

# **Economic Development Appropriations Bill Senate File 517**

*Conference Committee Report*

Last Action:

**Conference  
Committee**

June 23, 2011

## **Executive Summary Only**

**An Act relating to and making appropriations to the Department of Cultural Affairs, the Department of Economic Development, certain Board of Regents institutions, the Department of Workforce Development, the Iowa Finance Authority, and the Public Employment Relations Board, and addressing related matters including tax credits and including immediate effective date and retroactive applicability provisions.**

**Fiscal Services Division  
Legislative Services Agency**

### **NOTES ON BILLS AND AMENDMENTS (NOBA)**

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# ECONOMIC DEVELOPMENT APPROPRIATIONS BILL

## Conference Committee Report

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SENATE FILE 517

**Funding Summary:** Senate File 517, as proposed by the Conference Committee, appropriates a total of \$36.2 million from the General Fund and 551.23 FTE positions for FY 2012. This is a decrease of \$1.9 million compared to estimated FY 2011. Senate File 517 also appropriates \$12.7 million from other funds. This is a decrease of \$4.3 million compared to estimated FY 2011. **See the attached tracking document for funding totals and difference comparisons for individual budget unit items.**

**FUNDING SUMMARY HIGHLIGHTS:** The Conference Committee recommends that the Senate amendment, H-1745, to House amendment, S-3285, as passed, and reprinted by the Senate, be amended as follows:

- Department of Cultural Affairs (DCA)
  - Administration Division - The Conference Committee recommends appropriating \$171,813 from the General Fund.
  - Great Places – The Conference Committee recommends appropriating \$150,000 from the General Fund.
- Department of Economic Development (DED) - DED Administration – The Conference Committee recommends appropriating \$9,783,424 from the General Fund.
- Department of Workforce Development (IWD) - IWD - Workers' Compensation Division
  - General Fund – The Conference Committee recommends appropriating \$2,949,044 from the General Fund for FY 2012.
  - General Fund FY 2011 Supplemental – The Conference Committee does not recommend an FY 2011 General Fund supplemental appropriation of \$300,000 to be used during FY 2012 or the corresponding effective and retroactive date provision.

**Biennial Budgeting – FY 2013:** The Conference Committee recommends appropriating General Fund, other funds, and FTE positions for FY 2013 for the Economic Development budget and includes necessary corresponding language. These appropriations are equal to 50.0% of the appropriations for FY 2012, with the following exceptions:

- The Conference Committee recommends authorization for FTE positions for FY 2013 at the same level as FY 2012.
- The Conference Committee recommends appropriating \$1,200,000 from the Unemployment Compensation Reserve Fund interest for FY 2013. This is 100.0% of the \$1,200,000 that is estimated to be available for FY 2013.
- The Conference Committee does not recommend an appropriation from the Save Our Small Business Fund for IWD Operations - Field Offices because the FY 2012 appropriation of \$3,250,000 is a one-time funding source.

### Language Summary:

**NOTE:** This language summary represents major language provisions and should not be considered an all-inclusive comprehensive listing.

**Transfers to the Grow Iowa Values Fund:** The Conference Committee does not recommend allowing the DED to transfer funds and FTE positions to the Grow Iowa Values Fund during either FY 2012 or FY 2013.

## Summary Data

### General Fund

	Estimated FY 2011 <u>(1)</u>	Conf Comm FY 2012 <u>(2)</u>	Conf Comm vs FY 2011 <u>(3)</u>	Conf Comm FY 2013 <u>(4)</u>	FY 2013 vs FY 2012 <u>(5)</u>
Economic Development	\$ 38,156,630	\$ 36,212,425	\$ -1,944,205	\$ 18,106,216	\$ -18,106,209
<b>Grand Total</b>	<u>\$ 38,156,630</u>	<u>\$ 36,212,425</u>	<u>\$ -1,944,205</u>	<u>\$ 18,106,216</u>	<u>\$ -18,106,209</u>

