

House File 725

H-1350

1 Amend House File 725 as follows:

2 1. By striking everything after the enacting clause and
3 inserting:

4 <DIVISION I

5 FY 2023-2024 APPROPRIATIONS

6 Section 1. GOALS AND ACCOUNTABILITY — ECONOMIC
7 DEVELOPMENT.

8 1. For the fiscal year beginning July 1, 2023, the goals
9 for the economic development authority shall be to expand and
10 stimulate the state economy, increase the wealth of Iowans, and
11 increase the population of the state.

12 2. To achieve the goals in subsection 1, the economic
13 development authority shall do all of the following for the
14 fiscal year beginning July 1, 2023:

15 a. Concentrate its efforts on programs and activities that
16 result in commercially viable products and services.

17 b. Adopt practices and services consistent with free
18 market, private sector philosophies.

19 c. Ensure economic growth and development throughout the
20 state.

21 d. Work with businesses and communities to continually
22 improve the economic development climate along with the
23 economic well-being and quality of life for Iowans.

24 e. Coordinate with other state agencies to ensure that they
25 are attentive to the needs of an entrepreneurial culture.

26 f. Establish a strong and aggressive marketing image to
27 showcase Iowa's workforce, existing industry, and potential.

28 A priority shall be placed on recruiting new businesses,
29 business expansion, and retaining existing Iowa businesses.

30 Emphasis shall be placed on entrepreneurial development through
31 helping entrepreneurs secure capital, and developing networks
32 and a business climate conducive to entrepreneurs and small
33 businesses.

34 g. Encourage the development of communities and quality of
35 life to foster economic growth.

HF 725.2166 (1) 90

(amending this HF 725 to CONFORM to SF 559)

1 h. Prepare communities for future growth and development
2 through development, expansion, and modernization of
3 infrastructure.

4 i. Develop public-private partnerships with Iowa businesses
5 in the tourism industry, Iowa tour groups, Iowa tourism
6 organizations, and political subdivisions in this state to
7 assist in the development of advertising efforts.

8 j. Develop, to the fullest extent possible, cooperative
9 efforts for advertising with contributions from other sources.

10 Sec. 2. ECONOMIC DEVELOPMENT AUTHORITY.

11 1. APPROPRIATION

12 a. There is appropriated from the general fund of the state
13 to the economic development authority for the fiscal year
14 beginning July 1, 2023, and ending June 30, 2024, the following
15 amount, or so much thereof as is necessary, to be used for the
16 purposes designated in this subsection, and for not more than
17 the following full-time equivalent positions:

18	\$ 12,807,359
19	FTEs 112.50

20 b. (1) For salaries, support, miscellaneous purposes,
21 programs, marketing, and the maintenance of an administration
22 division, a business development division, a community
23 development division, a small business development division,
24 and other divisions the authority may organize.

25 (2) For business development operations and programs,
26 international trade, export assistance, workforce recruitment,
27 and the partner state program.

28 (3) For transfer to a fund created pursuant to section
29 15.313 for purposes of financing strategic infrastructure
30 projects.

31 (4) For community economic development programs, tourism
32 operations, community assistance, plans for Iowa green corps
33 and summer youth programs, the main street and rural main
34 street programs, the school-to-career program, the community
35 development block grant, and housing and shelter-related

1 programs.

2 (5) For achieving the goals and accountability, and
3 fulfilling the requirements and duties required under this Act.

4 (6) The full-time equivalent positions authorized under
5 this section are funded, in whole or in part, by the moneys
6 appropriated under this subsection or by other moneys received
7 by the authority, including certain federal moneys.

8 c. Notwithstanding [section 8.33](#), moneys appropriated in
9 this subsection that remain unencumbered or unobligated at the
10 close of the fiscal year shall not revert but shall remain
11 available for expenditure for the purposes designated in this
12 subsection until the close of the succeeding fiscal year.

13 2. FINANCIAL ASSISTANCE RESTRICTIONS

14 a. A business creating jobs through moneys appropriated in
15 subsection 1 shall be subject to contract provisions requiring
16 new and retained jobs to be filled by individuals who are
17 citizens of the United States who reside within the United
18 States, or any person authorized to work in the United States
19 pursuant to federal law, including legal resident aliens
20 residing in the United States.

21 b. Any vendor who receives moneys appropriated in
22 subsection 1 shall adhere to such contract provisions and
23 provide periodic assurances as the state shall require that the
24 jobs are filled solely by citizens of the United States who
25 reside within the United States, or any person authorized to
26 work in the United States, pursuant to federal law, including
27 legal resident aliens residing in the United States.

