

**House File 2623 - Reprinted**

HOUSE FILE 2623

BY COMMITTEE ON WAYS AND MEANS

(SUCCESSOR TO HF 2196)

(SUCCESSOR TO HSB 502)

(COMPANION TO SF 2240 BY

COMMITTEE ON STATE GOVERNMENT)

(As Amended and Passed by the House June 5, 2020)

**A BILL FOR**

1 An Act relating to gambling licensees concerning setoff  
2 requirements on certain winnings on wagers, payments by  
3 credit card, and qualified sponsoring organizations.  
4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 99D.28, subsection 1, Code 2020, is  
2 amended to read as follows:

3 1. A licensee or a person acting on behalf of a licensee  
4 shall be provided electronic access to the names of the  
5 persons indebted to a claimant agency pursuant to the process  
6 established pursuant to [section 99D.7, subsection 24](#). The  
7 electronic access provided by the claimant agency shall include  
8 access to the names of the debtors, their social security  
9 numbers, and any other information that assists the licensee  
10 in identifying the debtors. If the name of a debtor provided  
11 to the licensee through electronic access is retrieved by the  
12 licensee and the winnings are ~~equal to or greater than one~~  
13 ~~thousand two hundred dollars per occurrence~~ required to be  
14 reported on internal revenue service form W-2G for gambling  
15 winnings, the retrieval of such a name shall constitute a  
16 valid lien upon and claim of lien against the winnings of the  
17 debtor whose name is electronically retrieved from the claimant  
18 agency. If a debtor's winnings are ~~equal to or greater than~~  
19 ~~one thousand two hundred dollars per occurrence~~ required to be  
20 reported on internal revenue service form W-2G for gambling  
21 winnings, the full amount of the debt shall be collectible  
22 from any winnings due the debtor without regard to limitations  
23 on the amounts that may be collectible in increments through  
24 setoff or other proceedings.

25 Sec. 2. Section 99E.5, subsection 2, Code 2020, is amended  
26 by adding the following new paragraph:

27 NEW PARAGRAPH. *j.* Prohibit participants in an internet  
28 fantasy sports contest from making any payments by credit card.

29 Sec. 3. Section 99F.6, subsection 9, Code 2020, is amended  
30 to read as follows:

31 9. The board of directors of a qualified sponsoring  
32 organization licensed to conduct or operate gambling games  
33 under [this chapter](#) shall be residents of this state and shall  
34 include, at the option of each applicable county and city, as  
35 ex officio, nonvoting members of the board, a member of the

1 county board of supervisors and a member of a city council  
2 for each county and city that has a licensed gambling games  
3 facility which is conducted or operated by the qualified  
4 sponsoring organization. ~~The~~ If a vacancy for any ex officio  
5 ~~members~~ member occurs, the vacancy shall serve terms of the  
6 ~~same duration as voting members of the board~~ be filled in the  
7 same manner as the original appointment for the remainder of  
8 the unexpired term of the vacancy. However, **this subsection**  
9 shall not apply to an agency, instrumentality, or political  
10 subdivision of the state that is licensed to conduct gambling  
11 games under **this chapter.**

12 Sec. 4. Section 99F.9, subsection 7, Code 2020, is amended  
13 to read as follows:

14 7. A licensee shall not accept a credit card as defined  
15 in **section 537.1301, subsection 17,** for sports wagering or to  
16 purchase coins, tokens, or other forms of credit to be wagered  
17 on gambling games.

18 Sec. 5. Section 99F.19, subsection 1, Code 2020, is amended  
19 to read as follows:

20 1. A licensee or a person acting on behalf of a licensee  
21 shall be provided electronic access to the names of the  
22 persons indebted to a claimant agency pursuant to the process  
23 established pursuant to **section 99F.4, subsection 26.** The  
24 electronic access provided by the claimant agency shall include  
25 access to the names of the debtors, their social security  
26 numbers, and any other information that assists the licensee  
27 in identifying the debtors. If the name of a debtor provided  
28 to the licensee through electronic access is retrieved by the  
29 licensee and the winnings are ~~equal to or greater than one~~  
30 ~~thousand two hundred dollars per occurrence~~ required to be  
31 reported on internal revenue service form W-2G for gambling  
32 winnings, the retrieval of such a name shall constitute a  
33 valid lien upon and claim of lien against the winnings of the  
34 debtor whose name is electronically retrieved from the claimant  
35 agency. If a debtor's winnings are ~~equal to or greater than~~

1 ~~one thousand two hundred dollars per occurrence~~ required to be  
2 reported on internal revenue service form W-2G for gambling  
3 winnings, the full amount of the debt shall be collectible  
4 from any winnings due the debtor without regard to limitations  
5 on the amounts that may be collectible in increments through  
6 setoff or other proceedings.