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the referendum to enter into an agreement or modification extending coverage to that group.

 $[53\ FR\ 32976,\ Aug.\ 29,\ 1988,\ as\ amended\ at\ 70\ FR\ 41956,\ July\ 21,\ 2005]$

§ 404.1208 Ineligible employees.

- (a) Definition. An ineligible is an employee who, on first occupying a position under a retirement system, is not eligible for membership in that system because of a personal disqualification like age, physical condition, or length of service.
- (b) Coverage of ineligible employees. A State may, in its agreement or any modification to the agreement, provide coverage for the services of ineligible employees in one of three ways:
- (1) As part of or as an addition to an absolute coverage group;
- (2) As part of a retirement system coverage group covering all positions under the retirement system; or
- (3) As part of or as an addition to a retirement system coverage group composed of those members in positions in a retirement system who chose coverage.

§ 404.1209 Mandatorily excluded services.

Some services are mandatorily excluded from coverage under a State's agreement. They are:

- (a) Services of employees who are hired to relieve them from unemployment;
- (b) Services performed in an institution by a patient or inmate of the institution;
- (c) Transportation service subject to the Federal Insurance Contributions Act;
- (d) Certain emergency services in case of fire, storm, snow, volcano, earthquake, flood or other similar emergency; and
- (e) Services other than agricultural labor or student services which would be excluded from coverage if performed for a private employer.
- (f) Services covered under section 210(a)(7)(F) of the Act. (See \$404.1200(b).)

[53 FR 32976, Aug. 29, 1988, as amended at 57 FR 59911, Dec. 17, 1992]

§ 404.1210 Optionally excluded services.

Certain services and positions may, if the State requests it, be excluded from coverage. These exclusions may be applied on a statewide basis or selectively by coverage groups. They are:

- (a) Services in any class or classes of elective positions;
- (b) Services in any class or classes of part-time positions;
- (c) Services in any class or classes of positions where the pay is on a fee basis:
- (d) Any agricultural labor or student services which would also be excluded if performed for a private employer; and
- (e) For modifications executed after 1994, services performed by election officials or election workers if the payments for those services in a calendar year are less than \$1000 for calendar years after 1994 and before 2000, or, for calendar years after 1999, are less than the \$1000 base amount as adjusted pursuant to section 218(c)(8)(B) of the Act to reflect changes in wages in the economy. We will publish this adjustment of the \$1000 base amount in the FEDERAL REGISTER on or before November 1 preceding the year for which the adjustment is made.

[53 FR 32976, Aug. 29, 1988, as amended at 61 FR 38367, July 24, 1996]

§ 404.1211 Interstate instrumentalities.

For Social Security coverage purposes under section 218 of the Act, interstate instrumentalities are treated, to the extent practicable, as States, that is:

- (a) They must be legally authorized to enter into an agreement with the Commissioner;
- (b) They are subject to the same rules that are applied to the States;
- (c) They may divide retirement systems and cover only the positions of members who want coverage; and
- (d) They may provide coverage for firefighters and police officers in positions under a retirement system.

[53 FR 32976, Aug. 29, 1988, as amended at 61 FR 38368, July 24, 1996; 62 FR 38451, July 18, 1997]