

Effective date.

SEC. 2. The amendments made by section 1 of this Act shall apply only with respect to actions brought after the date of enactment of this Act.

D.C. Council  
Chairman, compensation.  
D.C. Code 1  
app.

SEC. 3. On and after the date of the enactment of this Act, the Chairman of the District of Columbia Council shall receive compensation at the rate of \$20,000 per annum.

Approved October 27, 1972.

## Public Law 92-580

## AN ACT

October 27, 1972  
[H. R. 1467]

To amend the Internal Revenue Code of 1954 with respect to personal exemptions in the case of American Samoans, and for other purposes.

Taxes.  
American Samoans.  
68A Stat. 43;  
72 Stat. 1607.  
26 USC 152.

*Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,* That (a) section 152(b)(3) of the Internal Revenue Code of 1954 (defining the term "dependent") is amended by striking out "citizen of the United States" each place it appears and inserting in lieu thereof "citizen or national of the United States".

80 Stat. 1550.

(b) Paragraph (3) of section 873(b) of such Code (relating to deductions in case of nonresidential alien individuals) is amended to read as follows:

83 Stat. 675.

"(3) PERSONAL EXEMPTION.—The deduction for personal exemptions allowed by section 151, except that only one exemption shall be allowed under section 151 unless the taxpayer is a resident of a contiguous country or is a national of the United States."

Effective date.

(c) The amendments made by subsections (a) and (b) shall apply to taxable years beginning after December 31, 1971.

Estate tax,  
annuities.  
68A Stat. 384;  
80 Stat. 33.

SEC. 2. (a) Section 2039 of the Internal Revenue Code of 1954 (relating to estate tax treatment of annuities) is amended by adding at the end thereof the following new subsection:

"(d) EXEMPTION OF CERTAIN ANNUITY INTERESTS CREATED BY COMMUNITY PROPERTY LAWS.—In the case of an employee on whose behalf contributions or payments were made by his employer or former employer under a trust or plan described in subsection (c) (1) or (2), or toward the purchase of a contract described in subsection (c) (3), which under subsection (c) are not considered as contributed by the employee, if the spouse of such employee predeceases him, then, notwithstanding the provisions of this section or of any other provision of law, there shall be excluded from the gross estate of such spouse the value of any interest of such spouse in such trust or plan or such contract, to the extent such interest—

"(1) is attributable to such contributions or payments, and

"(2) arises solely by reason of such spouse's interest in community income under the community property laws of a State."

Effective date.

(b) The amendment made by subsection (a) shall apply with respect to estates of decedents for which the period prescribed by the Internal Revenue Code of 1954 for filing of a claim for credit or refund of an overpayment of estate tax ends on or after the date of enactment of this Act. No interest shall be allowed or paid on any overpayment of estate tax resulting from the application of the amendment made by subsection (a) for any period prior to the expiration of the one hundred and eightieth day following the date of the enactment of this Act.

72 Stat. 1672;  
83 Stat. 711.  
26 USC 162  
note.

SEC. 3. Section 97 of the Technical Amendments Act of 1958 is amended by striking out "January 1, 1971" and inserting in lieu thereof "January 1, 1973".

SEC. 4. (a) Section 164(b)(2) of the Internal Revenue Code of 1954 (relating to general sales taxes) is amended by adding at the end thereof the following new subparagraph:

Motor vehicles.  
78 Stat. 40.  
26 USC 164.

“(E) SPECIAL RULE FOR MOTOR VEHICLES.—In the case of motor vehicles, if the rate of tax exceeds the general rate, such excess shall be disregarded and the general rate shall be treated as the rate of tax.”

(b) The amendment made by subsection (a) shall apply to taxable years ending on or after January 1, 1971.

Effective date.

Approved October 27, 1972.

Public Law 92-581

AN ACT

October 27, 1972  
[H. R. 16925]

To amend title 37, United States Code, to extend the authority for special pay for nuclear-qualified naval submarine officers, authorize special pay for nuclear-qualified naval surface officers, and provide special pay to certain nuclear-trained and qualified enlisted members of the naval service who agree to reenlist, and for other purposes.

*Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,* That chapter 5 of title 37, United States Code, is amended as follows:

Nuclear-qualified naval personnel.  
Special pay, extension.  
76 Stat. 461;  
83 Stat. 12.  
37 USC 301.

(1) The catchline of section 312 and the corresponding item in the chapter analysis for that section are each amended by striking out “submarine”.

(2) Section 312 is amended—

(A) by striking out clause (2) of subsection (a);

(B) by striking out “in active submarine service” in clause (5) of subsection (a) and inserting in place thereof “on active duty in connection with supervision, operation, and maintenance of naval nuclear propulsion plants”;

(C) by striking out “submarine service” in subsection (c) and inserting in place thereof “duty in connection with supervision, operation, and maintenance of naval nuclear propulsion plants”;

(D) by striking out “submarine” in subsection (d); and

(E) by striking out “1973” in subsection (e) and inserting in place thereof “1975”.

(3) By adding the following new section:

“§ 312a. **Special pay: nuclear-trained and qualified enlisted members**

“(a) Under regulations prescribed by the Secretary of Defense, an enlisted member of the naval service who—

“(1) is entitled to basic pay;

“(2) is currently qualified for duty in connection with the supervision, operation, and maintenance of naval nuclear propulsion plants; and

“(3) has completed at least six, but not more than ten, years of active duty and executes, when eligible, a reenlistment agreement for not less than two years;

may upon acceptance of the reenlistment agreement by the Secretary of the Navy or his designee, be paid a bonus not to exceed six months of the basic pay to which he was entitled at the time of his discharge or release, multiplied by the number of years or the monthly fractions thereof, of additional obligated service, not to exceed six years, or \$15,000, whichever is the lesser amount.