28 c. A business that receives financial assistance from
29 the authority from moneys appropriated in subsection 1 shall
30 only employ individuals legally authorized to work in this
31 state. In addition to all other applicable penalties provided
32 by current law, all or a portion of the assistance received
33 by a business which is found to knowingly employ individuals
34 not legally authorized to work in this state is subject to
35 recapture by the authority.

1 3. USES OF APPROPRIATIONS

2 a. From the moneys appropriated in subsection 1, the
3 authority may provide financial assistance in the form of a
4 grant to a community economic development entity for conducting
5 a local workforce recruitment effort designed to recruit former
6 citizens of the state and former students at colleges and
7 universities in the state to meet the needs of local employers.

8 b. From the moneys appropriated in subsection 1, the
9 authority may provide financial assistance to early stage
10 industry companies being established by women entrepreneurs.

11 c. From the moneys appropriated in subsection 1, the
12 authority may provide financial assistance in the form of
13 grants, loans, or forgivable loans for advanced research and
14 commercialization projects involving value-added agriculture,
15 advanced technology, or biotechnology.

16 d. The authority shall not use any moneys appropriated in
17 subsection 1 for purposes of providing financial assistance for
18 the Iowa green streets pilot project or for any other program
19 or project that involves the installation of geothermal systems
20 for melting snow and ice from streets or sidewalks.

21 4. WORLD FOOD PRIZE

22 In lieu of the standing appropriation in [section 15.368](#),
23 there is appropriated from the general fund of the state to the
24 economic development authority for the fiscal year beginning
25 July 1, 2023, and ending June 30, 2024, the following amount
26 for the world food prize:

27 \$ 500,000

28 5. COUNCILS OF GOVERNMENTS — ASSISTANCE

29 There is appropriated from the general fund of the state
30 to the economic development authority for the fiscal year
31 beginning July 1, 2023, and ending June 30, 2024, the following
32 amount to be used for the purposes of providing financial
33 assistance to Iowa’s councils of governments:

34 \$ 250,000

35 6. BUTCHERY INNOVATION AND REVITALIZATION PROGRAM

1 a. There is appropriated from the general fund of the state
2 to the economic development authority for the fiscal year
3 beginning July 1, 2023, and ending June 30, 2024, the following
4 amount, or so much thereof as is necessary, to be used for the
5 purposes designated:

6 For support of the butchery innovation and revitalization
7 program established in [section 15E.370](#):
8 \$ 633,325

9 b. There is appropriated from the Iowa skilled worker and
10 job creation fund created in [section 8.75](#) to the economic
11 development authority for the fiscal year beginning July 1,
12 2023, and ending June 30, 2024, the following amount, or so
13 much thereof as is necessary, to be used for the purposes
14 designated:

15 For support of the butchery innovation and revitalization
16 program established in [section 15E.370](#):
17 \$ 366,675

18 7. TOURISM OFFICE

19 a. There is appropriated from the general fund of the state
20 to the economic development authority for the fiscal year
21 beginning July 1, 2023, and ending June 30, 2024, the following
22 amount for the tourism office to be used for advertising,
23 promoting, placement, and implementation of the economic
24 development authority's strategic plan for tourism and travel:

25 \$ 1,100,000

26 b. Notwithstanding [section 8.33](#), moneys appropriated in
27 this subsection that remain unencumbered or unobligated at the
28 close of the fiscal year shall not revert but shall remain
29 available for expenditure for the purposes designated until the
30 close of the succeeding fiscal year.

31 c. The economic development authority shall submit an
32 annual report on or before January 15 to the general assembly
33 regarding the tourism office's activities funded with moneys
34 appropriated under this subsection. The report shall be
35 provided in an electronic format and shall include metrics

1 and criteria that allow the general assembly to quantify
2 and evaluate the effectiveness and economic impact of the
3 tourism office's activities related to advertising, promoting,
4 placement, and implementation of the economic development
5 authority's strategic plan for tourism and travel.

6 8. EMPOWER RURAL IOWA

7 a. There is appropriated from the Iowa skilled worker and
8 job creation fund created in section 8.75 to the economic
9 development authority for the fiscal year beginning July 1,
10 2023, and ending June 30, 2024, the following amount, or so
11 much thereof as is necessary, to be used for the purposes
12 designated:

13 Empower rural Iowa program:
14 \$ 700,000

15 b. Notwithstanding section 8.33, moneys appropriated in
16 this subsection that remain unencumbered or unobligated at the
17 close of the fiscal year shall not revert but shall remain
18 available for expenditure for the purposes designated until the
19 close of the succeeding fiscal year.

