

Certified copies to
 Secretary of the Treas-
 ury.
 Payments in ratable
 proportions.

or in part, together with the amount of each claim and the amount
 awarded thereon, and (d) a statement of the reasons for the allow-
 ance or disallowance in each case. Certified copies of (a) and (c)
 shall be transmitted by the Secretary of State to the Secretary of
 the Treasury, who shall, after making the deduction provided for
 above, distribute in ratable proportions, among the persons in whose
 favor awards shall have been made, or their assignees, heirs, execu-
 tors or administrators of record, according to the proportions which
 their respective awards shall bear to the whole amount available
 from time to time for such distribution, such moneys as may have
 been received into the Treasury in virtue of the agreement of
 November 9-12, 1938.

Approved, April 10, 1939.

[CHAPTER 58]

AN ACT

To amend the Canal Zone Code.

April 12, 1939
 [H. R. 3577]
 [Public, No. 31]
 Canal Zone Code,
 amendment.
 49 Stat. 1904.
 48 U. S. C., Supp.
 IV, § 1371c.
 Disability retire-
 ment of employees;
 annuity.

Provisos.
 Proof of conduct.
 Reinstatement of
 claims.
 Limitation.

*Be it enacted by the Senate and House of Representatives of the
 United States of America in Congress assembled,* That the first para-
 graph of subsection (b) of section 94 of title 2, Canal Zone Code,
 as amended by section 2 of the Act of June 24, 1936 (49 Stat. 1904),
 is amended to read as follows:

“(b) Any employee to whom this article applies who shall have
 served for a total period of not less than five years, and who, before
 becoming eligible for retirement under the conditions defined in
 section 92 of this title, shall have become totally disabled for useful
 and efficient service in the grade or class of position occupied by
 the employee, by reason of disease or injury not due to vicious habits,
 intemperance, or willful misconduct on the part of the employee,
 shall upon his own application or upon request or order of the Gov-
 ernor of the Panama Canal, be retired on an annuity computed in
 accordance with the provisions of section 96 of this title: *Provided,*
 That proof of freedom from vicious habits, intemperance, or willful
 misconduct for a period of more than five years next prior to becom-
 ing so disabled for useful and efficient service, shall not be required
 in any case; and the claim of any employee which was or would have
 been disallowed under this section by reason of the requirement of
 such proof with respect to a longer period than five years, shall upon
 request of the applicant be reinstated, and shall thereupon be redeter-
 mined under the provisions of the section as herein amended: *Pro-*
vided further, That such claim is now on file with the Civil Service
 Commission or is executed within six months from the enactment of
 this Act.

Approved, April 12, 1939.

[CHAPTER 59]

AN ACT

Relating to the taxation of the compensation of public officers and employees.

April 12, 1939
 [H. R. 3790]
 [Public, No. 32]
 Public Salary Tax
 Act of 1939.

“Gross income”, def-
 inition amended.
Ante, p. 9.
 I. R. C. § 22 (a).

*Be it enacted by the Senate and House of Representatives of the
 United States of America in Congress assembled,* That this Act may
 be cited as the “Public Salary Tax Act of 1939”.

TITLE I

SECTION 1. Section 22 (a) of the Internal Revenue Code (relating
 to the definition of “gross income”) is amended by inserting after the
 words “compensation for personal service” the following: (“includ-
 ing personal service as an officer or employee of a State, or any