## Economic Development General Fund

	Estimated FY 2011 <u>(1)</u>	Conf Comm FY 2012 <u>(2)</u>	Conf Comm vs FY 2011 <u>(3)</u>	Conf Comm FY 2013 <u>(4)</u>	FY 2013 vs FY 2012 <u>(5)</u>
<b><u>Cultural Affairs, Dept. of</u></b>					
<b>Cultural Affairs, Dept. of</b>					
Administration Division	\$ 193,418	\$ 171,813	\$ -21,605	\$ 85,907	\$ -85,906
Community Cultural Grants	273,500	172,090	-101,410	86,045	-86,045
Historical Division	2,944,363	2,767,701	-176,662	1,383,851	-1,383,850
Historic Sites	453,615	426,398	-27,217	213,199	-213,199
Arts Division	993,366	933,764	-59,602	466,882	-466,882
Great Places	206,195	150,000	-56,195	75,000	-75,000
Archiving Former Governor's Papers	70,142	65,933	-4,209	32,967	-32,966
Records Center Rent	227,243	227,243	0	113,622	-113,622
Battle Flag Stabilization	0	60,000	60,000	30,000	-30,000
<b>Total Cultural Affairs, Dept. of</b>	<b>\$ 5,361,842</b>	<b>\$ 4,974,942</b>	<b>\$ -386,900</b>	<b>\$ 2,487,473</b>	<b>\$ -2,487,469</b>
<b><u>Economic Development, Dept. of</u></b>					
<b>Economic Development, Dept. of</b>					
Economic Dev. Administration	\$ 1,669,019	\$ 9,783,424	\$ 8,114,405	\$ 4,891,712	\$ -4,891,712
Business Development	4,779,918	0	-4,779,918	0	0
Community Development Division	4,478,966	0	-4,478,966	0	0
World Food Prize	650,000	500,000	-150,000	250,000	-250,000
Main Street Grants	165,775	0	-165,775	0	0
Iowa Comm. Volunteer Ser.-Promise	109,716	178,133	68,417	89,067	-89,066
<b>Total Economic Development, Dept. of</b>	<b>\$ 11,853,394</b>	<b>\$ 10,461,557</b>	<b>\$ -1,391,837</b>	<b>\$ 5,230,779</b>	<b>\$ -5,230,778</b>
<b><u>Regents, Board of</u></b>					
<b>Regents, Board of</b>					
ISU - Economic Development	\$ 2,575,983	\$ 2,424,302	\$ -151,681	\$ 1,212,151	\$ -1,212,151
SUI - Economic Development	222,372	209,279	-13,093	104,640	-104,639
UNI - Economic Development	610,674	574,716	-35,958	287,358	-287,358
<b>Total Regents, Board of</b>	<b>\$ 3,409,029</b>	<b>\$ 3,208,297</b>	<b>\$ -200,732</b>	<b>\$ 1,604,149</b>	<b>\$ -1,604,148</b>

## Economic Development General Fund

	Estimated FY 2011 (1)	Conf Comm FY 2012 (2)	Conf Comm vs FY 2011 (3)	Conf Comm FY 2013 (4)	FY 2013 vs FY 2012 (5)
<b><u>Iowa Workforce Development</u></b>					
<b>Iowa Workforce Development</b>					
IWD - Labor Services Division	\$ 3,139,752	\$ 3,495,440	\$ 355,688	\$ 1,747,720	\$ -1,747,720
IWD - Workers' Comp Division	2,412,540	2,949,044	536,504	1,474,522	-1,474,522
IWD Operations - Field Offices	10,326,640	8,671,352	-1,655,288	4,335,676	-4,335,676
Offender Reentry Program	302,621	284,464	-18,157	142,232	-142,232
Security Employee Training Program	12,711	0	-12,711	0	0
Employee Misclassification	480,274	451,458	-28,816	225,729	-225,729
<b>Total Iowa Workforce Development</b>	<b>\$ 16,674,538</b>	<b>\$ 15,851,758</b>	<b>\$ -822,780</b>	<b>\$ 7,925,879</b>	<b>\$ -7,925,879</b>
<b><u>Public Employment Relations Board</u></b>					
<b>Public Employment Relations</b>					
PER Board - General Office	\$ 857,827	\$ 1,057,871	\$ 200,044	\$ 528,936	\$ -528,935
<b>Total Public Employment Relations Board</b>	<b>\$ 857,827</b>	<b>\$ 1,057,871</b>	<b>\$ 200,044</b>	<b>\$ 528,936</b>	<b>\$ -528,935</b>
<b><u>Iowa Finance Authority</u></b>					
<b>Iowa Finance Authority</b>					
Rent Subsidy Program	\$ 0	\$ 658,000	\$ 658,000	\$ 329,000	\$ -329,000
<b>Total Iowa Finance Authority</b>	<b>\$ 0</b>	<b>\$ 658,000</b>	<b>\$ 658,000</b>	<b>\$ 329,000</b>	<b>\$ -329,000</b>
<b>Total Economic Development</b>	<b>\$ 38,156,630</b>	<b>\$ 36,212,425</b>	<b>\$ -1,944,205</b>	<b>\$ 18,106,216</b>	<b>\$ -18,106,209</b>

