

## Salaries of Members of Congress: Recent Actions and Historical Tables

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#### **Summary**

Congress is required by Article I, Section 6, of the Constitution to determine its own pay. Prior to 1969, Congress did so by enacting specific legislation. From 1789 through 1968, Congress raised its pay 22 times using this procedure. Members were initially paid per diem. The first annual salaries, in 1815, were \$1,500. Per diem pay was reinstituted in 1817. Congress returned to annual salaries, at a rate of \$3,000, in 1855. Specific legislation may still be used to raise Member pay, as it was most recently in 1982, 1983, 1989, and 1991; but two other methods—including an automatic annual adjustment procedure and a commission process—are now also available.

The Ethics Reform Act of 1989 established the current automatic annual adjustment formula, which is based on changes in private sector wages as measured by the Employment Cost Index (ECI). The adjustment is automatic unless denied statutorily, although the percentage may not exceed the percentage base pay increase for General Schedule (GS) employees.

Members of Congress last received a pay adjustment in January 2009. At that time, their salary was increased 2.8%, to \$174,000 from \$169,300. A provision in the FY2009 Omnibus Appropriations Act prohibited any pay adjustment for 2010. Under the pay adjustment formula, Members were originally scheduled to receive an adjustment in January 2010 of 2.1%, although this would have been revised downward automatically to 1.5% to match the GS base pay adjustment. Members next were scheduled to receive a 0.9% pay adjustment in 2011. The pay adjustment was prohibited by P.L. 111-165, which was enacted on May 14, 2010. Additionally, P.L. 111-322, which was enacted on December 22, 2010, prevented any adjustment in GS base pay before December 31, 2012. Since the percentage adjustment in Member pay may not exceed the percentage adjustment in the base pay of GS employees, Member pay was also frozen during this period. If not limited by GS pay, Member pay could have been adjusted by 1.3% in 2012. The ECI formula established a maximum potential pay adjustment in January 2013 of 1.1%. Section 114 of the Continuing Appropriations Resolution, 2013 (H.J.Res. 117, P.L. 112-175, enacted September 28, 2012), extended the freeze on GS pay rates for the duration of this continuing resolution, which also extended the Member pay freeze since the percentage adjustment in Member pay may not exceed the percentage adjustment in the base pay of GS employees. Subsequently, Member pay for 2013 was further frozen in H.R. 8, the American Taxpayer Relief Act of 2012, which was enacted on January 2, 2013 (P.L. 112-240). The maximum potential 2014 pay adjustment is 1.2%, or \$2,100.

This report contains information on the pay procedure and recent adjustments. It also contains historical information on the rate of pay for Members of Congress since 1789; the adjustments projected by the Ethics Reform Act as compared to actual adjustments in Member pay; details on past legislation enacted with language prohibiting the annual pay adjustment; and Member pay in constant and current dollars since 1992. For information on actions taken each year since the establishment of the Ethics Reform Act adjustment procedure, see CRS Report 97-615, *Salaries of Members of Congress: Congressional Votes, 1990-2013*, by Ida A. Brudnick.

Members of Congress only receive salaries during the terms for which they are elected. Former Members of Congress may be eligible for retirement benefits. For additional information on benefit requirements, contributions, and formulas, see CRS Report RL30631, *Retirement Benefits for Members of Congress*, by Katelin P. Isaacs.

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# Member Pay: Constitutional Background, Source of Appropriations, and Current Status

Article I, Section 6, of the U.S. Constitution, states that the compensation of Members of Congress shall be "ascertained by law, and paid out of the Treasury of the United States."

Additionally, the Twenty-Seventh Amendment to the Constitution states, "No law, varying the compensation for the services of the Senators and Representatives, shall take effect, until an election of Representatives shall have intervened." This amendment was submitted to the states on September 25, 1789, along with 11 other proposed amendments, 10 of which were ratified and became the Bill of Rights. It was not ratified until May 7, 1992.

Since FY1983, Member salaries have been funded in a permanent appropriations account.<sup>1</sup>

The most recent pay adjustment for Members of Congress was in January 2009. Since then, the compensation for most Senators, Representatives, Delegates, and the Resident Commissioner from Puerto Rico has been \$174,000. The only exceptions include the Speaker of the House (\$223,500) and the President pro tempore of the Senate and the majority and minority leaders in the House and Senate (\$193,400).

Members of Congress only receive salaries during the terms for which they are elected. Following their service, former Members of Congress may be eligible for retirement benefits, which are discussed in CRS Report RL30631, *Retirement Benefits for Members of Congress*, by Katelin P. Isaacs.

### Methods for Member Pay Adjustment

There are three basic ways to adjust Member pay.

Specific legislation was enacted to adjust Member pay prior to 1968, and again in 1982, 1983, 1989, and 1991.

The second method by which Member pay can be increased is pursuant to recommendations from the President, based on those made by a quadrennial salary commission. In 1967, Congress established the Commission on Executive, Legislative, and Judicial Salaries to recommend salary increases for top-level federal officials (P.L. 90-206). Three times (in 1969, 1977, and 1987) Congress received pay increases made under this procedure; on three occasions it did not. Effective with passage of the Ethics Reform Act of 1989 (P.L. 101-194), the commission ceased to exist. Its authority was assumed by the Citizens' Commission on Public Service and Compensation. Although the first commission under the 1989 act was to have convened in 1993, it did not meet.

<sup>&</sup>lt;sup>1</sup> P.L. 97-51; 95 Stat. 966; September 11, 1981. See also, for example: "Table 32-1. Federal Programs By Agency and Account" in Analytical Perspectives, *Budget of the United States Government*, Fiscal Year 2014 (Washington, GPO: 2013), pp. 2, 3.

The third method by which the salary of Members can be changed is by annual adjustments. Prior to 1990, the pay of Members, and other top-level federal officials, was tied to the annual comparability increases provided to General Schedule (GS) federal employees. This procedure was established in 1975 (P.L. 94-82). Such increases were recommended by the President, subject to congressional acceptance, disapproval, or modification. Congress accepted 5 such increases for itself—in 1975, 1979 (partial), 1984, 1985, and 1987—and declined 10 (1976, 1977, 1978, 1980, 1981, 1982, 1983, 1986, 1988, and 1989).

