NINETIETH GENERAL ASSEMBLY 2024 REGULAR SESSION DAILY HOUSE CLIP SHEET

March 4, 2024

Clip Sheet Summary

Displays all amendments, fiscal notes, and conference committee reports for previous day.

Bill	Amendment	Action	Sponsor
HF 2450	<u>H-8113</u>	Filed	LATHAM of Franklin
<u>HF 2481</u>	<u>H-8114</u>	Filed	FISHER of Tama
HF 2549	<u>H-8115</u>	Filed	SORENSEN of Adair, et al
<u>HF 2556</u>	<u>H-8110</u>	Adopted	OLSON of Polk
HF 2576	<u>H-8116</u>	Filed	SRINIVAS of Polk, et al
<u>HF 2576</u>	<u>H-8117</u>	Filed	SRINIVAS of Polk
HF 2612	<u>H-8111</u>	Filed	STECKMAN of Cerro Gordo
<u>SF 2275</u>	<u>H-8112</u>	Filed	COMMITTEE ON JUDICIARY, et al

Fiscal Notes

<u>HF 2463</u> — <u>Minor Driving Permits</u> (LSB5885HV)

<u>HF 2576</u> — <u>Fentanyl-Related Deaths, Murder</u> (LSB6317HV)

<u>HF 2628</u> — <u>Sales Tax Exemption for Non-Profit Blood Centers</u> (LSB2505HZ)

HF 2636 — Captive Insurance Companies, Reinsurance Tax (LSB5285HZ)

H-8113

- 1 Amend House File 2450 as follows:
- 2 1. Page 1, after line 31 by inserting:
- 3 <3. A prohibited person may request a review of the
- 4 determination made by the authority pursuant to subsection 2.
- 5 a. The request to review the determination shall be made
- 6 within thirty-five calendar days of the date the authority
- 7 provided written notice to the prohibited person. The request
- 8 to review the determination must be in writing and state the
- 9 specific reasons or legal basis for review.
- 10 b. Within sixty calendar days of the receipt of the request
- 11 to review, the authority shall approve, deny, or modify the
- 12 determination, if the authority finds that the determination
- 13 is based on a clear error of material fact or law, or if the
- 14 authority finds the determination was arbitrary, capricious, or
- 15 an abuse of discretion.
- 16 c. The authority shall issue its decision in writing and
- 17 provide written notice of the decision to the prohibited
- 18 person.
- 19 d. The decision of the authority pursuant to this subsection
- 20 shall be considered final agency action. A petition for
- 21 judicial review of the decision of the authority shall be filed
- 22 pursuant to section 17A.19.>
- 23 2. Page 1, line 32, by striking <3.> and inserting <4.>

By LATHAM of Franklin

<u>H-8113</u> FILED FEBRUARY 29, 2024

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H-8114

- 1 Amend House File 2481 as follows:
- 2 l. Page l, by striking lines 8 through 10 and inserting
- 3 <consist of moneys appropriated to or deposited in the fund
- 4 from the general fund of the state, moneys deposited pursuant
- 5 to subsection 6, and donations to the fund obtained from any
- 6 private source.>

By FISHER of Tama

H-8114 FILED FEBRUARY 29, 2024

H-8114 -1-

H-8115

- 1 Amend House File 2549 as follows:
- 2 l. Page l, line 20, by striking <class "D" felony> and
- 3 inserting <simple misdemeanor punishable by confinement for no
- 4 more than ninety days and a fine of not more than one thousand
- 5 dollars>
- 6 2. Page 2, line 2, by striking <class "D" felony> and
- 7 inserting <simple misdemeanor punishable by confinement for no
- 8 more than ninety days and a fine of not more than one thousand
- 9 dollars>
- 3. Page 2, by striking lines 3 through 8 and inserting:
- 11 <Sec. ___. NEW SECTION. 68A.507 Synthetic media —
- 12 restrictions penalties.
- 13 l. For the purposes of this section:
- 14 a. "Creator" means a person who utilizes or deploys
- 15 artificial intelligence, as defined in section 52.7, or other
- 16 digital technology to generate synthetic media.
- 17 b. "Deceptive and fraudulent deepfake" means synthetic media
- 18 that depicts a candidate or political party with the intent to
- 19 injure the reputation of the candidate or party or otherwise
- 20 deceive a voter and that does any of the following:
- 21 (1) Appears to a reasonable person to depict a real
- 22 individual saying or doing something that did not actually
- 23 occur in reality.
- 24 (2) Provides a reasonable person a fundamentally different
- 25 understanding or impression of an appearance, action, or speech
- 26 than a reasonable person would have from an unaltered, original
- 27 version of an image, audio recording, or video recording.
- 28 c. "Synthetic media" means an image, an audio recording,
- 29 or a video recording of an individual's appearance, action, or
- 30 speech that has been created or intentionally manipulated with
- 31 the use of generative adversarial network techniques or other
- 32 digital technology in a manner to create a realistic but false
- 33 image, audio, or video.
- 34 2. Except as provided in subsection 3, a person shall
- 35 not, within ninety days of an election at which a candidate

