

## [CHAPTER 32]

## AN ACT

To amend section 392 of the Agricultural Adjustment Act of 1938, as amended, so as to provide for separate appropriation accounts for administrative expenses of the Agricultural Adjustment Administration, so as to modify the 1 and 2 per centum limitations on administrative expenses and to provide over-all limitations in lieu thereof, and for other purposes.

*Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,* That, effective for the fiscal year 1942 and subsequent fiscal years, section 392 of the Agricultural Adjustment Act of 1938, as amended, is amended as follows:

(a) Subsection (a) is amended to read as follows:

“(a) The Secretary is authorized and directed to make such expenditures as he deems necessary to carry out the provisions of this Act and sections 7 to 17, inclusive, of the Soil Conservation and Domestic Allotment Act, as amended, including personal services and rents in the District of Columbia and elsewhere; traveling expenses; supplies and equipment; lawbooks, books of reference, directories, periodicals, and newspapers; and the preparation and display of exhibits, including such displays at community, county, State, interstate, and international fairs within the United States. The Secretary of the Treasury is authorized and directed upon the request of the Secretary to establish one or more separate appropriation accounts into which there shall be transferred from the respective funds available for the purposes of the several Acts, in connection with which personnel or other facilities of the Agricultural Adjustment Administration are utilized, proportionate amounts estimated by the Secretary to be required by the Agricultural Adjustment Administration for administrative expenses in carrying out or cooperating in carrying out any of the provisions of the respective Acts.”

(b) Subsection (b) is amended to read as follows:

“(b) In the administration of this title and sections 7 to 17, inclusive, of the Soil Conservation and Domestic Allotment Act, as amended, the aggregate amount expended in any fiscal year, beginning with the fiscal year ending June 30, 1942, for administrative expenses in the District of Columbia, including regional offices, and in the several States (not including the expenses of county and local committees) shall not exceed 3 per centum of the total amount available for such fiscal year for carrying out the purposes of this title and such Act. In the administration of section 32 of the Act entitled ‘An Act to amend the Agricultural Adjustment Act, and for other purposes’, approved August 24, 1935 (49 Stat. 774), as amended, and the Agricultural Marketing Agreement Act of 1937, as amended, and those sections of the Agricultural Adjustment Act (of 1933), as amended, which were reenacted and amended by the Agricultural Marketing Agreement Act of 1937, as amended, the aggregate amount expended in any fiscal year, beginning with the fiscal year ending June 30, 1942, for administrative expenses in the District of Columbia, including regional offices, and in the several States (not including the expenses of county and local committees) shall not exceed 4 per centum of the total amount available for such fiscal year for carrying out the purposes of said Acts. In the event any administrative expenses of any county or local committee are deducted in any fiscal year, beginning with the fiscal year ending June 30, 1939, from Soil Conservation Act payments, parity payments, or loans, each farmer receiving benefits under such provisions shall be apprised of the amount or percentage deducted from such

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[H. R. 5171]  
[Public Law 427]

Agricultural Adjust-  
ment Act of 1938,  
amendments.  
52 Stat. 69.  
7 U. S. C. § 1302.

Administrative ex-  
penses.

49 Stat. 1148.  
16 U. S. C. §§ 590g-  
590q; Supp. I, § 590h.  
Post, pp. 63, 761.

Separate appropria-  
tion accounts.

Limitations.  
49 Stat. 1148.  
16 U. S. C. §§ 590g-  
590q; Supp. I, § 590h.  
Post, pp. 63, 761.

7 U. S. C. § 612c;  
Supp. I, § 612e note.  
50 Stat. 246.  
7 U. S. C. §§ 671-674.

48 Stat. 31, 672; 49  
Stat. 753, 773.  
7 U. S. C. §§ 691,  
602, 608a-608e, 610, 612,  
614, 624; Supp. I, § 610  
note.

Notice of amount of  
deductions from con-  
servation payments.

Posting of names of  
county, etc., person-  
nel.

benefit payment or loan on account of such administrative expenses. The names and addresses of the members and employees of any county or local committee, and the amount of such compensation received by each of them, shall be posted annually in a conspicuous place in the area within which they are employed."

Approved, January 31, 1942.

[CHAPTER 33]

AN ACT

February 2, 1942  
[H. R. 5591]  
[Public Law 428]

To amend the District of Columbia Revenue Act of 1939, and for other purposes.

District of Colum-  
bia Revenue Act of  
1939, amendments.  
53 Stat. 1088.  
D. C. Code § 47-  
1502 (d).  
Organizations ex-  
empt from income tax.

*Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled*, That (a) section 2 (d) of title II of the District of Columbia Revenue Act of 1939 is amended to read as follows:

"(d) The following organizations shall be exempt from taxation under this title:

"(1) Labor organizations;

"(2) Fraternal beneficiary societies, orders, or associations, (A) operating under the lodge system or for the exclusive benefit of the members of a fraternity itself operating under the lodge system; and (B) providing for the payment of life, sick, accident, or other benefits to the members of such society, order, or association, or their dependents;

"(3) Cemetery companies owned and operated exclusively for the benefit of their members or which are not operated for profit; and any corporation chartered solely for burial purposes as a cemetery corporation and not permitted by its charter to engage in any business not necessarily incident to that purpose, no part of the net earnings of which inures to the benefit of any private shareholder or individual;

"(4) Corporations, and any community chest, fund, or foundation, organized and operated exclusively for religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals, no part of the net earnings of which inures to the benefit of any private shareholder or individual, and no substantial part of the activities of which is carrying on propaganda, or otherwise attempting to influence legislation;

"(5) Business leagues, chambers of commerce, real-estate boards, or boards of trade, not organized for profit and no part of the net earnings of which inures to the benefit of any private shareholder or individual;

"(6) Civic leagues or organizations not organized for profit but operated exclusively for the promotion of social welfare, or local associations of employees, the membership of which is limited to the employees of a designated person or persons in a particular municipality, and the net earnings of which are devoted exclusively to charitable, educational, or recreational purposes;

"(7) Clubs organized and operated exclusively for pleasure, recreation, and other nonprofitable purposes, no part of the net earnings of which inures to the benefit of any private shareholder;

"(8) Farmers' associations organized and operated on a cooperative basis exempt from income tax under sections 101 (12) and (13) of the Internal Revenue Code;

"(9) Banks, insurance companies, building and loan associations, and companies, incorporated or otherwise, which guarantee

53 Stat. 33, 34.  
26 U. S. C. § 101  
(12), (13).