20 c. The authority shall adopt rules pursuant to chapter
21 17A to establish criteria for the distribution of the moneys
22 appropriated in this subsection.

23 9. CULTURAL AFFAIRS ACTIVITIES

24 a. There is appropriated from the general fund of the state
25 to the economic development authority for the fiscal year
26 beginning July 1, 2023, and ending June 30, 2024, the following
27 amounts, or so much thereof as is necessary, to be used for the
28 purposes designated:

29 (1) For planning and programming for the community cultural
30 grants program established under section 303.3, as amended by
31 2023 Iowa Acts, Senate File 514:
32 \$ 172,090

33 (2) For support of the Iowa arts council:
34 \$ 1,400,000

35 Of the moneys appropriated in this subparagraph, the

HF 725.2166 (1) 90
(amending this HF 725 to CONFORM to SF 559)

1 authority shall allocate \$300,000 for purposes of the film
2 office.

3 (3) For the Iowa great places program established under
4 section 303.3C, as amended by 2023 Iowa Acts, Senate File 514:
5 \$ 149,710

6 (4) For grant programs administered by the Iowa arts
7 council including those programs supporting the long-term
8 financial stability and sustainability of nonprofit cultural
9 organizations:
10 \$ 150,000

11 b. Notwithstanding section 8.33, moneys appropriated in
12 this subsection that remain unencumbered or unobligated at the
13 close of the fiscal year shall not revert but shall remain
14 available for expenditure for the purposes designated until the
15 close of the succeeding fiscal year.

16 Sec. 3. LIMITATIONS OF STANDING APPROPRIATIONS — FY
17 2023-2024. Notwithstanding the standing appropriations
18 in the following designated sections for the fiscal year
19 beginning July 1, 2023, and ending June 30, 2024, the amounts
20 appropriated from the general fund of the state pursuant to
21 those sections for the following purposes shall not exceed the
22 following amounts:

23 1. For operational support grants and community cultural
24 grants under [section 99F.11, subsection 4](#), paragraph “d”,
25 subparagraph (1):
26 \$ 448,403

27 2. For the purposes of regional tourism marketing under
28 [section 99F.11, subsection 4](#), paragraph “d”, subparagraph (2):
29 \$ 1,443,700

30 Sec. 4. FINANCIAL ASSISTANCE REPORTING — ECONOMIC
31 DEVELOPMENT AUTHORITY. The economic development authority
32 shall submit an annual report to the general assembly no later
33 than November 1, 2023, that details the amount of every direct
34 loan, forgivable loan, tax credit, tax exemption, tax refund,
35 grant, or any other financial assistance awarded to a person

1 during the prior fiscal year by the authority under an economic
2 development program administered by the authority. The report
3 shall identify the county where the project associated with
4 each such award is located.

5 Sec. 5. INSURANCE ECONOMIC DEVELOPMENT. From the
6 moneys collected by the insurance division in excess of the
7 anticipated gross revenues under section 505.7, subsection
8 3, during the fiscal year beginning July 1, 2023, \$100,000
9 shall be transferred to the economic development authority for
10 insurance economic development and international insurance
11 economic development.

12 Sec. 6. IOWA FINANCE AUTHORITY.

13 1. There is appropriated from the general fund of the state
14 to the Iowa finance authority for the fiscal year beginning
15 July 1, 2023, and ending June 30, 2024, the following amounts,
16 or so much thereof as is necessary, to be used for the purposes
17 designated:

18 a. Rent subsidy program

19 (1) To provide reimbursement for rent expenses to eligible
20 persons under the home and community-based services rent
21 subsidy program established in section 16.55:

22 \$ 873,000

23 (2) Of the moneys appropriated in this paragraph, not more
24 than \$35,000 may be used for administrative costs.

25 b. Housing renewal pilot program

26 To provide housing renewal moneys to a nonprofit Iowa
27 affiliate to award grants to eligible communities for a housing
28 renewal pilot program:

29 \$ 500,000

30 2. Notwithstanding section 8.33, moneys appropriated in
31 this section that remain unencumbered or unobligated at the
32 close of the fiscal year shall not revert but shall remain
33 available for expenditure for the purposes designated until the
34 close of the succeeding fiscal year.