The Ethics Reform Act of 1989 changed the method by which the annual adjustment is determined for Members and other senior officials. This procedure employs a formula based on changes in private sector wages and salaries as measured by the Employment Cost Index (ECI). The annual adjustment automatically goes into effect unless

- 1. Congress statutorily prohibits the adjustment;
- 2. Congress statutorily revises the adjustment; or
- 3. The annual base pay adjustment of GS employees is established at a rate less than the scheduled adjustment for Members, in which case Members would be paid the lower rate.<sup>2</sup>

Under this revised method, annual adjustments were accepted 13 times (those scheduled for January 1991, 1992, 1993, 1998, 2000, 2001, 2002, 2003, 2004, 2005, 2006, 2008, and 2009) and denied 10 times (those scheduled for January 1994, 1995, 1996, 1997, 1999, 2007, 2010, 2011, 2012, and 2013).<sup>3</sup>

## Member Pay: Proposals and Actions in the 113<sup>th</sup> Congress

As in previous Congresses, bills were introduced in the 113<sup>th</sup> Congress to

- prohibit adjustments in pay (for example, H.R. 54, H.R. 243, H.R. 636, S. 18, S. 30);<sup>4</sup>
- repeal the automatic pay adjustment provision (for example, H.R. 134, H.R. 150, H.R. 196, S. 65, and H.R. 398);

<sup>&</sup>lt;sup>2</sup> Base pay is the pay rate before locality pay is added. This limitation was included in P.L. 103-356, 108 Stat. 3410-3411, October 13, 1994; 2 U.S.C. 31(2)(B).

<sup>&</sup>lt;sup>3</sup> For additional information on these annual adjustments, including actions to modify or deny the scheduled increases, see CRS Report 97-615, *Salaries of Members of Congress: Congressional Votes, 1990-2013*, by Ida A. Brudnick.

<sup>&</sup>lt;sup>4</sup> P.L. 112-240, the American Taxpayer Relief Act of 2012 (January 2, 2013), froze Member pay at the 2009 level for FY2013 (see notes for **Table 3**). Additional, broader, federal pay freeze legislation introduced in the 113<sup>th</sup> Congress may be potentially related (for example, H.R. 273 and H.R. 933), although under 2 U.S.C. 31(2)(A), Member pay adjustments are "effective at the beginning of the first applicable pay period commencing on or after the first day of the month in which an adjustment takes effect under section 5303 of title 5 in the rates of pay under the General Schedule" and the "first day of the fiscal year in which such adjustment in the rates of pay under the General Schedule takes effect." Pursuant to 5 U.S.C. 5303, General Schedule adjustments are "Effective as of the first day of the first applicable pay period beginning on or after January 1 of each calendar year..." Since 1992, pay adjustments for Members of Congress have been effective (or retroactive to) January 1 (see **Table 1**).

- change the procedure by which pay for Members of Congress is adjusted or disbursed by linking it to congressional actions or economic indicators, including passage of a budget resolution or reaching the debt limit (for example, H.R. 108, H.R. 167, H.R. 284, H.R. 308, H.R. 310, H.R. 325, H.R. 372, S. 30, H.R. 397, H.R. 396, H.R. 522, H.R. 593, H.R. 1884, H.R. 2335, S. 263, and S. 18);
- reduce the pay of Members of Congress (for example, H.R. 37, H.R. 150, H.R. 398, H.R. 396, H.R. 391, and H.R. 1467); and
- apply any sequester to Member pay (for example, S. 436, H.R. 1181, H.R. 1478, and H.R. 2677).

## Linking Salaries to Passage of a Concurrent Resolution on the Budget: Votes in the 113<sup>th</sup> Congress

H.R. 325, which (1) includes language holding congressional salaries in escrow if a concurrent resolution on the budget has not been agreed to by April 15, 2013, and (2) provides for a temporary extension of the debt ceiling through May 18, 2013, was introduced on January 21, 2013. Salaries would be held in escrow for Members in a chamber that has not agreed to a concurrent resolution. Salaries would be released from the escrow account either when that chamber agrees to a concurrent resolution on the budget or the last day of the 113<sup>th</sup> Congress, whichever is earlier. H.R. 325 was agreed to in the House on January 23, 2013, and the Senate on January 31, 2013. It was enacted on February 4, 2013 (P.L. 113-3).

#### Linking Salaries to the Debt Limit: Votes in the 113th Congress

H.R. 807, the Full Faith and Credit Act, was introduced in the House on February 25, 2013. The bill would prioritize certain payments in the event the debt reaches the statutory limit. An amendment, H.Amdt. 61, was offered on May 9, 2013, that would clarify that these obligations would not include compensation for Members of Congress. It was agreed to the same day. The bill passed the House on May 13, 2013.

H.J.Res. 59, the Continuing Appropriations Resolution, 2014, which would temporarily fund the government through December 15, 2013, and prohibit funding to carry out any provisions of the Patient Protection and Affordable Care Act, also contained a provision addressing actions by the

<sup>&</sup>lt;sup>5</sup> As in previous years, OMB has determined that Member pay is not subject to sequestration (Appendix A. Preliminary Estimates of Sequestrable and Exempt Budgetary Resources and Reduction in Sequestrable Budgetary Resources by OMB Account - FY 2013 and Appendix B. Preliminary Sequestrable / Exempt Classification by OMB Account and Type of Budgetary Resource, in OMB Report Pursuant to the Sequestration Transparency Act of 2012 (P.L. 112-155), Available at: http://www.whitehouse.gov/sites/default/files/omb/assets/legislative\_reports/stareport.pdf.) Bills have been introduced in prior Congresses that would apply sequestration to Member salaries (for example, H.R. 4675, 99<sup>th</sup> Cong.; H.Res. 481, 101<sup>st</sup> Cong.; H.R. 5585, 101<sup>st</sup> Cong.; S.Amdt. 3044 to S. 3209, 101<sup>st</sup> Cong.; S.Amdt. 2916 to H.R. 5558, 101<sup>st</sup> Cong.; S. 3051, 101<sup>st</sup> Cong.; H.R. 5587, 101<sup>st</sup> Cong.; H.R. 5718, 101<sup>st</sup> Cong.; S.Amdt. 2760 to S. 1224, 101<sup>st</sup> Cong.; S.Amdt. 2881 and S.Amdt. 2884 to S. 110, 101<sup>st</sup> Cong.; S. 99, 102<sup>nd</sup> Cong; S. 713, 103<sup>rd</sup> Cong.; and S.Amdt. 15 to S. 2, 104<sup>th</sup> Cong.).