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H-8115 (Continued)

- 1 will appear on a ballot, distribute a synthetic media message
- 2 that the person knows or should have known is a deceptive and
- 3 fraudulent deepfake of a candidate or party on the ballot.
- 4 3. Subsection 2 does not apply if the synthetic media
- 5 includes a disclosure stating that the image, audio, or video
- 6 has been manipulated or generated by artificial intelligence.
- 7 a. For visual media, the text of the disclosure shall appear
- 8 in a size that is easily readable by the average viewer and
- 9 no smaller than the largest font size of other text appearing
- 10 in the visual media. If the visual media does not include
- 11 any other text, the disclosure shall appear in a size that is
- 12 easily readable by the average viewer. For visual media that
- 13 is video, the disclosure shall appear for the duration of the 14 video.
- 15 b. For media that consists of audio only, the disclosure
- 16 shall be read in a clearly spoken manner and in a pitch that can
- 17 be easily heard by the average listener, at the beginning of
- 18 the audio, at the end of the audio, and, if the audio is greater
- 19 than two minutes in length, interspersed within the audio at
- 20 intervals of not greater than two minutes each.
- 21 4. This section does not apply to a radio or television
- 22 broadcasting station, including a cable or satellite television
- 23 operator, programmer, or producer, that broadcasts a deceptive
- 24 and fraudulent deepfake prohibited by this section as part of
- 25 a bona fide newscast, news interview, news documentary, or
- 26 on-the-spot coverage of bona fide news events, if the broadcast
- 27 clearly acknowledges through content or a disclosure, in a
- 28 manner that can be easily heard or read by the average listener
- 29 or viewer, that there are questions about the authenticity of
- 30 the audio or visual media.
- 31 5. This section does not apply to a radio or television
- 32 broadcasting station, including a cable or satellite television
- 33 operator, programmer, or producer, when it is paid to broadcast
- 34 a deceptive and fraudulent deepfake and has made a good-faith
- 35 effort to establish the depiction is not a deceptive and

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H-8115 (Continued)

- 1 fraudulent deepfake.
- 2 6. This section does not apply to an internet site or a
- 3 regularly published newspaper, magazine, or other periodical
- 4 of general circulation, including an internet or electronic
- 5 publication, that routinely carries news and commentary of
- 6 general interest, and that publishes audio or visual media
- 7 prohibited by this section, if the publication clearly states
- 8 that the media does not accurately represent the speech or
- 9 conduct of the candidate. This section also does not apply
- 10 to an interactive computer service provider, cloud service
- 11 provider, or internet service provider.
- 7. This section does not apply to audio or visual media that
- 13 constitutes satire or parody.
- 8. Notwithstanding section 68A.701:
- 15 a. A candidate whose appearance, action, or speech is
- 16 depicted through the use of a deceptive and fraudulent deepfake
- 17 in violation of subsection 2 may seek injunctive or other
- 18 equitable relief prohibiting the publication of such deceptive
- 19 and fraudulent deepfake.
- 20 b. A person who violates subsection 2 is guilty of a simple
- 21 misdemeanor punishable by confinement for no more than ninety
- 22 days and a fine of not more than one thousand dollars.
- 23 c. A person who violates subsection 2 with the intent
- 24 to cause violence or bodily harm is guilty of a serious
- 25 misdemeanor.
- 26 d. A person who violates subsection 2 within five years of
- 27 a prior conviction for a violation of subsection 2 is quilty
- 28 of a class "D" felony.
- 29 e. A creator of a material distributed in violation of
- 30 subsection 2 is guilty of a simple misdemeanor punishable by
- 31 confinement for no more than ninety days and a fine of not more
- 32 than one thousand dollars.>
- 33
 4. By renumbering as necessary.

