Senate Amendment to House Amendment to Senate File 517 H-1745 Amend the amendment, S-3285, to Senate File 517, 1 2 as amended, passed, and reprinted by the Senate, as 3 follows: 1. By striking page 1, line 5, through page 20, 4 5 line 19, and inserting: <<DIVISION I 6 7 FY 2011-2012 Section 1. DEPARTMENT OF CULTURAL AFFAIRS. There 8 9 is appropriated from the general fund of the state to 10 the department of cultural affairs for the fiscal year 11 beginning July 1, 2011, and ending June 30, 2012, the 12 following amounts, or so much thereof as is necessary, 13 to be used for the purposes designated: 1. ADMINISTRATION 14 For salaries, support, maintenance, miscellaneous 15 16 purposes, and for not more than the following full-time 17 equivalent positions for the department: 18 \$ 181,813 19 FTEs 74.50 The department of cultural affairs shall coordinate 20 21 activities with the tourism office of the department of 22 economic development to promote attendance at the state 23 historical building and at this state's historic sites. 24 Full-time equivalent positions authorized under 25 this subsection shall be funded, in full or in part, 26 using moneys appropriated under this subsection and 27 subsections 3 through 7. 2. COMMUNITY CULTURAL GRANTS 28 29 For planning and programming for the community 30 cultural grants program established under section 31 303.3: 32 \$ 172,090 33 3. HISTORICAL DIVISION For the support of the historical division: 34 35 \$ 2,767,701 36 4. HISTORIC SITES For the administration and support of historic 37 38 sites: 39 \$ 426,398 40 5. ARTS DIVISION For the support of the arts division: 41 42 \$ 933,764 43 6. IOWA GREAT PLACES 44 For the Iowa great places program established under 45 section 303.3C: 46 ••••• 193,823 47 7. ARCHIVE IOWA GOVERNORS' RECORDS48 For archiving the records of Iowa governors: 49 \$ 65,933 50 8. RECORDS CENTER RENT S3285.3366.S (1) 84

-1-

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1 For payment of rent for the state records center: 2 \$ 227,243 3 9. BATTLE FLAGS For continuation of the project recommended by the 4 5 Iowa battle flag advisory committee to stabilize the 6 condition of the battle flag collection: 7 60,000\$ Sec. 2. GOALS AND ACCOUNTABILITY - ECONOMIC 8 9 DEVELOPMENT. 10 1. For the fiscal year beginning July 1, 2011, the 11 goals for the department of economic development shall 12 be to expand and stimulate the state economy, increase 13 the wealth of Iowans, and increase the population of 14 the state. 15 2. To achieve the goals in subsection 1, the 16 department of economic development shall do all of the 17 following for the fiscal year beginning July 1, 2011: 18 a. Concentrate its efforts on programs and 19 activities that result in commercially viable products 20 and services. 21 b. Adopt practices and services consistent with 22 free market, private sector philosophies. Ensure economic growth and development 23 c. 24 throughout the state. 25 d. Work with businesses and communities to 26 continually improve the economic development climate 27 along with the economic well-being and guality of life 28 for Iowans. 29 e. Coordinate with other state agencies to 30 ensure that they are attentive to the needs of an 31 entrepreneurial culture. 32 f. Establish a strong and aggressive marketing 33 image to showcase Iowa's workforce, existing industry, 34 and potential. A priority shall be placed on 35 recruiting new businesses, business expansion, and 36 retaining existing Iowa businesses. Emphasis shall be 37 placed on entrepreneurial development through helping 38 entrepreneurs secure capital, and developing networks 39 and a business climate conducive to entrepreneurs and 40 small businesses. 41 q. Encourage the development of communities and 42 quality of life to foster economic growth. 43 h. Prepare communities for future growth and 44 development through development, expansion, and 45 modernization of infrastructure. 46 i. Develop public-private partnerships with 47 Iowa businesses in the tourism industry, Iowa tour 48 groups, Iowa tourism organizations, and political 49 subdivisions in this state to assist in the development 50 of advertising efforts.

> S3285.3366.S (1) 84 jh

1 j. Develop, to the fullest extent possible, 2 cooperative efforts for advertising with contributions 3 from other sources. Sec. 3. DEPARTMENT OF ECONOMIC DEVELOPMENT. 4 APPROPRIATION 5 1. There is appropriated from the general fund of the 6 7 state to the department of economic development for the 8 fiscal year beginning July 1, 2011, and ending June 9 30, 2012, the following amounts, or so much thereof as 10 is necessary, to be used for the purposes designated 11 in subsection 2, and for not more than the following 12 full-time equivalent positions: 13 \$ 9,638,789 14 FTEs 149.00 2. DESIGNATED PURPOSES 15 16 a. For salaries, support, miscellaneous purposes, 17 programs, and the maintenance of an administration 18 division, a business development division, and a 19 community development division. 20 The full-time equivalent positions authorized b. 21 under this section shall be funded, in whole or in 22 part, by the moneys appropriated under subsection 1 or 23 by other moneys received by the department, including 24 certain federal moneys. For business development operations and 25 c. 26 programs, the film office, international trade, export 27 assistance, workforce recruitment, and the partner 28 state program. 29 d. For transfer to the strategic investment fund 30 created in section 15.313. e. For transfer to the grow Iowa values fund 31 32 created in section 15G.111. 33 For community economic development programs, f. 34 tourism operations, community assistance, plans 35 for Iowa green corps and summer youth programs, 36 the mainstreet and rural mainstreet programs, the 37 school-to-career program, the community development 38 block grant, and housing and shelter-related programs. 39 g. For achieving the goals and accountability, and 40 fulfilling the requirements and duties required under 41 this Act. 42 3. NONREVERSION 43 Notwithstanding section 8.33, moneys appropriated in 44 subsection 1 that remain unencumbered or unobligated 45 at the close of the fiscal year shall not revert but 46 shall remain available for expenditure for the purposes 47 designated in subsection 2 until the close of the 48 succeeding fiscal year. 4. FINANCIAL ASSISTANCE RESTRICTIONS 49 50 A business creating jobs through moneys a.

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-3-

S3285.3366.S (1) 84

1 appropriated in this section shall be subject to 2 contract provisions requiring new and retained jobs to 3 be filled by individuals who are citizens of the United 4 States who reside within the United States or any 5 person authorized to work in the United States pursuant 6 to federal law, including legal resident aliens in the 7 United States.

8 b. Any vendor who receives moneys appropriated in 9 this section shall adhere to such contract provisions 10 and provide periodic assurances as the state shall 11 require that the jobs are filled solely by citizens of 12 the United States who reside within the United States 13 or any person authorized to work in the United States 14 pursuant to federal law, including legal resident 15 aliens in the United States.

16 c. A business that receives financial assistance 17 from the department from moneys appropriated in 18 this section shall only employ individuals legally 19 authorized to work in this state. In addition to all 20 other applicable penalties provided by current law, all 21 or a portion of the assistance received by a business 22 which is found to knowingly employ individuals not 23 legally authorized to work in this state is subject to 24 recapture by the department.

25 5. USES OF APPROPRIATIONS

a. From the moneys appropriated in this section, the department may provide financial assistance in the form of a grant to a community economic development entity for conducting a local workforce recruitment effort designed to recruit former citizens of the state and former students at colleges and universities in the state to meet the needs of local employers.

b. From the moneys appropriated in this section, the department may provide financial assistance to searly stage industry companies being established by women entrepreneurs.

