"Land Classification Report, Unit One, Yuma Mesa Division, Gila Project, Arizona, May 1949", as amended, made pursuant to subsection (d) of section 4 of the Act of December 5, 1924 (43 Stat. 702, 43 U. S. C. 462); (2) the unpaid operation and maintenance charges which accrued prior to June 30, 1954, totaling $297,167.45, as allocated by the Secretary to said lands situate within the district; and (3) the costs of the works authorized in section 2 hereof, not exceeding $1,350,000, and further providing for the release, on such terms and conditions as the Secretary finds appropriate, of the existing predevelopment contracts and mortgages held by the United States on the lands situate within the district which were predeveloped by the United States, and for the repayment to the United States by the lands benefited by said predevelopment of the amounts provided for in said mortgages in the same period within which the costs for the construction of the irrigation facilities are to be repaid.

Surveys, construction, etc.

SEC. 2. The Secretary is authorized on such terms and conditions as he deems appropriate to make drainage surveys and investigations of the lands within the district, to construct drainage facilities and works therefor, to install additional pump capacity in the Yuma Mesa Pump Plant of not to exceed two hundred and seventy-five cubic feet per second, to construct such buildings determined by him to be appropriate in connection with the operation and maintenance of the lands situate within the district, and to provide in the contract referred to in section 1 hereof for the performance of such work.

Excess expenditures by U. S.

43 USC 613-613e.

SEC. 3. Expenditures by the United States in excess of the amounts to be repaid by the district as provided in section 1 hereof, which have been allocated by the Secretary (a) to acreage eliminated from the Gila project pursuant to the Act of July 30, 1947 (61 Stat. 628), (b) to dust control on the Yuma Mesa Division, Gila project, (c) to that portion of predevelopment costs not heretofore covered by contracts and mortgages covering predevelopment charges on lands situate within the district, and (d) other costs allocated by the Secretary to the lands situate within the district not otherwise covered by the repayment obligation in section 1 hereof to be assumed by the district or not otherwise allocated by the Secretary to other contracting entities and which are not assumed or are not to be assumed by them, shall be nonreimbursable: *Provided*, That all revenues from the disposal of public lands within the district (which disposition is hereby authorized on terms and conditions satisfactory to the Secretary) or from special water service contracts other than those which the Secretary determines are allocable to operation and maintenance costs of the district shall be retained by the United States.

Termination.

SEC. 4. The authority granted in section 1 of this Act to execute said contract shall terminate on December 31, 1957.

43 USC 485a.

SEC. 5. This Act is declared to be a part of the Federal reclamation laws as they are defined in the Reclamation Project Act of 1939 (53 Stat. 1187).

Approved January 28, 1956.

Public Law 395 CHAPTER 14

January 28, 1956
[S. 2170]

AN ACT

To permit sale of Commodity Credit Corporation stocks of basic and storable nonbasic agricultural commodities without restriction where similar commodities are exported in raw or processed form.

Agricultural commodities, sale.

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled, That section 407

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of the Agricultural Act of 1949, as amended, is amended by adding at the end of such section the following: "For the purposes of this section, sales for export shall not only include sales made on condition that the identical commodities sold be exported, but shall also include sales made on condition that commodities of the same kind and of comparable value or quantity be exported, either in raw or processed form."

68 Stat. 583.
7 USC 1427.

Approved January 28, 1956.

Public Law 396 CHAPTER 15

AN ACT

January 28, 1956
[H. R. 4582]

To amend the Internal Revenue Code of 1954 with respect to deductions from gross income of amounts contributed to employees trusts.

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled, That a new paragraph be added to section 381 (c) of the Internal Revenue Code of 1954 to read as follows:

Internal Revenue Code of 1954, amendment.

"(20) CARRY-OVER OF UNUSED PENSION TRUST DEDUCTIONS IN CERTAIN CASES.—Notwithstanding the other provisions of this section, or section 394 (a), a corporation which has acquired the properties and assumed the liabilities of a wholly owned subsidiary shall be considered to have succeeded to and to be entitled to take into account contributions of the subsidiary to a pension plan, and shall be considered to be the distributor or transferor corporation after the date of distribution or transfer (but not for taxable years with respect to which this paragraph does not apply) for the purpose of determining the amounts deductible under section 404 with respect to contributions to a pension plan if—

68A Stat. 129.
26 USC 381.

"(A) the corporate laws of the State of incorporation of the subsidiary required the surviving corporation in the case of merger to be incorporated under the laws of the State of incorporation of the subsidiary; and

"(B) the properties were acquired in a liquidation of the subsidiary in a transaction subject to section 112 (b) (6) of the Internal Revenue Code of 1939."

SEC. 2. The amendments made by the first section of this Act shall apply with respect to taxable years beginning after December 31, 1953, and ending after August 16, 1954.

Effective date.

Approved January 28, 1956.

Public Law 397 CHAPTER 16

AN ACT

January 28, 1956
[H. R. 5428]

To amend the Internal Revenue Code of 1939 with respect to the period of limitation for filing claims by certain transferees and fiduciaries for credit or refund of income taxes.

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled, That section 311 (b) (4) of the Internal Revenue Code of 1939 is hereby amended by inserting "(A)" after "(4)" and by adding at the end thereof the following:

Internal Revenue Code of 1939, amendment.
53 Stat. 90.

"(B) For the purpose of determining the period of limitation on credit or refund to the transferee or fiduciary of—