEDERAL SERVICE.  (a) RETIREMENT CREDIT.—  (1) IN GENERAL.—Any individual who is treated as an employee of the Federal Government for purposes of chapter 83 or chapter 84 of title 5  United States Code, on or after the date of enactions.

1	itable service under sections 8332 or 8411 of title 5,
2	United States Code, but only for purposes of the fol-
3	lowing provisions of such title:
4	(A) Sections 8333 and 8410 (relating to
5	eligibility for annuity).
6	(B) Sections 8336 (other than subsections
7	(d), (h), and (p) thereof) and 8412 (relating to
8	immediate retirement).
9	(C) Sections 8338 and 8413 (relating to
10	deferred retirement).
11	(D) Sections 8336(d), 8336(h), 8336(p),
12	and 8414 (relating to early retirement).
13	(E) Section 8341 and subchapter IV of
14	chapter 84 (relating to survivor annuities).
15	(F) Section 8337 and subchapter V of
16	chapter 84 (relating to disability benefits).
17	(2) Treatment of Detention officer serv-
18	ICE AS LAW ENFORCEMENT OFFICER SERVICE.—Any
19	portion of an individual's qualifying District of Co-
20	lumbia service which consisted of service as a deten-
21	tion officer under section 2604(2) of the District of
22	Columbia Government Comprehensive Merit Per-
23	sonnel Act of 1978 (sec. $1-626.04(2)$ , D.C. Official
24	Code) shall be treated as service as a law enforce-
25	ment officer under sections 8331(20) or 8401(17) of

1	title 5, United States Code, for purposes of applying
2	paragraph (1) with respect to the individual.
3	(3) Service not included in computing
4	AMOUNT OF ANY ANNUITY.—Qualifying District of
5	Columbia service shall not be taken into account for
6	purposes of computing the amount of any benefit
7	payable out of the Civil Service Retirement and Dis-
8	ability Fund.
9	(b) Qualifying District of Columbia Service
10	DEFINED.—In this section, "qualifying District of Colum-
11	bia service" means any of the following:
12	(1) Service performed by an individual as a
13	nonjudicial employee of the District of Columbia
14	courts—
15	(A) which was performed prior to the ef-
16	fective date of the amendments made by section
17	11246(b) of the Balanced Budget Act of 1997;
18	and
19	(B) for which the individual did not ever
20	receive credit under the provisions of sub-
21	chapter III of chapter 83 or chapter 84 of title
22	5, United States Code (other than by virtue of
23	section 8331(1)(iv) of such title).
24	(2) Service performed by an individual as an
25	employee of an entity of the District of Columbia

1	government whose functions were transferred to the
2	Pretrial Services, Parole, Adult Supervision, and Of-
3	fender Supervision Trustee under section 11232 of
4	the Balanced Budget Act of 1997—
5	(A) which was performed prior to the ef-
6	fective date of the individual's coverage as an
7	employee of the Federal Government under sec-
8	tion 11232(f) of such Act; and
9	(B) for which the individual did not ever
10	receive credit under the provisions of sub-
11	chapter III of chapter 83 or chapter 84 of title
12	5, United States Code (other than by virtue of
13	section 8331(1)(iv) of such title).
14	(3) Service performed by an individual as an
15	employee of the District of Columbia Public De-
16	fender Service—
17	(A) which was performed prior to the ef-
18	fective date of the amendments made by section
19	7(e) of the District of Columbia Courts and
20	Justice Technical Corrections Act of 1998; and
21	(B) for which the individual did not ever
22	receive credit under the provisions of sub-
23	chapter III of chapter 83 or chapter 84 of title
24	5, United States Code (other than by virtue of
25	section 8331(1)(iv) of such title).

1 (4) In the case of an individual who was an em-2 ployee of the District of Columbia Department of 3 Corrections who was separated from service as a result of the closing of the Lorton Correctional Com-4 5 plex and who was appointed to a position with the 6 Bureau of Prisons, the District of Columbia courts, 7 the Pretrial Services, Parole, Adult Supervision, and 8 Offender Supervision Trustee, the United States Pa-9 role Commission, or the District of Columbia Public 10 Defender Service, service performed by the indi-11 vidual as an employee of the District of Columbia 12 Department of Corrections— 13 (A) which was performed prior to the ef-14 fective date of the individual's coverage as an 15 employee of the Federal Government; and 16 (B) for which the individual did not ever 17 receive credit under the provisions of sub-18 chapter III of chapter 83 or chapter 84 of title 19 5, United States Code (other than by virtue of 20 section 8331(1)(iv) of such title). 21 (c) Certification of Service.—The Office of Per-22 sonnel Management shall accept the certification of the 23 appropriate personnel official of the government of the District of Columbia or other independent employing entity concerning whether an individual performed qualifying

1	District of Columbia service and the length of the period
2	of such service the individual performed.
3	SEC. 1126. RETIREMENT TREATMENT OF CERTAIN SECRET
4	SERVICE EMPLOYEES.
5	(a) Definition.—In this section the term "covered
6	employee" means an individual who—
7	(1) was hired as a member of the United States
8	Secret Service Division during the period beginning
9	on January 1, 1984 through December 31, 1986;
10	(2) has actively performed duties other than
11	clerical for 10 or more years directly related to the
12	protection mission of the United States Secret Serv-
13	ice described under section 3056 of title 18, United
14	States Code;
15	(3) is serving as a member of the United States
16	Secret Service Division or the United States Secret
17	Service Uniform Division (or any successor entity)
18	on the effective date of this section; and
19	(4) files an election to be a covered employee
20	under subsection (b)(1).
21	(b) Election of Coverage.—
22	(1) In general.—Not later than 60 days after
23	the date of enactment of this Act, an individual de-
24	scribed under subsection (a)(1), (2), and (3) may
25	file an election with the United States Secret Service

- to be a covered employee and to transition to the District of Columbia Police and Fire Fighter Retirement and Disability System.
  - (2) NOTIFICATION.—Not later than 30 days after the date of enactment of this Act, the Office of Personnel Management and the United States Secret Service shall notify each individual described under subsection (a)(1), (2), and (3) that the individual is qualified to file an election under paragraph (1).

