

I am unable to approve the item designated as Section 4, in its entirety. I have approved language in this bill to require the Department of Employment Services to establish and provide staff for an informal mediation process for workers' compensation cases. This provision, directing the establishment of pilot projects for the same purpose, does not authorize the department to do anything that cannot be accomplished under the approved language.

I am unable to approve the item designated as Section 9, subsection 2, unnumbered and unlettered paragraph 2, in its entirety. This provision would allow funds from the indigent defense appropriation to be transferred to the Legal Services Corporation of Iowa. The indigent defense appropriation in this bill falls short of my recommendation by over \$500,000. Monies allocated to the Legal Services Corporation of Iowa would add to that shortfall, and increase the already certain need for supplemental funds in this area next year.

I am unable to approve the item designated as Section 19, unnumbered and unlettered paragraph 5, in its entirety. Because I have previously acted upon the corresponding legislation referred to in this section, the authorization provided in this provision is not necessary.

I am unable to approve the designated portions of Sections 21, 22 and 23, and the item designated as Section 30, in its entirety. These provisions would remove the state Racing and Gaming Commission from the Department of Inspections and Appeals, and establish the Commission as a separate state agency. The functions of the Racing and Gaming Commission have been satisfactorily performed as a part of the Department of Inspections and Appeals, and I see no need to establish the Racing and Gaming Commission as a new state department.

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 Senate File 2328 are hereby approved as of this date.

Sincerely,
TERRY E. BRANSTAD, Governor

CHAPTER 1262

ECONOMIC DEVELOPMENT APPROPRIATIONS AND OTHER PROVISIONS

S.F. 2327

AN ACT relating to and making appropriations to the department of economic development, INTERNET, Wallace technology transfer foundation, Iowa finance authority, and small business advocate, and establishing a small business advocate.

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

Section 1. DEPARTMENT OF ECONOMIC DEVELOPMENT.

There is appropriated from the general fund of the state to the department of economic development for the fiscal year beginning July 1, 1990, and ending June 30, 1991, the following amounts, or so much thereof as is necessary, to be used for the purposes designated:

1. GENERAL ADMINISTRATION

For salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

.....	\$	815,706
.....	FTEs	21.00

2. TOURISM OPERATIONS

For salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

.....	\$	728,835
.....	FTEs	15.97

As a condition, limitation, and qualification of the appropriation made in this subsection, the appropriation shall not be used for advertising placements for in-state and out-of-state tourism marketing.

3. TOURISM ADVERTISING

For contracting exclusively for tourism advertising for in-state and out-of-state tourism marketing services, tourism promotion programs, electronic media, print media, and printed materials:

..... \$ 3,450,000

As a condition, limitation, and qualification of the appropriation made in this subsection, the department shall develop public-private partnerships with Iowa businesses in the tourism industry, Iowa tour groups, Iowa tourism organizations, and political subdivisions in this state to assist in the development of advertising efforts. The department shall, to the fullest extent possible, develop cooperative efforts for advertising with contributions from other sources.

The department shall cooperate with the state historical society and department of natural resources to study, examine, and make recommendations on how best to develop, promote, and advertise state historical sites and on how best to utilize state historical sites in the state's tourism advertising and promotion. The department of cultural affairs shall report to the general assembly the findings of the study by February 1, 1991.

Of the amount appropriated in this subsection, \$100,000 shall go to the department of cultural affairs to be used for the promotion of state-owned and operated cultural and historical sites.

4. NATIONAL MARKETING OPERATIONS

For salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

..... \$ 822,535
..... FTEs 16.00

As a condition, limitation, and qualification of the appropriation made in this subsection, the appropriation shall not be used for advertising placement contracts for out-of-state national marketing programs.

5. NATIONAL MARKETING ADVERTISING

For contracting exclusively for marketing and promotion programs and services and advertising contracts for out-of-state national marketing programs, for electronic media, print media, and printed materials:

..... \$ 3,000,000

As a condition, limitation, and qualification of the appropriation made by this subsection, the department shall develop public-private partnerships with Iowa businesses, Iowa business organizations, Iowa chambers of commerce, and political subdivisions in this state, to assist in the development of the marketing efforts. The department shall, to the fullest extent possible, develop cooperative efforts for advertising with contributions from other sources.

6. FILM OFFICE

For salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

..... \$ 200,000
..... FTEs 2.00

7. INTERNATIONAL TRADE OPERATIONS

For salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

..... \$ 407,632
..... FTEs 6.00

8. INTERNATIONAL TRADE OFFICES

a. For the operation and maintenance of the European office, including salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

..... \$ 227,357
..... FTEs 1.50

b. For European community 1992 opportunities, including salary, support, maintenance, and miscellaneous purposes for not more than the following full-time equivalent positions:

.....	\$	60,000
.....	FTEs	1.00

The Iowa business council is requested to conduct a study to determine the best utilization of the funds appropriated by this paragraph. The council shall report its findings to the department of economic development in conjunction with this program.

c. To initiate trade activities with eastern Europe:

.....	\$	50,000
-------	----	--------

d. For the operation and maintenance of the Asian trade office, including salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

.....	\$	204,187
.....	FTEs	2.00

e. For targeted marketing in Pacific rim countries:

.....	\$	51,000
-------	----	--------

f. For the operation and maintenance of the Japanese trade office, including salary, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

.....	\$	299,191
.....	FTEs	2.00

9. AGRICULTURAL PRODUCT ADVISORY COUNCIL

For support, maintenance, and miscellaneous purposes:

.....	\$	4,885
-------	----	-------

10. EXPORT TRADE ACTIVITIES PROGRAM

For export trade activities, including a program to encourage and increase participation in trade shows and trade missions by providing financial assistance to businesses for a percentage of their costs of participating in trade shows and trade missions, by providing for the lease/sublease of showcase space in existing world trade centers, by providing temporary office space for foreign buyers, international prospects, and potential reverse investors, and by providing other promotional and assistance activities, including salaries and support for not more than the following full-time equivalent positions:

.....	\$	400,000
.....	FTEs	0.25

As a condition, limitation, and qualification, any official Iowa trade delegation led by the governor or any executive council member which receives financial or other support from the appropriation in this subsection shall be represented by a bipartisan delegation of the executive council or their designees.

11. PARTNER STATE PROGRAM:

.....	\$	100,000
-------	----	---------

The department may contract with private groups or organizations which are the most appropriate to administer this program. The groups and organizations participating in the program shall, to the fullest extent possible, provide the funds to match the appropriation made in this subsection.