By SORENSEN of Adair

H-8115 (Continued)

SCHOLTEN of Woodbury

H-8115 FILED FEBRUARY 29, 2024

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H-8110

- 1 Amend the amendment, H-8095, to House File 2556, as follows:
- 2 l. Page 1, line 21, by striking <and other persons who
- 3 participated in the violation>
- 4 2. Page 1, line 26, by striking <or other persons>
- 5 3. Page 1, line 29, by striking <or participating person>
- 6 4. Page 2, line 5, by striking <or other persons>

By OLSON of Polk

H-8110 FILED FEBRUARY 29, 2024 ADOPTED

Н-8110 -1-

H-8116

- 1 Amend House File 2576 as follows:
- 2 l. Page l, before line l by inserting:
- 3 <Section 1. Section 124.414, subsection 1, paragraph b,
- 4 Code 2024, is amended to read as follows:
- 5 b. "Drug paraphernalia" does not include hypodermic any of
- 6 the following:
- 7 (1) Hypodermic needles or syringes if manufactured,
- 8 delivered, sold, or possessed for a lawful purpose.
- 9 (2) Equipment, products, or materials used to analyze or
- 10 test for the presence of fentanyl, a fentanyl analog, or a drug
- 11 adulterant within a controlled substance.>
- 12 2. Title page, line 1, by striking <establishing> and
- 13 inserting <relating to controlled substances, including drug
- 14 paraphernalia and the establishment of>
- 3. By renumbering as necessary.

By SRINIVAS of Polk
ZABNER of Johnson

H-8116 FILED FEBRUARY 29, 2024

н-8116 —1-

H-8117

- 1 Amend House File 2576 as follows:
- 2 l. Page 1, line 4, before provides> by inserting
- 3 <knowingly>

By SRINIVAS of Polk

H-8117 FILED FEBRUARY 29, 2024

н-8117 —1-

H-8111

- 1 Amend the amendment, H-8107, to House File 2612, as follows:
- 2 1. By striking page 1, line 2, through page 7, line 29.
- 3 2. By striking page 10, line 19, through page 12, line 6.
- 4 3. By renumbering as necessary.

By STECKMAN of Cerro Gordo

H-8111 FILED FEBRUARY 29, 2024

н-8111 -1-

SENATE FILE 2275

H-8112

- 1 Amend Senate File 2275, as amended, passed, and reprinted by
- 2 the Senate, as follows:
- 3 l. Page 1, line 12, by striking <of application for>
- 4 2. Page 1, by striking line 13 and inserting <the
- 5 pleading, motion, or petition that raises the challenge to the
- 6 constitutionality of the statute is filed.>
- 7 3. Page 1, by striking lines 14 through 23 and inserting:
- 8 <2. Failure to provide notice pursuant to subsection 1 shall
- 9 not constitute grounds for a dismissal of the appeal.>

By COMMITTEE ON JUDICIARY
HOLT of Crawford, Chairperson

H-8112 FILED FEBRUARY 29, 2024

H-8112 -1-





Fiscal Services Division

HF 2463 – Minor Driving Permits (LSB5885HV)

Staff Contact: Garry Martin (515.281.4611) garry.martin@legis.iowa.gov

Fiscal Note Version - New

Description

House File 2463 replaces the current special minor's license with a new special minor's restricted license. The special minor's restricted license entitles a person under the age of 16 (licensee) to drive up to 25 miles from the licensee's residence to the licensee's school, extracurricular activities, or work shift in the hour before or after the licensee's scheduled work shift, school day, or extracurricular activity. A licensee may drive more than 25 miles if the licensee attends a public school and resides within the public school district. Under the Bill, an applicant for a special minor's restricted license must hold an instruction permit or a comparable permit issued by another state.

A licensee's parent or guardian must provide the <u>Department of Transportation</u> (DOT) with written consent for the licensee to drive to work. Eligible work activities include farm work and work activities under Iowa Code chapter <u>92</u>. The Bill prohibits a licensee to drive as a part of the licensee's employment if the employment is nonfarm.

The Bill decreases the distance a licensee may travel with a farm-work authorization from 50 to 25 miles and retains other existing privileges.

The Bill removes the current requirement for schools to certify that a special need exists for the DOT to issue a special minor's license, and instead requires an applicant's school to certify that the applicant is enrolled as a student. The Bill authorizes a licensee to drive to school regardless of whether the school is public or accredited nonpublic.