### (c) Retirement Coverage Conversion.—

(1) IN GENERAL.—Not later than 180 days after the date of enactment of this Act, and in consultation with the Secretary of Homeland Security and the Thrift Savings Board, the Office of Personnel Management shall prescribe regulations to carry out the responsibilities of the Federal Government under this section. The regulations prescribed under this paragraph shall provide for transition of covered employees from the Federal Employees' Retirement System to the Civil Service Retirement System.

#### (2) Treatment of covered employees.—

(A) ELECTION OF COVERAGE.—

1	(i) In general.—If a covered em-
2	ployee files an election under subsection
3	(b)(1), the covered employee shall, subject
4	to clause (ii), be converted from the Fed-
5	eral Employees' Retirement System to the
6	Civil Service Retirement System.
7	(ii) Coverage in district of co-
8	LUMBIA RETIREMENT SYSTEM.—
9	(I) IN GENERAL.—Chapter 7 of
10	title 5 of the District of Columbia
11	Code shall apply with respect to a cov-
12	ered employee on the date on which
13	the covered employee transitions to
14	the Civil Service Retirement System.
15	(II) Authorization for dis-
16	TRICT OF COLUMBIA.—The govern-
17	ment of the District of Columbia shall
18	provide for the coverage of covered
19	employees in the District of Columbia
20	Police and Fire Fighter Retirement
21	and Disability System in accordance
22	with this section.
23	(B) Thrift savings plan.—A covered
24	employee shall forfeit, under procedures pre-
25	scribed by the Executive Director of the Fed-

1	eral Retirement Thrift Investment Board, all
2	Thrift Savings Plan contributions and associ-
3	ated earnings made by an employing agency
4	pursuant to section 8432(c) of title 5, United
5	States Code. Any amounts remaining in the
6	Thrift Savings Plan account of the covered em-
7	ployee may be transferred to a private account
8	or the District of Columbia Police and Fire-
9	fighter Retirement and Disability System.
10	(C) Forfeiture of social security
11	BENEFITS.—
12	(i) Contributions.—Upon conver-
13	sion into the Civil Service Retirement Sys-
14	tem, a covered employee shall forfeit all
15	contributions made under title II of the
16	Social Security Act while employed by the
17	United States Secret Service. All forfeited
18	funds shall remain in the Federal Old-Age
19	and Survivors Insurance Trust Fund and
20	the Federal Disability Insurance Trust
21	Fund, as applicable.
22	(ii) Benefits.—A covered employee
23	shall not be entitled to any benefit based
24	on any contribution forfeited under clause
25	(i).

1	(3) Implement.—The Office of Personnel
2	Management, the Department of Homeland Secu-
3	rity, the Social Security Administration, and the
4	Thrift Savings Board shall take such actions as nec-
5	essary to provide for the implementation of this sec-
6	tion.
7	(d) Effective Date.—
8	(1) In general.—Except as provided under
9	paragraph (2), this section shall take effect on the
10	first day of the first applicable pay period that be-
11	gins 180 days after the date of enactment of this
12	Act.
13	(2) Elections and implementation.—Sub-
14	sections (b) and (c)(1) and (3) shall take effect on
15	the date of enactment of this Act.
16	Subtitle C—Non-Foreign Area
17	Retirement Equity Assurance
18	SEC. 1141. SHORT TITLE.
19	This subtitle may be cited as the "Non-Foreign Area
20	Retirement Equity Assurance Act of 2009" or the "Non-
21	Foreign AREA Act of 2009".
22	SEC. 1142. EXTENSION OF LOCALITY PAY.
23	(a) Locality-Based Comparability Payments.—
24	Section 5304 of title 5, United States Code, is amended—

1	(1) in subsection $(f)(1)$ , by striking subpara-
2	graph (A) and inserting the following:
3	"(A) each General Schedule position in the
4	United States, as defined under section
5	5921(4), and its territories and possessions, in-
6	cluding the Commonwealth of Puerto Rico and
7	the Commonwealth of the Northern Mariana Is-
8	lands, shall be included within a pay locality;";
9	(2) in subsection (g)—
10	(A) in paragraph (2)—
11	(i) in subparagraph (A), by striking
12	"and" after the semicolon;
13	(ii) in subparagraph (B) by striking
14	the period and inserting "; and"; and
15	(iii) by adding after subparagraph (B)
16	the following:
17	"(C) positions under subsection (h)(1)(C)
18	not covered by appraisal systems certified under
19	section 5382; and"; and
20	(B) by adding at the end the following:
21	"(3) The applicable maximum under this sub-
22	section shall be level II of the Executive Schedule for
23	positions under subsection (h)(1)(C) covered by ap-
24	praisal systems certified under section 5307(d)."
25	and

1	(3) in subsection $(h)(1)$ —
2	(A) in subparagraph (B) by striking "and"
3	after the semicolon;
4	(B) by redesignating subparagraph (C) as
5	subparagraph (D);
6	(C) by inserting after subparagraph (B)
7	the following:
8	"(C) a Senior Executive Service position
9	under section 3132 or 3151 or a senior level po-
10	sition under section 5376 stationed within the
11	United States, but outside the 48 contiguous
12	States and the District of Columbia in which
13	the incumbent was an individual who on the
14	day before the date of enactment of the Non-
15	Foreign Area Retirement Equity Assurance Act
16	of 2009 was eligible to receive a cost-of-living
17	allowance under section 5941; and";
18	(D) in clause (iv) in the matter following
19	subparagraph (D), by inserting ", except for
20	members covered by subparagraph (C)" before
21	the semicolon; and
22	(E) in clause (v) in the matter following
23	subparagraph (D), by inserting ", except for
24	members covered by subparagraph (C)" before
25	the semicolon.

