

(1) representatives of railroad employees and carriers shall, jointly or separately, submit to the President, the Speaker of the House, and the President of the Senate, funding proposals designed to preserve the financial solvency of the Railroad Retirement Account; and

(2) the President shall submit to the Speaker of the House and the President of the Senate such recommendations as he may deem appropriate with respect to the preservation of the Railroad Retirement Account, including a specific proposal to assure continuous payments of social security equivalent benefits by separating the social security equivalent benefits from industry pension equivalent benefits payable under this subchapter.

(c) Not later than 180 days after the submission of a written report under subsection (a) of this section which states the first fiscal year during which benefits under this subchapter must be reduced because insufficient funds would preclude payment of full benefits for every month of that year, the Board shall issue and publish in the Federal Register such regulations as may be necessary which shall be designed to—

(1) provide a constant level of benefits at the maximum level possible for every month of that fiscal year; and

(2) provide that no individual shall receive less during that fiscal year than the amount otherwise payable if the employee's service as an employee after December 31, 1936, had been covered under the Social Security Act [42 U.S.C. 301 et seq.], minus the amount of any reduction required under section 231b(m) or 231c(i) of this title.

Unless otherwise provided by law enacted after August 13, 1981, or by a later report filed by the Board under subsection (a) of this section, regulations issued by the Board under this subsection shall apply beginning with the fiscal year designated by the Board in its written report under subsection (a) of this section. Any Board regulation which becomes effective under this subsection may be modified, rescinded, or superseded in the same manner and to the same extent as in the case of any other Board regulation issued under authority of this subchapter.

(Aug. 29, 1935, ch. 812, §22, as added Pub. L. 97-35, title XI, §1126(b), Aug. 13, 1981, 95 Stat. 639; amended Pub. L. 98-76, title I, §105, Aug. 12, 1983, 97 Stat. 416; Pub. L. 104-66, title II, §2221(b), Dec. 21, 1995, 109 Stat. 733; Pub. L. 107-90, title I, §108(a), Dec. 21, 2001, 115 Stat. 890.)

#### REFERENCES IN TEXT

The Social Security Act, referred to in subsec. (c)(2), is act Aug. 14, 1935, ch. 531, 49 Stat. 620, as amended, which is classified generally to chapter 7 (§301 et seq.) of Title 42, The Public Health and Welfare. For complete classification of this Act to the Code, see section 1305 of Title 42 and Tables.

#### AMENDMENTS

2001—Subsec. (a)(1). Pub. L. 107-90 in introductory provisions, inserted after first sentence “On or before May 1 of each year beginning in 2003, the Railroad Retirement Board shall compute its projection of the account benefits ratio and the average account benefits ratio (as defined by section 3241(c) of the Internal Revenue

Code of 1986) for each of the next succeeding five fiscal years.” and substituted “the projections prepared pursuant to the preceding two sentences” for “the projection prepared pursuant to the preceding sentence”.

1995—Subsec. (a)(1). Pub. L. 104-66 substituted “May 1” and “July 1” for “February 1” and “April 1”, respectively, in introductory provisions.

1983—Subsec. (a). Pub. L. 98-76 amended subsec. (a) generally, substituting provisions requiring Railroad Retirement Board to annually prepare and report on a five-year projection of ability of Railroad Retirement Account to pay benefits during five-year period for provisions which required Board to prepare a report in any fiscal year in which it determined that more than 50 percent of borrowing authority under this subchapter would be used.

#### EFFECTIVE DATE

Section effective Oct. 1, 1981, see section 1129(g) of Pub. L. 97-35, set out as an Effective Date of 1981 Amendment note under section 231 of this title.

### § 231v. Computation and certification of account benefit ratios

#### (a) Initial computation and certification

On or before November 1, 2003, the Railroad Retirement Board shall—

(1) compute the account benefits ratios for each of the most recent 10 preceding fiscal years, and

(2) certify the account benefits ratios for each such fiscal year to the Secretary of the Treasury.

#### (b) Computations and certifications after 2003

On or before November 1 of each year after 2003, the Railroad Retirement Board shall—

(1) compute the account benefits ratio for the fiscal year ending in such year, and

(2) certify the account benefits ratio for such fiscal year to the Secretary of the Treasury.

#### (c) Definition

As used in this section, the term “account benefits ratio” has the meaning given that term in section 3241(c) of the Internal Revenue Code of 1986 [26 U.S.C. 3241(c)].