<sup>&</sup>lt;sup>6</sup> The bill states: "If by April 15, 2013, a House of Congress has not agreed to a concurrent resolution on the budget for fiscal year 2014 pursuant to section 301 of the Congressional Budget Act of 1974, during the period described in paragraph (2) the payroll administrator of that House of Congress shall deposit in an escrow account all payments otherwise required to be made during such period for the compensation of Members of Congress who serve in that House of Congress..."

Secretary of the Treasury in the event that the debt limit is reached and not raised. The provision (section 138) would, in part, prohibit borrowing to provide pay for Members of Congress in the event that the debt reaches the statutory limit prior to December 15, 2014. The bill passed the House on September 20, 2013.

### January 2014 Projected Member Pay Adjustment

The maximum potential 2014 pay adjustment of 1.2%, or \$2,100, was known when the Bureau of Labor Statistics (BLS) released data for the change in the Employment Cost Index (ECI) during the 12-month period from December 2011 to December 2012 on January 31, 2013.<sup>7</sup>

The adjustment takes effect automatically unless it is either:

- denied statutorily by Congress, or
- limited by the General Schedule (GS) base pay adjustment, since the percentage increase in Member pay is limited by law to the GS base pay percentage increase. The scheduled January 2014 across-the-board increase in the base pay of GS employees under the annual adjustment formula is 1.3%. A scheduled GS annual pay increase may be altered only if the President issues an alternative plan or if a different increase, or freeze, is included. The President issued an alternate pay plan for civilian federal employees on August 30, 2013. This plan calls for a January 2014 across-the-board pay increase of 1.0% for federal civilian employees, the same percentage as proposed in the President's FY2014 budget. Legislation has not been enacted to alter the adjustment required by the formula. A GS base pay adjustment of 1.0% would automatically limit any salary adjustment for Members of Congress to 1.0% (\$1,700).

# Member Pay: Proposals and Actions in the 112<sup>th</sup> Congress

As in previous Congresses, bills were introduced in the 112<sup>th</sup> Congress to

<sup>&</sup>lt;sup>7</sup> The potential Member pay adjustment was determined by a formula using the Employment Cost Index (private industry wages and salaries, not seasonally adjusted), based on the percentage change reflected in the quarter ending December 31 for the two preceding years, minus 0.5%. The 1.2% adjustment was determined by taking the percentage increase in the Index between the quarters ending December 2011 and December 2012, which was 1.7%, and subtracting 0.5%. U.S. Department of Labor, Bureau of Labor Statistics, Employment Cost Index—December 2012 (Washington: January 31, 2013), p. 3. Pursuant to 2 U.S.C. 31(2)(A), this amount is "rounded to the nearest multiple of \$100."

<sup>&</sup>lt;sup>8</sup> Available at http://m.whitehouse.gov/the-press-office/2013/08/30/letter-president-regarding-alternate-pay-civilian-federal-employees.

<sup>&</sup>lt;sup>9</sup> See, however, language in two House Appropriations Committee reports (H.Rept. 113-90 and H.Rept. 113-91) stating: "The Committee does not include requested funding for a civilian pay increase. Should the President provide a civilian pay raise for fiscal year 2014, it is assumed that the cost of such a pay raise will be absorbed within existing appropriations for fiscal year 2014." (pp. 2-3 and pp. 3-4).

- repeal the automatic pay adjustment provision (for example, S. 133, S. 148, H.R. 187, H.R. 235, H.R. 246, H.R. 343, H.R. 431, H.R. 3673);
- change the procedure by which pay for Members of Congress is adjusted or disbursed by linking it to other action or economic indicators (for example, H.R. 124, H.R. 172, H.R. 236, H.R. 994, H.R. 1454, H.R. 3136, H.R. 3565, H.R. 3774, H.R. 3799, H.R. 3883, H.R. 4036, H.R. 6438, S. 1442);
- reduce the pay of Members of Congress (for example, H.R. 204, H.R. 270, H.R. 335, H.R. 1012, H.R. 4399);
- otherwise alter or restrict pay for Members under certain conditions (for example. H.R. 6108): and
- freeze Member pay (for example, S. 1931, S. 1936, S. 2065, S. 2079, S. 2210, H.R. 3858, H.R. 6474, H.R. 6720, H.R. 6721, H.R. 6722).

#### Actions Related to Member Pay During a Lapse in Appropriations

Legislation was also introduced in the 112<sup>th</sup> Congress that would have affected Member pay in the event of a lapse of appropriations (government shutdown). These included H.R. 819, H.R. 1255, H.R. 1305, H.Con.Res. 56, and S. 388.

The Senate passed S. 388 on March 1, 2011. 10 The bill would have prohibited Members of the House and Senate from receiving pay, including retroactive pay, for each day that there is a lapse in appropriations or the federal government is unable to make payments or meet obligations because of the public debt limit. The House passed H.R. 1255 on April 1, 2011. The bill would have prohibited the disbursement of pay to Members of the House and Senate during either of these situations. 11 No further action was taken on either bill.

On April 8, 2011, the Speaker of the House issued a "Dear Colleague" letter indicating that in the event of a shutdown, Members of Congress would continue to be paid pursuant to the Twenty-Seventh Amendment to the Constitution, which as stated above, states: "No law, varying the compensation for the services of the Senators and Representatives, shall take effect, until an election of Representatives shall have intervened"—although Members could elect to return any compensation to the Treasury.