1	(b) Allowances Based on Living Costs and
2	CONDITIONS OF ENVIRONMENT.—Section 5941 of title 5,
3	United States Code, is amended—
4	(1) in subsection (a), by adding after the last
5	sentence "Notwithstanding any preceding provision
6	of this subsection, the cost-of-living allowance rate
7	based on paragraph (1) shall be the cost-of-living al-
8	lowance rate in effect on the date of enactment of
9	the Non-Foreign Area Retirement Equity Assurance
10	Act of 2009, except as adjusted under subsection
11	(e).";
12	(2) by redesignating subsection (b) as sub-
13	section (d); and
14	(3) by inserting after subsection (a) the fol-
15	lowing:
16	"(b) This section shall apply only to areas that are
17	designated as cost-of-living allowance areas as in effect on
18	December 31, 2009.
19	``(c)(1) The cost-of-living allowance rate payable
20	under this section shall be adjusted on the first day of
21	the first applicable pay period beginning on or after—
22	"(A) January 1, 2010; and
23	"(B) January 1 of each calendar year in which
24	a locality-based comparability adjustment takes ef-
25	fect under section 1144 (2) and (3) of the Non-For-

- 1 eign Area Retirement Equity Assurance Act of
- 2 2009.
- 3 "(2)(A) In this paragraph, the term 'applicable local-
- 4 ity-based comparability pay percentage' means, with re-
- 5 spect to calendar year 2010 and each calendar year there-
- 6 after, the applicable percentage under section 1144 (1),
- 7 (2), or (3) of Non-Foreign Area Retirement Equity Assur-
- 8 ance Act of 2009.
- 9 "(B) Each adjusted cost-of-living allowance rate
- 10 under paragraph (1) shall be computed by—
- "(i) subtracting 65 percent of the applicable lo-
- cality-based comparability pay percentage from the
- 13 cost-of-living allowance percentage rate in effect on
- 14 December 31, 2009; and
- 15 "(ii) dividing the resulting percentage deter-
- mined under clause (i) by the sum of—
- 17 "(I) one; and
- 18 "(II) the applicable locality-based com-
- 19 parability payment percentage expressed as a
- numeral.
- 21 "(3) No allowance rate computed under paragraph
- 22 (2) may be less than zero.
- "(4) Each allowance rate computed under paragraph
- 24 (2) shall be paid as a percentage of basic pay (including
- 25 any applicable locality-based comparability payment under

- 1 section 5304 or similar provision of law and any applicable
- 2 special rate of pay under section 5305 or similar provision
- 3 of law).".

#### 4 SEC. 1143. ADJUSTMENT OF SPECIAL RATES.

- 5 (a) In General.—Each special rate of pay estab-
- 6 lished under section 5305 of title 5, United States Code,
- 7 and payable in an area designated as a cost-of-living allow-
- 8 ance area under section 5941(a) of that title, shall be ad-
- 9 justed, on the dates prescribed by section 1144 of this sub-
- 10 title, in accordance with regulations prescribed by the Di-
- 11 rector of the Office of Personnel Management under sec-
- 12 tion 1148 of this subtitle.
- 13 (b) AGENCIES WITH STATUTORY AUTHORITY.—
- 14 (1) In general.—Each special rate of pay es-
- tablished under an authority described under para-
- graph (2) and payable in a location designated as a
- 17 cost-of-living allowance area under section
- 18 5941(a)(1) of title 5, United States Code, shall be
- adjusted in accordance with regulations prescribed
- 20 by the applicable head of the agency that are con-
- 21 sistent with the regulations issued by the Director of
- the Office of Personnel Management under sub-
- section (a).

1	(2) STATUTORY AUTHORITY.—The authority re-
2	ferred to under paragraph (1), is any statutory au-
3	thority that—
4	(A) is similar to the authority exercised
5	under section 5305 of title 5, United States
6	Code;
7	(B) is exercised by the head of an agency
8	when the head of the agency determines it to be
9	necessary in order to obtain or retain the serv-
10	ices of persons specified by statute; and
11	(C) authorizes the head of the agency to
12	increase the minimum, intermediate, or max-
13	imum rates of basic pay authorized under appli-
14	cable statutes and regulations.
15	(c) Temporary Adjustment.—Regulations issued
16	under subsection (a) or (b) may provide that statutory
17	limitations on the amount of such special rates may be
18	temporarily raised to a higher level during the transition
19	period described in section 1144 ending on the first day
20	of the first pay period beginning on or after January 1,
21	2012, at which time any special rate of pay in excess of
22	the applicable limitation shall be converted to a retained
23	rate under section 5363 of title 5, United States Code.

