

shop quartet style of close harmony singing, will celebrate the twenty-fifth anniversary of its founding during the six-day period beginning April 15, 1963: Now, therefore, be it

*Resolved by the Senate and House of Representatives of the United States of America in Congress assembled,* That the six-day period beginning April 15, 1963, and ending April 20, 1963, both dates inclusive, is hereby designated as "National Harmony Week", in recognition and appreciation of the successful efforts of the members of the Society for the Preservation and Encouragement of Barber Shop Quartet Singing in America, Incorporated, to maintain the barber-shop quartet style of close harmony singing as a traditional form of native American music, and of their efforts, through their stimulus to good music and vocal harmony, to keep America singing. The President of the United States is authorized and requested to issue a proclamation inviting the people of the United States to join in the observance of such week with appropriate ceremonies and activities.

Approved April 9, 1963.

National Harmony Week.  
Designation.

Proclamation authorization.

### Public Law 88-8

#### AN ACT

April 9, 1963  
[S. 1089]

To authorize the sale, without regard to the six-month waiting period prescribed, of cadmium proposed to be disposed of pursuant to the Strategic and Critical Materials Stock Piling Act.

Cadmium disposal.

*Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,* That the Administrator of General Services is hereby authorized to dispose of, by negotiation or otherwise, approximately two million pounds of cadmium now held in the national stockpile. Such disposition may be made without regard to the provisions of section 3 of the Strategic and Critical Materials Stock Piling Act, relating to dispositions on the basis of a revised determination pursuant to section 2 of said Act, to the effect that no such disposition shall be made until six months after publication in the Federal Register and transmission to the Congress and to the Armed Services Committees thereof of a notice of the proposed disposition.

Approved April 9, 1963.

60 Stat. 596,  
597.  
.50 USC 98b,  
98a.  
Publication in  
F. R.

### Public Law 88-9

#### AN ACT

April 10, 1963  
[H. R. 1597]

Relating to the tax treatment of redeemable ground rents.

Taxes.  
Redeemable  
ground rents.  
68A Stat. 46.  
26 USC 163.

*Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,* That (a) section 163 of the Internal Revenue Code of 1954 (relating to deduction for interest) is amended by redesignating subsection (c) as subsection (d) and by inserting after subsection (b) the following new subsection:

"(c) REDEMABLE GROUND RENTS.—For purposes of this subtitle, any annual or periodic rental under a redeemable ground rent (excluding amounts in redemption thereof) shall be treated as interest on an indebtedness secured by a mortgage."

(b) Part IV of subchapter O of chapter 1 of such Code (relating to special rules for determining gain or loss on disposition of property) is amended by redesignating section 1055 as section 1056 and by inserting after section 1054 the following new section:

168A Stat. 311;  
74 Stat. 1003.  
26 USC 1055.

**“SEC. 1055. REDEEMABLE GROUND RENTS.**

“(a) CHARACTER.—For purposes of this subtitle—

“(1) a redeemable ground rent shall be treated as being in the nature of a mortgage, and

“(2) real property held subject to liabilities under a redeemable ground rent shall be treated as held subject to liabilities under a mortgage.

“(b) APPLICATION OF SUBSECTION (a).—

“(1) IN GENERAL.—Subsection (a) shall take effect on the day after the date of the enactment of this section and shall apply with respect to taxable years ending after such date of enactment.

“(2) BASIS OF HOLDER.—In determining the basis of real property held subject to liabilities under a redeemable ground rent, subsection (a) shall apply whether such real property was acquired before or after the enactment of this section.

“(3) BASIS OF RESERVED REDEEMABLE GROUND RENT.—In the case of a redeemable ground rent reserved or created on or before the date of the enactment of this section in connection with a transfer of the right to hold real property subject to liabilities under such ground rent, the basis of such ground rent after such date in the hands of the person who reserved or created the ground rent shall be the amount taken into account in respect of such ground rent for Federal income tax purposes as consideration for the disposition of such real property. If no such amount was taken into account, such basis shall be determined as if this section had not been enacted.

“(c) REDEEMABLE GROUND RENT DEFINED.—For purposes of this subtitle, the term ‘redeemable ground rent’ means only a ground rent with respect to which—

“Redeemable ground rent.”

“(1) there is a lease of land which is assignable by the lessee without the consent of the lessor and which (together with periods for which the lease may be renewed at the option of the lessee) is for a term in excess of 15 years,

“(2) the leaseholder has a present or future right to terminate, and to acquire the entire interest of the lessor in the land, by payment of a determined or determinable amount, which right exists by virtue of State or local law and not because of any private agreement or privately created condition, and

“(3) the lessor’s interest in the land is primarily a security interest to protect the rental payments to which the lessor is entitled under the lease.

“(d) CROSS REFERENCE.—

“For treatment of rentals under redeemable ground rents as interest, see section 163(c).”

68A Stat. 46.  
26 USC 163.

(c) Section 163(d) of such Code (as redesignated by subsection (a) of this section) is amended by adding at the end thereof the following new paragraph:

“(5) For treatment of redeemable ground rents and real property held subject to liabilities under redeemable ground rents, see section 1055.”

(d) The table of sections for part IV of subchapter O of chapter 1 of such Code is amended by striking out

“Sec. 1055. Cross references.”

and inserting in lieu thereof the following:

“Sec. 1055. Redeemable ground rents.

“Sec. 1056. Cross references.”

Effective date.

SEC. 2. The amendments made by subsection (a) of the first section of this Act shall take effect as of January 1, 1962, and shall apply with respect to taxable years ending on or after such date. The amendments made by subsection (b) of the first section of this Act shall take effect on the day after the date of the enactment of this Act and shall apply with respect to taxable years ending after such date of enactment.

Approved April 10, 1963.

### Public Law 88-10

#### AN ACT

April 19, 1963  
[H. R. 4423]

Permitting the Secretary of the Interior to continue to deliver water to lands in the third division, Riverton reclamation project, Wyoming.

Riverton reclamation project,  
Wyo.  
Water delivery.

76 Stat. 407.

*Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,* That pending completion of a repayment contract or the enactment of other legislation providing for the furnishing of water to lands of the third division, Riverton reclamation project, Wyoming, the Secretary is authorized to continue to furnish water to the lands in such division, during calendar year 1963, as under the provisions of section 9, subsection (d) (1), of the Reclamation Project Act of 1939 (53 Stat. 1187, 1195; 43 U.S.C. 485h(d)) but without regard to the time limitation therein specified. Water shall be furnished upon individual applications accompanied by payments of \$4 per acre for the first three acre-feet per acre with water in excess of that amount at \$2 per acre-foot. The portion of the operation and maintenance costs in excess of the total of such payments is hereby declared to be nonreimbursable and nonreturnable.

Approved April 19, 1963.

### Public Law 88-11

#### AN ACT

April 23, 1963  
[H. R. 4715]

To incorporate the Eleanor Roosevelt Memorial Foundation.

Eleanor Roosevelt Memorial Foundation,  
incorporation.

*Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,* That the following persons designated by the President of the United States of America: The Honorable Adlai E. Stevenson, New York, New York, as Chairman;

Miss Marian Anderson, Danbury, Connecticut;  
Robert S. Benjamin, New York, New York;  
William Benton, Southport, Connecticut;  
Doctor Ralph J. Bunche, New York, New York;  
Henry Crown, Chicago, Illinois;  
David Dubinsky, New York, New York;  
Myer Feldman, Washington, District of Columbia;  
Mrs. Ruth Field, New York, New York;