37 c. From the moneys appropriated in this section, 38 the department may provide financial assistance in the 39 form of grants, loans, or forgivable loans for advanced 40 research and commercialization projects involving 41 value-added agriculture, advanced technology, or 42 biotechnology.

d. The department shall not use any moneys
44 appropriated in this section for purposes of providing
45 financial assistance for the Iowa green streets pilot
46 project or for any other program or project that
47 involves the installation of geothermal systems for
48 melting snow and ice from streets or sidewalks.
49 6. WORLD FOOD PRIZE

50 For allocating moneys for the world food prize and

S3285.3366.S (1) 84

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-4-

1 notwithstanding the standing appropriation in section 2 15.368, subsection 1: 3\$ 500,000 7. IOWA COMMISSION ON VOLUNTEER SERVICE 4 5 For allocation to the Iowa commission on volunteer 6 service for the Iowa's promise and mentoring 7 partnership programs, for transfer to the Iowa state 8 commission grant program, and for not more than the 9 following full-time equivalent positions: 10 \$ 178,133 11 FTEs 7.00 12 Of the moneys appropriated in this subsection, the 13 department shall allocate \$75,000 for purposes of 14 the Iowa state commission grant program and \$103,133 15 for purposes of the Iowa's promise and mentoring 16 partnership programs. Notwithstanding section 8.33, moneys appropriated in 17 18 this subsection that remain unencumbered or unobligated 19 at the close of the fiscal year shall not revert but 20 shall remain available for expenditure for the purposes 21 designated until the close of the succeeding fiscal 22 year. 23 Sec. 4. VISION IOWA PROGRAM - FTE 24 AUTHORIZATION. For purposes of administrative 25 duties associated with the vision Iowa program for the 26 fiscal year beginning July 1, 2011, the department of 27 economic development is authorized an additional 2.25 28 FTEs above those otherwise authorized in this division 29 of this Act. 30 Sec. 5. INSURANCE ECONOMIC DEVELOPMENT. From 31 the moneys collected by the division of insurance in 32 excess of the anticipated gross revenues under section 33 505.7, subsection 3, during the fiscal year beginning 34 July 1, 2011, \$100,000 shall be transferred to the 35 department of economic development for insurance 36 economic development and international insurance 37 economic development. 38 Sec. 6. COMMUNITY DEVELOPMENT LOAN 39 FUND. Notwithstanding section 15E.120, subsection 40 5, there is appropriated from the Iowa community 41 development loan fund all moneys available during the 42 fiscal year beginning July 1, 2011, and ending June 30, 43 2012, to the department of economic development for 44 purposes of the community development program. Sec. 7. WORKFORCE DEVELOPMENT FUND. There is 45 46 appropriated from the workforce development fund 47 account created in section 15.342A to the workforce 48 development fund created in section 15.343 for the 49 fiscal year beginning July 1, 2011, and ending June 50 30, 2012, the following amount, for purposes of the

S3285.3366.S (1) 84

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-5-

1 workforce development fund: 2 \$ 4,000,000 3 Sec. 8. WORKFORCE DEVELOPMENT ADMINISTRATION. From 4 moneys appropriated or transferred to or receipts 5 credited to the workforce development fund created in 6 section 15.343, up to \$400,000 for the fiscal year 7 beginning July 1, 2011, and ending June 30, 2012, are 8 appropriated to the department of economic development 9 for the administration of workforce development 10 activities including salaries, support, maintenance, 11 and miscellaneous purposes, and for not more than the 12 following full-time equivalent positions: 13 FTEs 4.00 14 Sec. 9. JOB TRAINING FUND. Notwithstanding section 15 15.251, all moneys in the job training fund on July 1, 16 2011, and any moneys appropriated or credited to the 17 fund during the fiscal year beginning July 1, 2011, 18 shall be transferred to the workforce development fund 19 established pursuant to section 15.343. Sec. 10. GREEN INITIATIVES EXPENDITURE REPORT. 20 Βv 21 January 1, 2012, the department of economic development 22 shall submit a written report to the general assembly 23 regarding all expenditures made during the previous 24 fiscal year for purposes of green initiatives, 25 sustainability programs, and all such similar efforts. 26 The report shall identify such expenditures with a 27 level of specificity sufficient to allow the general 28 assembly to evaluate and assess the propriety of such 29 expenditures under the spending authority given to the 30 department for such purposes. 31 Sec. 11. IOWA STATE UNIVERSITY. 1. There is appropriated from the general fund 32 33 of the state to Iowa state university of science 34 and technology for the fiscal year beginning July 35 1, 2011, and ending June 30, 2012, the following 36 amount, or so much thereof as is necessary, to be used 37 for small business development centers, the science 38 and technology research park, and the institute for 39 physical research and technology, and for not more than 40 the following full-time equivalent positions: 41 \$ 2,424,302 42 FTEs 56.63 2. Of the moneys appropriated in subsection 1, 43 44 Iowa state university of science and technology shall 45 allocate at least \$936,345 for purposes of funding 46 small business development centers. Iowa state 47 university of science and technology may allocate 48 moneys appropriated in subsection 1 to the various 49 small business development centers in any manner 50 necessary to achieve the purposes of this subsection.

-6-

S3285.3366.S (1) 84

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3. Iowa state university of science and technology 1 2 shall do all of the following: a. Direct expenditures for research toward projects 3 that will provide economic stimulus for Iowa. 4 b. Provide emphasis to providing services to 5 6 Iowa-based companies. It is the intent of the general assembly 7 4. 8 that the industrial incentive program focus on Iowa 9 industrial sectors and seek contributions and in-kind 10 donations from businesses, industrial foundations, and 11 trade associations, and that moneys for the institute 12 for physical research and technology industrial 13 incentive program shall be allocated only for projects 14 which are matched by private sector moneys for directed 15 contract research or for nondirected research. The 16 match required of small businesses as defined in 17 section 15.102, subsection 6, for directed contract 18 research or for nondirected research shall be \$1 for 19 each \$3 of state funds. The match required for other 20 businesses for directed contract research or for 21 nondirected research shall be \$1 for each \$1 of state The match required of industrial foundations 22 funds. 23 or trade associations shall be \$1 for each \$1 of state 24 funds. 25 Iowa state university of science and technology 26 shall report annually to the joint appropriations 27 subcommittee on economic development and the 28 legislative services agency the total amount of 29 private contributions, the proportion of contributions 30 from small businesses and other businesses, and 31 the proportion for directed contract research and 32 nondirected research of benefit to Iowa businesses and 33 industrial sectors. 34 5. Notwithstanding section 8.33, moneys 35 appropriated in this section that remain unencumbered 36 or unobligated at the close of the fiscal year shall 37 not revert but shall remain available for expenditure 38 for the purposes designated until the close of the 39 succeeding fiscal year. Sec. 12. UNIVERSITY OF IOWA. 40 41 There is appropriated from the general fund 1. 42 of the state to the state university of Iowa for the 43 fiscal year beginning July 1, 2011, and ending June 44 30, 2012, the following amount, or so much thereof 45 as is necessary, to be used for the state university 46 of Iowa research park and for the advanced drug 47 development program at the Oakdale research park, 48 including salaries, support, maintenance, equipment, 49 miscellaneous purposes, and for not more than the 50 following full-time equivalent positions:

S3285.3366.S (1) 84

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1\$ 209,279 2 FTEs 6.00 2. The state university of Iowa shall do all of the 3 4 following: a. Direct expenditures for research toward projects 5 6 that will provide economic stimulus for Iowa. b. Provide emphasis to providing services to 7 8 Iowa-based companies. 9 3. Notwithstanding section 8.33, moneys 10 appropriated in this section that remain unencumbered 11 or unobligated at the close of the fiscal year shall 12 not revert but shall remain available for expenditure 13 for the purposes designated until the close of the 14 succeeding fiscal year. Sec. 13. UNIVERSITY OF NORTHERN IOWA. 15 16 1. There is appropriated from the general fund of 17 the state to the university of northern Iowa for the 18 fiscal year beginning July 1, 2011, and ending June 30, 19 2012, the following amount, or so much thereof as is 20 necessary, to be used for the metal casting institute, 21 the MyEntreNet internet application, and the institute 22 of decision making, including salaries, support, 23 maintenance, miscellaneous purposes, and for not more 24 than the following full-time equivalent positions: 574,716 25 \$ 26 FTEs 6.75 27 2. Of the moneys appropriated pursuant to 28 subsection 1, the university of northern Iowa shall 29 allocate at least \$117,639 for purposes of support 30 of entrepreneurs through the university's regional 31 business center. 32 The university of northern Iowa shall do all of 3. 33 the following: 34 a. Direct expenditures for research toward projects 35 that will provide economic stimulus for Iowa. b. Provide emphasis to providing services to 36 37 Iowa-based companies. 38 4. Notwithstanding section 8.33, moneys 39 appropriated in this section that remain unencumbered 40 or unobligated at the close of the fiscal year shall 41 not revert but shall remain available for expenditure 42 for the purposes designated until the close of the 43 succeeding fiscal year. 44 Sec. 14. BOARD OF REGENTS REPORT. The state board 45 of regents shall submit a report on the progress of 46 regents institutions in meeting the strategic plan for 47 technology transfer and economic development to the 48 secretary of the senate, the chief clerk of the house 49 of representatives, and the legislative services agency 50 by January 15, 2012.

