

**Senate File 2441 - Introduced**

SENATE FILE 2441  
BY COMMITTEE ON WAYS AND MEANS

(SUCCESSOR TO SSB 3206)

(COMPANION TO LSB 6399HV BY  
COMMITTEE ON WAYS AND MEANS)

**A BILL FOR**

1 An Act relating to transactions involving used catalytic  
2 converters.

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

1 Section 1. Section 714.27A, subsection 2, paragraphs b and  
2 c, Code 2024, are amended to read as follows:

3 b. For a business transaction in which the person selling  
4 the catalytic converter operates a business at a fixed location  
5 in this state, the person shall provide to the purchaser a  
6 copy of the person's valid sales tax permit issued pursuant to  
7 chapter 423 or a copy of the person's valid business license  
8 or permit. For a business transaction in which the person  
9 selling the catalytic converter operates a business at a fixed  
10 location in another state and is authorized to conduct a  
11 business transaction in this state, the person shall provide  
12 to the purchaser a copy of the person's valid sales tax permit  
13 issued pursuant to [chapter 423](#), if the person has such a  
14 permit, or a copy of the person's valid business license or  
15 permit from the other state. If a person is unable to provide  
16 the documentation required in this paragraph, the person shall  
17 instead comply with paragraph "c".

18 c. For transactions other than business transactions, the  
19 person selling the catalytic converter shall provide to the  
20 purchaser an original receipt or invoice for a replacement  
21 catalytic converter purchased fewer than thirty days before  
22 the person sells the replaced catalytic converter, a signed  
23 affidavit attesting to the seller's valid ownership of the  
24 catalytic converter, or a junking certificate for a vehicle  
25 that was issued fewer than thirty days before the person sells  
26 the catalytic converter.

27 (1) The receipt, invoice, affidavit, or junking certificate  
28 presented by the person to the purchaser must be unmarked by a  
29 purchaser pursuant to [subsection 3](#).

30 (2) This paragraph does not apply to a transaction if the  
31 person presents proof, unmarked pursuant to [subsection 3](#), to  
32 the purchaser that the sale is approved by the sheriff of the  
33 county in which the vehicle from which the catalytic converter  
34 was removed is registered.

35 Sec. 2. Section 714.27A, subsection 3, paragraph b, Code



1 is required to provide to the purchaser an original receipt or  
2 invoice for a replacement catalytic converter purchased fewer  
3 than 30 days before the person sells the replaced catalytic  
4 converter, or a junking certificate for a vehicle that was  
5 issued fewer than 30 days before the person sells the catalytic  
6 converter. The bill authorizes a seller to provide a signed  
7 affidavit attesting to the seller's valid ownership of the  
8 catalytic converter instead of the original receipt, invoice,  
9 or junking certificate. The bill requires a purchaser to mark  
10 an affidavit in the same manner the purchaser must mark other  
11 acceptable forms of proof of ownership under Code section  
12 714.27A.

13 Under current law, a person, including a person who  
14 conducts a business transaction on behalf of another person,  
15 who violates Code section 714.27A is subject to a civil  
16 penalty ranging from \$1,000 to \$10,000 based on the number  
17 of violations that occur within a two-year period. Proof  
18 that a person, including a person who conducted a business  
19 transaction on behalf of another person, violated Code section  
20 714.27A(2) or 714.27A(3) is evidence from which the court or  
21 jury may infer culpability relating to the theft of a catalytic  
22 converter. The bill requires that a person must intentionally  
23 violate Code section 714.27A to be subject to the corresponding  
24 civil or criminal penalty, as applicable.