12. DOMESTIC MARKETING PROGRAMS

For purposes of programs listed in this subsection, including salaries, support, maintenance, and miscellaneous purposes for not more than the following full-time positions:

a. Small business program:

.....	\$	151,314
.....	FTEs	2.00

b. Small business advisory council:

.....	\$	5,000
-------	----	-------

*Item veto; see message at end of the Act

c. Targeted small business program:

.....	\$	47,692
.....	FTEs	1.00

d. Existing industry program:

.....	\$	125,594
.....	FTEs	3.00

13. FEDERAL PROCUREMENT OFFICE

For salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

.....	\$	140,000
.....	FTEs	3.50

Notwithstanding section 8.33, moneys appropriated in this subsection that remain unencumbered or unobligated on June 30, 1991, shall not revert to the general fund of the state but shall remain available for expenditure for the purposes designated during the fiscal year beginning July 1, 1991.

14. COMMUNITY PROGRESS

For salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

.....	\$	642,838
.....	FTEs	12.00

Of the amount appropriated in this subsection, up to \$27,000, and 1 FTE shall be used to assist communities or groups of communities to develop and implement planning efforts for community, business, and economic development.

15. MISSISSIPPI RIVER PARKWAY COMMISSION

For support, maintenance, and miscellaneous purposes:

.....	\$	19,535
-------	----	--------

16. COMMUNITY DEVELOPMENT BLOCK GRANT

For administration and related federal housing and urban development grant administration for salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

.....	\$	296,194
.....	FTEs	14.00

17. IOWA WORK FORCE INVESTMENT PROGRAM:

.....	\$	1,000,000
.....	FTEs	1.00

This program shall be administered through the department of economic development in consultation with the state job training coordinating council. The program shall be operated on a competitive grant basis and funds shall be available for projects that increase Iowa's pool of available labor via training and support services. \$300,000 of the amount appropriated in this subsection shall be available specifically for displaced homemaker programs.

18. COMMUNITY ECONOMIC BETTERMENT PROGRAM

For use of the fund established in this subsection:

.....	\$	4,650,000
-------	----	-----------

Notwithstanding section 8.33, moneys appropriated from the community economic betterment account for the fiscal years beginning July 1, 1985, under section 99E.31, subsection 2, and July 1, 1986, July 1, 1987, July 1, 1988, and July 1, 1989, under section 99E.32, subsection 2, that remain unencumbered or unobligated on June 30, 1990, all unexpended cash balances of obligated and encumbered funds remaining in the community economic betterment account on June 30, 1990, and loan repayments or other moneys received from awards made from the community economic betterment account shall not revert to any fund but shall be deposited in a special community economic betterment program fund to be used by the department of economic development for the community economic betterment program and to supplement

the funds appropriated in this subsection for that program. The conditions, criteria, and limitations referred to or specified in section 99E.32, subsection 2, paragraph "b", apply to the providing of moneys under the community economic betterment program from the fund established in this subsection.

Notwithstanding section 8.33, moneys in this special fund at the end of each fiscal year shall not revert to any other fund but shall remain in this community economic betterment program fund.

19. IOWA PRODUCT DEVELOPMENT CORPORATION

To the fund established under section 28.89:

..... \$ 1,500,000

20. BUSINESS DEVELOPMENT FINANCE CORPORATION

For deposit in the business development finance corporation assistance fund created in section 28.148:

..... \$ 641,000

Moneys appropriated in this subsection shall be used to establish a capital access program operated under the sponsorship of the business development finance corporation. The capital access program shared by banks and the business development finance corporation shall use a risk pooling concept to help banks create a portfolio of higher risk venture loans to businesses. The emphasis of this program should be, but is not limited to, revitalizing the livestock industry of Iowa.

21. MICROENTERPRISE DEVELOPMENT REVOLVING FUND

For deposit in the microenterprise development revolving fund established pursuant to section 15.248 for the programs and in the amounts listed in this subsection:

a. SELF-EMPLOYMENT LOAN PROGRAM:

..... \$ 139,571

b. SELF-EMPLOYMENT LOAN CASE MANAGEMENT:

..... \$ 83,486

c. TARGETED SMALL BUSINESS FINANCIAL ASSISTANCE PROGRAM:

..... \$ 496,943

22. COUNCILS OF GOVERNMENTS

To provide to Iowa's councils of governments funds for planning and technical assistance funds to assist local governments to develop community development strategies for addressing long-term and short-term community needs:

..... \$ 300,000

23. MAIN STREET/RURAL MAIN STREET PROGRAM:

..... \$ 639,000

Moneys appropriated in this subsection may be used for salaries and support for not more than the following full-time equivalent positions:

..... FTEs 3.00

Notwithstanding section 8.33, moneys committed to grantees under contract that remain unexpended on June 30 of any fiscal year shall not revert to any fund but shall be available for expenditure for purposes of the contract during the succeeding fiscal year.

24. ECONOMIC DEVELOPMENT TRAINING PROGRAM

For an economic development training program at the school of business at the university of northern Iowa which shall use these funds in consultation with the department of economic development, the university, and the professional developers of Iowa:

..... \$ 75,000

25. RURAL ENTERPRISE FUND:

..... \$ 400,000

Notwithstanding section 8.33, moneys committed to grantees under contract that remain unexpended on June 30 of any fiscal year shall not revert to any fund but shall be available for expenditure for purposes of the contract during the succeeding fiscal year.

26. WELCOME CENTER PROGRAM:

..... \$ 350,000

Notwithstanding section 8.33, moneys committed to grantees under contract that remain unexpended on June 30 of any fiscal year shall not revert to any fund but shall be available for expenditure for purposes of the contract during the succeeding fiscal year.

As a condition, limitation, and qualification of the appropriations made in this subsection, moneys appropriated shall be used for implementation of the recommendations of the statewide long-range plan for developing and operating welcome centers throughout the state. In addition, the department shall evaluate the operation of the pilot project welcome centers established pursuant to sections 15.271 and 15.272 and report to the general assembly by January 15, 1991, its recommendations for long-term operation of the pilot project welcome centers.

27. SATELLITE CENTER PROGRAM:

..... \$ 1,495,000

Of the moneys appropriated in this subsection, \$350,000 shall be for international trade and science and technology transfer outreach programs conducted by satellite centers. Each satellite center shall be allocated by the department not less than \$20,000 nor more than \$50,000 for these purposes. The amount allocated to a satellite center is in addition to other moneys allocated to the satellite center. **The department shall reallocate any unencumbered or unobligated funds appropriated from previous fiscal years to the satellite centers for the purposes of this paragraph.**

If the satellite centers are renamed or replaced by other regional-based centers as a result of legislation enacted by the Seventy-third General Assembly, 1990 Session, the appropriation and reference in this subsection and other provisions of this Act shall mean the renamed or replacement regional-based centers, as applicable.

