

House File 2676

H-8386

1 Amend the Senate amendment, H-8335, to House File 2676, as
2 amended, passed, and reprinted by the House, as follows:

3 1. By striking page 1, line 5, through page 48, line 10, and
4 inserting:

5 <Sec. _____. NEW SECTION. 135.196 Iowa benefit exchange fund
6 — enhanced premium credits — appropriation.

7 1. As used in this section, "*enhanced premium tax credit*"
8 means the advanced premium tax credit under 26 U.S.C.
9 §36B(3)(A).

10 2. The department and the department of insurance and
11 financial services shall cooperate and develop an internet
12 site to be located on the internet site of the department to
13 effectuate this section.

14 3. An Iowa benefit exchange fund is created in the state
15 treasury under the control of the department. Moneys in the
16 fund are to be used for the sole purpose of providing subsidies
17 to persons whose applications have been approved pursuant to
18 this section. Moneys in the fund are not subject to section
19 8.33. Notwithstanding section 12C.7, subsection 2, interest or
20 earnings on moneys in the fund shall be credited to the fund.

21 4. The purpose of the fund is to provide funding for the
22 establishment of a state-based health insurance subsidy to
23 mitigate the impact of the reduction in the enhanced federal
24 advanced premium tax credits after the 2025 tax year.

25 5. For the fiscal year beginning July 1, 2026, and ending
26 June 30, 2027, there is appropriated from the general fund of
27 the state to the department to be credited to the Iowa benefit
28 exchange fund, an amount sufficient to implement this section
29 until such time that the enhanced federal advanced premium
30 tax credits are restored to a level equaling or exceeding the
31 amount of the enhanced premium tax credit available to persons
32 during the 2025 tax year.

33 6. Beginning July 1, 2026, in order to qualify for a subsidy
34 to mitigate the impact of the reduction in enhanced federal
35 advanced premium tax credits, a person who is a resident may

1 submit an application to the department in a manner specified
2 by the department. The application shall include identical
3 information submitted by a person as if applying for health
4 insurance coverage under the federal Patient Protection and
5 Affordable Care Act, Pub. L. No. 111-148, including personal
6 information, household income, immigration status, and any
7 current or available health insurance coverage.

8 7. *a.* For the tax year beginning on or after January 1,
9 2026, but before January 1, 2027, and upon approval of the
10 application by the department, an amount equal to the enhanced
11 premium tax credit the person would have received as if the
12 enhanced premium tax credit did not expire shall be provided to
13 the person to offset the cost of the health insurance coverage.

14 *b.* The amount provided shall be based upon the calculation
15 for the enhanced premium tax credits during the 2025 tax year.

16 *c.* The amount provided may be retroactive to January 1,
17 2026, if the person qualified for such credits, or to the
18 date the person would have qualified for enhanced premium tax
19 credits in 2026, whichever is earlier.

20 8. The department shall adopt rules pursuant to chapter 17A
21 to administer this section.

22 _____. Title page, by striking lines 1 through 3 and inserting
23 <An Act establishing a state-based health insurance subsidy,
24 and making an appropriation.>>

25 2. By renumbering as necessary.

McBURNEY of Polk