

House File 601 - Introduced

HOUSE FILE 601
BY THOMPSON

A BILL FOR

- 1 An Act relating to fees for wire transmissions, and related
- 2 income tax credits.
- 3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

unofficial

1 Section 1. NEW SECTION. **533C.1004 Wire transmission fees.**

2 1. For purposes of this section, "wire transmission" means
3 money transmission by wire including transmission within this
4 country or to or from locations abroad.

5 2. In addition to any other fee required by law for a wire
6 transmission, a licensee or the licensee's authorized delegate
7 shall collect from a customer a fee of five dollars for each
8 wire transmission equal to or less than five hundred dollars, and
9 in addition to such fee, if applicable, an amount equal to two
10 percent of the amount of the wire transmission in excess of five
11 hundred dollars.

12 3. The fees collected under subsection 2 shall be remitted
13 quarterly by the licensee or the licensee's authorized delegate
14 to the department of revenue in the form and manner prescribed by
15 the department of revenue, in consultation with the department of
16 public safety. All required forms and remittances shall be filed
17 with the department of revenue no later than the fifteenth day of
18 the month following the close of each calendar quarter.

19 4. The department of revenue shall account for all fees
20 remitted under subsection 3 and pay over the same to the office
21 to combat human trafficking established in section 80.45.

22 5. A licensee and the authorized delegate of a licensee
23 furnishing money transfer services shall post a notice, in the
24 form and manner prescribed by the department of public safety,
25 that notifies customers that upon filing an individual income
26 tax return with a valid social security number or a valid
27 taxpayer identification number, the customer shall be entitled
28 to an individual income tax credit equal to the amount of wire
29 transmission fees paid by the customer during the tax year.

30 6. a. The department of revenue, in consultation with the
31 department of public safety, shall enforce the provisions of this
32 section.

33 b. If a licensee or licensee's authorized delegate fails to
34 comply with subsection 3, the department of revenue shall notify
35 the superintendent who may suspend or revoke the licensee's

1 license under section 533C.901, and may issue an order suspending
2 or revoking the designation of an authorized delegate under
3 section 533C.902. Notification of a suspension under this
4 paragraph shall be delivered to the commissioner of public
5 safety.

6 c. Upon request by the department of revenue, the
7 superintendent may file a claim against the surety bond of the
8 licensee on behalf of the state.

9 EXPLANATION

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

12 This bill relates to fees for wire transmissions and related
13 income tax credits.

14 Under the bill, in addition to any other fee required by law
15 for a wire transmission, a licensee or the licensee's authorized
16 delegate shall collect a fee of \$5 for each wire transmission
17 equal to or less than \$500, and an additional fee equal to 2
18 percent of any amount in excess of \$500. "Wire transmission" is
19 defined in the bill.

20 The fees shall be remitted by the licensee quarterly to
21 the department of revenue (department) in the form and manner
22 prescribed by the department in consultation with the department
23 of public safety. All required forms and remittances shall be
24 filed with the department no later than the 15th day of the month
25 following the close of each calendar quarter. The department
26 shall account for all fees remitted and pay over the same to the
27 office to combat human trafficking.

28 A licensee furnishing money transfer services shall post
29 a notice to customers that upon filing an individual income
30 tax return with a valid social security number or taxpayer
31 identification number, the customer shall be entitled to an
32 individual income tax credit equal to the amount of wire
33 transmission fees paid by the customer during the tax year.

34 The department, in consultation with the department of public
35 safety, shall enforce the provisions of the bill. If a licensee

1 fails to comply with the bill, the department shall notify
2 the superintendent of banking who may suspend or revoke the
3 licensee's license, and may issue an order suspending or revoking
4 the designation of an authorized delegate. Notification of a
5 suspension shall be delivered to the commissioner of public
6 safety. Upon request by the department, the superintendent may
7 file a claim against the surety bond of the licensee on behalf of
8 the state.

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