financial needs that could jeopardize the operation of a statewide communications system that benefits thousands of Iowa school children every day. The Iowa Communications Network is such a vital and visionary component of Iowa's educational future that the absence of this much needed supplemental is both indefensible and shortsighted.

House File 132 is, therefore, approved on this date with the following exceptions which I hereby disapprove.

I am unable to approve the items designated as Sections 1 and 2, in their entirety. These items appropriate approximately \$2 million to the Department of Human Services to fund program expansions and provider reimbursement increases. A current year appropriation for these purposes is inappropriate in that the actual spending will occur almost entirely in the next fiscal year. It not only masks the true base spending level in fiscal year 1996, but also creates an automatic increase in fiscal year 1997.

I am unable to approve the item designated as Section 4, subsection 1, in its entirety. This item appropriates additional funds in fiscal year 1995 for restoration of the Capitol. My budget recommendations include funding to implement an aggressive plan for Capitol restoration over the next three years, starting in fiscal year 1996. This funding should be considered a part of the fiscal year 1996 budget.

I am unable to approve the item designated as Section 6, in its entirety. This item appropriates \$4 million for the Iowa Court Information System (ICIS). This is an expense that will be incurred in fiscal year 1996, where it is more appropriately budgeted. My budget recommendations for fiscal year 1996 fully fund the Court's request, including the funding requested for ICIS.

I am unable to approve the item designated as Section 10, in its entirety. This item would require that regional networks be a part of the state's managed care contract for substance abuse services. Such a requirement would inhibit the state's flexibility to achieve the most cost-effective contracting arrangement for substance abuse services.

For the above reasons, I hereby respectfully disapprove these items in accordance with Amendment IV of the Amendments of 1968 to the Constitution of the State of Iowa. All other items in House File 132 are hereby approved as of this date.

Sincerely, TERRY E. BRANSTAD, Governor

CHAPTER 203

APPROPRIATIONS – ENERGY CONSERVATION – PETROLEUM OVERCHARGE FUNDS H.F. 186

AN ACT relating to energy conservation including making appropriations of petroleum overcharge funds.

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

Section 1. There is appropriated from those funds designated within the energy conservation trust created in section 473.11, for disbursement pursuant to section 473.11, to the following named agencies for the fiscal year beginning July 1, 1995, and ending

June 30, 1996, the following amounts, or so much thereof as is necessary, to be used for the purposes designated:

- 1. To the division of community action agencies of the department of human rights for qualifying energy conservation programs for low-income persons, including but not limited to energy weatherization projects, which target the highest energy users, and including administrative costs, to be expended first from the available balances in the Warner/Imperial, the office of hearings and appeals second-stage settlement (OHA), Amoco, and Exxon funds and then the Stripper Well fund for a total appropriation not to exceed:
- a. From the Warner/Imperial, the office of hearings and appeals second-stage settlement (OHA), Amoco, and Exxon funds:

ment (OffA), Amoco, and Exxon funds:		
1995-96 FY	\$	500,000
b. From the Stripper Well fund:		
1995-96 FY	\$	500,000
2. To the department of natural resources for the following purposes:		
a. For the state energy conservation program from the Exxon fund:		
1995-96 FY	\$	160,000
b. For administration of petroleum overcharge programs from the Str	ipper '	Well fund,
not to exceed the following amount:		
1995-96 FY	\$	300,000
Notwithstanding section 8.33, the unencumbered or unobligated moneys remaining at		

Notwithstanding section 8.33, the unencumbered or unobligated moneys remaining at the end of the fiscal year from the appropriations made in subsections 1 and 2 shall not revert but shall be available for expenditure during subsequent fiscal years until expended for the purposes for which originally appropriated.

Approved April 3, 1995

CHAPTER 204

APPROPRIATIONS – ECONOMIC DEVELOPMENT H.F. 512

AN ACT appropriating funds to the department of economic development, the Iowa finance authority, the Wallace technology transfer foundation, division of insurance of the department of commerce, the Iowa seed capital corporation, the international development foundation, the public employment relations board, and the department of employment services, making related statutory changes, and providing an immediate effective date.

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

Section 1. There is appropriated from the general fund of the state and other designated funds to the department of economic development for the fiscal year beginning July 1, 1995, and ending June 30, 1996, on the conditions that the director shall submit to the general assembly by December 1, 1995, a report regarding the potential for increased efficiency and cost savings from combining the workforce development division with the workforce development initiative and that the department shall not use any moneys appropriated under this Act for further expansion of industrial site locator programs until the industrial site locator program at the university of northern Iowa is completed and fully implemented and the department and the university have reported to the general assembly on plans for coordination and cooperation between the department and the university,