35 Sec. 7. IOWA FINANCE AUTHORITY AUDIT. The auditor of state

1 is requested to review the audit of the Iowa finance authority
2 performed by the auditor hired by the authority.

3 Sec. 8. PUBLIC EMPLOYMENT RELATIONS BOARD.

4 1. There is appropriated from the general fund of the state
5 to the public employment relations board for the fiscal year
6 beginning July 1, 2023, and ending June 30, 2024, the following
7 amount, or so much thereof as is necessary, to be used for the
8 purposes designated:

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

12	\$ 1,290,230
13	FTEs 9.00

14 2. Of the moneys appropriated in this section, the board
15 shall allocate \$15,000 for maintaining an internet site that
16 allows access to a searchable database of collective bargaining
17 information.

18 Sec. 9. DEPARTMENT OF WORKFORCE DEVELOPMENT. There
19 is appropriated from the general fund of the state to the
20 department of workforce development for the fiscal year
21 beginning July 1, 2023, and ending June 30, 2024, the following
22 amounts, or so much thereof as is necessary, to be used for the
23 purposes designated:

24 1. WORKFORCE DEVELOPMENT OPERATIONS

25 a. For the operation of field offices and the workforce
26 development board, and for not more than the following
27 full-time equivalent positions:

28	\$ 6,675,650
29	FTEs 166.41

30 b. Of the moneys appropriated in paragraph "a", the
31 department shall allocate \$150,000 to the state library for the
32 purpose of licensing an online resource which prepares persons
33 to succeed in the workplace through programs which improve job
34 skills and vocational test-taking abilities.

35 2. OFFENDER REENTRY PROGRAM

1 a. For the development and administration of an offender
2 reentry program to provide offenders with employment skills,
3 and for not more than the following full-time equivalent
4 positions:

5 \$ 387,158
6 FTEs 5.00

7 b. The department of workforce development shall partner
8 with the department of corrections to provide staff within
9 the correctional facilities resources to improve offenders'
10 abilities to find and retain productive employment.

11 3. INTEGRATED INFORMATION FOR IOWA SYSTEM

12 For the payment of services provided by the department of
13 administrative services related to the integrated information
14 for Iowa system:

15 \$ 228,822

16 4. WORKPLACE INJURY AND SAFETY SURVEYS

17 For the operation of workplace safety surveys and workplace
18 data collection and analysis, including salaries, support,
19 maintenance, and miscellaneous purposes, and for not more than
20 the following full-time equivalent positions:

21 \$ 125,555
22 FTEs 3.00

23 5. SUMMER YOUTH INTERN PILOT PROGRAM

24 For the funding of a summer youth intern pilot program that
25 will help young people at risk of not graduating from high
26 school to explore and prepare for high-demand careers through
27 summer work experience, including the development of soft
28 skills:

29 \$ 250,000

30 6. VOCATIONAL REHABILITATION SERVICES DIVISION

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

34 \$ 6,106,732
35 FTEs 248.00

1 For purposes of optimizing the job placement of individuals
2 with disabilities, the division shall make its best efforts
3 to work with community rehabilitation program providers for
4 job placement and retention services for individuals with
5 significant disabilities and most significant disabilities. By
6 January 15, 2024, the division shall submit a written report to
7 the general assembly regarding the division's outreach efforts
8 with community rehabilitation program providers.

9 b. For matching moneys for programs to enable persons
10 with severe physical or mental disabilities to function more
11 independently, including salaries and support, and for not more
12 than the following full-time equivalent positions:

13	\$	84,804
14	FTEs	1.00

15 c. For the entrepreneurs with disabilities program
16 established pursuant to section 259.4, as amended by 2023 Iowa
17 Acts, Senate File 514:

18	\$	138,506
----------	----	---------

19 d. For costs associated with centers for independent
20 living:

21	\$	86,547
----------	----	--------

22 7. ADULT EDUCATION AND LITERACY PROGRAMS

23 For distribution as grants to community colleges for
24 the purpose of adult basic education programs for students
25 requiring instruction in English as a second language:

26	\$	500,000
----------	----	---------

27 In issuing grants under this subsection, the department of
28 workforce development shall use the same application process
29 and criteria as are used for purposes of awarding grants to
30 community colleges for the purpose of adult basic education
31 programs for students requiring instruction in English as a
32 second language using moneys that are appropriated to the
33 department from the Iowa skilled worker and job creation fund.