#### Additional Legislation Receiving Floor Action but Not Enacted

Additional legislation to prohibit any Member pay adjustment in 2013 was introduced but not enacted in the 112<sup>th</sup> Congress, including the following:

Section 5421(b)(1) of H.R. 3630, as introduced in the House, would have prohibited any adjustment for Members of Congress prior to December 31, 2013. Section 706 of the motion to recommit also contained language freezing Member pay. <sup>12</sup> On December 13, 2011, the motion to recommit failed (183-244, roll call

<sup>&</sup>lt;sup>10</sup> Cong. Rec., March 1, 2011, pp. S1051-1052.

<sup>&</sup>lt;sup>11</sup> Cong. Rec., April 1, 2011, pp.H2239-2251.

#922), and the bill passed the House (234-193, roll call #923). The House-passed version of the bill was titled the "Middle Class Tax Relief and Job Creation Act of 2011." The Senate substitute amendment, which did not address pay adjustments, passed on December 17. It was titled the "Temporary Payroll Tax Cut Continuation Act of 2011." The bill was enacted on February 22, 2012 (P.L. 112-96) without the pay freeze language.

- H.R. 3835, introduced on January 27, 2012, also would have extended the pay freeze for federal employees, including Members of Congress, to December 31, 2013. This bill passed the House on February 1, 2012.
- H.R. 6726, introduced on January 1, 2013, would have extended the pay freeze for federal employees, including Members of Congress, to December 31, 2013. This bill passed the House on January 2, 2013.

## January 2013 Member Pay Adjustment Delayed and Then Denied

The maximum potential 2013 pay adjustment of 1.1%, or \$1,900, was known when the Bureau of Labor Statistics (BLS) released data for the change in the Employment Cost Index (ECI) during the 12-month period from December 2010 to December 2011 on January 31, 2012. The adjustment takes effect automatically unless (1) denied statutorily by Congress or (2) limited by the General Schedule (GS) base pay adjustment, since the percentage increase in Member pay is limited by law to the GS base pay percentage increase.

The President's budget, submitted on February 13, 2012, proposed an average (i.e., base and locality) 0.5% adjustment for General Schedule (GS) employees.<sup>14</sup>

#### Partial Year Pay Freeze Enacted

President Obama later stated in a letter to congressional leadership on August 21, 2012, that the current federal pay freeze should extend until FY2013 budget negotiations are finalized. <sup>15</sup> Section 114 of H.J.Res. 117, the Continuing Appropriations Resolution, 2013, which was introduced on September 10, 2012, extended the freeze enacted by P.L. 111-322 through the duration of this continuing resolution. H.J.Res. 117 was passed by the House on September 13 and the Senate on September 22. It was signed by the President on September 28, 2012 (P.L. 112-175). A delay in

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<sup>&</sup>lt;sup>13</sup> The annual Member pay adjustment was determined by a formula using the Employment Cost Index (private industry wages and salaries, not seasonally adjusted), based on the percentage change reflected in the quarter ending December 31 for the two preceding years, minus 0.5%. The 1.1% adjustment was determined by taking the percentage increase in the Index between the quarters ending December 2010 and December 2011, which was 1.6%, and subtracting 0.5%. U.S. Department of Labor, Bureau of Labor Statistics, Employment Cost Index—December 2011 (Washington: January 31, 2012), p. 3.

<sup>&</sup>lt;sup>14</sup> Office of Management and Budget, *Analytical Perspectives, Budget of the United States Government, Fiscal Year 2013, Performance and Management* (Washington, GPO: 2012), Table 2-1: Economic Assumptions, p. 17 and p. 114.

<sup>&</sup>lt;sup>15</sup> "Letter from the President Regarding an Alternative Plan for Pay Increases for Civilian Federal Employees," *Text of a Letter from the President to the Speaker of the House of Representatives and the President of the Senate*, August 21, 2012, available at http://www.whitehouse.gov/the-press-office/2012/08/21/letter-president-regarding-alternative-plan-pay-increases-civilian-feder.

the implementation of pay adjustments for GS employees automatically delays any scheduled Member pay adjustment.

#### **Executive Order Issued and Subsequent Pay Freeze Enacted**

On December 27, 2012, President Obama issued Executive Order 13635, which listed the rates of pay for various categories of officers and employees that would be effective after the expiration of the freeze extended by P.L. 112-175. The executive order included a 0.5% increase for GS base pay, which automatically lowered the maximum potential Member pay adjustment from 1.1% to 0.5%.

As in prior years, schedule 6 of the 2012 executive order listed the pay rate for Members of Congress for the upcoming year. This executive order indicated that an annual adjustment would take effect after the expiration of the freeze included in P.L. 112-175. As stated above, the annual adjustments take effect automatically if legislation is not enacted preventing them. The Executive Order, however, by establishing the GS pay adjustment at a lower rate than the scheduled Member pay adjustment, automatically lowered the Member pay adjustment rate since by law Member pay adjustments cannot be higher than GS pay adjustments.

Subsequently, a provision in H.R. 8, the American Taxpayer Relief Act of 2012, which was enacted on January 2, 2013 (P.L. 112-240), froze Member pay at the 2009 level for 2013. The language was included in S.Amdt. 3448, a substitute amendment agreed to by unanimous consent. The bill, as amended, passed the Senate (89-8, vote #251) and the House (257-167, roll call #659) on January 1, 2013. This freeze was subsequently reflected in Executive Order 13641, which was signed April 5, 2013.