> S3285.3366.S (l) 84 jh

Sec. 15. DEPARTMENT OF WORKFORCE 1 2 DEVELOPMENT. There is appropriated from the general 3 fund of the state to the department of workforce 4 development for the fiscal year beginning July 1, 2011, 5 and ending June 30, 2012, the following amounts, or 6 so much thereof as is necessary, for the purposes 7 designated: 8 1. DIVISION OF LABOR SERVICES a. For the division of labor services, including 9 10 salaries, support, maintenance, miscellaneous 11 purposes, and for not more than the following full-time 12 equivalent positions: 13 \$ 3,495,440 14 FTEs 64.00 15 b. From the contractor registration fees, the 16 division of labor services shall reimburse the 17 department of inspections and appeals for all costs 18 associated with hearings under chapter 91C, relating 19 to contractor registration. 2. DIVISION OF WORKERS' COMPENSATION 20 21 a. For the division of workers' compensation, 22 including salaries, support, maintenance, miscellaneous 23 purposes, and for not more than the following full-time 24 equivalent positions: 25 \$ 3,066,768 26 FTEs 30.00 27 b. The division of workers' compensation shall 28 charge a \$100 filing fee for workers' compensation 29 cases. The filing fee shall be paid by the petitioner 30 of a claim. However, the fee can be taxed as a cost 31 and paid by the losing party, except in cases where 32 it would impose an undue hardship or be unjust under 33 the circumstances. The moneys generated by the filing 34 fee allowed under this subsection are appropriated to 35 the department of workforce development to be used for 36 purposes of administering the division of workers' 37 compensation. 3. WORKFORCE DEVELOPMENT OPERATIONS 38 a. 39 For the operation of field offices, the 40 workforce development board, and for not more than the 41 following full-time equivalent positions: 42 \$ 8,671,352 43 FTEs 130.00 b. Of the moneys appropriated in paragraph "a" 44 45 of this subsection, the department shall allocate 46 \$8,660,480 for the operation of field offices. c. The department shall not reduce the number of 47 48 field offices below the number of field offices being 49 operated as of January 1, 2009. 50 4. OFFENDER REENTRY PROGRAM

-9-

S3285.3366.S (1) 84

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1 a. For the development and administration of an 2 offender reentry program to provide offenders with 3 employment skills, and for not more than the following 4 full-time equivalent positions: 284,464 5 6 FTEs 3.00 7 b. The department shall partner with the department 8 of corrections to provide staff within the correctional 9 facilities to improve offenders' abilities to find and 10 retain productive employment. 11 5. DEFINITIONS 12 For purposes of this section: 'Field office" means a satellite office of 13 a. 14 a workforce development center through which the 15 workforce development center maintains a physical 16 presence in a county as described in section 84B.2. 17 For purposes of this paragraph, a workforce development 18 center maintains a physical presence in a county if the 19 center employs a staff person. "Field office" does not 20 include the presence of a workforce development center 21 maintained by electronic means. "Workforce development center" means a center 22 b. 23 at which state and federal employment and training 24 programs are colocated and at which services are 25 provided at a local level as described in section 26 84B.1. 27 NONREVERSION 6. Notwithstanding section 8.33, moneys appropriated in 28 29 this section that remain unencumbered or unobligated 30 at the close of the fiscal year shall not revert but 31 shall remain available for expenditure for the purposes 32 designated until the close of the succeeding fiscal 33 year. 34 Sec. 16. WORKERS' COMPENSATION CARRYFORWARD 35 APPROPRIATION. There is appropriated from the general fund of 36 1. 37 the state to the department of workforce development 38 for the fiscal year beginning July 1, 2010, and 39 ending June 30, 2011, the following amount, or so much 40 thereof as is necessary, to be used for the purposes 41 designated: For expenditure in the fiscal year beginning July 42 43 1, 2011, for the division of workers' compensation, 44 including salaries, support, maintenance, and 45 miscellaneous purposes: 46\$ 300,000 47 2. Notwithstanding section 8.33, moneys 48 appropriated in this section that remain unencumbered 49 or unobligated at the close of the fiscal year shall 50 not revert but shall remain available for expenditure S3285.3366.S (1) 84

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-10-

1 for the purposes designated until the close of the 2 succeeding fiscal year. Sec. 17. ACCOUNTABILITY — AUDIT. The auditor of 3 4 state shall annually conduct an audit of the department 5 of workforce development and shall report the findings 6 of such annual audit, including the accountability 7 of programs of the department, to the chairpersons 8 and ranking members of the joint appropriations The department 9 subcommittee on economic development. 10 shall pay for the costs associated with the audit. Sec. 18. EMPLOYMENT SECURITY CONTINGENCY FUND. 11 12 There is appropriated from the special 1. 13 employment security contingency fund to the department 14 of workforce development for the fiscal year beginning 15 July 1, 2011, and ending June 30, 2012, the following 16 amount, or so much thereof as is necessary, to be used 17 for field offices: 18 \$ 1,217,084 19 2. Any remaining additional penalty and interest 20 revenue collected by the department of workforce 21 development is appropriated to the department for the 22 fiscal year beginning July 1, 2011, and ending June 30, 23 2012, to accomplish the mission of the department. 24 Sec. 19. UNEMPLOYMENT COMPENSATION RESERVE FUND 25 — FIELD OFFICES. Notwithstanding section 96.9, 26 subsection 8, paragraph "e", there is appropriated 27 from interest earned on the unemployment compensation 28 reserve fund to the department of workforce development 29 for the fiscal year beginning July 1, 2011, and ending 30 June 30, 2012, the following amount or so much thereof 31 as is necessary, for the purposes designated: For the operation of field offices: 32 33 \$ 4,238,260 Sec. 20. GENERAL FUND - EMPLOYEE MISCLASSIFICATION 34 35 PROGRAM. There is appropriated from the general fund 36 of the state to the department of workforce development 37 for the fiscal year beginning July 1, 2011, and 38 ending June 30, 2012, the following amount, or so much 39 thereof as is necessary, to be used for the purposes 40 designated: 41 For enhancing efforts to investigate employers that 42 misclassify workers and for not more than the following 43 full-time equivalent positions: 44 \$ 451,458 45 FTEs 8.10 46 Sec. 21. APPROPRIATIONS RESTRICTED. The department 47 of workforce development shall not use any of the 48 moneys appropriated in this division of this Act for 49 purposes of the national career readiness certificate 50 program.