(Aug. 29, 1935, ch. 812, §23, as added Pub. L. 107-90, title I, §108(b), Dec. 21, 2001, 115 Stat. 890.)

#### PRIOR PROVISIONS

A prior section 231v, act Aug. 29, 1935, ch. 812, §23, as added Aug. 12, 1983, Pub. L. 98-76, title IV, §418, 97 Stat. 438, provided that for purposes of Inspector General Act of 1978, the Railroad Retirement Board is an “establishment” and the Chairman of such Board the “head of the establishment”, prior to repeal by Pub. L. 100-504, title I, §§102(e)(3), 113, Oct. 18, 1988, 102 Stat. 2517, 2530, effective 180 days after Oct. 18, 1988.

## CHAPTER 10—TAX ON CARRIERS AND EMPLOYEES

### §§ 241 to 253. Repealed. June 29, 1937, ch. 405, § 11, 50 Stat. 440

Section 241, act Aug. 29, 1935, ch. 813, §1, 49 Stat. 974, defined terms for purposes of this subchapter.

Section 242, act Aug. 29, 1935, ch. 813, §2, 49 Stat. 975, related to income tax on employees.

Section 243, act Aug. 29, 1935, ch. 813, §3, 49 Stat. 975, related to deduction of tax from wages.

Section 244, act Aug. 29, 1935, ch. 813, §4, 49 Stat. 975, related to excise tax on carriers.

Section 245, act Aug. 29, 1935, ch. 813, §5, 49 Stat. 975, related to adjustment of tax.

Section 246, act Aug. 29, 1935, ch. 813, §6, 49 Stat. 975, related to refunds and deficiencies.

Section 247, act Aug. 29, 1935, ch. 813, §7, 49 Stat. 975, related to income tax on employees' representatives.

Section 248, act Aug. 29, 1935, ch. 813, §8, 49 Stat. 976, related to collection and payment of taxes.

Section 249, act Aug. 29, 1935, ch. 813, §9, 49 Stat. 976, related to court jurisdiction.

Section 250, act Aug. 29, 1935, ch. 813, §10, 49 Stat. 976, related to penalties under this subchapter.

Section 251, act Aug. 29, 1935, ch. 813, §11, 49 Stat. 976, related to meaning of "employment".

Section 252, acts Aug. 29, 1935, ch. 813, §12, 49 Stat. 976; Feb. 27, 1937, ch. 19, 50 Stat. 23, related to termination of taxes.

Section 253, act Aug. 29, 1935, ch. 813, §13, 49 Stat. 977, related to separability of provisions.

**§§ 261 to 273. Omitted**

CODIFICATION

Sections 261 to 273 were omitted pursuant to section 4 of act Feb. 10, 1939, ch. 2, 53 Stat. 1, which provided that all laws or parts of laws codified into the Internal Revenue Code of 1939, enacted by act Feb. 10, 1939, to the extent they related exclusively to internal revenue laws, were repealed. The Internal Revenue Code of 1939 was generally repealed by section 7851 of act Aug. 16, 1954, ch. 736, 68A Stat. 919 (section 7851 of Title 26, Internal Revenue Code), which act enacted the Internal Revenue Code of 1954 [now 1986]. See section 7807 of Title 26, relating to applicability of rules in effect upon the enactment of the Internal Revenue Code of 1986.

Section 261, acts June 29, 1937, ch. 405, §1, 50 Stat. 435; Aug. 13, 1940, ch. 664, §§1, 3, 54 Stat. 785, 786, defined terms for purposes of this subchapter.

Section 262, act June 29, 1937, ch. 405, §2, 50 Stat. 437, related to income tax on employees.

Section 263, act June 29, 1937, ch. 405, §3, 50 Stat. 437, related to excise tax on employers.

Section 264, act June 29, 1937, ch. 405, §4, 50 Stat. 438, related to refunds and deficiencies.

Section 265, act June 29, 1937, ch. 405, §5, 50 Stat. 438, related to income tax on employee representatives.

Section 266, act June 29, 1937, ch. 405, §6, 50 Stat. 439, related to deductibility from regular income tax.

Section 267, act June 29, 1937, ch. 405, §7, 50 Stat. 439, related to collection and payment of taxes.

Section 268, act June 29, 1937, ch. 405, §8, 50 Stat. 439, related to court jurisdiction.

Section 269, act June 29, 1937, ch. 405, §9, 50 Stat. 439, related to Social Security Act.