28. PRIMARY RESEARCH AND COMPUTER CENTER OPERATIONS:

..... \$ 360,000

29. JOB RETRAINING PROGRAM

To the Iowa employment retraining fund created in section 15.298:

..... \$ 2,000,000

30. PRODUCTIVITY ENHANCEMENT:

..... \$ 150,000

Notwithstanding section 8.33, moneys committed to grantees under contract that remain unexpended on June 30 of any fiscal year shall not revert to any fund but shall be available for expenditure for purposes of the contract during the succeeding fiscal year.

31. LABOR MANAGEMENT COUNCILS:

..... \$ 250,000

Notwithstanding section 8.33, moneys committed to grantees under contract that remain unexpended on June 30 of any fiscal year shall not revert to any fund but shall be available for expenditure for purposes of the contract during the succeeding fiscal year.

As a condition, limitation, and qualification of the appropriations made in this subsection, the department shall not require that projects funded by this program employ additional staff people.

32. YOUTH WORK FORCE PROGRAMS

a. For purposes of the conservation corps, including salary, support, maintenance, and miscellaneous purposes for not more than the following full-time equivalent positions:

..... \$ 1,242,789
..... FTEs 2.00

Not more than \$95,000 of the moneys appropriated in this paragraph shall be used for administration of the program.

b. For purposes of the Iowa corps, including salary, support, maintenance, and miscellaneous purposes for not more than the following full-time equivalent positions:

..... \$ 109,836
..... FTEs 1.00

*Item veto; see message at end of the Act

Not more than \$35,000 of the moneys appropriated in this paragraph shall be used for administration of this program.

Notwithstanding section 8.33, moneys committed to grantees under contract that remain unexpended on June 30 of any fiscal year shall not revert to any fund but shall be available for expenditure for purposes of the contract during the succeeding fiscal year.

Notwithstanding section 8.33, moneys appropriated from the Iowa community development loan fund for the fiscal year beginning July 1, 1989, under 1989 Iowa Acts, chapter 308, section 2, subsection 1, that remain unencumbered or unobligated on June 30, 1990, or that are encumbered or obligated but remain unexpended on June 30, 1990, shall not revert to any fund but shall be available for expenditure for the purposes designated in this subsection during the fiscal year beginning July 1, 1990, and shall be in addition to any other moneys available under this subsection for those purposes.

Notwithstanding section 8.33, moneys appropriated in this subsection that remain unencumbered or unobligated on June 30, 1991, shall not revert to the general fund of the state but shall remain available for expenditure for the purposes designated during the fiscal year beginning July 1, 1991.

33. SMALL BUSINESS NEW JOBS TRAINING PROGRAM

To the revolving loan account of the area school job training fund established under section 280C.6 for the Iowa small business new jobs training program:

.....	\$	1,000,000
34. SMALL BUSINESS INNOVATION RESEARCH:		
.....	\$	100,000
35. TECHNOLOGY INNOVATION CENTERS:		
.....	\$	200,000

The amount appropriated in this subsection shall be allocated equally for support of the Iowa technology innovation centers at the state university of Iowa and the Iowa state university of science and technology.

36. The department of economic development may contract with the Wallace technology transfer foundation for administration of the programs under subsections 34 and 35 and section 6, subsections 4 and 5 of this Act.

Sec. 2. WALLACE TECHNOLOGY TRANSFER FOUNDATION.

There is appropriated from the general fund of the state to the Wallace technology transfer foundation for the fiscal year beginning July 1, 1990, and ending June 30, 1991, the following amount, or so much thereof as is necessary, to be used for the purposes designated:

For deposit in the Wallace technology transfer foundation fund created by the foundation board:

.....	\$	2,729,880
-------	----	-----------

It is the intent of the general assembly that the Wallace technology transfer foundation will be utilized to coordinate a comprehensive approach to research and technology transfer programs in the state of Iowa. It is the intent of the general assembly to substantially enhance the funding and the programs administered by the Wallace technology transfer foundation for the fiscal year beginning July 1, 1991, and succeeding fiscal years.

Sec. 3. IOWA FINANCE AUTHORITY.

There is appropriated from the general fund of the state to the Iowa finance authority for the fiscal year beginning July 1, 1990, and ending June 30, 1991, the following amounts, or so much thereof as is necessary, to be used for the purposes designated:

1. HOUSING ASSISTANCE PROGRAM

a. To provide mortgage and finance assistance to individuals for the purchase or acquisition of homes:

.....	\$	2,000,000
-------	----	-----------

b. Of the amount appropriated in paragraph "a", \$200,000 shall be used to finance the purchase or acquisition, in communities with a population of less than 10,000, of modular homes, as defined in section 135D.1, and manufactured homes as defined in 42 U.S.C. § 5403.

c. Funds provided under paragraph "a" shall not be restricted to first-time home buyers but shall be for lower income and very low income families as defined in section 220.1. The assistance provided shall include at least one of the following kinds of assistance:

- (1) Closing costs assistance.
- (2) Down payment assistance.
- (3) Home maintenance and repair assistance.

(4) Loan processing assistance through a loan endorser review contractor who would act on behalf of the authority in assisting lenders in processing loans that will qualify for government insurance or guarantee or for financing under the authority's mortgage revenue bond program.

- (5) Mortgage insurance program.

Not more than 50 percent of the assistance provided by the authority shall be provided under subparagraphs (4) and (5). So long as at least one of the kinds of assistance described in subparagraphs (1) through (5) are provided, additional assistance not described in subparagraphs (1) through (5) may also be provided.

d. Assistance provided under paragraph "a" shall be limited to mortgages under \$35,000, except in those areas of the state where the median price of homes exceeds the state average and except in the case of the \$200,000 set aside for communities of less than 10,000 where the mortgage limit is \$50,000. In providing the assistance, the authority shall require substantial seller participation of not less than 2 percent of the mortgage amount, which participation includes, but is not limited to, home ownership maintenance funding, down payment assistance, payment of closing costs, or rehabilitation costs.

2. FOR THE RURAL COMMUNITY 2000 PROGRAM:

..... \$ 1,400,000

Notwithstanding section 15.283, subsection 4, for the fiscal year beginning July 1, 1990, all funds allocated under this subsection are for housing programs and shall be applied to programs authorized under section 15.286.