Sec. 22. IOWA FINANCE AUTHORITY. 1 2 1. There is appropriated from the general fund 3 of the state to the Iowa finance authority for the 4 fiscal year beginning July 1, 2011, and ending June 30, 5 2012, the following amount, or so much thereof as is 6 necessary, to be used to provide reimbursement for rent 7 expenses to eligible persons under the rent subsidy 8 program: 9 \$ 658,000 10 2. Participation in the rent subsidy program 11 shall be limited to only those persons who meet the 12 requirements for the nursing facility level of care for 13 home and community-based services waiver services as in 14 effect on July 1, 2011, and to those individuals who 15 are eligible for the federal money follows the person 16 grant program under the medical assistance program. Of 17 the moneys appropriated in this section, not more than 18 \$35,000 may be used for administrative costs. 19 Sec. 23. IOWA FINANCE AUTHORITY AUDIT. The auditor 20 of state is requested to review the audit of the Iowa 21 finance authority performed by the auditor hired by the 22 authority. 23 Sec. 24. PUBLIC EMPLOYMENT RELATIONS BOARD. 24 There is appropriated from the general fund of 1. 25 the state to the public employment relations board for 26 the fiscal year beginning July 1, 2011, and ending June 27 30, 2012, the following amount, or so much thereof as 28 is necessary, for the purposes designated: 29 For salaries, support, maintenance, miscellaneous 30 purposes, and for not more than the following full-time 31 equivalent positions: 32 \$ 1,057,871 33 FTEs 10.00 34 2. Of the moneys appropriated in this section, 35 the board shall allocate \$15,000 for maintaining a 36 website that allows searchable access to a database of 37 collective bargaining information. Sec. 25. UNEMPLOYMENT COMPENSATION PROGRAM. Notwithstanding 38 39 section 96.9, subsection 4, paragraph "a", moneys 40 credited to the state by the secretary of the treasury 41 of the United States pursuant to section 903 of 42 the Social Security Act are appropriated to the 43 department of workforce development and shall be 44 used by the department for the administration of 45 the unemployment compensation program only. This 46 appropriation shall not apply to any fiscal year 47 beginning after December 31, 2011. Sec. 26. AGENCY APPEARANCES BEFORE APPROPRIATIONS 48 49 SUBCOMMITTEE. The directors, or the directors' 50 designees, of the Iowa finance authority and the S3285.3366.S (1) 84

-12-

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1 department of economic development, and any successor 2 entities, shall annually appear before the members 3 of the joint subcommittee on economic development 4 appropriations and present a proposed budget. The 5 proposed budget shall include a detailed accounting of 6 all moneys received, from any source, and all moneys 7 expended, for any purpose, during the current fiscal 8 year and the prior fiscal year. The proposed budget 9 shall also include a detailed expenditure plan for such 10 moneys during the next fiscal year. Sec. 27. EFFECTIVE UPON ENACTMENT - RETROACTIVE 11 12 APPLICABILITY. The section of this Act appropriating 13 moneys from the general fund of the state to the 14 department of workforce development in the fiscal 15 year beginning July 1, 2010, for expenditure for the 16 fiscal year beginning July 1, 2011, for the division 17 of workers' compensation, being deemed of immediate 18 importance, takes effect upon enactment, and if 19 approved by the governor after July 1, 2011, applies 20 retroactively to June 30, 2011. 21 DIVISION II 22 MISCELLANEOUS PROVISIONS 23 Sec. 28. Section 15.301, subsection 1, paragraph 24 c, subparagraph (1), Code 2011, is amended to read as 25 follows: 26 (1)If, on March 31, 2011, there are unobligated 27 moneys in the fund, such unobligated moneys shall 28 revert to the general fund of the state be transferred 29 and appropriated to the department of workforce 30 development for the fiscal year beginning July 1, 2011, 31 for purposes of providing funding for field offices. Sec. 29. Section 15E.117, subsection 3, paragraph 32 33 b, Code 2011, is amended by striking the paragraph. 34 Sec. 30. Section 16.41, subsection 1, Code 2011, is 35 amended to read as follows: A shelter assistance fund is created as a 36 1. 37 revolving fund in the state treasury under the control 38 of the authority consisting of any moneys appropriated 39 by the general assembly and received under section 40 428A.8 for purposes of the rehabilitation, expansion, 41 or costs of operations of group home shelters for the 42 homeless and domestic violence shelters, evaluation 43 of services for the homeless, and match moneys for 44 federal funds for the homeless management information 45 system. Each fiscal year, moneys in the fund, in an 46 amount equal to not more than two percent of the total 47 moneys distributed as grants from the fund during the 48 fiscal year, may be used for purposes of administering 49 the fund. Section 123.183, subsection 2, paragraph 50 Sec. 31.

S3285.3366.S (1) 84

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1 b, Code 2011, is amended by striking the paragraph and 2 inserting in lieu thereof the following: (1) A wine gallonage tax fund is created in the 3 b. 4 office of the treasurer of state. (2) Moneys deposited in the fund are appropriated 5 6 as follows: 7 To the midwest grape and wine industry (a) 8 institute at Iowa state university of science and 9 technology, one hundred twenty thousand dollars. 10 (b) To the department of economic development for 11 purposes of section 15E.117, the balance of moneys 12 in the fund after the appropriation in subparagraph 13 subdivision (a). 14 (3) Moneys in the fund and moneys appropriated from 15 the fund pursuant to subparagraph (2) are not subject 16 to reversion under section 8.33. Sec. 32. Section 404A.1, subsection 2, paragraph d, 17 18 as enacted by 2011 Iowa Acts, Senate File 521, section 19 1, is amended to read as follows: "Rehabilitation period" means the period of time 20 d. 21 during which an eligible property is rehabilitated 22 commencing from the date on which the first qualified 23 rehabilitation cost is incurred and ending with the end 24 of the taxable year in which the property is placed 25 in service. A project's rehabilitation period may 26 include dates that precede approval of a project under 27 section 404A.3, but any costs incurred prior to such 28 approval must be qualified rehabilitation expenditures 29 as defined in section 47(c)(2) of the Internal Revenue 30 Code in order to be qualified rehabilitation costs 31 under this 32 chapter costs. Sec. 33. Section 427.1, subsection 21, Code 2011, 33 34 is amended to read as follows: 35 21. Low-rent housing. The property owned and 36 operated or controlled by a nonprofit organization, as 37 recognized by the internal revenue service, providing 38 low-rent housing for persons who are elderly and 39 persons with physical and mental disabilities. For 40 the purposes of this subsection, the controlling 41 nonprofit entity may serve as a general partner or 42 managing member of a limited liability company or 43 limited liability partnership which owns the property. The exemption granted under the provisions of this 44 45 subsection shall apply only until the final payment 46 due date of the borrower's original low-rent housing 47 development mortgage or until the borrower's original 48 low-rent housing development mortgage is paid in 49 full or expires, whichever is sooner, subject to 50 the provisions of subsection 14. However, if the

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S3285.3366.S (1) 84

1 borrower's original low-rent housing development 2 mortgage is refinanced, the exemption shall apply 3 only until the date that would have been the final 4 payment due date under the terms of the borrower's 5 original low-rent housing development mortgage or until 6 the refinanced mortgage is paid in full or expires, 7 whichever is sooner, subject to the provisions of 8 subsection 14. 9 Sec. 34. 2008 Iowa Acts, chapter 1190, section 30, 10 subsection 3, is amended to read as follows: 11 3. As part of the plan, the department of workforce 12 development shall set a goal of having at least one 13 certified one-stop center in each of the fifteen 14 workforce regions by the year 2012 2014. 15 Sec. 35. 2010 Iowa Acts, chapter 1184, section 16 37, is amended by adding the following new unnumbered 17 paragraph: 18 NEW UNNUMBERED PARAGRAPH. Notwithstanding section 19 8.33, moneys appropriated in this section shall not 20 revert at the close of the fiscal year for which they 21 are appropriated but shall remain available for the 22 purposes designated until the close of the fiscal year 23 that begins July 1, 2011. The full-time equivalent 24 position authorized in this section shall continue to 25 be authorized until the close of the fiscal year that 26 begins July 1, 2011. 27 Sec. 36. 2010 Iowa Acts, chapter 1193, section 88, 28 is amended to read as follows: TAIWAN TRADE OFFICE - IOWA COMPREHENSIVE 29 SEC. 88. 30 PETROLEUM UNDERGROUND STORAGE TANK FUND. There is 31 appropriated from the Iowa comprehensive petroleum 32 underground storage tank fund to the department of 33 economic development for the fiscal year beginning 34 July 1, 2010, and ending June 30, 2011, the following 35 amount, or so much thereof as is necessary, to be used 36 for the purposes designated: Notwithstanding section 455G.3, subsection 1, for 37 38 establishing a trade office in Taipei, Taiwan: 39\$ 100,000 40 Notwithstanding section 8.33, moneys appropriated 41 in this section shall not revert at the close of the 42 fiscal year for which they are appropriated but shall 43 remain available for the purposes designated until the 44 close of the fiscal year that begins July 1, 2011. If the department cannot arrange for matching moneys 45 46 from another source by June 30, 2012, in an amount at 47 least equal to the appropriation made in this section, 48 the moneys appropriated in this section shall revert to 49 the Iowa comprehensive petroleum underground storage 50 tank fund.