The Bill contains various provisions for a licensee who violates the license restrictions or is convicted of violating a traffic law. The Bill establishes that a violation of a license restriction becomes a moving violation.

The Bill does not require a person who holds a special minor's license that was issued before the effective date of the Bill to apply for a new license. However, a person who was issued a special minor's license prior to the effective date of the Bill is prohibited from driving unaccompanied to the person's place of employment until after the person's parent or guardian provides written consent to the DOT in accordance with the Bill.

Background

Under current law, the DOT is authorized to issue special permits and licenses to persons under the age of 18, including a special minor's license, which authorizes unsupervised driving and can be issued to a person 14 and a half years of age. A special minor's license entitles a person between the ages of 14 and a half to 18 (student driver) to operate a motor vehicle without adult supervision up to 50 miles from the student driver's residence to the student driver's school or school bus stop or public transportation service. The student driver can operate a vehicle without supervision for more than 50 miles if the student driver drives to a school within the school district of enrollment or within a school district contiguous to the school

district of enrollment. Current law also distinguishes between a public school and accredited nonpublic school in regard to where a student driver is authorized to drive unsupervised, requires schools to certify that a special need exists for the DOT to issue a special minor's license, and authorizes a student driver to drive to approved locations between the hours of 5:00 a.m. and 10:00 p.m.

Under current law, a student driver who resides on a farm or is employed for compensation on a farm may drive up to 50 miles for the purpose of assisting the person's parents, guardians, or employers with farm work or in connection with any farm job, employment, or other farm-related work, including traveling to or from the location of the farm work.

Assumptions

- The DOT will incur a one-time vendor cost of \$80,000 to redesign the existing minor's school license to a special minor's restricted license.
- The DOT will incur one-time information technology (IT) programming costs of \$68,000 for the DOT database to update the card design and create a new license, restriction, and sanction for the new special minor's restricted license. A new form and a new program for the receipt/recording of the form will need to be created.
- The DOT estimates that approximately 21,000 students may be eligible for special restricted driver's licenses. It is assumed that 10,600 students would apply for this type of license per year.
- The DOT may incur additional staff overtime costs to help process employment consent forms.

Fiscal Impact

The estimated fiscal impact to the DOT for HF 2463 is approximately \$209,000 in FY 2025, and approximately \$61,000 in FY 2026.

Figure 1 — Estimated Fiscal Impact for HF 2463

DOT Costs	FY 2025	FY 2026
Card Redesign	\$ 80,000	\$ 0
IT Programming	68,000	0
Employment Consent Form Processing Time	61,000	61,000
Total	\$ 209,000	\$ 61,000
Numbers may not total due to rounding.		

Sources

Department of Transportation Legislative Services Agency

/s/ Jennifer Acton
February 29, 2024

Doc ID 1446686

The fiscal note for this Bill was prepared pursuant to <u>Joint Rule 17</u> 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.





Fiscal Services Division

<u>HF 2576</u> – Fentanyl-Related Deaths, Murder (LSB6317HV)

Staff Contact: Molly Kilker (515.725.1286) molly.kilker@legis.iowa.gov

Fiscal Note Version - New

Description

<u>House File 2576</u> provides that a person who unlawfully delivers, dispenses, or otherwise provides fentanyl or a fentanyl-related substance to another person that results in the death of that person commits murder in the first degree. The Bill also establishes that it may not be used as a defense that the other person contributed to the person's own death by the purposeful, knowing, reckless, or negligent injection, inhalation, absorption, or ingestion of the controlled substance, or by consenting to the administration of the controlled substance by another person.

Background

Under Iowa Code section <u>707.2</u>, a person commits murder in the first degree under the following circumstances:

- The person willfully, deliberately, and with premeditation kills another person.
- The person kills another person while participating in a forcible felony.
- The person kills another person while escaping or attempting to escape from lawful custody.
- The person intentionally kills a peace officer, correctional officer, public employee, or hostage while the person is imprisoned in a correctional institution of the Iowa Department of Corrections (DOC) or a city or county jail.
- The person kills a child while committing child endangerment under Iowa Code section <u>726.6(1)(b)</u>, or while committing assault under Iowa Code section <u>708.1</u> upon the child, and the death occurs under circumstances manifesting an extreme indifference to human life.
- The person kills another person while participating in an act of terrorism as defined in Iowa Code section <u>708A.1(3)</u>.

