By: Van de Putte

S.C.R. No. 48

CONCURRENT RESOLUTION

1 WHEREAS, Social security is the foundation for retirement 2 income for millions of American workers and their families; 3 two-thirds of those older Americans who receive program benefits 4 rely on social security for 50 percent or more of their total 5 income, one-third rely on it for 90 percent or more, and for 21 6 percent it is their only source of income; and

7 WHEREAS, Two social security provisions, however, the 8 Government Pension Offset (GPO), enacted in 1977, and the Windfall 9 Elimination Provision (WEP), enacted in 1983, severely and unfairly 10 penalize recipients of public pensions; and

11 WHEREAS, The GPO effectively prohibits some government 12 retirees from collecting both their own pension and full social 13 security benefits as a surviving spouse; an estimated 9 out of 10 14 public employees affected by the GPO lose their entire spousal 15 benefit, even though their deceased spouses paid social security 16 taxes for many years; and

WHEREAS, The WEP reduces the social security benefit for public employees who did not participate in social security while working for the government, but who at some time in their careers were in jobs where they paid social security taxes for the period required to qualify for retirement benefits; the WEP can deprive a retiree of nearly \$300 a month in social security benefits duly earned by that individual; and

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WHEREAS, Although these provisions were intended to curtail

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1 the payment of windfall benefits to highly paid government employees, in practice they have had and continue to have 2 3 devastating consequences for low-income employees who worked for many years as public servants; more than one million government 4 employees and retirees are affected by either the GPO or the WEP or 5 both, and the repercussions are felt most acutely in Texas and 14 6 other states where a high proportion of public 7 employees 8 participate in state or municipal retirement systems that do not include social security; the cumulative loss of benefits as a 9 10 result of these penalties over the next 10 years has been projected by the Congressional Budget Office to exceed \$60 billion; and 11

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12 WHEREAS, These punitive and discriminatory provisions target hundreds of thousands of teachers, police officers, firefighters, 13 14 and other public servants; although the vast majority of Texas 15 school employees participate in the state's teacher retirement system and therefore are not required to and do not participate in 16 17 the social security system, many Texas teachers and other public school employees nonetheless have earned social security benefits 18 19 on their own behalf through other employment, the WEP notwithstanding, or would be entitled to spousal social security 20 21 benefits based on their spouses' lifetime earnings were it not for the GPO penalty; these provisions cause veteran teachers to retire 22 23 prematurely and discourage qualified individuals from entering the 24 teaching profession at precisely the time that Texas and the nation face a severe shortage of highly qualified educators; and 25

26 WHEREAS, The GPO and WEP as applied to public employees is 27 unreasonable and unjust and will cause tens of thousands of

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1 government retirees to experience a diminished quality of life or 2 be forced to return to work to make up for the effects of these 3 provisions; now, therefore, be it

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RESOLVED, That the 81st Legislature of the State of Texas
hereby respectfully urge the Congress of the United States to
repeal the Government Pension Offset and the Windfall Elimination
Provision of the Social Security Act; and, be it further

8 RESOLVED, That the Texas secretary of state forward official 9 copies of this resolution to the president of the United States, to 10 the speaker of the house of representatives and the president of the 11 senate of the United States Congress, and to all the members of the 12 Texas delegation to the congress with the request that this 13 resolution be officially entered in the Congressional Record as a 14 memorial to the Congress of the United States of America.

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