

CHAPTER 138**RISK RETENTION GROUP TAXES***H.F. 673*

AN ACT to impose the premium tax on risk retention groups.

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

Section 1. **NEW SECTION. 432.5 RISK RETENTION GROUPS.**

A risk retention group organized and operating pursuant to Pub. L. No. 99-563, also known as the risk retention amendments of 1986, shall pay as taxes to the director of revenue and finance an amount equal to two percent of the gross amount of the premiums received during the previous calendar year for risks placed in this state. A resident or nonresident agent shall report and pay the taxes on the premiums for risks that the agent has placed in this state with or on behalf of a risk retention group. The failure of a risk retention group to pay the tax imposed in this section shall result in the risk retention group being considered an unauthorized insurer under chapter 507A.

Approved May 20, 1987

CHAPTER 139**USE OF CORRECTIONAL INSTITUTION RESOURCES BY ISU***H.F. 241*

AN ACT requiring Iowa state university of science and technology to use resources connected with institutions of the Iowa department of corrections, in order to conduct agricultural research, development, and testing projects.

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

Section 1. Section 246.108, subsection 1, Code 1987, is amended by adding the following new lettered paragraph:

NEW LETTERED PARAGRAPH. n. Cooperate with Iowa state university of science and technology to provide, for purposes of agricultural research, development, and testing, the use of resources, including property, facilities, labor, and services, connected with institutions listed in section 246.102. However, use of the resources by the university is subject to approval by the director. Before granting approval, the director shall require that the university compensate the department for the use of the resources, on terms specified by the director.

Sec. 2. Section 246.302, subsection 2, Code 1987, is amended to read as follows:

2. Determine priorities on the use of agricultural resources and labor for farming and nursery operations, and cooperate with Iowa state university of science and technology in all approved uses connected with the institution.

Sec. 3. **NEW SECTION. 266.37 INSTITUTIONAL FACILITIES.**

Iowa state university of science and technology shall use resources, including property, facilities, labor, and services, connected with institutions listed in section 246.102, under the authority of the Iowa department of corrections, to the extent practicable, for research, development, and testing of technological, horticultural, biological, and economic factors involved in improving the performance of Iowa agricultural products. However, use by the university is subject to the approval of the director of the department of corrections.

Approved May 21, 1987