As it relates to the Bill, fentanyl includes the substances listed under Iowa Code section 124.204(2)("at" – "cl"), and "fentanyl substance" is defined under Iowa Code section 124.204(9)(a).

2023 Iowa Acts, chapter <u>86</u> (Controlled Substances, Penalty Enhancements and Fentanyl Penalties Act), established that, under Iowa Code section <u>124.401</u>(1)(c), a person who causes the death of another person while manufacturing, delivering, or possessing certain controlled substances, counterfeit substances, simulated controlled substances, or imitation controlled substances will be sentenced to three times the term otherwise imposed by law, and no such judgement, sentence, or part thereof can be deferred or suspended. The same Act also added a mixture or substance containing a detectable amount of fentanyl or any fentanyl-related substance as a punishable substance under lowa Code section 124.401(1)(c).

In FY 2023, there were no convictions under lowa Code section 124.401(1) for the manufacture, delivery, or possession of fentanyl. In the same fiscal year, there were 27 convictions for murder in the first degree under lowa Code section 707.2.

A Class A felony is punishable by confinement for life in prison without the possibility for parole or probation.

Assumptions

- The following will not change over the projection period: charge, conviction, and sentencing
 patterns and trends; prisoner length of stay (LOS); revocation rates; plea bargaining; and
 other criminal justice system policies and practices.
- A delay of six months is assumed from the effective date of this Bill to the date of first entry of affected offenders into the correctional system.
- Marginal costs for county jails cannot be estimated due to a lack of data. For purposes of this analysis, the marginal cost for county jails is assumed to be \$50 per day.

Correctional Impact

House File 2576 creates new penalties for delivering, dispensing, or providing fentanyl or fentanyl-related substances that result in the death of another person. Bills that create penalties cannot be assessed for a correctional impact due to a lack of conviction data. Class A felonies are punishable by a mandatory life sentence and do not include parole, probation, or Community-Based Corrections (CBC) marginal costs. The marginal cost per day for an individual in prison is \$24.94. Refer to the Legislative Services Agency (LSA) memo addressed to the General Assembly, Cost Estimates Used for Correctional Impact Statements, dated January 16, 2024, for information related to the correctional system.

Minority Impact

House File 2576 creates new penalties, and as a result, Criminal Juvenile Justice Planning (CJJP) of the Department of Management (DOM) cannot use existing data to determine a minority impact. Refer to the LSA memo addressed to the General Assembly, <u>Minority Impact Statement</u>, dated January 16, 2024, for information related to minorities in the criminal justice system.

Fiscal Impact

The fiscal impact of House File 2576 cannot be determined due to a lack of data. The average State cost per Class A felony is between \$198,300 and \$202,500. This includes operating costs incurred by the Judicial Branch, the Indigent Defense Fund, and the Department of Corrections (DOC). The cost would be incurred across multiple fiscal years for prison supervision.

Sources

Department of Corrections Criminal Juvenile Justice Planning, Department of Management Legislative Services Agency

Legislative Services Agency	
	/s/ Jennifer Acton
	February 29, 2024
Doc ID 1447493	

The fiscal note for this Bill was prepared pursuant to <u>Joint Rule 17</u> 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.





Fiscal Services Division

<u>HF 2628</u> – Sales Tax Exemption for Nonprofit Blood Centers (LSB2505HZ) Staff Contact: Evan Johnson (515.281.6301) <u>evan.johnson@legis.iowa.gov</u> Fiscal Note Version – New

Description

<u>House File 2628</u> expands the current sales and use tax exemption allowed for nonprofit blood centers to exempt any tangible personal property or specified digital products sold and any services furnished to a blood collection and processing establishment.

A blood collection and processing establishment is defined as a place of business under one management at one general physical location and includes human blood and plasma donor centers, blood banks, transfusion services, and other blood product manufacturers and independent laboratories that engage in quality control and testing for registered blood product establishments.

Background

2019 Iowa Acts, chapter 141, provided a narrower exemption for nonprofit blood centers. Under current law, tangible personal property sold or test laboratory services furnished that are directly and primarily involved in the processing of human blood are exempt from sales tax for nonprofit blood centers in Iowa that are Food and Drug Administration (FDA)-registered. According to the *Fiscal Note* on 2019 Iowa Acts, chapter 141, there are two nonprofit blood centers affected by the current sales tax exemption.