Sec. 4. INTERNET.

There is appropriated from the general fund of the state to INTERNET for the fiscal year beginning July 1, 1990, and ending June 30, 1991, the following amount, or so much thereof as is necessary, to be used for the purposes designated:

For deposit in the international network on trade fund created by the INTERNET board:
..... \$ 460,000

Sec. 5. DEPARTMENT OF ECONOMIC DEVELOPMENT.

There is appropriated from the insurance examination revolving fund in the department of commerce to the department of economic development, for the fiscal year beginning July 1, 1990, and ending June 30, 1991, the following amount, or so much thereof as is necessary, to be used for the purposes designated:

For use in the national marketing operations for salaries and support of the insurance marketing program:
..... \$ 50,000

Sec. 6. IOWA COMMUNITY DEVELOPMENT LOAN FUND.

Notwithstanding section 28.120, subsections 5 and 6, there is appropriated from the Iowa community development loan fund to the department of economic development for the fiscal year beginning July 1, 1990, and ending June 30, 1991, the following amounts, or so much thereof as is necessary, to be used for the purposes designated:

1. FOR FINANCING RURAL ECONOMIC DEVELOPMENT:

..... \$ 71,000

Notwithstanding section 8.39, funds appropriated by this subsection shall not be subject to transfer.

2. RURAL COMMUNITY 2000

For deposit in the revolving fund created under section 15.287:

..... \$ 500,000

Notwithstanding section 15.283, subsection 4, for the fiscal year beginning July 1, 1990, all funds allocated under this program for traditional and new infrastructure shall be applied to programs under sections 15.284 and 15.285.

3. VALUE-ADDED AGRICULTURAL PRODUCTS FINANCING PROGRAM:

..... \$ 209,000

A fund is created which shall be known as the value-added agricultural products financing program fund. The purpose of this fund is to provide financing, including grants, loans, or a combination of both, for small businesses that will add value to an Iowa agricultural product through new or innovative methods of processing, marketing, or packaging. *Final recommendations on individual applications are to be made by the agricultural products advisory council to the director of the department of economic development who shall make the final decision. Loans under the program shall not exceed \$50,000 with interest charged at an annual rate of 0 to 10 percent. Financing under the program is restricted to businesses with fewer than 30 employees or less than \$1,000,000 in annual sales. However, funding shall not be available for individual farming operations.

The agricultural products advisory council may expend funds appropriated in this subsection to employ or contract with a consultant or specialist as provided in section 15.203, subsection 5.*

Up to \$50,000 in the fund may be used in cooperation with the Iowa state university of science and technology agricultural extension to provide technical assistance.

Notwithstanding section 8.33, moneys in the fund at the end of a fiscal year shall not revert but shall remain available for purposes of the program.

4. RESEARCH AND DEVELOPMENT CONSORTIUMS

For operation of the consortiums established under chapter 262B:

..... \$ 300,000

5. RESEARCH PARKS

For the operation and maintenance of the university-related research parks at the state university of Iowa and the Iowa state university of science and technology:

..... \$ 471,000

Sec. 7. SMALL BUSINESS ADVOCATE.

There is appropriated from the general fund of the state to the small business advocate for the fiscal year beginning July 1, 1990, and ending June 30, 1991, the following amount, or so much thereof as is necessary, to be used for the purposes designated:

For salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

..... \$ 281,245

..... FTEs 6.00

Sec. 8.

There is appropriated from the general fund of the state to the treasurer of state for the fiscal year beginning July 1, 1990, and ending June 30, 1991, the following amount, or so much thereof as is necessary, to be used for the purposes designated:

For the initial funding of Iowa's participation in the funding of the world food prize:

..... \$ 250,000

It is the intent of the general assembly that this appropriation of public funds will result in a commitment for additional funding for the world food prize from private sources.

The treasurer of state shall only provide the funds appropriated in this section to the world food prize foundation if sufficient private funds are raised to locate the world food prize foundation in Iowa and the foundation is structured to include representation that reflects environmental concerns and sustainable agriculture.

Notwithstanding section 8.33, if the treasurer of state has not provided the total amount appropriated in this section to the world food prize foundation by June 30, 1991, the remaining amount shall not revert but shall be available for expenditure by the department of economic development for purposes of the technical assistance centers.

*Item veto; see message at end of the Act

Sec. 9.

There is appropriated from the general fund of the state to the treasurer of state for the fiscal year beginning July 1, 1990, and ending June 30, 1991, the following amount, or so much thereof as is necessary, to be used for the purposes designated:

To be used by the treasurer of state to provide state matching funds as provided in the rural county investment Act if enacted by the Seventy-third General Assembly, 1990 Session:

..... \$ 100,000

Of the amount appropriated in this section, \$25,000 shall be used for technical assistance as provided under the rural county investment Act if enacted by the Seventy-third General Assembly, 1990 Session.

Sec. 10.

Notwithstanding section 15.251, subsection 2, there is appropriated from the jobs now account within the Iowa plan fund for economic development to the department of economic development for the fiscal year beginning July 1, 1990, and ending June 30, 1991, the following amounts, or so much thereof as is necessary, to be used for the purposes designated:

1. For administration of chapter 280B, including salaries, support, maintenance, and miscellaneous purposes for not more than the following full-time equivalent positions:

..... \$ 125,000
..... FTEs 2.50

2. For a public/private partnership to provide information to employers, employees, and educators about the changing nature of the workplace and the workforce:

..... \$ 30,000

3. To fund a multistate trade office in Canada:

..... \$ 50,000

4. In addition to moneys provided for in section 1, subsection 14 of this Act, to assist communities or groups of communities to develop and implement planning efforts for community, business, and economic development:

..... \$ 7,650

5. For a riverfront development and restoration grant program to be used for construction, renovation, or restoration of existing or new structures that enhance the historic, educational, or recreational value of the riverfront area:

..... \$ 150,000

As a condition, limitation, and qualification of the appropriation, the department shall give priority to projects that provide at least a 2-to-1 dollar match from private or other sources.

6. For the center for community leadership to assist leaders from multicommunity clusters or individual communities to develop their personal and team skills in order to create and implement plans for the development of their communities:

..... \$ 50,000

Sec. 11.

