

Jobs and Infrastructure Revolving Fund Bill Senate File 2413

Last Action:
Senate Appropriations
Committee
March 19, 2024

**An Act creating a Jobs and Infrastructure Revolving Fund and Program
administered by the Iowa Finance Authority.**

**Fiscal Services Division
Legislative Services Agency**

NOTES ON BILLS AND AMENDMENTS (NOBA)

Available online at www.legis.iowa.gov/publications/information/appropriationBillAnalysis

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NEW PROGRAMS, SERVICES, OR ACTIVITIES

Creates the Jobs and Infrastructure Revolving Fund under the control of the Iowa Finance Authority (IFA). The Fund may be used to provide financial assistance to government subdivisions for vertical infrastructure projects. Page 1, Line 19

Creates the Jobs and Infrastructure Program to award financial assistance from the Fund to eligible government subdivisions for vertical infrastructure projects. Page 2, Line 4

FUNDING FOR PROJECTS AND PROGRAMS

Allows the IFA to use up to 5.0% of moneys in the Fund for administrative costs. Page 1, Line 35

STUDIES AND INTENT

Nonreversion

Allows any unexpended moneys in the Fund at the end of a fiscal year to remain available for expenditure until the close of the next fiscal year. Page 1, Line 30

Senate File 2413 provides for the following changes to the Code of Iowa.

Page #	Line #	Bill Section	Action	Code Section
1	1	1	New	16.230
1	19	2	New	16.231
2	4	3	New	16.232
2	26	4	New	16.233

<p>1 1 Section 1.NEW SECTION 16.230 DEFINITIONS.</p> <p>1 2 As used in this part, unless the context otherwise requires:</p> <p>1 3 1. "Financial assistance" means assistance provided only</p> <p>1 4 from the funds, rights, and assets legally available to the</p> <p>1 5 authority and includes but is not limited to assistance in the</p> <p>1 6 form of low-interest loans.</p> <p>1 7 2. "Fund" means the jobs and infrastructure revolving fund</p> <p>1 8 created in section 16.231.</p> <p>1 9 3. "Program" means the jobs and infrastructure program</p> <p>1 10 established in section 16.232.</p> <p>1 11 4. "Vertical infrastructure" means land acquisition and</p> <p>1 12 construction, all appurtenant structures, utilities, and</p> <p>1 13 site development. "Vertical infrastructure" does not include</p> <p>1 14 routine, recurring maintenance or operational expenses, the</p> <p>1 15 acquisition of agricultural land as defined in section 6A.21</p> <p>1 16 without the consent of the owner of the property, or leasing of</p> <p>1 17 an appurtenant structure or utility without a lease-purchase</p> <p>1 18 agreement.</p>	<p>Provides definitions.</p>
<p>1 19 Sec. 2.NEW SECTION 16.231 JOBS AND INFRASTRUCTURE</p> <p>1 20 REVOLVING FUND.</p> <p>1 21 1. A jobs and infrastructure revolving fund is created</p> <p>1 22 within the state treasury under the control of the authority</p> <p>1 23 for the purpose of providing financial assistance to government</p> <p>1 24 subdivisions for vertical infrastructure projects. Any</p> <p>1 25 moneys deposited in the fund and all other moneys in the fund,</p> <p>1 26 including interest, earnings, and recaptures, shall be used</p> <p>1 27 for purposes of this part. Notwithstanding section 12C.7,</p> <p>1 28 subsection 2, interest or earnings on moneys in the fund shall</p> <p>1 29 be credited to the fund.</p>	<p>Creates the Jobs and Infrastructure Revolving Fund under the control of the Iowa Finance Authority (IFA). The Fund may be used to provide financial assistance to government subdivisions for vertical infrastructure projects. Interest or earnings on moneys in the Fund are credited to the Fund.</p>
<p>1 30 2. Notwithstanding section 8.33, moneys deposited in the</p> <p>1 31 fund that remain unencumbered or unobligated at the close of</p> <p>1 32 the fiscal year shall not revert but shall remain available for</p> <p>1 33 expenditure for the purposes designated until the close of the</p> <p>1 34 succeeding fiscal year.</p>	<p>Allows any unexpended moneys in the Fund at the end of a fiscal year to remain available for expenditure until the close of the next fiscal year.</p>
<p>1 35 3. The authority shall not use more than five percent of</p> <p>2 1 the moneys in the fund at the beginning of each fiscal year</p> <p>2 2 for purposes of administrative costs, marketing, technical</p>	<p>Allows the IFA to use up to 5.00% of moneys in the Fund for administrative costs.</p>

2 3 assistance, and other program support.

2 4 Sec. 3. NEW SECTION 16.232 JOBS AND INFRASTRUCTURE
2 5 PROGRAM.

2 6 1. The authority shall establish and administer a jobs and
2 7 infrastructure program and shall use moneys in the fund to
2 8 award financial assistance to eligible government subdivisions
2 9 for vertical infrastructure projects.

2 10 2. To be eligible for financial assistance under the
2 11 program, a government subdivision must do all of the following:

2 12 a. Demonstrate the ability to obtain financial support
2 13 from private sources for the government subdivision's vertical
2 14 infrastructure project. The financial support obtained
2 15 from private sources must equal at least fifty percent of
2 16 the aggregate cost of the government subdivision's vertical
2 17 infrastructure project.

2 18 b. Demonstrate that the government subdivision's vertical
2 19 infrastructure project will create or retain jobs as part of
2 20 the vertical infrastructure project, and the jobs created or
2 21 retained meet the requirements prescribed by the authority by
2 22 rule.

2 23 3. Eligible government subdivisions shall submit
2 24 applications for the program in the manner prescribed by the
2 25 authority by rule.

2 26 Sec. 4. NEW SECTION 16.233 RULES.

2 27 The authority shall adopt rules pursuant to chapter 17A
2 28 necessary to implement and administer this part.

Creates the Jobs and Infrastructure Program to award financial assistance from the Fund to eligible government subdivisions for vertical infrastructure projects.

Requires a government subdivision to meet the following requirements to be eligible for the Program:

- Demonstrate the government subdivision's ability to obtain financial support from private sources for at least 50.0% of aggregate costs for the vertical infrastructure project.
- Demonstrate that the government subdivision's vertical infrastructure project will create or retain jobs that meet requirements prescribed by the IFA.

Requires eligible government subdivisions to submit applications for the Program in a manner prescribed through administrative rules by the IFA.

Requires the IFA to adopt administrative rules to implement the Jobs and Infrastructure Program.