Assumptions

- The same nonprofit blood centers currently exempt will be exempt from sales tax on all tangible personal property sold, specified digital products sold, and services furnished under the Bill.
- According to the Department of Revenue and utilizing Internal Revenue Service (IRS) 990 reports for calendar year 2019, an estimated \$2.9 million in additional purchases would have been exempt under the Bill in FY 2020.
- Growth trends are based on the Consumer Price Index (CPI-U) less food and energy average estimated increases of 2.0% from FY 2025 to FY 2029.
- Secure an Advanced Vision for Education (SAVE) refunds are 1.0% of taxable sales. Local option sales tax (LOST) distributions are estimated to be 0.97% of taxable sales.

Fiscal Impact

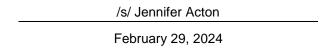
House File 2628 is estimated to reduce revenues to the General Fund, SAVE Fund, and LOST by the estimated amounts in **Figure 1**.

Figure 1 — Fiscal Impact of HF 2628 (in Millions)

	General Fund		S	SAVE	L	OST
FY 2025	\$	-0.18	\$	-0.04	\$	-0.03
FY 2026		-0.18		-0.04		-0.04
FY 2027		-0.19		-0.04		-0.04
FY 2028		-0.19		-0.04		-0.04
FY 2029		-0.20		-0.04		-0.04

Sources

Iowa Department of Revenue Internal Revenue Service 990 filings



Doc ID 1447239

The fiscal note for this Bill was prepared pursuant to <u>Joint Rule 17</u> 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.

www.legis.iowa.gov





Fiscal Services Division

<u>HF 2636</u> – Captive Insurance Companies, Reinsurance Tax (LSB5285HZ) Staff Contact: Xavier Leonard (515.725.0509) <u>xavier.leonard@legis.iowa.gov</u> Fiscal Note Version – New

Description

<u>House File 2636</u> relates to the taxation of captive companies. The Bill amends the amount of reinsurance tax due from a captive company on assumed reinsurance premiums written.

The Bill takes effect upon enactment.

Background

2023 Iowa Acts, <u>Senate File 549</u> (Captive Insurance Act), allowed for the formation of captive insurance companies and protected cell captive companies, established tax rates for captive insurance premiums, established requirements for the operation of captive insurance companies and protected cell captive companies, and created the Captive Insurance Regulatory and Supervision Fund.

Captive insurance companies are a form of self-insurance in which the insurance provider is owned entirely by the insurance holder. Captive insurance companies often work with traditional companies and may be an option for businesses to manage risks by underwriting their own insurance rather than paying premiums to a third-party insurer.

Current and proposed reinsurance tax rates due from captive companies on assumed reinsurance premiums are shown in **Figure 1** below.

Figure 1 — Reinsurance Premium Tax Rate Changes in HF 2636

Amount of Assumed Reinsurance Premiums Written				
(Dollars in Millions)				
	\$0.0 to \$20.0	\$20.0 to \$40.0	\$40.0 to \$60.0	\$60.0 and Above
Current Law	0.200%	0.125%	5.000%	5.000%
Proposed Law	0.200%	0.125%	0.045%	0.020%

Assumption

Changes in reinsurance tax rates for captive insurance premiums may have an impact on revenue collected in the Captive Insurance Regulatory and Supervision Fund, but the amount cannot be estimated, as there is not currently a market for captive insurance in the State.

Fiscal Impact

House File 2636 may decrease tax revenue to the Captive Insurance Regulatory and Supervision Fund in future years, as the Bill reduces the tax collected on each captive insurance company's reinsurance premiums that are in excess of \$40.0 million annually.

Reinsurance premium taxes collected on a captive insurance company's reinsurance premiums written between \$40.0 million and \$60.0 million will reduce from 5.000% to 0.045%, a 99.1% reduction. Reinsurance premium taxes collected on a captive insurance company's reinsurance

premiums written in excess of \$60.0 million will reduce from 5.000% to 0.020%, a 99.6% reduction.

There are not currently any reinsurance premium taxes collected on captive insurance companies; therefore, the fiscal impact to the State cannot be determined.

Sources

Iowa Insurance Division, Department of Insurance and Financial Services Legislative Services Agency analysis

	/s/ Jennifer Acton
	February 29, 2024
Doc ID 1447458	
	t to Joint Rule 17 and the Iowa Code. Data used in developing this ivision of the Legislative Services Agency upon request.

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