

February 22, 1957.  
Passed on File.

**Senate File 323**  
By TAX REVISION COMMITTEE.

Passed Senate, Date..... Passed House, Date.....  
Vote: Ayes..... Nays..... Vote: Ayes..... Nays.....  
Approved.....

## A BILL FOR

An Act to amend section four hundred twenty-two point fifty-two (422.52), Code 1954, to make suppliers of tangible personal property jointly and severally liable with their retailers for sales taxes and penalties where the suppliers retain title to the goods to be sold or proceeds from their sale upon default in payment of such taxes and penalties by such retailers.

*Be It Enacted by the General Assembly of the State of Iowa:*

1 Section 1. Section four hundred twenty-two point  
2 fifty-two (422.52), Code 1954, is hereby amended by adding  
3 thereto the following new subsections:  
4 "Any person who furnishes to a retailer tangible personal  
5 property on consignment or in any other manner by which such  
6 person retains legal or equitable title to the property to  
7 be sold, or legal or equitable title to the proceeds from the  
8 sale thereof, for the purpose of sale at retail in Iowa by  
9 said retailer, shall be jointly and severally liable with said  
10 retailer for any sales tax or penalty duly assessed by the  
11 commission against such retailer, insofar as such tax and  
12 penalty relate to the sale of property so furnished, in the  
13 event such retailer refuses or neglects to pay the same  
14 after demand. The commission and its employees shall  
15 collect such taxes and penalties from such person in that  
16 event in the same manner and subject to all the provisions  
17 of, and all the powers, duties, authority, and restriction  
18 of the provisions of division three (III) of chapter four

19 hundred twenty-two (422), Code 1954, relative to collection  
20 of such taxes and penalties from retailers."