

SENATE/HOUSE FILE \_\_\_\_\_  
BY (PROPOSED AUDITOR OF STATE  
BILL)

**A BILL FOR**

1 An Act relating to the penalty for public employees and public  
2 officials taking money from a public employer.

3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 907.3, subsection 1, paragraph a, Code  
2 2025, is amended by adding the following new subparagraph:  
3 NEW SUBPARAGRAPH. (17) The defendant was a public employee  
4 or public official at the time of the offense and the amount  
5 taken by the defendant from the public employer exceeded ten  
6 thousand dollars.

7 Sec. 2. Section 907.3, subsection 2, paragraph a, Code 2025,  
8 is amended by adding the following new subparagraph:  
9 NEW SUBPARAGRAPH. (10) The defendant was a public employee  
10 or public official at the time of the offense and the amount  
11 taken by the defendant from the public employer exceeded ten  
12 thousand dollars.

13 Sec. 3. Section 907.3, subsection 3, Code 2025, is amended  
14 by adding the following new paragraph:

15 NEW PARAGRAPH. *i.* The sentence of a defendant who was a  
16 public employee or public official at the time of the offense  
17 and the amount taken by the defendant from the public employer  
18 exceeded ten thousand dollars unless the defendant establishes,  
19 by clear and convincing evidence, and the sentencing court  
20 finds and states specifically on the record, the existence  
21 of mitigating circumstances warranting a departure from the  
22 otherwise applicable mandatory term of incarceration.

23 Sec. 4. Section 907.3, Code 2025, is amended by adding the  
24 following new subsection:

25 NEW SUBSECTION. 4. For the purposes of this section:

26 *a.* "Public employee" means any individual employed by a  
27 public employer and includes a contractor or vendor.

28 *b.* "Public employer" means the state, its boards,  
29 commissions, agencies, and departments, and its political  
30 subdivisions including school districts and other special  
31 purpose districts.

32 *c.* "Public official" means the same as defined in section  
33 68B.2.

34

#### EXPLANATION

35 The inclusion of this explanation does not constitute agreement with

1           the explanation's substance by the members of the general assembly.

2       This bill prohibits a sentencing court from deferring  
3 the judgment or deferring the sentence of a defendant if the  
4 defendant was a public employee or public official at the time  
5 of the offense and the amount of money taken by the public  
6 employee or public official in connection with the offense  
7 exceeded \$10,000.

8       The bill prohibits a sentencing court from suspending  
9 the sentence of a defendant if the defendant was a public  
10 employee or public official at the time of the offense and  
11 the amount of money taken by the public employee or public  
12 official in connection with the offense exceeded \$10,000 unless  
13 the defendant establishes, by clear and convincing evidence,  
14 and the sentencing court finds and states specifically on  
15 the record, that mitigating circumstances exist warranting  
16 a departure from the otherwise mandatory minimum term of  
17 incarceration.

18       The bill defines "public employee" as any individual  
19 employed by a public employer and includes a contractor  
20 or vendor; "public employer" as the state, its boards,  
21 commissions, agencies, and departments, and its political  
22 subdivisions including school districts and other special  
23 purpose districts; and "public official" as officials, local  
24 officials, and members of the general assembly (as defined in  
25 Code section 68B.2).