## January 2011 and January 2012 Member Pay Adjustments Denied

As stated above, projected Member pay adjustments are calculated based on changes in the Employment Cost Index (ECI). The projected 2011 adjustment of 0.9% was known when the Bureau of Labor Statistics (BLS) released data for the ECI change during the 12-month period

January 1." Twice, in 2006 and in 2012, Member pay was statutorily frozen for only a portion of the following year at the time of the issuance of the executive order. In both instances, the executive order listed new pay rates and indicated

<sup>16</sup> Prior Executive Orders listing the rates of pay for Members of Congress include Executive Order 12944 of December

an effective date following the expiration of the statutory freeze. Pay adjustments in both years were further frozen pursuant to subsequent laws (P.L. 110-5, for the 2007 scheduled pay adjustment, and P.L. 112-240, for the 2013 scheduled pay adjustment).

<sup>28, 1994;</sup> Executive Order 12984 of December 28, 1995; Executive Order 13071 of December 29, 1997; Executive Order 13106 of December 7, 1998; Executive Order 13144 of December 21, 1999; Executive Order 13182 of December 23, 2000; Executive Order 13249 of December 28, 2001; Executive Order 13282 of December 31, 2002; Executive Order 13322 of December 30, 2003; Executive Order 13332 of March 3, 2004; Executive Order 13368 of December 30, 2004; Executive Order 13393 of December 22, 2005; Executive Order 13420 of December 21, 2006; Executive Order 13454 of January 4, 2008; Executive Order 13483 of December 18, 2008; Executive Order 13525 of December 23, 2009; Executive Order 13561 of December 22, 2010; and Executive Order 13594 of December 19, 2011. Pay rates for Members of Congress generally are listed in "Schedule 6." In most years, the Executive Orders state that the pay rates in this schedule are "effective on the first day of the first applicable pay period beginning on or after

from December 2008 to December 2009 on January 29, 2010.<sup>17</sup> This adjustment would have equaled a \$1,600 increase, resulting in a salary of \$175,600.

The 2011 pay adjustment was prohibited by the enactment of H.R. 5146 (P.L. 111-165) on May 14, 2010. H.R. 5146 was introduced in the House on April 27 and was agreed to the same day (Roll no. 226). It was agreed to in the Senate the following day by unanimous consent. Other legislation was also introduced to prevent the scheduled 2011 pay adjustment.<sup>18</sup>

Additionally, P.L. 111-322, which was enacted on December 22, 2010, prevents any adjustment in GS base pay before December 31, 2012. Since the percent adjustment in Member pay may not exceed the percent adjustment in the base pay of GS employees, Member pay is also frozen during this period. If not limited by GS pay, Members could have received a salary adjustment of 1.3% in January 2012 under the ECI formula. Pay for Members of Congress remained \$174,000.

## January 2010 Member Pay Adjustment Denied

Under the formula established in the Ethics Reform Act, Members were originally scheduled to receive a pay adjustment in January 2010 of 2.1%. This adjustment was denied by Congress through a provision included in the FY2009 Omnibus Appropriations Act. Section 103 of Division J of the act states, "Notwithstanding any provision of section 601(a)(2) of the Legislative Reorganization Act of 1946 (2 U.S.C. 31(2)), the percentage adjustment scheduled to take effect under any such provision in calendar year 2010 shall not take effect." <sup>21</sup>

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<sup>&</sup>lt;sup>17</sup> The annual Member pay adjustment was determined by a formula using the Employment Cost Index (private industry wages and salaries, not seasonally adjusted), based on the percentage change reflected in the quarter ending December 31 for the two preceding years, minus 0.5%. The 0.9% adjustment was determined by taking the percentage increase in the Index between the quarters ending December 2008 and December 2009, which was 1.4%, and subtracting 0.5%. U.S. Department of Labor, Bureau of Labor Statistics, Employment Cost Index—December 2009 (Washington: January 29, 2010), p. 2.

<sup>&</sup>lt;sup>18</sup> H.R. 4255, introduced December 9, 2009; H.R. 4423, introduced January 12, 2010; S. 3074, introduced March 4, 2010; S. 3198, introduced March 14, 2010; and S. 3244, introduced April 22, 2010.

<sup>&</sup>lt;sup>19</sup> The annual Member pay adjustment was determined by a formula using the Employment Cost Index (private industry wages and salaries, not seasonally adjusted), based on the percentage change reflected in the quarter ending December 31 for the two preceding years, minus 0.5%. The 1.3% potential adjustment was determined by taking the percentage increase in the Index between the quarters ending December 2009 and December 2010, which was 1.8%, and subtracting 0.5%. U.S. Department of Labor, Bureau of Labor Statistics, Employment Cost Index—December 2010 (Washington: January 28, 2011), p. 3. See also: "Schedule 6—Vice President and Members of Congress," *Adjustments of Certain Rates of Pay*, Executive Order 13594, December 23, 2011, *Federal Register*, vol. 76, no. 247 (Washington, GPO: 2011), pp. 80191-80196.

<sup>&</sup>lt;sup>20</sup> The annual Member pay adjustment was determined by a formula using the Employment Cost Index (private industry wages and salaries, not seasonally adjusted), based on the percentage change reflected in the quarter ending December 31 for the two preceding years, minus 0.5%. The 2.1% adjustment was determined by taking the percentage increase in the Index between the quarters ending December 2007 and December 2008, which was 2.6%, and subtracting 0.5%. U.S. Department of Labor, Bureau of Labor Statistics, Employment Cost Index—December 2008 (Washington: January 31, 2009), pp. 2, 17.

<sup>&</sup>lt;sup>21</sup> P.L. 111-8, March 11, 2009.

Had this provision not been enacted, the 2.1% projected adjustment would have been automatically reduced to 1.5% to match the 2010 GS base pay adjustment.<sup>22</sup>

### Historical Information and Explanation of Tables

**Table 1** provides a history of the salaries of Members of Congress since 1789. For each salary rate, both the effective date and the statutory authority are provided. The salaries shown are the payable salaries, indicating the rate actually paid to Members of Congress. From 1976 to 1983, the salary actually paid to Members was less than the salary to which Members were entitled. The difference arose because Members were entitled to salaries authorized pursuant to the annual pay comparability procedure (P.L. 94-82). However, on several occasions Congress did not appropriate funds to pay any or a portion of the new salary increases authorized by P.L. 94-82.