## Summary Data

### Other Fund

	Estimated FY 2011 <u>(1)</u>	Conf Comm FY 2012 <u>(2)</u>	Conf Comm vs FY 2011 <u>(3)</u>	Conf Comm FY 2013 <u>(4)</u>	FY 2013 vs FY 2012 <u>(5)</u>
Economic Development	\$ 16,998,427	\$ 12,705,344	\$ -4,293,083	\$ 3,808,542	\$ -8,896,802
<b>Grand Total</b>	<u>\$ 16,998,427</u>	<u>\$ 12,705,344</u>	<u>\$ -4,293,083</u>	<u>\$ 3,808,542</u>	<u>\$ -8,896,802</u>

## Economic Development Other Fund

	Estimated FY 2011 <u>(1)</u>	Conf Comm FY 2012 <u>(2)</u>	Conf Comm vs FY 2011 <u>(3)</u>	Conf Comm FY 2013 <u>(4)</u>	FY 2013 vs FY 2012 <u>(5)</u>
<b><u>Economic Development, Dept. of</u></b>					
<b>Economic Development, Dept. of</b>					
Workforce Development Fund	\$ 4,000,000	\$ 4,000,000	\$ 0	\$ 2,000,000	\$ -2,000,000
Taiwan Trade Office - UST	100,000	0	-100,000	0	0
Site Development Consultations - SIF	175,000	0	-175,000	0	0
Small Bus Assistance Website - SIF	20,000	0	-20,000	0	0
Save Our Small Businesses Fund - SIF	5,000,000	0	-5,000,000	0	0
Endow Iowa Admin - County Endw Fund	70,000	0	-70,000	0	0
<b>Total Economic Development, Dept. of</b>	<b>\$ 9,365,000</b>	<b>\$ 4,000,000</b>	<b>\$ -5,365,000</b>	<b>\$ 2,000,000</b>	<b>\$ -2,000,000</b>
<b><u>Iowa Workforce Development</u></b>					
<b>Iowa Workforce Development</b>					
Workers' Comp Div - Spec Cont Fund	\$ 471,000	\$ 0	\$ -471,000	\$ 0	\$ 0
IWD Field Offices (P and I)	662,427	1,217,084	554,657	608,542	-608,542
IWD Field Offices (UI Reserve Interest)	6,500,000	4,238,260	-2,261,740	1,200,000	-3,038,260
IWD Field Offices (Save Our Small Business)	0	3,250,000	3,250,000	0	-3,250,000
<b>Total Iowa Workforce Development</b>	<b>\$ 7,633,427</b>	<b>\$ 8,705,344</b>	<b>\$ 1,071,917</b>	<b>\$ 1,808,542</b>	<b>\$ -6,896,802</b>
<b>Total Economic Development</b>	<b>\$ 16,998,427</b>	<b>\$ 12,705,344</b>	<b>\$ -4,293,083</b>	<b>\$ 3,808,542</b>	<b>\$ -8,896,802</b>