There is appropriated from the general fund of the state to the following named institutions for the fiscal year beginning July 1, 1990, and ending June 30, 1991, the following amounts, or so much thereof as is necessary, to be used for the purposes designated:

1. To the university of northern Iowa for the decision-making science institute:

..... \$ 750,000

2. To the Iowa state university of science and technology for funding the small business development centers:

..... \$ 1,350,000

3. To the Iowa state university of science and technology for the institute for physical research and technology:

..... \$ 300,000

4. To the state university of Iowa for the center for biocatalysis:

..... \$ 300,000

- 5. To the Iowa state university of science and technology for an intensive effort of technology transfer for the livestock industry as provided in section 99E.32, subsection 4, paragraph "g":
..... \$ 300,000
- 6. To the university of northern Iowa for the applied technology program:
..... \$ 300,000

Sec. 12.

If moneys appropriated in this Act are awarded to a business, institution, or local unit of government and a ceremony is to be held in recognition of such award, the department shall notify the governor and the state senator and representative in whose district the award ceremony is taking place. The notice shall be given early enough to allow the governor, state senator, and state representative to attend.

Sec. 13. There is appropriated from the general fund for the fiscal year beginning July 1, 1990 to a special events fund in the department of economic development, the sum of fifty thousand dollars to be used as one-time funding to assist in the start-up, promotion, continued operation and organization of local tourism, recreational, or cultural special events. Not more than fifteen thousand dollars shall be awarded for any event. Special events are those of a nature that occur not more than twice a year and include, but are not limited to, hot air balloon races, fishing tournaments, and car racing meets. Preference shall be given to national events. In awarding grants priority shall be given to those events where state funds shall be matched on at least a one-to-one basis with electronic or other media advertising being provided to the event.

Sec. 14.

There is appropriated from the general fund of the state to the Iowa department of public health for the fiscal year beginning July 1, 1990, and ending June 30, 1991, the following amount, or so much thereof as is necessary, to be used for the purposes designated:

For the acquisition of emergency medical services equipment:

..... \$ 750,000

1. The funds appropriated under this section shall be allocated to each county based upon the apportionment of funds as follows:

- a. 50 percent of the funds is apportioned based upon the area of a county to the total area of all counties.
- b. 25 percent of the funds is apportioned based upon the population of the county to the total population of all counties.
- c. 25 percent of the funds is apportioned based upon the rural population of the county to the total rural population of all counties.

2. Each county EMS association shall propose a plan for spending the county's allocation and submit the plan to the regional EMS council for its review and comment. The regional EMS council shall review the plan and shall approve, modify, or deny the plan. If a request is denied, the county EMS association may submit a new proposal. Upon approval by the regional EMS council, the Iowa department of public health shall remit the amount approved to the award recipients. Each award of \$1 to a county shall require a \$1 match by the county or EMS provider. The Iowa department of public health shall provide assistance to the regional EMS council in reviewing the proposals.

3. For the purposes of this section, unless the context otherwise requires:

- a. "Area", "county EMS association", "EMS provider", "regional EMS council", and "rural population" mean the same as defined in 641 I.A.C., ch. 130.
- b. "Emergency medical services equipment" means defibrillators, nondisposable essential ambulance equipment, as defined by the American college of surgeons, communications pagers, radios, and base repeaters. "Emergency medical services equipment" does not include ambulances, automotive parts, or buildings.

It is the intent of the general assembly to fund an additional \$750,000 in fiscal year 1992 for this purpose.

*Item veto; see message at end of the Act

Sec. 15.

There is appropriated from the general fund of the state to the Iowa finance authority for the fiscal year beginning July 1, 1990, and ending June 30, 1991, the following amount, or so much thereof as is necessary, to be used for the purposes designated:

For the rural community 2000 program:

..... \$ 1,600,000

Notwithstanding section 15.283, subsection 4, the amount appropriated in this section shall be allocated for traditional infrastructure under section 15.284 and for new infrastructure under section 15.285.

Sec. 16.

There is appropriated from the general fund of the state to the Iowa finance authority for the fiscal year beginning July 1, 1990, and ending June 30, 1991, the following amounts, or so much thereof as is necessary, to be used for the purposes designated:

1. To the housing trust fund, for the operation, construction, and rehabilitation of homeless shelters under section 220.100, subsection 2, paragraph "a":

..... \$ 1,000,000

a. Of the amount appropriated in this subsection, as nearly as practicable, \$650,000 shall be used for operating costs, including utilities, maintenance, food, clothing, and other supplies, or staff support services for homeless shelters; \$200,000 shall be used for construction and rehabilitation of homeless shelters; and \$150,000 shall be used for assistance to homeless shelters that are facing closure. If the moneys allocated for any of the purposes in this paragraph are not used or dedicated by February 1 of the fiscal year, the moneys may be reallocated for the other purposes in this paragraph that have the most need as determined by the Iowa finance authority.

b. As a condition, limitation, and qualification of the \$1,000,000 appropriation to the housing trust fund in this subsection and notwithstanding section 220.100, subsection 6, from the moneys available for operating costs of and staff support services for homeless shelters in paragraph "a", the Iowa finance authority shall contract with a nongovernmental entity to administer the funds available for operating costs of and staff support services for homeless shelters.

2. To the housing trust fund, to be used for the programs provided in section 220.100, subsection 2, paragraphs "b" and "c":

..... \$ 500,000

The Iowa finance authority may award reimbursement for the costs incurred in submitting grant applications.

Sec. 17.

There is appropriated from the general fund of the state to the department of human services for the fiscal year beginning July 1, 1990, and ending June 30, 1991, the following amount, or so much thereof as is necessary, to be used for the purpose designated:

For emergency assistance to families with dependent children under Title IV-A of the federal Social Security Act to match federal dollars for homeless prevention programs:

..... \$ 500,000

The emergency assistance provided for in this section shall be available only if all other publicly funded resources have been exhausted. This emergency assistance includes, but is not limited to, assisting people who face eviction, potential eviction, or foreclosure, utility shut-off or fuel shortage, loss of heating energy supply or equipment, homelessness, utility or rental deposits, or other unspecified crisis which threatens family or living arrangements. This assistance shall be available to migrant families who would otherwise meet eligibility criteria.

Sec. 18. Section 15.108, subsection 7, paragraphs a and b, Code Supplement 1989, are amended by striking the paragraphs.

Sec. 19. Section 15.108, subsection 7, paragraph c, subparagraphs (1), (2), and (4), Code Supplement 1989, are amended to read as follows:

(1) The director, in conjunction with the director of the department of management and small business advocate, shall publicize the procurement set-aside program to targeted small businesses and to agencies of state government, attempt to locate targeted small businesses able to perform set-aside awards, and encourage program participation. The director may request the cooperation of the department of general services, the department of transportation, the state board of regents, or any other agency of state government in publicizing this program.

