

3 graph fourteen (14) thereof and inserting in lieu thereof the follow-
4 ing: "nineteen fifty-eight (1958)".

1 SEC. 2. Section four hundred twenty-two point thirty-two (422.32),
2 Code 1958, is hereby amended by striking "1956" in line three (3) of
3 paragraph four (4) thereof and inserting in lieu thereof the follow-
4 ing: "nineteen fifty-eight (1958)".

1 SEC. 3. Where a corporation is not subject to income tax and the
2 stockholders of such corporation are taxed on the corporation's in-
3 come under the provisions of the Internal Revenue Code of 1954, the
4 same tax treatment shall apply to such corporation and such stock-
5 holders for Iowa income tax purposes.

1 SEC. 4. The provisions of this Act shall have the same retroactive
2 effect as the amendments to the Internal Revenue Code of 1954
3 adopted hereby have for federal income tax purposes.

1 SEC. 5. If any provision of this Act or the application of such
2 provision to any person or circumstance shall be held invalid, the re-
3 mainder of this Act or the application of such provision to persons or
4 circumstances other than those to which it is held invalid shall not be
5 affected thereby.

1 SEC. 6. This Act being deemed of immediate importance shall be
2 in force and effect immediately upon its passage and publication in the
3 Sioux City Journal-Tribune, a newspaper published at Sioux City,
4 Iowa, and in the Iowa City Press-Citizen, a newspaper published at
5 Iowa City, Iowa.

This bill (Senate File 51), having remained with the Governor three days (Sunday excepted), the General Assembly being in session, has become a law this 2nd day of February, 1959.

MELVIN D. SYNHORST, *Secretary of State.*

I hereby certify that the foregoing Act, Senate File 51, was published in the Sioux City Journal-Tribune, Sioux City, Iowa, February 6, 1959, and in the Iowa City Press-Citizen, Iowa City, Iowa, February 5, 1959.

MELVIN D. SYNHORST, *Secretary of State.*

CHAPTER 296

NONRESIDENT INCOME TAX

S. F. 535

AN ACT to amend section four hundred twenty-two point sixteen (422.16), Code 1958, relating to the percentage of withholdings on gross personal income of nonresidents by withholding agents.

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

1 SECTION 1. Section four hundred twenty-two point sixteen
2 (422.16), subsection one (1), Code 1958, is hereby amended by strik-
3 ing the word "five" at the end of line three (3) and inserting in lieu
4 thereof the word "four (4)"; by striking the word "five" in line six
5 (6) and inserting in lieu thereof the word "four (4)", and by adding

6 a new sentence after the period (.) in line eleven (11) as follows:
 7 "The commission is hereby authorized to prepare wage bracket sched-
 8 ules of withholding not in excess of the above maximum percentage."

Approved May 6, 1959.

CHAPTER 297

INCOME TAX INSTALLMENTS

H. F. 539

AN ACT to amend section four hundred twenty-two point twenty-four (422.24), Code 1958, relating to installment payments of income tax.

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

1 SECTION 1. Section four hundred twenty-two point twenty-four
 2 (422.24), Code 1958, is amended by striking the word "ten" in line
 3 eight (8) and inserting in lieu thereof the word "fifty".

Approved April 27, 1959.

CHAPTER 298

INCOME TAX VIOLATIONS

H. F. 397

AN ACT relating to violations of income tax laws, unauthorized disclosure of information, and penalties therefor.

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

1 SECTION 1. Section four hundred twenty-two point twenty-five
 2 (422.25), subsection five (5), Code 1958, is hereby repealed and the
 3 following enacted in lieu thereof:
 4 "Any person required to supply any information, to pay any tax,
 5 or to make, sign, or file any return or supplemental return, who will-
 6 fully makes any false or fraudulent return, or willfully fails to pay
 7 such tax, supply such information, or make, sign, or file such return,
 8 at the time or times required by law, shall upon conviction for each
 9 such offense be punished by imprisonment in the county jail for a
 10 term not exceeding one (1) year, or by a fine not exceeding twenty-
 11 five hundred (2500) dollars, or both such fine and imprisonment."

1 SEC. 2. Further amend section four hundred twenty-two point
 2 twenty-five (422.25), Code 1958, by adding the following new sub-
 3 section:

4 "Any person who willfully attempts in any manner to defeat or
 5 evade any tax imposed by this division or the payment thereof, shall
 6 upon conviction for each such offense be punished by imprisonment
 7 in the county jail for a term not exceeding one (1) year or in the
 8 state penitentiary for a term not exceeding five (5) years or by a
 9 fine not exceeding five thousand (5000) dollars, or both such fine and
 10 imprisonment."