



[HF 648](#) – Investment Advisor Public Records, Expungement (LSB1840HV.1)
Staff Contact: Anthony Arellano (515.281.6764) anthony.arellano@legis.iowa.gov
Fiscal Note Version – New

Description

[House File 648](#) establishes a new section under Iowa Code chapter [502](#). The Bill allows an investment advisor, or an investment advisor representative authorized to do business under Iowa’s Uniform Securities Act (Blue Sky Law), to petition a district court sitting in equity for relief by ordering the expungement of information in a record controlled by the Financial Industry Regulatory Authority (FINRA). The Bill requires the Commissioner of Insurance to act as a respondent in court proceedings.

Background

Currently, Iowa Code section [502.602](#) permits a person to file an application for relief from a request to appear, testify, file a statement, produce records, or obey a subpoena in a district court. Iowa’s Blue Sky Law regulates broker-dealers, agents, investment advisors, investment advisor representatives, and federal covered investment advisors.

Assumptions

- According to the Iowa Insurance Division, an additional 1.0 full-time equivalent (FTE) Compliance Officer 2 position will be needed to work and process these new cases.
- The minimum annual cost for a Compliance Officer 2 position is estimated at \$84,000. The maximum annual cost is \$125,000.

Fiscal Impact

The fiscal impact of HF 648 to add a Compliance Officer 2 position to the Iowa Insurance Division will cost between \$84,000 and \$125,000 to the General Fund in FY 2024.

Source

Iowa Insurance Division

/s/ Jennifer Acton

March 21, 2023

Doc ID 1371071

The fiscal note for this Bill was prepared pursuant to [Joint Rule 17](#) and the Iowa Code. Data used in developing this fiscal note is available from the Fiscal Services Division of the Legislative Services Agency upon request.
