

Senate Study Bill 1107 - Introduced

SENATE FILE _____
BY (PROPOSED COMMITTEE ON
STATE GOVERNMENT BILL BY
CHAIRPERSON SMITH)

A BILL FOR

1 An Act concerning authorized investment vehicles in a
2 tax-sheltered investment program established by the
3 department of administrative services.
4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 8A.438, subsection 1, Code 2017, is
2 amended to read as follows:

3 1. The director may establish a tax-sheltered investment
4 program for eligible employees. The director may arrange for
5 the provision of investment vehicles authorized under section
6 403(b) of the Internal Revenue Code, as defined in section
7 422.3. If the director establishes a tax-sheltered investment
8 program pursuant to this section, the program shall include
9 investment vehicles authorized under section 403(b) of the
10 Internal Revenue Code from any investment provider who requests
11 inclusion in the program who is authorized to do business in
12 this state and who is approved by the insurance division of
13 the department of commerce. The department may offer the
14 tax-sheltered investment program to eligible public employers
15 in the state of Iowa.

16 EXPLANATION

17 The inclusion of this explanation does not constitute agreement with
18 the explanation's substance by the members of the general assembly.

19 This bill provides that if the director of the department
20 of administrative services establishes a tax-sheltered
21 investment program under section 403(b) of the Internal Revenue
22 Code, the program shall include investment vehicles from any
23 investment provider who requests inclusion in the program who
24 is authorized to do business in this state and who is approved
25 by the insurance division of the department of commerce.