

FEB 23 2000

WAYS AND MEANS

HOUSE FILE 2398
BY METCALF

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

A BILL FOR

1 An Act relating to the determination of wages of certain
2 corporations for purposes of unemployment compensation.
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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HF 2398

1 Section 1. Section 96.19, subsection 41, Code 1999, is
2 amended by adding the following new paragraph:

3 NEW PARAGRAPH. f. A dividend paid to a shareholder of a
4 subchapter S corporation.

5 EXPLANATION

6 This bill provides that a dividend paid to a shareholder of
7 a subchapter S corporation shall not be considered wages for
8 purposes of the unemployment compensation chapter.

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