Sec. 37. EFFECTIVE UPON ENACTMENT - RETROACTIVE 1 2 APPLICABILITY. The section of this division of this Act 3 1. 4 amending section 15.301, being deemed of immediate 5 importance, takes effect upon enactment and applies 6 retroactively to March 30, 2011. 7 The section of this division of this Act 2. 8 amending section 404A.1, subsection 2, being deemed of 9 immediate importance, takes effect upon enactment and 10 applies retroactively to July 1, 2009, for projects 11 approved and tax credits reserved on or after that 12 date. 13 The sections of this division of this Act 3. 14 amending 2010 Iowa Acts, chapter 1193, and 2010 15 Iowa Acts, chapter 1184, being deemed of immediate 16 importance, take effect upon enactment, and if approved 17 by the governor on or after July 1, 2011, apply 18 retroactively to June 30, 2011. 19 DIVISION III 20 TAX CREDITS 21 Sec. 38. Section 15.119, subsection 2, Code 2011, 22 is amended to read as follows: The department, with the approval of the board, 23 2. 24 shall adopt by rule a procedure for allocating the 25 aggregate tax credit limit established in this section 26 among the following programs administered by the 27 department: The high quality job creation program 28 а. 29 administered pursuant to sections 15.326 through 30 15.336. 31 The film, television, and video project b. 32 promotion program administered pursuant to sections 33 15.391 through 15.393. 34 C. The corporate tax research credit under the 35 quality jobs enterprise zone program pursuant to 36 section 15A.9, subsection 8. The enterprise zones program administered 37 d. 38 pursuant to sections 15E.191 through 15E.197. 39 е. The assistive device tax credit program 40 administered pursuant to section 422.11E and section 41 422.33, subsection 9. 42 f. The tax credits for investments in qualifying 43 businesses and community-based seed capital funds 44 issued pursuant to section 15E.43. In allocating tax 45 credits pursuant to this subsection, the department 46 shall allocate two million dollars for purposes of this 47 paragraph. The tax credits for investments in an innovation 48 g. 49 fund pursuant to section 15E.52. In allocating tax 50 credits pursuant to this subsection, the department

S3285.3366.S (1) 84

jh

1 shall allocate eight million dollars for purposes of 2 this paragraph. Sec. 39. Section 15E.42, subsection 2, Code 2011, 3 4 is amended to read as follows: "Board" means the Iowa capital investment 5 2. 6 economic development board created in section 15E.63 7 15.103. Sec. 40. Section 15E.43, subsection 4, Code 2011, 8 9 is amended by striking the subsection and inserting in 10 lieu thereof the following: 11 The board shall not issue tax credits under 4. 12 this section in excess of the amount approved by the 13 department for any one fiscal year pursuant to section 14 15.119. 15 Sec. 41. Section 15E.44, subsection 2, paragraphs d 16 and e, Code 2011, are amended to read as follows: The business is not a business engaged primarily 17 d. 18 in retail sales, real estate, or the provision of 19 health care or other professional services that require 20 a professional license. 21 The business shall not have a net worth that е. 22 exceeds ten five million dollars. NEW SECTION. 23 Sec. 42. 15E.52 Innovation fund 24 investment tax credits. 25 For purposes of this section, unless the context 1. 26 otherwise requires: "Board" means the same as defined in section 27 a. 28 15.102. "Innovation fund" means one or more early-stage 29 b. 30 capital funds certified by the board. c. "Innovative business" means a business applying 31 32 novel or original methods to the manufacture of a 33 product or the delivery of a service. "Innovative 34 business" includes but is not limited to a business 35 engaged in a targeted industry as defined in section 36 15.411. 37 2. a. A tax credit shall be allowed against the 38 taxes imposed in chapter 422, divisions II, III, and V, 39 and in chapter 432, and against the moneys and credits 40 tax imposed in section 533.329, for a portion of a 41 taxpayer's equity investment in the form of cash in an 42 innovation fund. An individual may claim a tax credit under this 43 b. 44 section of a partnership, limited liability company, 45 S corporation, estate, or trust electing to have 46 income taxed directly to the individual. The amount 47 claimed by the individual shall be based upon the 48 pro rata share of the individual's earnings from the 49 partnership, limited liability company, S corporation, 50 estate, or trust.

> S3285.3366.S (1) 84 jh 17/31

1 3. The amount of a tax credit allowed under this 2 section shall equal twenty percent of the taxpayer's 3 equity investment in an innovation fund. A taxpayer shall not claim a tax credit under 4 4. 5 this section if the taxpayer is a venture capital 6 investment fund allocation manager for the Iowa fund 7 of funds created in section 15E.65 or an investor that 8 receives a tax credit for the same investment in a 9 gualifying business as described in section 15E.44 or 10 in a community-based seed capital fund as described in ll section 15E.45. 12 5. a. The board shall issue certificates under 13 this section which may be redeemed for tax credits. 14 The board shall issue such certificates so that not 15 more than the amount allocated for such tax credits 16 under section 15.119, subsection 2, may be claimed. 17 The certificates shall not be transferable. 18 b. The board shall, in cooperation with the 19 department of revenue, establish criteria and 20 procedures for the allocation and issuance of tax 21 credits by means of certificates issued by the board. 22 The criteria shall include the contingencies that must 23 be met for a certificate to be redeemable in order 24 to receive a tax credit. The procedures established 25 by the board, in cooperation with the department 26 of revenue, shall relate to the procedures for the 27 issuance of the certificates and for the redemption of 28 a certificate and related tax credit. 29 6. A taxpayer shall not redeem a certificate 30 and related tax credit prior to the third tax year 31 following the tax year in which the investment is 32 made. Any tax credit in excess of the taxpayer's 33 liability for the tax year may be credited to the 34 tax liability for the following five years or until 35 depleted, whichever is earlier. A tax credit shall not 36 be carried back to a tax year prior to the tax year in 37 which the taxpayer claims the tax credit. 38 7. An innovation fund shall submit an application 39 for certification to the board. The board shall 40 approve the application and certify the innovation fund 41 if all of the following criteria are met: 42 The fund is organized for the purposes of making а. 43 investments in promising early-stage companies which 44 have a principal place of business in the state and for 45 using the profits from such investments to fund further 46 investments. 47 The fund proposes to make investments in *b*. 48 innovative businesses. The fund seeks to secure private funding sources 49 с.

50 for investment in such businesses.

S3285.3366.S (1) 84

1 Sec. 43. NEW SECTION. 422.11Y Innovation fund 2 investment tax credits. The taxes imposed under this division, less the 3 4 credits allowed under section 422.12, shall be reduced 5 by an innovation fund investment tax credit allowed 6 under section 15E.52. 7 Sec. 44. Section 422.33, Code 2011, is amended by 8 adding the following new subsection: NEW SUBSECTION. 13. The taxes imposed under 9 10 this division shall be reduced by an innovation fund 11 investment tax credit allowed under section 15E.52. Sec. 45. Section 422.60, Code 2011, is amended by 12 13 adding the following new subsection: 14 NEW SUBSECTION. 13. The taxes imposed under 15 this division shall be reduced by an innovation fund 16 investment tax credit allowed under section 15E.52. Sec. 46. NEW SECTION. 432.12M Innovation fund 17 18 investment tax credit. The taxes imposed under this chapter shall be 19 20 reduced by an innovation fund investment tax credit 21 allowed under section 15E.52. 22 Sec. 47. Section 533.329, subsection 2, Code 2011, 23 is amended by adding the following new paragraph: 24 NEW PARAGRAPH. 1. The moneys and credits tax 25 imposed under this section shall be reduced by an 26 innovation fund investment tax credit allowed under 27 section 15E.52. Sec. 48. CODE EDITOR DIRECTIVE. If 2011 Iowa Acts, 28 29 House File 590, is enacted, the Code editor is directed 30 to change references in this Act from "economic 31 development board" to "economic development authority." Sec. 49. RETROACTIVE APPLICABILITY. This division 32 33 of this Act applies retroactively to January 1, 2011, 34 for tax years beginning and investments made on or 35 after that date. 36 DIVISION IV FY 2012-2013 37 38 Sec. 50. DEPARTMENT OF CULTURAL AFFAIRS. There 39 is appropriated from the general fund of the state to 40 the department of cultural affairs for the fiscal year 41 beginning July 1, 2012, and ending June 30, 2013, the 42 following amounts, or so much thereof as is necessary, 43 to be used for the purposes designated: 44 1. ADMINISTRATION 45 For salaries, support, maintenance, miscellaneous 46 purposes, and for not more than the following full-time 47 equivalent positions for the department: 90,907 48\$ 49 FTEs 74.50 50 The department of cultural affairs shall coordinate S3285.3366.S (1) 84