## SEC. 1144. TRANSITION SCHEDULE FOR LOCALITY-BASED 2 COMPARABILITY PAYMENTS. 3 Notwithstanding any other provision of this subtitle or section 5304 or 5304a of title 5, United States Code, 4 5 in implementing the amendments made by this subtitle, for each non-foreign area determined under section 6 7 5941(b) of that title, the applicable rate for the localitybased comparability adjustment that is used in the com-9 putation required under section 5941(c) of that title shall be adjusted effective on the first day of the first pay period 10 11 beginning on or after January 1— 12 (1) in calendar year 2010, by using ½ of the 13 locality pay percentage for the rest of United States 14 locality pay area; 15 (2) in calendar year 2011, by using ½ of the 16 otherwise applicable comparability payment approved 17 by the President for each non-foreign area; and 18 (3) in calendar year 2012 and each subsequent 19 year, by using the full amount of the applicable com-20 parability payment approved by the President for 21 each non-foreign area. 22 SEC. 1145. SAVINGS PROVISION. 23 (a) Sense of Congress.—It is the sense of Con-24 gress that—

1	(1) the application of this subtitle to any em-
2	ployee should not result in a decrease in the take
3	home pay of that employee;
4	(2) in calendar year 2012 and each subsequent
5	year, no employee shall receive less than the Rest of
6	the U.S. locality pay rate;
7	(3) concurrent with the surveys next conducted
8	under the provisions of section $5304(d)(1)(A)$ of title
9	5, United States Code, beginning after the date of
10	the enactment of this Act, the Bureau of Labor Sta-
11	tistics should conduct separate surveys to determine
12	the extent of any pay disparity (as defined by sec-
13	tion 5302 of that title) that may exist with respect
14	to positions located in the State of Alaska, the State
15	of Hawaii, and the United States territories, includ-
16	ing American Samoa, Guam, Commonwealth of the
17	Northern Mariana Islands, Commonwealth of Puerto
18	Rico, and the United States Virgin Islands;
19	(4) if the surveys under paragraph (3) indicate
20	that the pay disparity determined for the State of
21	Alaska, the State of Hawaii, or any 1 of the United
22	States territories including American Samoa, Guam,
23	Commonwealth of the Northern Mariana Islands,
24	Commonwealth of Puerto Rico, and the United
25	States Virgin Islands exceeds the pay disparity de-

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- termined for the locality which (for purposes of section 5304 of that title) is commonly known as the "Rest of the United States", the President's Pay Agent should take appropriate measures to provide that each such surveyed area be treated as a separate pay locality for purposes of that section; and
- (5) the President's Pay Agent will establish 1 locality area for the entire State of Hawaii and 1 locality area for the entire State of Alaska.

## (b) Savings Provisions.—

(1) In General.—During the period described under section 1144 of this subtitle, an employee paid a special rate under 5305 of title 5, United States Code, who the day before the date of enactment of this Act was eligible to receive a cost-of-living allowance under section 5941 of title 5, United States Code, and who continues to be officially stationed in an allowance area, shall receive an increase in the employee's special rate consistent with increases in the applicable special rate schedule. For employees in allowance areas, the minimum step rate for any grade of a special rate schedule shall be increased at the time of an increase in the applicable locality rate percentage for the allowance area by not less than the dollar increase in the locality-based com-

1	parability payment for a non-special rate employee
2	at the same minimum step provided under section
3	1144 of this subtitle, and corresponding increases
4	shall be provided for all step rates of the given pay
5	range.
6	(2) Continuation of cost of living allow-
7	ANCE RATE.—If an employee, who the day before
8	the date of enactment of this Act was eligible to re-
9	ceive a cost-of-living allowance under section 5941 of
10	title 5, United States Code, would receive a rate of
11	basic pay and applicable locality-based comparability
12	payment which is in excess of the maximum rate
13	limitation set under section 5304(g) of title 5,
14	United States Code, for his position (but for that
15	maximum rate limitation) due to the operation of
16	this subtitle, the employee shall continue to receive
17	the cost-of-living allowance rate in effect on Decem-
18	ber 31, 2009 without adjustment until—
19	(A) the employee leaves the allowance area
20	or pay system; or
21	(B) the employee is entitled to receive
22	basic pay (including any applicable locality-
23	based comparability payment or similar supple-
24	ment) at a higher rate,

1	but, when any such position becomes vacant, the pay
2	of any subsequent appointee thereto shall be fixed in
3	the manner provided by applicable law and regula-
4	tion.
5	(3) Locality-based comparability pay-
6	MENTS.—Any employee covered under paragraph (2)
7	shall receive any applicable locality-based com-
8	parability payment extended under section 1144 of
9	this subtitle which is not in excess of the maximum
10	rate set under section 5304(g) of title 5, United
11	States Code, for his position including any future in-
12	crease to statutory pay limitations under 5318 of
13	title 5, United States Code. Notwithstanding para-
14	graph (2), to the extent that an employee covered
15	under that paragraph receives any amount of local-
16	ity-based comparability payment, the cost-of-living
17	allowance rate under that paragraph shall be re-
18	duced accordingly, as provided under section
19	5941(c)(2)(B) of title 5, United States Code.
20	SEC. 1146. APPLICATION TO OTHER ELIGIBLE EMPLOYEES.
21	(a) In General.—
22	(1) Definition.—In this subsection, the term
23	"covered employee" means—
24	(A) any employee who—

1	(1) on the day before the date of en-
2	actment of this Act—
3	(I) was eligible to be paid a cost-
4	of-living allowance under 5941 of title
5	5, United States Code; and
6	(II) was not eligible to be paid lo-
7	cality-based comparability payments
8	under 5304 or 5304a of that title; or
9	(ii) on or after the date of enactment
10	of this Act becomes eligible to be paid a
11	cost-of-living allowance under 5941 of title
12	5, United States Code; or
13	(B) any employee who—
14	(i) on the day before the date of en-
15	actment of this Act—
16	(I) was eligible to be paid an al-
17	lowance under section 1603(b) of title
18	10, United States Code;
19	(II) was eligible to be paid an al-
20	lowance under section 1005(b) of title
21	39, United States Code;
22	(III) was employed by the Trans-
23	portation Security Administration of
24	the Department of Homeland Security
25	and was eligible to be paid an allow-

