

determined in accordance with rules prescribed by the Executive Director. Amounts paid to traveling salesmen or other individuals as allowance or reimbursement for traveling or other expenses incurred on the business of the employing unit shall be deemed to constitute wages only to the extent of the excess of such amounts over the expenses actually incurred and accounted for by the individual to his employing unit; provided that the term "wages" shall not include:

(1) After January 1st, 1957, that part of remuneration which, after remuneration equal to \$3,000 has been paid during the calendar year to an individual by an employer, or his predecessor, or by a combination of both the employer and his predecessor, with respect to employment, is paid during such calendar year to such individual by such employer, or his predecessor, or by a combination of both the employer and his predecessor, with respect to employment in this State or any other state. The term predecessor as used in this subsection shall mean the same as it means in Section 8 (c) (5) of this article, provided, that if the maximum amount of wages taxable under the federal Unemployment Tax Act or any other federal tax law against which credit may be taken for contributions into a state unemployment insurance fund is increased in the future over and above the amount of \$3,000 in any calendar year, the limitation set forth above in this section shall automatically increase in an amount corresponding to the increase in taxable wages under said federal law, but the increase authorized by the federal law shall not exceed \$3,600.00.

(2) The amount of any payment (including any amount paid by an employer for insurance or annuities, or into a fund, to provide for any such payment) made to, or on behalf of, an employee or any of his dependents under a plan or system established by an employer which makes provision for his employees generally (or for his employees generally and their dependents) or for a class or classes of his employees (or for a class or classes of his employees and their dependents), on account of (A) retirement, or (B) sickness or accident disability, or (C) medical or hospitalization expenses in connection with sickness or accident disability, or (D) death;

(3) Any payment made to an employee (including any amount paid by an employer for insurance or annuities, or into a fund, to provide for any such payment) on account of retirement;

(4) Any payment on account of sickness or accident disability, or medical or hospitalization expenses in connection with sickness or accident disability, made by an employer to, or on behalf of, an employee after the expiration of six calendar months following the last calendar month in which the employee worked for such employer;

(5) Any payment made to, or on behalf of, an employee or his beneficiary (A) from or to a trust exempt from tax under Section 401 (a) of the federal Internal Revenue Code at the time of such payment unless such payment is made to an employee of the trust as remuneration for services rendered as such employee and not as beneficiary of the trust, or (B) under or to an annuity plan which, at the time of such payment, meets the requirements of Section 401 (a) (3), (4), (5), and (6) of the Federal Internal Revenue Code;

(6) The payment by an employer (without deduction from the remuneration of the employee) (A) of the tax imposed upon an em-