§ 404.1060

- (b) Information needed to process deemed wages. Unless we have already made a determination on deemed wages for a period of internment of an individual, any person applying for a monthly benefit, a recalculation of benefits by reason of this section, or a lump-sum death payment, must submit certain information before the benefit or payment may be computed on the basis of deemed wages. This information is—
- (1) The place where the individual worked before internment;
- (2) The highest hourly wage before internment;
- (3) The place and date of internment;
- (4) Date of birth (if not previously furnished):
- (5) Whether or not another Federal benefit is being received based wholly or in part upon the period of internment; and
- (6) In the case of a woman, her maiden name.
- (c) Amount of deemed wages. The amount of wages which may be deemed is determined as follows:
- (1) Employed prior to internment. If the individual was employed before being interned, the deemed wages are the greater of—
- (i) The highest actual hourly rate of pay received for any employment before internment, multiplied by 40 for each full week during the period of internment; or
- (ii) The Federal minimum hourly rate in effect for the period of internment, multiplied by 40 for each full week during that period.
- (2) Self-employed or not employed prior to internment. If the individual was self-employed or was not employed before the period of internment, the deemed wages are the Federal minimum hourly rate in effect for that period, multiplied by 40 for each full week during the period.
- (d) When wages are not deemed. Wages are not deemed under this section—
- (1) For any period before the quarter in which the individual attained age 18;
- (2) If a larger benefit is payable without the deemed wages; or
- (3) If a benefit based in whole or in part upon internment is determined by any agency of the United States to be

payable under any other law of the United States or under a system set up by that agency. However, this exception does not apply in cases where the failure to receive deemed wages reduces the primary insurance amount by 50 cents or less.

(e) Certification of internment. The certification concerning the internment is made by the Archivist of the United States or his or her representative. After the internment has been verified, wages are deemed to have been paid to the internee.

[45 FR 20075, Mar. 27, 1980, as amended at 52 FR 29662, Aug. 11, 1987. Redesignated at 55 FR 7310, Mar. 1, 1990]

§ 404.1060 [Reserved]

SELF-EMPLOYMENT

§ 404.1065 Self-employment coverage.

For an individual to have self-employment coverage under social security, the individual must be engaged in a trade or business and have net earnings from self-employment that can be counted as self-employment income for social security purposes. The rules explaining whether you are engaged in a trade or business are in §§ 404.1066 through 404.1077. What are net earnings from self-employment is discussed in §§ 404.1080 through 404.1095. Section 404.1096 describes the net earnings from self-employment that are counted as self-employment income for social security purposes. See §404.1913 for the effect of a totalization agreement on self-employment coverage. An agreement may exempt an activity from coverage as well as extend coverage to an activity.

[50 FR 36574, Sept. 9, 1985]

§ 404.1066 Trade or business in general.

For you to be covered as a self-employed person for social security purposes, you must be engaged in a trade or business. You can carry on a trade or business as an individual or as a member of a partnership. With some exceptions, the term *trade or business* has the same meaning as it does when used in section 162 of the Code.