(2) The director, in conjunction with the director of the department of management and small business advocate, shall publicize the financial assistance program established in section 15.247 to targeted small businesses.

(4) The director, in conjunction with the director of the department of management, small business advocate, and jointly with the universities under the jurisdiction of the state board of regents, the area community colleges, and the area vocational schools, shall develop and make available in all areas of the state, programs to offer and deliver concentrated, in-depth advice and services to assist targeted small businesses. The advice and services shall extend to all areas of business management in its practical application, including but not limited to accounting, engineering, drafting, grant writing, obtaining financing, locating bond markets, market analysis, and projections of profit and loss.

Sec. 20. Section 15.108, subsection 7, paragraph d, Code Supplement 1989, is amended by striking the paragraph.

Sec. 21. Section 15.108, subsection 7, paragraph e, Code Supplement 1989, is amended to read as follows:

e. To the extent feasible, cooperate with the department of employment services and small business advocate to establish a program to educate existing employers and new or potential employers on the rates and workings of the state unemployment compensation program and the state workers' compensation program.

Sec. 22. Section 15.108, subsection 7, paragraph f, Code Supplement 1989, is amended by striking the paragraph.

Sec. 23. NEW SECTION. 15.112 RESTRICTIONS RELATING TO COUNCILS OF GOVERNMENTS.

The department shall not require a city or county to be a dues paying member of a council of governments.

Sec. 24. NEW SECTION. 15.248 MICROENTERPRISE DEVELOPMENT PROGRAM — MICROENTERPRISE DEVELOPMENT REVOLVING FUND.

The department shall establish, contingent on the availability of funds authorized for the program, a microenterprise development program and a microenterprise development revolving fund to provide grants, loans, loan guarantees, financial or technical assistance, or any other necessary support and assistance to a person beginning or expanding a small business, as defined in section 220.1, subsection 28. For the fiscal year beginning July 1, 1990, the program shall include the following programs:

1. The self-employment loan program under section 15.241.
2. The case management program under section 15.246.
3. The targeted small business financial assistance program under section 15.247.
4. The department shall review the microenterprise development program and may include different programs than those designated in subsections 1, 2, and 3 for fiscal years beginning on or after July 1, 1991.
5. Repayments of loans under the programs listed in subsections 1, 2, and 3 received through June 30, 1991, shall be repaid to the Iowa community development loan fund created pursuant to section 28.120. Repayments of loans under the programs listed in subsections 1, 2, and 3 on or after July 1, 1991, shall be deposited in the revolving loan fund created in this section.

Sec. 25. Section 15.284, Code Supplement 1989, is amended to read as follows:

15.284 TRADITIONAL INFRASTRUCTURE.

1. The traditional infrastructure category contains projects that include, but are not limited to, sewer, water, roads, bridges, airports, and other projects described in section 384.24, subsection 3.

2. Any Iowa city, or county, rural water district created under chapter 357A, or nonprofit corporation created for the purpose of operating a rural water system is eligible to apply for loans or grants from this category. Along with the application, the city or county applicant shall submit the following:

a. A needs assessment study.

b. A capital improvement program.

c. Evidence of matching contribution of at least twenty-five percent of the total project cost.

3. Applications must be seeking funds to improve the physical assets of the traditional infrastructure of the political subdivision applicant in aid of development.

4. The finance division of the department shall rank the applicants according to financial need, cost-benefit of the project, percent of match, impact, and ability to administer project.

5. The interest rate for a loan, if assessed, may range from zero to five percent. The department may charge applicants an administration fee, not to exceed one percent of the principal amount of the loan or grant, to be paid as a lump sum.

6. The department may coordinate with the department of natural resources to assist political subdivisions applicants receiving federal or other state aid for waste water treatment facilities. However, the department shall not allocate more than fifty percent of the moneys available to this category for this purpose.

Sec. 26. Section 15.288, Code Supplement 1989, is amended by adding the following new unnumbered paragraph:

NEW UNNUMBERED PARAGRAPH. For purposes of this section as it relates to the traditional infrastructure category under section 15.284, "political subdivision" includes a rural water district created under chapter 357A or a nonprofit corporation created for the purpose of operating a rural water system.

***Sec. 27. NEW SECTION. 17A.34 NOTICE OF LICENSE OR PERMIT APPLICATION.**

*An agency which issues licenses or permits shall adopt rules providing notice of issuance procedures to a person applying for a license or permit in the event the application cannot be processed within two weeks of receipt of the license or permit application by the agency. The notice shall be sent two weeks after receipt of the license or permit application, and shall explain the approximate amount of time necessary to process the application.**

Sec. 28. Section 28.120, Code 1989, is amended by adding the following new subsection:

NEW SUBSECTION. 7. Notwithstanding subsections 5 and 6, for the fiscal year beginning July 1, 1990, and ending June 30, 1991, five hundred thousand dollars is appropriated from the Iowa community development loan fund to the Iowa finance authority for an E911 financing program. **For the fiscal year beginning July 1, 1991, and for each subsequent fiscal year, all moneys in the Iowa community development loan fund are appropriated to the Iowa finance authority for the E911 financing program.**

Sec. 29. Section 28.154, subsection 1, paragraph a, subparagraphs (5) and (6), Code Supplement 1989, are amended to read as follows:

(5) The chairperson of the Iowa product development corporation or the chairperson's designee.

(6) A shareholder member of the business development finance corporation elected by the business development finance corporation board or the shareholder's designee.

Sec. 30. NEW SECTION. 28.162 SMALL BUSINESS ADVOCATE ESTABLISHED.

The office of the small business advocate is established.

Sec. 31. NEW SECTION. 28.163 DEFINITIONS.

1. "Advocate" means the small business advocate.
2. "Agency" means any state agency, commission, or board.
3. "Small business" means a small business or targeted small business as defined in section 15.102.

Sec. 32. NEW SECTION. 28.164 SMALL BUSINESS ADVOCATE — APPOINTMENT.

A small business advocate shall be appointed to a four-year term by the governor, subject to confirmation by the senate, and shall serve at the pleasure of the governor. The governor shall fill a vacancy in the office in the same manner as the original appointment was made. The small business advocate shall not be selected on the basis of political affiliation and shall not engage in political activity while holding the office. The salary of the small business advocate shall be fixed by the governor within a salary range established by the general assembly.

Sec. 33. NEW SECTION. 28.165 SMALL BUSINESS ADVOCATE — DUTIES.