Section 270, act June 29, 1937, ch. 405, §10, 50 Stat. 440, related to separability of provisions.

Section 271, act June 29, 1937, ch. 405, §11, 50 Stat. 440, related to repeals.

Section 272, act June 29, 1937, ch. 405, §12, 50 Stat. 440, related to rules and regulations.

Section 273, act June 29, 1937, ch. 405, §13, 50 Stat. 440, related to short title of this subchapter.

For provisions formerly set out in this subchapter which were covered by sections of the Internal Revenue Code of 1939, see the sections of the Internal Revenue Code of 1986, Title 26, Internal Revenue Code, indicated in the following table:

| Omitted sections  | I.R.C. 1939            | I.R.C. 1986  |
|---|------------------------|--|
| 261 (as amended Aug. 13, 1940, ch. 664, §§1, 3, 54 Stat. 785, 786). | 1532 .....             | 3231, 7701.  |
| 262 .....   | 1500, 1501 .....       | 3201, 3202, 6205(a)(1), 6413(a)(1), 3221, 6205(a)(1), 6413(a)(1).            |
| 263 .....   | 1520, 1521 .....       | 6205(b), 6413(b).  |
| 264 .....   | 1502, 1522 .....       | 3211, 3212.  |
| 265 .....   | 1510, 1511 .....       | 3502.  |
| 266 .....   | 1503, 1508, 1512 ..... | 3501, 3503, 6011(a), 6071, 6081(a), 6091(a), 6151(a), 6313, 6601(a), (f)(1). |
| 267 .....   | 1422, 1530, 1531, 1536 |  |

| Omitted sections | I.R.C. 1939            | I.R.C. 1986             |
|------------------|------------------------|-------------------------|
| 268 .....        | 1534 .....             | 3232.                   |
| 269 .....        | 1426(b)(9), (10), 1428 | 3121(b)(9), (10), 3124. |
| 270 .....        | 3802 .....             | 7511.                   |
| 271 .....        | .                      | .                       |
| 272 .....        | 1535 .....             | 7805(a), (c).           |
| 273 .....        | .                      | .                       |

COMPENSATION FROM LOCAL DIVISION OF RAILWAY-LABOR-ORGANIZATION EMPLOYER TAX—UNPAID BEFORE JULY 1, 1940

Act Oct. 10, 1940, ch. 842, §27(b), 54 Stat. 1101, provided that, for the purpose of determining the amount of taxes under sections 262(a) and 263(a) of this title, compensation earned in the service of a local lodge or division of a railway-labor-organization employer shall be disregarded with respect to any calendar month if the amount thereof is less than \$3 and the taxes thereon under such sections are not paid before July 1, 1940.

**CHAPTER 11—RAILROAD UNEMPLOYMENT INSURANCE**

- Sec. 351. Definitions.
- 352. Benefits.
  - (a) Days for which benefits payable; determination of amount.
  - (b) Time of payments.
  - (c) Maximum number of days for benefits.
  - (d) Overpayment of benefits; recovery; liability of officers.
  - (e) Assignment, taxation, garnishment, attachment, etc., of benefits.
  - (f) Effect of payment of benefits for remunerable period; payment of surplus remuneration to Board.
  - (g) Payment of accrued benefits upon death.
- 353. Qualifying condition.
- 354. Disqualifying conditions.
  - (a-1) Day of unemployment or day of sickness.
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  - (b) Participation, interest, or financial assistance in labor dispute.
  - (c) Unsuitable work.
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- 355. Claims for benefits.
  - (a) Publication of Board's regulations.
  - (b) Findings, hearings, investigations, etc., by Board.
  - (c) Hearing and review of decisions on claims.
  - (d) Decisions of reviewing bodies; review and finality.
  - (e) Application of rules of evidence in law and equity; notice of findings.
  - (f) Review of final decision of Board by Courts of Appeals; costs.
  - (g) Finality of Board decisions.
  - (h) Benefits payable prior to final decision of Board.
  - (i) Fees for presenting claims; penalties.
- 355a. Acceptance of claims for benefits.
- 356. Returns of compensation; conclusiveness; failure to make.
- 357. Free transportation.
- 358. Contributions.
  - (a) Employer contribution.
  - (b) Employee representative contribution.
  - (c) Board proclamation of balance.
  - (d) Notifications by Board.
  - (e) Information to verify accuracy to be made available.