



STATE OF IOWA
KIM REYNOLDS
GOVERNOR

April 25, 2025

The Honorable Paul Pate
Secretary of State of Iowa
State Capitol
Des Moines, Iowa 50319

Dear Mr. Secretary,

I hereby transmit:

House File 844, an Act relating to eligibility requirements for financial institutions in which public funds may be deposited.

The above House File is hereby approved on this date.

Sincerely,

Kim Reynolds
Governor of Iowa

cc: Secretary of the Senate
Clerk of the House



House File 844

AN ACT
RELATING TO ELIGIBILITY REQUIREMENTS FOR FINANCIAL INSTITUTIONS
IN WHICH PUBLIC FUNDS MAY BE DEPOSITED.

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

Section 1. Section 12B.10, subsection 7, unnumbered paragraph 1, Code 2025, is amended to read as follows:

Notwithstanding sections 12C.2, 12C.4, and 12C.6, ~~12C.6A~~, and any other provision of law relating to the deposits of public funds, if public funds are deposited in a depository, as defined in section 12C.1, any uninsured portion of the public funds invested through the depository may be invested in insured deposits or certificates of deposit arranged by the depository that are placed in or issued by one or more federally insured banks or savings associations regardless of location for the account of the public funds depositor if all of the following requirements are satisfied:

Sec. 2. Section 12C.6, subsection 2, paragraph f, Code 2025, is amended to read as follows:

f. The notice shall also provide the name and address of a state official to whom inquiries can be sent. Actions of the treasurer of state under this section and ~~section 12C.6A~~ are exempt from chapter 17A.

Sec. 3. Section 524.223, subsection 2, unnumbered paragraph 1, Code 2025, is amended to read as follows:

If the state bank, director, officer, employee, or substantial shareholder fails to appear at the hearing, it

shall be deemed to have consented to the issuance of a cease and desist order. In the event of such consent, or if upon the record made at such hearing, the superintendent shall find that any violation or unsafe or unsound practice specified in the notice has been established, the superintendent may issue and serve upon the state bank, director, officer, employee, or substantial shareholder an order to cease and desist from any such violation or practice. Such order may require the state bank and its directors, officers, employees, and shareholders to cease and desist from any such violation or practice and, further, to take affirmative action to correct the conditions resulting from any such violation or practice. In addition, if the violation or practice involves a failure to comply with chapter 12C or any rules adopted pursuant to chapter 12C, the superintendent ~~may recommend to the treasurer of state that the bank be removed from the list of financial institutions eligible to accept public funds under section 12C.6A and may require that during the current calendar quarter and up to the next succeeding eight calendar quarters that the bank do any one or more of the following:~~

Sec. 4. REPEAL. Section 12C.6A, Code 2025, is repealed.



PAT GRASSLEY
Speaker of the House



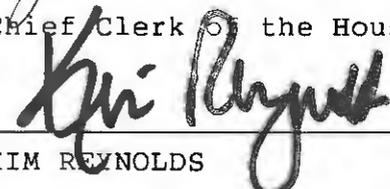
AMY SINCLAIR
President of the Senate

I hereby certify that this bill originated in the House and is known as House File 844, Ninety-first General Assembly.



MEGHAN NELSON
Chief Clerk of the House

Approved April 25th, 2025



KIM REYNOLDS
Governor