-19- jh 19/31

1 activities with the tourism office of the department of 2 economic development to promote attendance at the state 3 historical building and at this state's historic sites. Full-time equivalent positions authorized under 4 5 this subsection shall be funded, in full or in part, 6 using moneys appropriated under this subsection and 7 subsections 3 through 7. 2. COMMUNITY CULTURAL GRANTS 8 9 For planning and programming for the community 10 cultural grants program established under section 11 303.3: 12 \$ 86,045 3. HISTORICAL DIVISION 13 14 For the support of the historical division: 15 \$ 1,383,851 4. HISTORIC SITES 16 For the administration and support of historic 17 18 sites: 19 \$ 213,199 20 5. ARTS DIVISION 21 For the support of the arts division: 22 \$ 466,882 6. IOWA GREAT PLACES 23 24 For the Iowa great places program established under 25 section 303.3C: 26 \$ 96,912 7. ARCHIVE IOWA GOVERNORS' RECORDS 27 For archiving the records of Iowa governors: 28 29 \$ 32,967 30 8. RECORDS CENTER RENT 31 For payment of rent for the state records center: 32\$ 113,622 33 9. BATTLE FLAGS 34 For continuation of the project recommended by the 35 Iowa battle flag advisory committee to stabilize the 36 condition of the battle flag collection: 37 \$ 30,000 Sec. 51. GOALS AND ACCOUNTABILITY - ECONOMIC 38 39 DEVELOPMENT. 40 1. For the fiscal year beginning July 1, 2012, the 41 goals for the department of economic development shall 42 be to expand and stimulate the state economy, increase 43 the wealth of Iowans, and increase the population of 44 the state. 45 2. To achieve the goals in subsection 1, the 46 department of economic development shall do all of the 47 following for the fiscal year beginning July 1, 2012: a. Concentrate its efforts on programs and 48 49 activities that result in commercially viable products 50 and services.

-20-

S3285.3366.S (1) 84 jh 20/31

1 b. Adopt practices and services consistent with 2 free market, private sector philosophies. Ensure economic growth and development 3 c. 4 throughout the state. d. Work with businesses and communities to 5 6 continually improve the economic development climate 7 along with the economic well-being and quality of life 8 for Iowans. 9 e. Coordinate with other state agencies to 10 ensure that they are attentive to the needs of an 11 entrepreneurial culture. f. Establish a strong and aggressive marketing 12 13 image to showcase Iowa's workforce, existing industry, 14 and potential. A priority shall be placed on 15 recruiting new businesses, business expansion, and 16 retaining existing Iowa businesses. Emphasis shall be 17 placed on entrepreneurial development through helping 18 entrepreneurs secure capital, and developing networks 19 and a business climate conducive to entrepreneurs and 20 small businesses. 21 g. Encourage the development of communities and 22 quality of life to foster economic growth. h. Prepare communities for future growth and 23 24 development through development, expansion, and 25 modernization of infrastructure. 26 i. Develop public-private partnerships with 27 Iowa businesses in the tourism industry, Iowa tour 28 groups, Iowa tourism organizations, and political 29 subdivisions in this state to assist in the development 30 of advertising efforts. j. Develop, to the fullest extent possible, 31 32 cooperative efforts for advertising with contributions 33 from other sources. 34 Sec. 52. DEPARTMENT OF ECONOMIC DEVELOPMENT. 35 1. APPROPRIATION There is appropriated from the general fund of the 36 37 state to the department of economic development for the 38 fiscal year beginning July 1, 2012, and ending June 39 30, 2013, the following amounts, or so much thereof as 40 is necessary, to be used for the purposes designated 41 in subsection 2, and for not more than the following 42 full-time equivalent positions: 43 \$ 4,819,395 44 FTEs 149.00 2. DESIGNATED PURPOSES 45 46 For salaries, support, miscellaneous purposes, a. 47 programs, and the maintenance of an administration 48 division, a business development division, and a 49 community development division. 50 b. The full-time equivalent positions authorized S3285.3366.S (1) 84

-21-

jh

1 under this section shall be funded, in whole or in 2 part, by the moneys appropriated under subsection 1 or 3 by other moneys received by the department, including 4 certain federal moneys. For business development operations and 5 c. 6 programs, the film office, international trade, export 7 assistance, workforce recruitment, and the partner 8 state program. For transfer to the strategic investment fund 9 d. 10 created in section 15.313. 11 e. For transfer to the grow Iowa values fund 12 created in section 15G.111. f. For community economic development programs, 13 14 tourism operations, community assistance, plans 15 for Iowa green corps and summer youth programs, 16 the mainstreet and rural mainstreet programs, the 17 school-to-career program, the community development 18 block grant, and housing and shelter-related programs. g. For achieving the goals and accountability, and 19 20 fulfilling the requirements and duties required under 21 this Act. 22 3. NONREVERSION 23 Notwithstanding section 8.33, moneys appropriated in 24 subsection 1 that remain unencumbered or unobligated 25 at the close of the fiscal year shall not revert but 26 shall remain available for expenditure for the purposes 27 designated in subsection 2 until the close of the 28 succeeding fiscal year. 29 FINANCIAL ASSISTANCE RESTRICTIONS 4. 30 a. A business creating jobs through moneys 31 appropriated in this section shall be subject to 32 contract provisions requiring new and retained jobs to 33 be filled by individuals who are citizens of the United 34 States who reside within the United States or any 35 person authorized to work in the United States pursuant 36 to federal law, including legal resident aliens in the 37 United States. 38 b. Any vendor who receives moneys appropriated in 39 this section shall adhere to such contract provisions 40 and provide periodic assurances as the state shall 41 require that the jobs are filled solely by citizens of 42 the United States who reside within the United States 43 or any person authorized to work in the United States 44 pursuant to federal law, including legal resident 45 aliens in the United States. 46 c. A business that receives financial assistance 47 from the department from moneys appropriated in 48 this section shall only employ individuals legally 49 authorized to work in this state. In addition to all 50 other applicable penalties provided by current law, all

S3285.3366.S (1) 84

jh

1 or a portion of the assistance received by a business 2 which is found to knowingly employ individuals not 3 legally authorized to work in this state is subject to 4 recapture by the department. 5 5. USES OF APPROPRIATIONS

6 a. From the moneys appropriated in this section, 7 the department may provide financial assistance in the 8 form of a grant to a community economic development 9 entity for conducting a local workforce recruitment 10 effort designed to recruit former citizens of the state 11 and former students at colleges and universities in the 12 state to meet the needs of local employers.

b. From the moneys appropriated in this section, the department may provide financial assistance to searly stage industry companies being established by women entrepreneurs.

17 c. From the moneys appropriated in this section, 18 the department may provide financial assistance in the 19 form of grants, loans, or forgivable loans for advanced 20 research and commercialization projects involving 21 value-added agriculture, advanced technology, or 22 biotechnology.

d. The department shall not use any moneys appropriated in this section for purposes of providing financial assistance for the Iowa green streets pilot project or for any other program or project that rinvolves the installation of geothermal systems for melting snow and ice from streets or sidewalks.