1	ance based on section 5941 of title 5,
2	United States Code; or
3	(IV) was eligible to be paid under
4	any other authority a cost-of-living al-
5	lowance that is equivalent to the cost-
6	of-living allowance under section 5941
7	of title 5, United States Code; or
8	(ii) on or after the date of enactment
9	of this Act—
10	(I) becomes eligible to be paid an
11	allowance under section 1603(b) of
12	title 10, United States Code;
13	(II) becomes eligible to be paid
14	an allowance under section 1005(b) of
15	title 39, United States Code;
16	(III) is employed by the Trans-
17	portation Security Administration of
18	the Department of Homeland Security
19	and becomes eligible to be paid an al-
20	lowance based on section 5941 of title
21	5, United States Code; or
22	(IV) is eligible to be paid under
23	any other authority a cost-of-living al-
24	lowance that is equivalent to the cost-

1	of-living allowance under section 5941
2	of title 5, United States Code.
3	(2) Application to covered employees.—
4	(A) In General.—Notwithstanding any
5	other provision of law, for purposes of this sub-
6	title (including the amendments made by this
7	subtitle) any covered employee shall be treated
8	as an employee to whom section 5941 of title
9	5, United States Code (as amended by section
10	1142 of this subtitle), and section 1144 of this
11	subtitle apply.
12	(B) Pay fixed by statute.—Pay to cov-
13	ered employees under section 5304 or 5304a of
14	title 5, United States Code, as a result of the
15	application of this subtitle shall be considered
16	to be fixed by statute.
17	(C) Performance appraisal system.—
18	With respect to a covered employee who is sub-
19	ject to a performance appraisal system no part
20	of pay attributable to locality-based com-
21	parability payments as a result of the applica-
22	tion of this subtitle including section 5941 of
23	title 5, United States Code (as amended by sec-
24	tion 1142 of this subtitle), may be reduced on
25	the basis of the performance of that employee.

1	(b) POSTAL EMPLOYEES IN NON-FOREIGN AREAS.—
2	(1) In general.—Section 1005(b) of title 39,
3	United States Code, is amended—
4	(A) by inserting "(1)" after "(b)";
5	(B) by striking "Section 5941," and in-
6	serting "Except as provided under paragraph
7	(2), section 5941";
8	(C) by striking "For purposes of such sec-
9	tion," and inserting "Except as provided under
10	paragraph (2), for purposes of section 5941 of
11	that title,"; and
12	(D) by adding at the end the following:
13	"(2) On and after the date of enactment of the
14	Non-Foreign Area Retirement Equity Assurance Act
15	of 2009—
16	"(A) the provisions of that Act and section
17	5941 of title 5 shall apply to officers and em-
18	ployees covered by section 1003 (b) and (c)
19	whose duty station is in a nonforeign area; and
20	"(B) with respect to officers and employees
21	of the Postal Service (other than those officers
22	and employees described under subparagraph
23	(A)) of section 1146(b)(2) of that Act shall
24	apply.".

1	(2) CONTINUATION OF COST OF LIVING ALLOW-
2	ANCE.—
3	(A) In General.—Notwithstanding any
4	other provision of this subtitle, any employee of
5	the Postal Service (other than an employee cov-
6	ered by section 1003 (b) and (c) of title 39,
7	United States Code, whose duty station is in a
8	nonforeign area) who is paid an allowance
9	under section 1005(b) of that title shall be
10	treated for all purposes as if the provisions of
11	this subtitle (including the amendments made
12	by this subtitle) had not been enacted, except
13	that the cost-of-living allowance rate paid to
14	that employee—
15	(i) may result in the allowance exceed-
16	ing 25 percent of the rate of basic pay of
17	that employee; and
18	(ii) shall be the greater of—
19	(I) the cost-of-living allowance
20	rate in effect on December 31, 2009
21	for the applicable area; or
22	(II) the applicable locality-based
23	comparability pay percentage under
24	section 1144.

1	(B) Rule of Construction.—Nothing in
2	this subtitle shall be construed to—
3	(i) provide for an employee described
4	under subparagraph (A) to be a covered
5	employee as defined under subsection (a);
6	or
7	(ii) authorize an employee described
8	under subparagraph (A) to file an election
9	under section 1147 of this subtitle.
10	SEC. 1147. ELECTION OF ADDITIONAL BASIC PAY FOR AN-
11	NUITY COMPUTATION BY EMPLOYEES.
12	(a) Definition.—In this section the term "covered
13	employee" means any employee—
14	(1) to whom section 1144 applies;
15	(2) who is separated from service by reason of
16	retirement under chapter 83 or 84 of title 5, United
17	States Code, during the period of January 1, 2010,
18	through December 31, 2012; and
19	(3) who files an election with the Office of Per-
20	sonnel Management under subsection (b).
21	(b) Election.—
22	(1) In General.—An employee described
23	under subsection (a) (1) and (2) may file an election
24	with the Office of Personnel Management to be cov-
25	ered under this section.