## Summary Data

### FTE

	Estimated FY 2011 (1)	Conf Comm FY 2012 (2)	Conf Comm vs FY 2011 (3)	Conf Comm FY 2013 (4)	FY 2013 vs FY 2012 (5)
Economic Development	566.04	551.23	-14.81	551.23	0.00
<b>Grand Total</b>	<b>566.04</b>	<b>551.23</b>	<b>-14.81</b>	<b>551.23</b>	<b>0.00</b>

# Economic Development

## FTE

	Estimated FY 2011 (1)	Conf Comm FY 2012 (2)	Conf Comm vs FY 2011 (3)	Conf Comm FY 2013 (4)	FY 2013 vs FY 2012 (5)
<b><u>Cultural Affairs, Dept. of</u></b>					
<b>Cultural Affairs, Dept. of</b>					
Administration Division	1.25	74.50	73.25	74.50	0.00
Historical Division	46.49	0.00	-46.49	0.00	0.00
Historic Sites	6.00	0.00	-6.00	0.00	0.00
Arts Division	10.00	0.00	-10.00	0.00	0.00
Great Places	2.12	0.00	-2.12	0.00	0.00
Archiving Former Governor's Papers	0.81	0.00	-0.81	0.00	0.00
<b>Total Cultural Affairs, Dept. of</b>	<b>66.67</b>	<b>74.50</b>	<b>7.83</b>	<b>74.50</b>	<b>0.00</b>
<b><u>Economic Development, Dept. of</u></b>					
<b>Economic Development, Dept. of</b>					
Economic Dev. Administration	19.20	149.00	129.80	149.00	0.00
Business Development	44.85	0.00	-44.85	0.00	0.00
Community Development Division	63.65	0.00	-63.65	0.00	0.00
Iowa State Commission	6.00	7.00	1.00	7.00	0.00
Vision Iowa Program	2.25	2.25	0.00	2.25	0.00
Workforce Development Admin	4.00	4.00	0.00	4.00	0.00
<b>Total Economic Development, Dept. of</b>	<b>139.95</b>	<b>162.25</b>	<b>22.30</b>	<b>162.25</b>	<b>0.00</b>
<b><u>Regents, Board of</u></b>					
<b>Regents, Board of</b>					
ISU - Economic Development	56.63	56.63	0.00	56.63	0.00
SUI - Economic Development	6.00	6.00	0.00	6.00	0.00
UNI - Economic Development	6.75	6.75	0.00	6.75	0.00
<b>Total Regents, Board of</b>	<b>69.38</b>	<b>69.38</b>	<b>0.00</b>	<b>69.38</b>	<b>0.00</b>

# Economic Development

## FTE

	Estimated FY 2011 (1)	Conf Comm FY 2012 (2)	Conf Comm vs FY 2011 (3)	Conf Comm FY 2013 (4)	FY 2013 vs FY 2012 (5)
<b><u>Iowa Workforce Development</u></b>					
<b>Iowa Workforce Development</b>					
IWD - Labor Services Division	62.75	64.00	1.25	64.00	0.00
IWD - Workers' Comp Division	29.00	30.00	1.00	30.00	0.00
Field Office Operating Fund	174.19	130.00	-44.19	130.00	0.00
Offender Reentry Program	3.00	3.00	0.00	3.00	0.00
Employee Misclassification	9.10	8.10	-1.00	8.10	0.00
<b>Total Iowa Workforce Development</b>	<b>278.04</b>	<b>235.10</b>	<b>-42.94</b>	<b>235.10</b>	<b>0.00</b>
<b><u>Public Employment Relations Board</u></b>					
<b>Public Employment Relations</b>					
PER Board - General Office	12.00	10.00	-2.00	10.00	0.00
<b>Total Public Employment Relations Board</b>	<b>12.00</b>	<b>10.00</b>	<b>-2.00</b>	<b>10.00</b>	<b>0.00</b>
<b>Total Economic Development</b>	<b>566.04</b>	<b>551.23</b>	<b>-14.81</b>	<b>551.23</b>	<b>0.00</b>