**Table 2** provides information on pay adjustments for Members since 1992, which was the first full year after the Ethics Reform Act that Representatives and Senators received the same salary. The table provides the projected percentage changes under the formula based on the Employment Cost Index and the actual percentage adjustment. The differences between the projected and actual Member pay adjustments resulted from

- the enactment of legislation preventing the increase (1994, 1995, 1996, 1997, 1999, 2007, 2010, 2011, 2012, and 2013);
- limits on the percentage increase of Member pay because of the percentage increase in GS base pay (1994, 1995, 1996, 1998, 1999, 2001, 2003, 2007, 2008, 2010, 2011, 2012, and 2013); and
- a combination of the above. In some years, the percentage adjustment for Member pay would have been lowered to match the percentage adjustment in GS base pay if Congress had not passed legislation denying the adjustment (1994, 1995, 1996, 1999, 2007, 2010, 2011, and 2013).

**Table 3** lists the laws which have previously delayed or prohibited Member pay adjustments, the dates these laws were enacted, and the text of the provision. While many of the bills in this list are appropriations bills, a prohibition on Member pay adjustments could be included in any bill, or be introduced as a separate bill.<sup>23</sup>

**Figure 1**, which follows, shows the salary of Members of Congress in constant and current dollars since 1992.

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<sup>&</sup>lt;sup>22</sup> The 1.5% GS base adjustment was finalized by U.S. President (Obama), "Adjustments of Certain Rates of Pay," Executive Order 13525, *Federal Register*, vol. 74, December 23, 2009, pp. 69231-69242.

<sup>&</sup>lt;sup>23</sup> Stand-alone bills prohibiting an adjustment in Member pay introduced in recent Congresses include, for example, (111<sup>th</sup> Congress) H.R. 4255, H.R. 4423, H.R. 156, H.R. 282, and H.R. 395; (110<sup>th</sup> Congress) H.R. 2916, H.R. 2934, H.R. 5087, H.R. 5091, and H.R. 6417; and (109<sup>th</sup> Congress) H.R. 4134 and H.R. 4047.

Table I. Salary Adjustments for Members of Congress Since 1789

(date of adjustment and authority)

Payable Salary (Current Dollars) <sup>a</sup>	Effective Date	Statutory Authority
\$6 per diem <sup>b</sup>	March 4, 1789	l Stat. 70-71 (September 22, 1789)
\$6 per diem (Representatives)	March 4, 1795	1 Stat. 70-71
\$7 per diem (Senators)		(September 22, 1789)
\$6 per diem	March 3, 1796	I Stat. 448 (March 10, 1796)
\$1,500	December 4, 1815	3 Stat. 257 (March 19, 1816)
\$6 per diem (Representatives)	March 3, 1817	3 Stat. 345
\$7 per diem (Senators)		(February 6, 1817)
\$8 per diem	March 3, 1817	3 Stat. 404 (January 22, 1818)
\$3,000	December 3, 1855	11 Stat. 48 (August 16, 1856)
\$3,000c	December 23, 1857	11 Stat. 367 (December 23, 1857)
\$5,000	December 4, 1865	14 Stat. 323 (July 28, 1866)
\$7,500	March 4, 1871	17 Stat. 486 (March 3, 1873)
\$5,000	January 20, 1874	18 Stat. 4 (January 20, 1874)
\$7,500	March 4, 1907	34 Stat. 993 (February 26, 1907)
\$10,000	March 4, 1925	43 Stat. 1301 (March 4, 1925)
\$9,000 <sup>d</sup>	July 1, 1932	47 Stat. 401 (June 30, 1932)
\$8,500	April I, 1933	48 Stat. 14 (March 20, 1933)
\$9,000	February I, 1934	48 Stat. 52 I (March 28, 1934)
\$9,500	July 1, 1934	48 Stat. 521 (March 28, 1934)
\$10,000	April 4, 1935	49 Stat. 24 (February 13, 1935)
\$12,500	January 3, 1947	60 Stat. 850 (August 2, 1946)
\$22,500	March I, 1955	69 Stat. 11 (March 2, 1955)

Payable Salary (Current Dollars) <sup>a</sup>	Effective Date	Statutory Authority
\$30,000	January 3, 1965	78 Stat. 415 (August 14, 1964)
\$42,500	March 1, 1969	81 Stat. 642 (December 16, 1967)
\$44,600	October I, 1975	89 Stat. 42 I (August 9, 1975)
\$57,500	March I, 1977	81 Stat. 642 (December 16, 1967)
\$60,662.50	October I, 1979	89 Stat. 42 I (August 9, 1975)
\$69,800	December 18, 1982 (Representatives)	96 Stat. 1914 (December 21, 1982)
	July I, 1983 (Senators)	97 Stat. 338 (July 30, 1983)
\$72,600	January I, 1984	89 Stat. 42 I (August 9, 1975)
\$75,100	January I, 1985	89 Stat. 42 I (August 9, 1975)
\$77,400	January I, 1987	89 Stat. 42 I (August 9, 1975)
\$89,500	February 4, 1987	81 Stat. 642 (December 16, 1967)
\$96,600° (Representatives)	February I, 1990	103 Stat. 1767-1768 (November 30, 1989)
\$98,400 (Senators)	February I, 1990	103 Stat. 1767-1768 (November 30, 1989)
\$125,100 (Representatives)	January I, 1991	103 Stat. 1768-1769 (November 30, 1989)
\$101,900 (Senators)	January I, 1991	103 Stat. 1769 (November 30, 1989)
\$125,100 (Senators)	August 14, 1991	105 Stat. 450 (August 14, 1991)
\$129,500	January I, 1992	103 Stat.1769 (November 30, 1989)
\$133,600	January 1, 1993	103 Stat. 1769 (November 30, 1989)
\$136,700	January I, 1998	103 Stat. 1769 (November 30, 1989)
\$141,300	January 1, 2000	103 Stat. 1769 (November 30, 1989)
\$145,100	January 1, 2001	103 Stat. 1769 (November 30, 1989)
\$150,000	January 1, 2002	103 Stat. 1769 (November 30, 1989)

Payable Salary (Current Dollars) <sup>a</sup>	Effective Date	Statutory Authority
\$154,700	January 1, 2003	103 Stat. 1769 (November 30, 1989)
\$158,100	January 1, 2004	103 Stat. 1769 (November 30, 1989)
\$162,100	January 1, 2005	103 Stat. 1769 (November 30, 1989)
\$165,200	January 1, 2006	103 Stat. 1769 (November 30, 1989)
\$169,300	January 1, 2008	103 Stat. 1769 (November 30, 1989)
\$174,000	January 1, 2009	103 Stat. 1769 (November 30, 1989)

Source: Congressional Research Service.