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1	(2) Deadline.—An election under this sub-
2	section may be filed not later than December 31,
3	2012.
4	(c) Computation of Annuity.—
5	(1) In general.—Except as provided under
6	paragraph (2), for purposes of the computation of
7	an annuity of a covered employee any cost-of-living
8	allowance under section 5941 of title 5, United
9	States Code, paid to that employee during the first
10	applicable pay period beginning on or after January
11	1, 2010 through the first applicable pay period end-
12	ing on or after December 31, 2012, shall be consid-
13	ered basic pay as defined under section 8331(3) or
14	8401(4) of that title.
15	(2) Limitation.—The amount of the cost-of-
16	living allowance which may be considered basic pay
17	under paragraph (1) may not exceed the amount of

- living allowance which may be considered basic pay under paragraph (1) may not exceed the amount of the locality-based comparability payments the employee would have received during that period for the applicable pay area if the limitation under section 1144 of this subtitle did not apply.
- 22 (d) Civil Service Retirement and Disability
- 23 Retirement Fund.—

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1	(1) Employee contributions.—A covered
2	employee shall pay into the Civil Service Retirement
3	and Disability Retirement Fund—
4	(A) an amount equal to the difference be-
5	tween—
6	(i) employee contributions that would
7	have been deducted and withheld from pay
8	under section 8334 or 8422 of title 5,
9	United States Code, during the period de-
10	scribed under subsection (e) of this section
11	if the cost-of-living allowances described
12	under that subsection had been treated as
13	basic pay under section 8331(3) or
14	8401(4) of title 5, United States Code; and
15	(ii) employee contributions that were
16	actually deducted and withheld from pay
17	under section 8334 or 8422 of title 5,
18	United States Code, during that period;
19	and
20	(B) interest as prescribed under section
21	8334(e) of title 5, United States Code, based on
22	the amount determined under subparagraph
23	(A).
24	(2) Agency contributions.—

1	(A) In general.—The employing agency
2	of a covered employee shall pay into the Civil
3	Service Retirement and Disability Retirement
4	Fund an amount for applicable agency con-
5	tributions based on payments made under para-
6	graph (1).
7	(B) Source.—Amounts paid under this
8	paragraph shall be contributed from the appro-
9	priation or fund used to pay the employee.
10	(3) REGULATIONS.—The Office of Personnel
11	Management may prescribe regulations to carry out
12	this section.
13	SEC. 1148. REGULATIONS.
14	(a) In General.—The Director of the Office of Per-
15	sonnel Management shall prescribe regulations to carry
16	out this subtitle, including—
17	(1) rules for special rate employees described
18	under section 1143;
19	(2) rules for adjusting rates of basic pay for
20	employees in pay systems administered by the Office
21	of Personnel Management when such employees are
22	not entitled to locality-based comparability payments
23	under section 5304 of title 5, United States Code,
24	without regard to otherwise applicable statutory pay
25	limitations during the transition period described in

- 1 section 1144 ending on the first day of the first pay 2 period beginning on or after January 1, 2012; and 3 (3) rules governing establishment and adjust-4 ment of saved or retained rates for any employee 5 whose rate of pay exceeds applicable pay limitations 6 on the first day of the first pay period beginning on 7 or after January 1, 2012. (b) OTHER PAY SYSTEMS.—With the concurrence of 8 the Director of the Office of Personnel Management, the 10 administrator of a pay system not administered by the Office of Personnel Management shall prescribe regulations 11 12 to carry out this subtitle with respect to employees in such pay system, consistent with the regulations prescribed by the Office under subsection (a). With respect to employees 14 15 not entitled to locality-based comparability payments under section 5304 of title 5, United States Code, regula-16 17 tions prescribed under this subsection may provide for spe-18 cial payments or adjustments for employees who were eli-19 gible to receive a cost-of-living allowance under section 20 5941 of that title on the date before the date of enactment 21 of this Act.
- 22 SEC. 1149. EFFECTIVE DATES.
- 23 (a) In General.—Except as provided by subsection
- 24 (b), this subtitle (including the amendments made by this

1	subtitle) shall take effect on the date of enactment of this
2	Act.
3	(b) Locality Pay and Schedule.—The amend-
4	ments made by section 1142 and the provisions of section
5	1144 shall take effect on the first day of the first applica-
6	ble pay period beginning on or after January 1, 2010.
7	Subtitle D—Part-Time
8	Reemployment of Annuitants
9	SEC. 1161. SHORT TITLE.
10	This subtitle may be cited as the "Part-Time Reem-
11	ployment of Annuitants Act of 2009".
12	SEC. 1162. PART-TIME REEMPLOYMENT.
13	(a) Civil Service Retirement System.—Section
14	8344 of title 5, United States Code, is amended—
15	(1) by redesignating subsection (l) as subsection
16	(m);
17	(2) by inserting after subsection (k) the fol-
18	lowing:
19	"(l)(1) For purposes of this subsection—
20	"(A) the term 'head of an agency' means—
21	"(i) the head of an Executive agency, other
22	than the Department of Defense or the Govern-
23	ment Accountability Office;
24	"(ii) the head of the United States Postal
25	Service;

1	"(iii) the Director of the Administrative
2	Office of the United States Courts, with respect
3	to employees of the judicial branch; and
4	"(iv) any employing authority described
5	under subsection (k)(2), other than the Govern-
6	ment Accountability Office; and
7	"(B) the term 'limited time appointee' means
8	an annuitant appointed under a temporary appoint-
9	ment limited to 1 year or less.
10	"(2) The head of an agency may waive the applica-
11	tion of subsection (a) or (b) with respect to any annuitant
12	who is employed in such agency as a limited time ap-
13	pointee, if the head of the agency determines that the em-
14	ployment of the annuitant is necessary to—
15	"(A) fulfill functions critical to the mission of
16	the agency, or any component of that agency;
17	"(B) assist in the implementation or oversight
18	of the American Recovery and Reinvestment Act of
19	2009 (Public Law 111–5) or the Troubled Asset Re-
20	lief Program under title I of the Emergency Eco-
21	nomic Stabilization Act of 2008 (12 U.S.C. 5201 et
22	seq.);
23	"(C) assist in the development, management, or
24	oversight of agency procurement actions;