The small business advocate shall do all of the following:

1. Study the feasibility of reducing the total number of state licenses, permits, and certificates required to conduct small business.
2. Receive and review complaints from individual small businesses that relate to rules or decisions of state agencies, and refer questions and complaints to a governmental agency where appropriate.
3. Operate and administer the regulatory information service provided for in section 28.17.
4. Operate and administer the small business information center established under section 99E.32, subsection 3, paragraph "d", subparagraph (4).
5. If determined necessary by the small business advocate, provide training for bank loan officers to increase their level of expertise in regard to business loans.
6. Facilitate resolution of complaints from small businesses under section 15.108, subsection 7, paragraph "a" through the agency's business assistance officer. However, the advocate may refer complaints to the citizens' aide or the attorney general for further investigation or action if necessary.
7. Serve as ombudsman for small businesses in their relations with state agencies and with regard to economic development assistance programs, including but not limited to the following programs:
 - a. The targeted small business linked investments programs created under section 12.43.
 - b. The targeted small business procurement program created under sections 73.15 through 73.21.
 - c. The Iowa product development corporation.
 - d. The business development finance corporation.
 - e. Other programs and development activities authorized under chapter 28.
 - f. The federal procurement office.
 - g. The community economic betterment program.
 - h. The small business new jobs training program under chapter 280C.
 - i. Business incubators established under section 99E.32, subsection 3, paragraph "d", subparagraph (5).
8. Consult and advise the three branches of government on issues that directly or indirectly affect small businesses in the state.
9. Make recommendations to reduce or prevent duplication of services to small businesses by an agency, local government, or nonprofit or other private organization.
10. Assist the primary research and marketing center for business and international trade established under section 28.101.
11. Work with associations or citizen groups and local, state, or federal agencies that affect small business in improving the small business climate in the state and in encouraging federal and local governmental agencies to simplify and coordinate permit and application forms for projects in the state.

12. Provide mediation services to a small business.
13. Request a small business regulatory flexibility analysis under section 17A.31.
14. Provide information to the public on business activity in the state and the small business advocate's office and services.
15. Serve as chairperson of the interagency committee of business assistance officers that coordinates interagency activities affecting small business.
16. Employ personnel as necessary to carry out the duties and responsibilities of the small business advocate consistent with the provisions of chapter 19A. Professional employees are exempt from the merit system provisions of chapter 19A.
17. Manage the internal operations of the office of the small business advocate, including the purchasing or leasing of equipment or office space, and establish guidelines and procedures to promote the orderly and efficient administration of the office.
18. Prepare a budget for the small business advocate and prepare reports as required by law.
19. Apply for, administer, and use federal or other funds available for carrying out the purposes of this chapter.

Sec. 34. NEW SECTION. 28.166 ANNUAL REPORT.

1. The small business advocate shall annually, no later than November 1, submit to the governor and the general assembly, a report summarizing the state of small business in Iowa.
2. The report shall include but is not limited to the following:
 - a. A summary of the work of the small business advocate in administering the advocate's duties and responsibilities.
 - b. Recommendations regarding agency permit programs and recommendations to simplify or consolidate state regulatory activities, permits, inspection, certification, or licensing relating to small business.

Sec. 35. NEW SECTION. 28.167 ADDITIONAL DUTIES.

1. The small business advocate shall provide assistance to a small business which raises a complaint regarding an agency or experiences a delay in receiving a permit or license, or other services from an agency.
2. A small business may contact the advocate to review or assist in resolving a complaint or delay in service under subsection 1.
3. The advocate shall adopt rules pursuant to chapter 17A to administer this chapter.
4. An agency shall cooperate in providing information and assistance to the advocate in resolving a complaint or delay in service.

***Sec. 36. NEW SECTION. 28.168 BUSINESS ASSISTANCE OFFICER.**

1. *Each agency which provides information, economic or technical assistance, licenses or permits, or other services to small businesses shall designate a business assistance officer.*
2. *A business assistance officer shall do all of the following:*
 - a. *Consult with the advocate with regard to regulation and forms management.*
 - b. *Provide regulatory assistance to small business.*
 - c. *Resolve small business complaints within the business assistance officer's agency.*
 - d. *Maintain, at a central location, a current catalog of all types of license, permit, and other regulatory requirements of the agency affecting small business.*
 - e. *Review agency rules to reduce any adverse economic effect on small business.*
 - f. *Promptly notify the advocate of any rule change.*
 - g. *Train agency personnel on how to reduce unnecessary regulatory burdens and solve business complaints.*
 - h. *Cooperate with the advocate in the exercise of the advocate's duties under this chapter and take administrative action necessary to implement programs developed by the advocate pursuant to this chapter.*
 - i. *Serve on the interagency committee of business assistance officers that coordinates interagency activities affecting small businesses.*
 - j. *Submit an annual report by July 1 to the advocate on the regulatory practices of the officer's agency and of the services provided to small businesses by the agency.**

*Item veto; see message at end of the Act

**Sec. 37. NEW SECTION. 28.169 AGENCY INFORMATION — AVAILABILITY.*

Except as otherwise provided, each agency shall do all of the following:

- 1. Maintain, at a central location, a current catalog of all types of projects, license, permits, and other regulatory requirements administered by the agency. Specific application forms, applicable agency rules, and the time period necessary for license and permit application consideration, based upon experience and statutory requirement, shall be included in the catalog.*
- 2. Provide to a person, upon request, information from the catalog or any application forms used by the agency.*
- 3. Provide to the advocate, upon request, information from the catalog, including as many copies of the catalog as the advocate determines is necessary.*
- 4. Promptly notify the advocate of any changes in information in the catalog if the advocate has previously requested information concerning the catalog.**

Sec. 38. Section 220.100, subsection 2, paragraph a, Code 1989, is amended to read as follows:

- a. A grant program for the homeless for the construction, rehabilitation, ~~or~~ expansion, or costs of operating of group home shelter for the homeless.

Sec. 39. Section 220.100, Code 1989, is amended by adding the following new subsection:

NEW SUBSECTION. 7. A homelessness advisory committee is created consisting of the executive director or the executive director's designee, the directors or their designees from the departments of economic development, elder affairs, human services, and human rights, and at least three individuals from the private sector to be selected by the executive director. The advisory committee shall advise the authority in coordinating programs that provide for the homeless.

Sec. 40. Section 473B.1, subsection 2, as enacted by 1990 Iowa Acts, Senate File 2366,** section 1, is amended by striking the subsection.

