

**CHAPTER 1007****EDUCATIONAL SAVINGS PLAN TRUST — QUALIFIED EDUCATION EXPENSES —  
INTERNAL REVENUE CODE REFERENCE***S.F. 2137*

**AN ACT** relating to the definition of qualified education expenses.

*Be It Enacted by the General Assembly of the State of Iowa:*

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

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

Approved April 9, 2026