

HOUSE REPUBLICAN STAFF ANALYSIS

Bill:	House File 648 (Formerly HSB 213)	House Committee:	PASSED on March 3 (17-3)
Committee:	Judiciary	House Floor:	PASSED on March 22 (95-0)
Floor Manager:	Rep. C. Thomson	Bouncing:	PASSED on May 1 (94-0)
Date:	May 8, 2023	Senate Floor:	PASSED on April 19 (50-0)
Staff:	Amanda Wille (1-5230)	Bouncing:	PASSED on May 3 (47-0)
		Governor:	

Investment Advisors- Expungement

- HF 648 allows an investment advisor to request information in the Financial Industry Regulatory Authority be expunged.
- Fiscal Note- The insurance division is requesting a new Compliance Officer 2 position that will cost between \$84,000 and \$125,000 to the General Fund in FY 2024.

Section by Section Analysis

Section 1 – Uniform Securities Act Blue Sky Law- Investment Advisors and Adviser Representatives- Expungement of Certain Information (502.511)

An investment advisor doing business in Iowa under Iowa's blue-sky law may petition the court to have information in the Financial Industry Regulatory Authority (FINRA) expunged.

The court may grant the expungement if;

- The petitioner was not involved in the event that resulted in the creation of the record
- The information is erroneous, impossible to be true, or false
- A decision in proceedings found the petitioner did not act in a matter described in record or
- The court determines that equitable principles require such relief

Ensures the information and all references to the information in other records is expunged as well.

The information has to arise out of a dispute involving the client and the investment advisor or investment adviser representative.

Amendment Analysis