1	"(D) assist the Inspector General for that agen-
2	cy in the performance of the mission of that Inspec-
3	tor General;
4	"(E) promote appropriate training or mentoring
5	programs of employees;
6	"(F) assist in the recruitment or retention of
7	employees; or
8	"(G) respond to an emergency involving a direct
9	threat to life of property or other unusual cir-
10	cumstances.
11	"(3) The head of an agency may not waive the appli-
12	cation of subsection (a) or (b) with respect to an annu-
13	itant—
14	"(A) for more than 520 hours of service per-
15	formed by that annuitant during the period ending
16	6 months following the individual's annuity com-
17	mencing date;
18	"(B) for more than 1040 hours of service per-
19	formed by that annuitant during any 12-month pe-
20	riod; or
21	"(C) for more than a total of 3120 hours of
22	service performed by that annuitant.
23	"(4)(A) The total number of annuitants to whom a
	waiver by the head of an agency under this subsection or

- 1 section 8468(i) applies may not exceed 2.5 percent of the
- 2 total number of full-time employees of that agency.
- 3 "(B) If the total number of annuitants to whom a
- 4 waiver by the head of an agency under this subsection or
- 5 section 8468(i) applies exceeds 1 percent of the total num-
- 6 ber of full-time employees of that agency, the head of that
- 7 agency shall submit to the Committee on Homeland Secu-
- 8 rity and Governmental Affairs of the Senate, the Com-
- 9 mittee on Oversight and Government Reform of the House
- 10 of Representatives, and the Office of Personnel Manage-
- 11 ment—
- 12 "(i) a report with an explanation that justifies
- the need for the waivers in excess of that percent-
- 14 age; and
- 15 "(ii) not later than 180 days after submitting
- the report under clause (i), a succession plan.
- 17 "(5)(A) The Director of the Office of Personnel Man-
- 18 agement may promulgate regulations providing for the ad-
- 19 ministration of this subsection.
- 20 "(B) Any regulations promulgated under subpara-
- 21 graph (A) may—
- 22 "(i) provide standards for the maintenance
- and form of necessary records of employment
- 24 under this subsection;

1	"(ii) to the extent not otherwise expressly
2	prohibited by law, require employing agencies to
3	provide records of such employment to the Of-
4	fice of Personnel Management or other employ-
5	ing agencies as necessary to ensure compliance
6	with paragraph (3);
7	"(iii) authorize other administratively con-
8	venient periods substantially equivalent to 12
9	months, such as 26 pay periods, to be used in
10	determining compliance with paragraph (3)(B);
11	"(iv) include such other administrative re-
12	quirements as the Director of the Office of Per-
13	sonnel Management may find appropriate to
14	provide for the effective operation of, or to en-
15	sure compliance with, this subsection; and
16	"(v) encourage the training and mentoring
17	of employees by any limited time appointee em-
18	ployed under this subsection.
19	"(6)(A) Any hours of training or mentoring of em-
20	ployees by any limited time appointee employed under this
21	subsection shall not be included in the hours of service
22	performed for purposes of paragraph (3), but those hours
23	of training or mentoring may not exceed 520 hours.
24	"(B) If the primary service performed by any limited
25	time appointee employed under this subsection is training

or mentoring of employees, the hours of that service shall be included in the hours of service performed for purposes 3 of paragraph (3). "(7) The authority of the head of an agency under 4 5 this subsection to waive the application of subsection (a) 6 or (b) shall terminate 5 years after the date of enactment 7 of the Part-Time Reemployment of Annuitants Act of 2009."; and 8 9 (3) in subsection (m) (as so redesignated)— (A) in paragraph (1), by striking "(k)" 10 11 and inserting "(1)"; and (B) in paragraph (2), by striking "or (k)" 12 13 and inserting "(k), or (l)". 14 (b) Federal Employee Retirement System.— 15 Section 8468 of title 5, United States Code, is amended— 16 (1) by redesignating subsection (i) as subsection 17 (j);18 (2) by inserting after subsection (h) the fol-19 lowing: 20 "(i)(1) For purposes of this subsection— 21 "(A) the term 'head of an agency' means— 22 "(i) the head of an Executive agency, other 23 than the Department of Defense or the Govern-24 ment Accountability Office;

1	"(ii) the head of the United States Postal
2	Service;
3	"(iii) the Director of the Administrative
4	Office of the United States Courts, with respect
5	to employees of the judicial branch; and
6	"(iv) any employing authority described
7	under subsection (h)(2), other than the Govern-
8	ment Accountability Office; and
9	"(B) the term 'limited time appointee' means
10	an annuitant appointed under a temporary appoint-
11	ment limited to 1 year or less.
12	"(2) The head of an agency may waive the applica-
13	tion of subsection (a) with respect to any annuitant who
14	is employed in such agency as a limited time appointee,
15	if the head of the agency determines that the employment
16	of the annuitant is necessary to—
17	"(A) fulfill functions critical to the mission of
18	the agency, or any component of that agency;
19	"(B) assist in the implementation or oversight
20	of the American Recovery and Reinvestment Act of
21	2009 (Public Law 111–5) or the Troubled Asset Re-
22	lief Program under title I of the Emergency Eco-
23	nomic Stabilization Act of 2008 (12 U.S.C. 5201 et
24	seq.);

