

**Senate Study Bill 1119 - Introduced**

SENATE FILE \_\_\_\_\_  
BY (PROPOSED COMMITTEE ON  
WORKFORCE BILL BY CHAIRPERSON  
DICKEY)

**A BILL FOR**

1 An Act creating a deduction available against the individual  
2 income tax for educational expenses at institutions of higher  
3 education for career-related programs and apprenticeship  
4 programs, and including retroactive applicability provisions.  
5 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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1 Section 1. Section 422.7, Code 2025, is amended by adding the  
2 following new subsection:

3 NEW SUBSECTION. 45. a. Subtract, to the extent included,  
4 the payment of expenses for the following:

5 (1) For instruction at an institution of higher education for  
6 career-related programs that do not qualify for college credit.

7 (2) For participation in an apprenticeship program.

8 b. Payments made from the Iowa education savings plan  
9 established in chapter 12D or from a similar plan do not qualify  
10 for the deduction under this subsection.

11 c. The department shall adopt rules pursuant to chapter 17A  
12 to implement this subsection.

13 d. As used in this subsection:

14 (1) "Apprenticeship program" means a program registered with  
15 the Iowa office of apprenticeship under chapter 84D.

16 (2) "Expenses" means tuition, fees, books, supplies, and  
17 equipment.

18 (3) "Institution of higher education" means any of the  
19 following:

20 (a) A community college established under chapter 260C.

21 (b) An institution governed by the state board of regents.

22 (c) An accredited private institution as defined in section  
23 256.183, subsection 1.

24 (4) "Payment" includes loan repayments for expenses paid  
25 for instruction at an institution of higher education and for  
26 payments of expenses for instruction at an institution of higher  
27 education and for the participation in an apprenticeship program.

28 Sec. 2. RETROACTIVE APPLICABILITY. This Act applies  
29 retroactively to January 1, 2025, for tax years beginning on or  
30 after that date.

31 EXPLANATION

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

34 This bill creates a deduction available against the individual  
35 income tax for educational expenses at institutions of higher

1 education and apprenticeship programs.

2 The bill allows an individual income taxpayer to deduct the  
3 expenses for instruction at an institution of higher education  
4 for career-related programs that do not qualify for college  
5 credit, and for participation in an apprenticeship program  
6 registered with the Iowa office of apprenticeship under Code  
7 chapter 84D.

8 The bill defines "institution of higher education",  
9 "expenses", and "payment".

10 The bill applies retroactively to tax years beginning on or  
11 after January 1, 2025.

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