29 6. WORLD FOOD PRIZE

30 For allocating moneys for the world food prize and 31 notwithstanding the standing appropriation in section 32 15.368, subsection 1:

33 \$ 250,000 34 7. IOWA COMMISSION ON VOLUNTEER SERVICE For allocation to the Iowa commission on volunteer 35 36 service for the Iowa's promise and mentoring 37 partnership programs, for transfer to the Iowa state 38 commission grant program, and for not more than the 39 following full-time equivalent positions: 40\$ 89,067 41 FTEs 7.00 Of the moneys appropriated in this subsection, the 42 43 department shall allocate \$37,500 for purposes of 44 the Iowa state commission grant program and \$51,567 45 for purposes of the Iowa's promise and mentoring 46 partnership programs. Notwithstanding section 8.33, moneys appropriated in 47

48 this subsection that remain unencumbered or unobligated 49 at the close of the fiscal year shall not revert but 50 shall remain available for expenditure for the purposes

S3285.3366.S (1) 84

-23-

jh

1 designated until the close of the succeeding fiscal 2 year. Sec. 53. VISION IOWA PROGRAM - FTE 3 4 AUTHORIZATION. For purposes of administrative 5 duties associated with the vision Iowa program for the 6 fiscal year beginning July 1, 2012, the department of 7 economic development is authorized an additional 2.25 8 FTEs above those otherwise authorized in this division 9 of this Act. 10 Sec. 54. INSURANCE ECONOMIC DEVELOPMENT. From 11 the moneys collected by the division of insurance in 12 excess of the anticipated gross revenues under section 13 505.7, subsection 3, during the fiscal year beginning 14 July 1, 2012, \$100,000 shall be transferred to the 15 department of economic development for insurance 16 economic development and international insurance 17 economic development. Sec. 55. COMMUNITY DEVELOPMENT LOAN 18 19 FUND. Notwithstanding section 15E.120, subsection 20 5, there is appropriated from the Iowa community 21 development loan fund all moneys available during the 22 fiscal year beginning July 1, 2012, and ending June 30, 23 2013, to the department of economic development for 24 purposes of the community development program. 25 Sec. 56. WORKFORCE DEVELOPMENT FUND. There is 26 appropriated from the workforce development fund 27 account created in section 15.342A to the workforce 28 development fund created in section 15.343 for the 29 fiscal year beginning July 1, 2012, and ending June 30 30, 2013, the following amount, for purposes of the 31 workforce development fund: 32 \$ 2,000,000 33 Sec. 57. WORKFORCE DEVELOPMENT 34 ADMINISTRATION. From moneys appropriated or 35 transferred to or receipts credited to the workforce 36 development fund created in section 15.343, up to 37 \$400,000 for the fiscal year beginning July 1, 38 2012, and ending June 30, 2013, are appropriated 39 to the department of economic development for the 40 administration of workforce development activities 41 including salaries, support, maintenance, and 42 miscellaneous purposes, and for not more than the 43 following full-time equivalent positions: 44 FTEs 4.00 Sec. 58. JOB TRAINING FUND. Notwithstanding 45 46 section 15.251, all moneys in the job training fund on 47 July 1, 2012, and any moneys appropriated or credited 48 to the fund during the fiscal year beginning July 1, 49 2012, shall be transferred to the workforce development 50 fund established pursuant to section 15.343.

-24-

S3285.3366.S (1) 84 jh

Sec. 59. IOWA STATE UNIVERSITY. 1 2 1. There is appropriated from the general fund 3 of the state to Iowa state university of science 4 and technology for the fiscal year beginning July 5 1, 2012, and ending June 30, 2013, the following 6 amount, or so much thereof as is necessary, to be used 7 for small business development centers, the science 8 and technology research park, and the institute for 9 physical research and technology, and for not more than 10 the following full-time equivalent positions: 11 \$ 1,212,151 12 FTEs 56.63 13 2. Of the moneys appropriated in subsection 1, 14 Iowa state university of science and technology shall 15 allocate at least \$468,178 for purposes of funding 16 small business development centers. Iowa state 17 university of science and technology may allocate 18 moneys appropriated in subsection 1 to the various 19 small business development centers in any manner 20 necessary to achieve the purposes of this subsection. 21 3. Iowa state university of science and technology 22 shall do all of the following: a. Direct expenditures for research toward projects 23 24 that will provide economic stimulus for Iowa. b. Provide emphasis to providing services to 25 26 Iowa-based companies. 27 4. It is the intent of the general assembly 28 that the industrial incentive program focus on Iowa 29 industrial sectors and seek contributions and in-kind 30 donations from businesses, industrial foundations, and 31 trade associations, and that moneys for the institute 32 for physical research and technology industrial 33 incentive program shall be allocated only for projects 34 which are matched by private sector moneys for directed 35 contract research or for nondirected research. The 36 match required of small businesses as defined in 37 section 15.102, subsection 6, for directed contract 38 research or for nondirected research shall be \$1 for 39 each \$3 of state funds. The match required for other 40 businesses for directed contract research or for 41 nondirected research shall be \$1 for each \$1 of state 42 funds. The match required of industrial foundations 43 or trade associations shall be \$1 for each \$1 of state 44 funds. 45 Iowa state university of science and technology 46 shall report annually to the joint appropriations 47 subcommittee on economic development and the 48 legislative services agency the total amount of 49 private contributions, the proportion of contributions 50 from small businesses and other businesses, and

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S3285.3366.S (1) 84

1 the proportion for directed contract research and 2 nondirected research of benefit to Iowa businesses and 3 industrial sectors. 4 5. Notwithstanding section 8.33, moneys 5 appropriated in this section that remain unencumbered 6 or unobligated at the close of the fiscal year shall 7 not revert but shall remain available for expenditure 8 for the purposes designated until the close of the 9 succeeding fiscal year. 10 Sec. 60. UNIVERSITY OF IOWA. 11 1. There is appropriated from the general fund 12 of the state to the state university of Iowa for the 13 fiscal year beginning July 1, 2012, and ending June 14 30, 2013, the following amount, or so much thereof 15 as is necessary, to be used for the state university 16 of Iowa research park and for the advanced drug 17 development program at the Oakdale research park, 18 including salaries, support, maintenance, equipment, 19 miscellaneous purposes, and for not more than the 20 following full-time equivalent positions: 21 \$ 104,640 22 FTEs 6.00 2. The state university of Iowa shall do all of the 23 24 following: 25 a. Direct expenditures for research toward projects 26 that will provide economic stimulus for Iowa. 27 b. Provide emphasis to providing services to 28 Iowa-based companies. Notwithstanding section 8.33, moneys 29 3. 30 appropriated in this section that remain unencumbered 31 or unobligated at the close of the fiscal year shall 32 not revert but shall remain available for expenditure 33 for the purposes designated until the close of the 34 succeeding fiscal year. 35 Sec. 61. UNIVERSITY OF NORTHERN IOWA. There is appropriated from the general fund of 36 1. 37 the state to the university of northern Iowa for the 38 fiscal year beginning July 1, 2012, and ending June 30, 39 2013, the following amount, or so much thereof as is 40 necessary, to be used for the metal casting institute, 41 the MyEntreNet internet application, and the institute 42 of decision making, including salaries, support, 43 maintenance, miscellaneous purposes, and for not more 44 than the following full-time equivalent positions: 287,358 45 \$ 46 FTEs 6.75 47 2. Of the moneys appropriated pursuant to 48 subsection 1, the university of northern Iowa shall 49 allocate at least \$58,820 for purposes of support 50 of entrepreneurs through the university's regional