1	"(C) assist in the development, management, or
2	oversight of agency procurement actions;
3	"(D) assist the Inspector General for that agen-
4	cy in the performance of the mission of that Inspec-
5	tor General;
6	"(E) promote appropriate training or mentoring
7	programs of employees;
8	"(F) assist in the recruitment or retention of
9	employees; or
10	"(G) respond to an emergency involving a direct
11	threat to life of property or other unusual cir-
12	cumstances.
13	"(3) The head of an agency may not waive the appli-
14	cation of subsection (a) with respect to an annuitant—
15	"(A) for more than 520 hours of service per-
16	formed by that annuitant during the period ending
17	6 months following the individual's annuity com-
18	mencing date;
19	"(B) for more than 1040 hours of service per-
20	formed by that annuitant during any 12-month pe-
21	riod; or
22	"(C) for more than a total of 3120 hours of
23	service performed by that annuitant.
24	"(4)(A) The total number of annuitants to whom a
25	waiver by the head of an agency under this subsection or

- 1 section 8344(1) applies may not exceed 2.5 percent of the
- 2 total number of full-time employees of that agency.
- 3 "(B) If the total number of annuitants to whom a
- 4 waiver by the head of an agency under this subsection or
- 5 section 8344(1) applies exceeds 1 percent of the total num-
- 6 ber of full-time employees of that agency, the head of that
- 7 agency shall submit to the Committee on Homeland Secu-
- 8 rity and Governmental Affairs of the Senate, the Com-
- 9 mittee on Oversight and Government Reform of the House
- 10 of Representatives, and the Office of Personnel Manage-
- 11 ment—
- 12 "(i) a report with an explanation that justifies
- the need for the waivers in excess of that percent-
- 14 age; and
- 15 "(ii) not later than 180 days after submitting
- the report under clause (i), a succession plan.
- 17 "(5)(A) The Director of the Office of Personnel Man-
- 18 agement may promulgate regulations providing for the ad-
- 19 ministration of this subsection.
- 20 "(B) Any regulations promulgated under subpara-
- 21 graph (A) may—
- "(i) provide standards for the maintenance and
- form of necessary records of employment under this
- 24 subsection;

1	"(ii) to the extent not otherwise expressly pro-
2	hibited by law, require employing agencies to provide
3	records of such employment to the Office or other
4	employing agencies as necessary to ensure compli-
5	ance with paragraph (3);
6	"(iii) authorize other administratively conven-
7	ient periods substantially equivalent to 12 months,
8	such as 26 pay periods, to be used in determining
9	compliance with paragraph (3)(B);
10	"(iv) include such other administrative require-
11	ments as the Director of the Office of Personnel
12	Management may find appropriate to provide for ef-
13	fective operation of, or to ensure compliance with,
14	this subsection; and
15	"(v) encourage the training and mentoring of
16	employees by any limited time appointee employed
17	under this subsection.
18	"(6)(A) Any hours of training or mentoring of em-
19	ployees by any limited time appointee employed under this
20	subsection shall not be included in the hours of service
21	performed for purposes of paragraph (3), but those hours
22	of training or mentoring may not exceed 520 hours.
23	"(B) If the primary service performed by any limited
24	time appointee employed under this subsection is training
25	or mentoring of employees, the hours of that service shall

- 1 be included in the hours of service performed for purposes
- 2 of paragraph (3).
- 3 "(7) The authority of the head of an agency under
- 4 this subsection to waive the application of subsection (a)
- 5 shall terminate 5 years after the date of enactment of the
- 6 Part-Time Reemployment of Annuitants Act of 2009.";
- 7 and
- 8 (3) in subsection (j) (as so redesignated)—
- 9 (A) in paragraph (1), by striking "(h)"
- and inserting "(i)"; and
- (B) in paragraph (2), by striking "or (h)"
- and inserting "(h), or (i)".
- 13 (c) Rule of Construction.—Nothing in the
- 14 amendments made by this section may be construed to au-
- 15 thorize the waiver of the hiring preferences under chapter
- 16 33 of title 5, United States Code in selecting annuitants
- 17 to employ in an appointive or elective position.
- 18 (d) Technical and Conforming Amendments.—
- 19 Section 1005(d)(2) of title 39, United States Code, is
- 20 amended—
- 21 (1) by striking "(1)(2)" and inserting "(m)(2)";
- 22 and
- 23 (2) by striking "(i)(2)" and inserting "(j)(2)".

## 1 SEC. 1163. GENERAL ACCOUNTABILITY OFFICE REPORT.

- 2 (a) IN GENERAL.—Not later than 3 years after the
- 3 date of enactment of this Act, the Comptroller General
- 4 of the United States shall submit to the Committee on
- 5 Homeland Security and Governmental Affairs of the Sen-
- 6 ate and the Committee on Oversight and Government Re-
- 7 form of the House of Representatives a report regarding
- 8 the use of the authority under the amendments made by
- 9 section 1162.
- 10 (b) Contents.—The report submitted under sub-
- 11 section (a) shall—
- 12 (1) include the number of annuitants for whom
- a waiver was made under subsection (l) of section
- 14 8344 of title 5, United States Code, as amended by
- this subtitle, or subsection (i) of section 8468 of title
- 5, United States Code, as amended by this subtitle;
- 17 and
- 18 (2) identify each agency that used the authority
- described in paragraph (1).
- 20 (c) AGENCY DATA.—Each head of an agency (as de-
- 21 fined under sections 8344(l)(1) and 8468(i)(1)(A) of title
- 22 5, United States Code, as added by section 1162 of this
- 23 subtitle) shall—
- 24 (1) collect and maintain data necessary for pur-
- poses of the Comptroller General report submitted
- under subsection (a); and

(2) submit to the Comptroller General that data
 as the Comptroller General requires in a timely fash ion.