

Senate File 2137 - Introduced

SENATE FILE 2137

BY COMMITTEE ON STATE GOVERNMENT

(SUCCESSOR TO SSB 3027)

A BILL FOR

1 An Act relating to the definition of qualified education
2 expenses.

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

unofficial

1 Section 1. Section 12D.1, subsection 2, paragraph k, Code
2 2026, is amended to read as follows:

3 k. "Qualified education expenses" means the same as
4 "qualified higher education expenses" as defined in section
5 529(e)(3) of the Internal Revenue Code, ~~as amended by Pub. L.~~
6 ~~No. 115-97,~~ and shall include elementary and secondary school
7 expenses for tuition described in section 529(c)(7) of the
8 Internal Revenue Code, subject to the limitations imposed by
9 section 529(e)(3)(A) of the Internal Revenue Code. "Qualified
10 education expenses" includes expenses for the participation in
11 an apprenticeship program registered and certified with the
12 United States secretary of labor under section 1 of the National
13 Apprenticeship Act, 29 U.S.C. §50, and amounts paid as principal
14 or interest on any qualified education loan on behalf of a
15 beneficiary or a sibling of the beneficiary, subject to the
16 limitations imposed by section 529(c)(9)(B) and (C) of the
17 Internal Revenue Code.

18 EXPLANATION

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

21 For purposes of the Iowa educational savings plan trust (Code
22 chapter 12D), this bill strikes an unnecessary reference to a
23 specific amendment to the Internal Revenue Code in the definition
24 of "qualified education expenses". "Internal Revenue Code" is
25 defined in Code chapter 12D to mean the Internal Revenue Code
26 of 1986, as amended, and regulations promulgated thereunder (see
27 Code section 12I.1).