

1 tier 1 railroad retirement benefits) is amended by
2 striking subparagraphs (A) and (B) and inserting
3 the following new subparagraph:

4 “(A) except as provided in subparagraph
5 (B), \$32,000, and”.

6 (2) ADJUSTED BASE AMOUNT INCREASE.—Sub-
7 section (c)(2) of section 86 of the Internal Revenue
8 Code of 1986 is amended by striking subparagraphs
9 (A) and (B) and inserting the following new sub-
10 paragraph:

11 “(A) except as provided in subparagraph
12 (B), \$44,000, and”.

13 (b) CLERICAL AMENDMENTS.—

14 (1) Section 86(c)(1) of such Code is amended
15 by redesignating subparagraph (C) as subparagraph
16 (B).

17 (2) Section 86(c)(2) of such Code is amended
18 by—

19 (A) redesignating subparagraph (C) as
20 subparagraph (B), and

21 (B) striking “(1)(C)” and inserting
22 “(1)(B)”.

23 (c) EFFECTIVE DATE.—The amendments made by
24 this section shall apply to taxable years beginning after
25 December 31, 1998.

1 **SEC. 3. SOCIAL SECURITY TRUST FUNDS HELD HARMLESS.**

2 (a) **IN GENERAL.**—Paragraph (1)(A) of section
3 121(e) of the Social Security Amendments of 1983 (Public
4 Law 92–21) is amended by adding at the end the follow-
5 ing: “The tax liabilities described in clause (i) shall be de-
6 termined without regard to the amendments made by the
7 Senior Citizen Tax Reduction Act of 1998.”.

8 (b) **NO TAX INCREASES.**—It is the sense of the Con-
9 gress that tax increases should not be used to provide the
10 revenue necessary to carry out subsection (a).

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