S3285.3366.S (1) 84

jh

1 business center. 2 3. The university of northern Iowa shall do all of 3 the following: a. Direct expenditures for research toward projects 4 5 that will provide economic stimulus for Iowa. b. Provide emphasis to providing services to 6 7 Iowa-based companies. Notwithstanding section 8.33, moneys 8 4. 9 appropriated in this section that remain unencumbered 10 or unobligated at the close of the fiscal year shall 11 not revert but shall remain available for expenditure 12 for the purposes designated until the close of the 13 succeeding fiscal year. Sec. 62. BOARD OF REGENTS REPORT. The state board 14 15 of regents shall submit a report on the progress of 16 regents institutions in meeting the strategic plan for 17 technology transfer and economic development to the 18 secretary of the senate, the chief clerk of the house 19 of representatives, and the legislative services agency 20 by January 15, 2013. 21 Sec. 63. DEPARTMENT OF WORKFORCE 22 DEVELOPMENT. There is appropriated from the general 23 fund of the state to the department of workforce 24 development for the fiscal year beginning July 1, 2012, 25 and ending June 30, 2013, the following amounts, or 26 so much thereof as is necessary, for the purposes 27 designated: DIVISION OF LABOR SERVICES 28 1. 29 For the division of labor services, including a. 30 salaries, support, maintenance, miscellaneous 31 purposes, and for not more than the following full-time 32 equivalent positions: 33 \$ 1,747,720 34 FTEs 64.00 35 b. From the contractor registration fees, the 36 division of labor services shall reimburse the 37 department of inspections and appeals for all costs 38 associated with hearings under chapter 91C, relating 39 to contractor registration. 2. DIVISION OF WORKERS' COMPENSATION 40 For the division of workers' compensation, 41 a. 42 including salaries, support, maintenance, miscellaneous 43 purposes, and for not more than the following full-time 44 equivalent positions: 45 \$ 1,533,384 46 FTEs 30.00 b. The division of workers' compensation shall 47 48 charge a \$100 filing fee for workers' compensation 49 cases. The filing fee shall be paid by the petitioner 50 of a claim. However, the fee can be taxed as a cost S3285.3366.S (1) 84

-27-

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1 and paid by the losing party, except in cases where 2 it would impose an undue hardship or be unjust under 3 the circumstances. The moneys generated by the filing 4 fee allowed under this subsection are appropriated to 5 the department of workforce development to be used for 6 purposes of administering the division of workers' 7 compensation. 8 3. WORKFORCE DEVELOPMENT OPERATIONS 9 For the operation of field offices, the a. 10 workforce development board, and for not more than the 11 following full-time equivalent positions: 12 \$ 4,335,676 13 FTEs 130.00 14 b. Of the moneys appropriated in paragraph "a" 15 of this subsection, the department shall allocate 16 \$4,330,240 for the operation of field offices. c. The department shall not reduce the number of 17 18 field offices below the number of field offices being 19 operated as of January 1, 2009. 4. OFFENDER REENTRY PROGRAM 20 21 a. For the development and administration of an 22 offender reentry program to provide offenders with 23 employment skills, and for not more than the following 24 full-time equivalent positions: 25 \$ 142,232 26 FTEs 3.00 27 b. The department shall partner with the department 28 of corrections to provide staff within the correctional 29 facilities to improve offenders' abilities to find and 30 retain productive employment. 31 5. DEFINITIONS 32 For purposes of this section: a. "Field office" means a satellite office of 33 34 a workforce development center through which the 35 workforce development center maintains a physical 36 presence in a county as described in section 84B.2. 37 For purposes of this paragraph, a workforce development 38 center maintains a physical presence in a county if the 39 center employs a staff person. "Field office" does not 40 include the presence of a workforce development center 41 maintained by electronic means. b. "Workforce development center" means a center 42 43 at which state and federal employment and training 44 programs are colocated and at which services are 45 provided at a local level as described in section 46 84B.1. 47 6. NONREVERSION 48 Notwithstanding section 8.33, moneys appropriated in 49 this section that remain unencumbered or unobligated 50 at the close of the fiscal year shall not revert but S3285.3366.S (1) 84

jh

28/31

-28-

1 shall remain available for expenditure for the purposes 2 designated until the close of the succeeding fiscal 3 year. 4 Sec. 64. ACCOUNTABILITY — AUDIT. The auditor of 5 state shall annually conduct an audit of the department 6 of workforce development and shall report the findings 7 of such annual audit, including the accountability 8 of programs of the department, to the chairpersons 9 and ranking members of the joint appropriations 10 subcommittee on economic development. The department 11 shall pay for the costs associated with the audit. 12 Sec. 65. EMPLOYMENT SECURITY CONTINGENCY FUND. 13 There is appropriated from the special 1. 14 employment security contingency fund to the department 15 of workforce development for the fiscal year beginning 16 July 1, 2012, and ending June 30, 2013, the following 17 amount, or so much thereof as is necessary, to be used 18 for field offices: 19 \$ 608,542 20 2. Any remaining additional penalty and interest 21 revenue collected by the department of workforce 22 development is appropriated to the department for the 23 fiscal year beginning July 1, 2012, and ending June 30, 24 2013, to accomplish the mission of the department. Sec. 66. UNEMPLOYMENT COMPENSATION RESERVE FUND 25 26 — FIELD OFFICES. Notwithstanding section 96.9, 27 subsection 8, paragraph "e", there is appropriated 28 from interest earned on the unemployment compensation 29 reserve fund to the department of workforce development 30 for the fiscal year beginning July 1, 2012, and ending 31 June 30, 2013, the following amount or so much thereof 32 as is necessary, for the purposes designated: 33 For the operation of field offices: 34 \$ 1,200,000 35 Sec. 67. GENERAL FUND - EMPLOYEE MISCLASSIFICATION 36 PROGRAM. There is appropriated from the general fund 37 of the state to the department of workforce development 38 for the fiscal year beginning July 1, 2012, and 39 ending June 30, 2013, the following amount, or so much 40 thereof as is necessary, to be used for the purposes 41 designated: 42 For enhancing efforts to investigate employers that 43 misclassify workers and for not more than the following 44 full-time equivalent positions: 45 \$ 225,729 46 FTEs 8.10 47 Sec. 68. APPROPRIATIONS RESTRICTED. The department 48 of workforce development shall not use any of the 49 moneys appropriated in this division of this Act for 50 purposes of the national career readiness certificate

-29-

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S3285.3366.S (1) 84

1 program. 2 Sec. 69. IOWA FINANCE AUTHORITY. 3 There is appropriated from the general fund 1. 4 of the state to the Iowa finance authority for the 5 fiscal year beginning July 1, 2012, and ending June 30, 6 2013, the following amount, or so much thereof as is 7 necessary, to be used to provide reimbursement for rent 8 expenses to eligible persons under the rent subsidy 9 program: 10 \$ 329,000 11 2. Participation in the rent subsidy program 12 shall be limited to only those persons who meet the 13 requirements for the nursing facility level of care for 14 home and community-based services waiver services as in 15 effect on July 1, 2011, and to those individuals who 16 are eligible for the federal money follows the person 17 grant program under the medical assistance program. Of 18 the moneys appropriated in this section, not more than 19 \$35,000 may be used for administrative costs. 20 Sec. 70. IOWA FINANCE AUTHORITY AUDIT. The auditor 21 of state is requested to review the audit of the Iowa 22 finance authority performed by the auditor hired by the 23 authority. 24 Sec. 71. PUBLIC EMPLOYMENT RELATIONS BOARD. 25 There is appropriated from the general fund of 1. 26 the state to the public employment relations board for 27 the fiscal year beginning July 1, 2012, and ending June 28 30, 2013, the following amount, or so much thereof as 29 is necessary, for the purposes designated: 30 For salaries, support, maintenance, miscellaneous 31 purposes, and for not more than the following full-time 32 equivalent positions: 33 \$ 528,936 34 FTEs 10.00 35 2. Of the moneys appropriated in this section, 36 the board shall allocate \$15,000 for maintaining a 37 website that allows searchable access to a database of 38 collective bargaining information. 39 Sec. 72. UNEMPLOYMENT COMPENSATION PROGRAM. Notwithstanding 40 section 96.9, subsection 4, paragraph "a", moneys 41 credited to the state by the secretary of the treasury 42 of the United States pursuant to section 903 of 43 the Social Security Act are appropriated to the 44 department of workforce development and shall be 45 used by the department for the administration of 46 the unemployment compensation program only. This 47 appropriation shall not apply to any fiscal year 48 beginning after December 31, 2012. 49 DIVISION V 50 CONDITIONAL EFFECTIVE DATE S3285.3366.S (1) 84

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1AND RETROACTIVE APPLICABILITY2Sec. 73. EFFECTIVE DATE AND RETROACTIVE3APPLICABILITY. Unless otherwise provided, this Act,4if approved by the governor on or after July 1, 2011,5takes effect upon enactment and applies retroactively6to July 1, 2011.>72. Title page, line 5, by striking <and related</td>8matters> and inserting <and addressing related matters</td>9including tax credits>103. By renumbering as necessary.