- a. Pay rates listed are applicable for Senators and Representatives unless otherwise specified. From 1976 to 1983, the salary actually paid to Members was less than the salary to which Members were entitled. The difference arose because Members were entitled to salaries authorized pursuant to the annual pay comparability procedure ( $P.L.\ 94-82$ ). However, on several occasions Congress did not appropriate funds to pay any or part of the new salary increases authorized by  $P.L.\ 94-82$ . Accordingly, the salaries shown in this table are the payable rates, indicating the salaries actually paid to Members of Congress.
- b. From 1789 to 1856, Senators and Representatives received a per diem pay rate for their attendance while Congress was in session, except for the period December 1815—March 1817, when they received \$1,500 a year. First established at \$6 a day in 1789 for Senators and Representatives, the per diem for Senators was increased to \$7 beginning March 4, 1795, pursuant to language in the 1789 act. A March 10, 1796, act returned the per diem for Senators to \$6 for each day of attendance while the Senate was in session. Although a law providing for annual salaries was enacted during the 14th Congress, it was repealed on February 6, 1817, and pay reverted to a per diem basis. The per diem rate was raised to \$8 in 1818 (retroactive to March 3, 1817) and remained there until 1856, when Members of Congress began to receive annual salaries. A list of all session dates and lengths is available at http://history.house.gov/Institution/Session-Dates/Session-Dates/.
- c. In 1857, Congress provided for pay at the rate of \$250 per month while in session, or a maximum of \$3,000 per annum.
- d. The act authorized the restoration of pay as of February I, 1934, and the restoration of pay as of July I, 1934.
- e. The Ethics Reform Act of 1989 (103 Stat. 1767-1768) increased pay for Representatives and Senators at different rates. The pay of Representatives was increased to reflect the previously denied 1989 and 1990 pay adjustments (4.1% and 3.6%), compounded at 7.9%, effective February 1, 1990. The act further provided for a 25% increase in Representatives' pay, effective January 1, 1991. As a result, the pay of Representatives increased from \$89,500 to \$96,600 on February 1, 1990, and increased to \$125,100 on January 1, 1991. The pay of Senators was increased to reflect the previously denied 1988, 1989, and 1990 comparability pay adjustments (2%, 4.1%, and 3.6%), compounded at 9.9%, effective February 1, 1990. As a result, the pay of Senators increased from \$89,500 to \$98,400 on February 1, 1990. The Ethics Act did not provide for any other pay increase for Senators, as it did in providing a 25% increase for Representatives. The reason is that Senators elected to deny themselves the 25% increase while retaining the ability to receive honoraria. Subsequently, the Senate voted to increase its pay rate to that of Representatives and to prohibit receipt of honoraria by Senators, effective August 14, 1991. As a result, Senate pay increased from \$101,900 to \$125,100 per annum.

Table 2. Member Pay Projected vs. Actual Adjustments Since 1992

Yeara	Projected Percent Adjustment Under ECI Formula <sup>b</sup>	Actual Percent Adjustment
1992	3.5%	3.5%
1993	3.2%	3.2%
1994	2.1%	0
1995	2.6%	0
1996	2.3%	0
1997	2.3%	0
1998	2.9%	2.3%
1999	3.4%	0
2000	3.4%	3.4%
2001	3.0%	2.7%
2002	3.4%	3.4%
2003	3.3%	3.1%
2004a	2.2%	2.2%
2005	2.5%	2.5%
2006	1.9%	1.9%
2007	2.0%	0
2008	2.7%	2.5%
2009	2.8%	2.8%
2010	2.1%	0
2011	0.9%	0
2012	1.3%	0
2013	1.1%	0

**Source:** Congressional Research Service

- a. As seen in **Table 1**, since 1992, Member pay adjustments have been effective in January. In 2004, the adjustment was effective in two stages. The first adjustment increased Members' salary by 1.5%, to which they were initially limited because by law they may not receive an annual adjustment greater than the increase in the base pay of GS federal employees. After the passage of the FY2004 Consolidated Appropriations Act, Members received the full 2.2% pay increase, with 0.7% retroactive to the first pay period in January 2004.
- b. Projected increase is based on the formula established in the Ethics Reform Act. This is equivalent to the percentage change in the Employment Cost Index (private industry wages and salaries, not seasonally adjusted) reflected in the quarter ending December 31 for the two preceding years, minus 0.5%.

Table 3. Legislative Vehicles Denying or Delaying Pay Adjustments, Enacted Dates, and Pay Language