Sec. 41. 1990 Iowa Acts, Senate File 2366,** section 7,*** is amended by striking the section and inserting in lieu thereof the following:

SEC. 7.***

Any of the following counties of Boone, Dallas, Jasper, Marion, Polk, Story, and Warren, or combinations of these counties may form councils of governments or associate with any existing councils of governments.

Approved April 6, 1990, except those items which I hereby disapprove and which are designated as section 1, subsection 10, unnumbered and unlettered paragraph 2 in its entirety; that portion of section 1, subsection 27, unnumbered and unlettered paragraph 1 which is herein bracketed in ink and initialed by me; that portion of section 6, subsection 3, unnumbered and unlettered paragraph 1 which is herein bracketed in ink and initialed by me; section 6, subsection 3, unnumbered and unlettered paragraph 2 in its entirety; section 8, unnumbered and unlettered paragraph 5 in its entirety; section 13 in its entirety; section 27 in its entirety; that portion of section 28 which is herein bracketed in ink and initialed by me; and sections 36 and 37 in their entirety. My reasons for vetoing these items are delineated in the item veto message pertaining to this Act to the president of the senate this same date, a copy of which is attached hereto.

TERRY E. BRANSTAD, Governor

*Item veto; see message at end of the Act

**Chapter 1157 herein

***Section 6 probably intended

Dear Madam President:

I hereby transmit Senate File 2327, an Act relating to and making appropriations to the Department of Economic Development, INTERNET, Wallace Technology Transfer Foundation, Iowa Finance Authority, and Small Business Advocate, and establishing a Small Business Advocate.

Senate File 2327 is, therefore, approved on this date with the following exceptions which I hereby disapprove.

I am unable to approve the item designated as Section 1, subsection 10, unnumbered and unlettered paragraph 2 in its entirety. This provision stipulates that any official Iowa trade mission led by a member of the executive council shall be represented by a bipartisan delegation of the executive council. This is nearly identical to language that was item vetoed last year and is currently the subject of litigation. An appeal of the recent district court's decision on the case is pending, so no final determination has been made. The rationale for last year's veto is still valid. Should a trade mission require the participation of a member of the executive council because of their particular expertise, the invitation is certain to be extended.

I am unable to approve the designated portion of Section 1, subsection 27, unnumbered and unlettered paragraph 1. This provision provides that unencumbered or unobligated funds appropriated from previous fiscal years be reallocated to satellite centers. The Department of Economic Development currently has the flexibility to allocate funds to the satellite centers should this be determined to be the most pressing need. However, there are many other responsibilities associated with the satellite center network appropriation, some of which have been expanded in other legislation this session. It is important for the department to maintain the flexibility to allocate the funds as necessary to carry out the mission of the network as a whole.

I am unable to approve the designated portion of Section 6, subsection 3, unnumbered and unlettered paragraph 1. This language would provide programmatic detail concerning the new value-added agricultural financing program. I am pleased the General Assembly has accepted my recommendation to establish this new program, which will assist in building upon our agricultural strengths. However, the specific provisions in Senate File 2327 are inconsistent with Senate File 2385, a separate bill creating the program which I have approved. The result of this veto will be to allow the provisions of Senate File 2385 to remain in effect.

I am unable to approve the item designated as Section 6, subsection 3, unnumbered and unlettered paragraph 2 in its entirety. This provision allows the agricultural products advisory council to expend funds to employ a consultant to assist in the development and implementation of a program and plan for the promotion of agricultural products. However, the plan has now been completed, adopted by the council and submitted to me and to the General Assembly. Because the Code requirements have been satisfied, the provision in Senate File 2327 is unnecessary.

I am unable to approve the item designated as Section 8, unnumbered and unlettered paragraph 5 in its entirety. This provision stipulates that if the Treasurer of State has not provided the total amount appropriated for fiscal year 1991 to the World Food Prize Foundation by June 30 of 1991, the remaining amount shall not revert but shall be available for expenditure by the Department of Economic Development for technical assistance centers. It would be fiscally irresponsible to commit in advance potential unspent balances for expenditure in the subsequent fiscal year.

I am unable to approve the item designated as Section 13 in its entirety. This provision provides a \$50,000 appropriation for a special events fund in the Department of Economic Development. This is similar language I vetoed last year, for reasons which are still valid. Currently, the community cultural grants program is dedicated to providing assistance for similar purposes.

I am unable to approve the items designated as Sections 27, 36 and 37 in their entirety. These provisions relate to the responsibilities given to all agencies in state government for implementing the small business advocate program created and funded elsewhere in the bill.

Section 27 requires that in the event that processing takes more than two weeks, agencies which issue licenses and permits send a notice of issuance procedures to applicants two weeks after receipt of the application. Section 36 requires each agency to designate a small business assistance officer and specifies the responsibilities of the officer. Section 37 relates to requirements for maintaining and disseminating a current catalogue of all types of projects, licenses, permits and other regulatory requirements administered by the agency.

I support the concept of providing relief to small businesses, and as such I am leaving intact the provisions which create, fund and specify the responsibilities of the office of small business advocate. However, Sections 27, 36 and 37 may actually work to the detriment of small business through the imposition of requirements that may further delay the process of issuing licenses and permits, and the resolution of complaints. It should be the small business advocate's responsibility to work with state government to design more reasonable and workable procedures.

I am unable to approve the designated portion of Section 28. This provision commits future year receipts from the Iowa Community Development Loan Fund to the Iowa Finance Authority for the E911 financing program. I am leaving intact the \$500,000 appropriation in this bill for fiscal year 1991. However, from the standpoint of fiscal responsibility and accountability, I cannot support making future year funding commitments for the E911 program. There is no compelling reason why this program should not be reviewed on a regular basis in the same manner as are other programs that compete for state resources.

Overall, the action taken by the General Assembly in Senate File 2327 will enable the state to move ahead in several key areas: international trade, work force development, community betterment, housing and business financing.

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 Senate File 2327 are hereby approved as of this date.

Sincerely,
TERRY E. BRANSTAD, *Governor*

CHAPTER 1263

FEDERAL BLOCK GRANT APPROPRIATIONS

S.F. 2428

AN ACT relating to and making appropriations of federal and other nonstate funds including funds made available from federal block grants, allocating portions of federal block grants, and providing procedures if federal funds are more or less than anticipated or if federal block grants are more or less than anticipated or if categorical grants are consolidated into new or existing block grants.

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

Section 1. **MATERNAL AND CHILD HEALTH SERVICES APPROPRIATIONS.**

1. There is appropriated from the fund created by section 8.41 to the Iowa department of public health for the federal fiscal year beginning October 1, 1990, the following amount:

..... \$ 6,107,706