Pay Year	Bill	Public Law	Enacted Date	Bill Title
1994	H.R. 920, 103 <sup>rd</sup> Congress	P.L. 103-6	March 4, 1993	Emergency Unemployment Compensation Amendments of 1993 <sup>a</sup>
1995	H.R. 4539, 103 <sup>rd</sup> Congress	P.L. 103-329	September 28, 1994	Treasury, Postal Service and General Government Appropriations Act, 1995b
1996	H.R. 2020, 104th Congress	P.L. 104-52	November 15, 1995	Treasury, Postal Service, and General Government Appropriations Act, 1996 <sup>c</sup>
1997	H.R. 3610, 104th Congress	P.L. 104-208	September 30, 1996	Omnibus Consolidated Appropriations Act, $1997^{\text{d}}$
1999	H.R. 4328, 105 <sup>th</sup> Congress	P.L. 105-277	October 21, 1998	Omnibus Consolidated and Emergency Supplemental Appropriations Act, 1999e
2007	H.J.Res. 102, 109 <sup>th</sup> Congress	P.L. 109-383	December 9, 2006	Making further continuing appropriations for the FY2007, and for other purposes <sup>f</sup>
2007	H.J.Res. 20, 110 <sup>th</sup> Congress	P.L. 110-5	February 15, 2007	Revised Continuing Appropriations Resolution, 2007 $\epsilon$
2010	H.R. 1105, 111th Congress	P.L. 111-8	March 11, 2009	Omnibus Appropriations Act, 2009 <sup>h</sup>
2011	H.R. 5146, 111th Congress	P.L. 111-165	May 14, 2010	To provide that Members of Congress shall not receive a cost of living adjustment in pay during fiscal year 2011
2012	H.R. 3082, 111th Congress	P.L. 111-322	December 22, 2010	Continuing Appropriations and Surface Transportation Extensions Act, 2011i
2013	H.J.Res. 117, 112th Congress	P.L. 112-175	September 28, 2012	Continuing Appropriations Resolution, 2013 <sup>k</sup>
2013	H.R. 8, 112th Congress	P.L. 112-240	January 2, 2013	American Taxpayer Relief Act of 2012

Source: Congressional Research Service examination of enacted legislation.

Notes: The provisions footnoted below have been delayed or prohibited Member pay adjustments.

- a. "Notwithstanding section 601(a)(2) of the Legislative Reorganization Act of 1946 (2 U.S.C. 31(2)), the cost of living adjustment (relating to pay for Members of Congress) which would become effective under such provision of law during calendar year 1994 shall not take effect."
- b. "For purposes of each provision of law amended by section 704(a)(2) of the Ethics Reform Act of 1989 (5 U.S.C. 5318 note), no adjustment under section 5303 of title 5, United States Code, shall be considered to have taken effect in fiscal year 1995 in the rates of basic pay for the statutory pay systems."
- c. "For purposes of each provision of law amended by section 704(a)(2) of the Ethics Reform Act of 1989 (5 U.S.C. 5318 note), no adjustment under section 5303 of title 5, United States Code, shall be considered to have taken effect in fiscal year 1996 in the rates of basic pay for the statutory pay systems."
- d. "For purposes of each provision of law amended by section 704(a)(2) of the Ethics Reform Act of 1989 (5 U.S.C. 5318 note), no adjustment under section 5303 of title 5, United States Code, shall be considered to have taken effect in fiscal year 1997 in the rates of basic pay for the statutory pay systems."
- e. "For purposes of each provision of law amended by section 704(a)(2) of the Ethics Reform Act of 1989 (5 U.S.C. 5318 note), no adjustment under section 5303 of title 5, United States Code, shall be considered to have taken effect in fiscal year 1999 in the rates of basic pay for the statutory pay systems."
- f. "Notwithstanding any other provision of this division and notwithstanding section 601(a)(2) of the Legislative Reorganization Act of 1946 (2 U.S.C. 31), the percentage adjustment scheduled to take effect under such section for 2007 shall not take effect until February 16, 2007."

- g. "Notwithstanding any other provision of this division and notwithstanding section 601(a)(2) of the Legislative Reorganization Act of 1946 (2 U.S.C. 31), the percentage adjustment scheduled to take effect under such section for 2007 shall not take effect."
- h. "Notwithstanding any provision of section 601(a)(2) of the Legislative Reorganization Act of 1946 (2 U.S.C. 31(2)), the percentage adjustment scheduled to take effect under any such provision in calendar year 2010 shall not take effect."
- "Notwithstanding any other provision of law, no adjustment shall be made under section 601(a) of the Legislative Reorganization Act of 1946 (2 U.S.C. 31) (relating to cost of living adjustments for Members of Congress) during fiscal year 2011."
- j. "Notwithstanding any other provision of law, except as provided in subsection (e), no statutory pay adjustment which (but for this subsection) would otherwise take effect during the period beginning on January 1, 2011, and ending on December 31, 2012, shall be made."
- k. "(a) Section 147 of P.L. 111-242, as added by P.L. 111-322, shall be applied by substituting the date specified in section 106(3) of this joint resolution for `December 31, 2012' each place it appears....
  (b) Notwithstanding any other provision of law, any statutory pay adjustment (as defined in section 147(b)(2) of the Continuing Appropriations Act, 2011 (P.L. 111-242)) otherwise scheduled to take effect during fiscal year 2013 but prior to the date specified in section 106(3) of this joint resolution may take effect on the first day of the first applicable pay period beginning after the date specified in section 106(3)."
- "Notwithstanding any other provision of law, no adjustment shall be made under section 601(a) of the Legislative Reorganization Act of 1946 (2 U.S.C. 31) (relating to cost of living adjustments for Members of Congress) during fiscal year 2013."

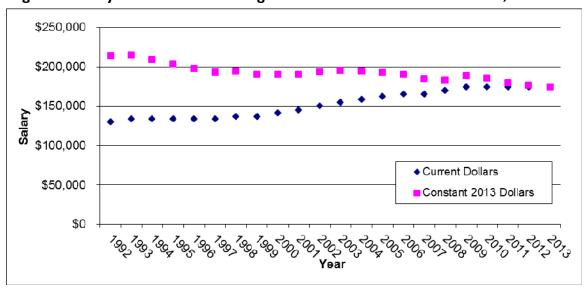


Figure 1. Salary for Members of Congress: Current and Constant Dollars, 1992-2013

Source: Congressional Research Service.

**Note:** The figure provides information since 1992, which was the first full year after the Ethics Reform Act that Representatives and Senators received the same salary. Constant dollars based on Consumer Price Index for All Urban Consumers (CPI-U, Bureau of Labor Statistics, U.S. Department of Labor). 2013 constant dollars are based on the CPI-U average (Jan.-Apr.).

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### Acknowledgments

This report was originally written by Paul E. Dwyer, formerly a Specialist in American National Government at CRS, who has since retired.