34 8. FUTURE READY IOWA REGISTERED APPRENTICESHIP DEVELOPMENT
35 PROGRAM

1 For the funding of the future ready Iowa registered
2 apprenticeship development program under chapter 15C, as
3 amended by 2023 Iowa Acts, Senate File 514, to encourage
4 small to midsize businesses to start or grow registered
5 apprenticeships:

6 \$ 760,000

7 Notwithstanding section 8.33, moneys appropriated in this
8 section that remain unencumbered or unobligated at the close of
9 the fiscal year shall not revert but shall remain available for
10 expenditure for the purposes designated until the close of the
11 succeeding fiscal year.

12 Sec. 10. GENERAL FUND — EMPLOYEE MISCLASSIFICATION
13 PROGRAM. There is appropriated from the general fund of the
14 state to the department of workforce development for the fiscal
15 year beginning July 1, 2023, and ending June 30, 2024, the
16 following amount, or so much thereof as is necessary, to be
17 used for the purposes designated:

18 For enhancing efforts to investigate employers that
19 misclassify workers, and for not more than the following
20 full-time equivalent positions:

21 \$ 379,631

22 FTEs 3.00

23 Sec. 11. SPECIAL EMPLOYMENT SECURITY CONTINGENCY FUND.

24 1. There is appropriated from the special employment
25 security contingency fund created in section 96.13 to the
26 department of workforce development for the fiscal year
27 beginning July 1, 2023, and ending June 30, 2024, the following
28 amount, or so much thereof as is necessary, to be used for
29 field offices:

30 \$ 2,416,084

31 2. Any remaining additional penalty and interest revenue
32 collected by the department of workforce development is
33 appropriated to the department for the fiscal year beginning
34 July 1, 2023, and ending June 30, 2024, to accomplish the
35 mission of the department.

1 Sec. 12. UNEMPLOYMENT COMPENSATION RESERVE FUND — FIELD
2 OFFICES. Notwithstanding [section 96.9, subsection 8](#), paragraph
3 “e”, there is appropriated from interest earned on the
4 unemployment compensation reserve fund created in section 96.9
5 to the department of workforce development for the fiscal year
6 beginning July 1, 2023, and ending June 30, 2024, the following
7 amount, or so much thereof as is necessary, to be used for the
8 purposes designated:

9 For the operation of field offices:

10 \$ 2,200,000

11 Sec. 13. VIRTUAL ACCESS WORKFORCE DEVELOPMENT OFFICES. The
12 department of workforce development shall require a unique
13 identification login for all users of workforce development
14 centers operated through electronic means.

15 Sec. 14. UNEMPLOYMENT COMPENSATION PROGRAM.

16 1. Notwithstanding [section 96.9, subsection 4](#), paragraph
17 “a”, moneys credited to the state by the secretary of the
18 treasury of the United States pursuant to section 903 of the
19 federal Social Security Act are appropriated to the department
20 of workforce development and shall be used by the department
21 for the administration of the unemployment compensation program
22 only. This appropriation shall not apply to any fiscal year
23 beginning after December 31, 2023.

24 2. Notwithstanding subsection 1, up to \$800,000, or
25 so much thereof as may be necessary, of the unemployment
26 compensation modernization incentive payments made to the
27 state’s unemployment trust fund account as a special transfer
28 under section 903 of the federal Social Security Act, pursuant
29 to the federal Assistance for Unemployed Workers and Struggling
30 Families Act, of the American Recovery and Reinvestment Act of
31 2009, Pub. L. No. 111-5, are appropriated to the department of
32 workforce development for the fiscal year beginning July 1,
33 2023, and ending June 30, 2024, for the purpose of modification
34 of space for unemployment insurance administrative law judge
35 offices and conference rooms in which to hold unemployment

1 insurance appeal hearings.

2 Sec. 15. IOWA SKILLED WORKER AND JOB CREATION FUND.

3 1. There is appropriated from the Iowa skilled worker and
4 job creation fund created in [section 8.75](#) to the following
5 departments, agencies, and institutions for the fiscal year
6 beginning July 1, 2023, and ending June 30, 2024, the following
7 amounts, or so much thereof as is necessary, to be used for the
8 purposes designated:

9 a. ECONOMIC DEVELOPMENT AUTHORITY

10 (1) For the purposes of providing assistance as described in
11 section 15.335B for the high quality jobs program:

12 \$ 11,700,000

13 From the moneys appropriated in this subparagraph, the
14 economic development authority may use not more than \$1,000,000
15 for purposes of providing infrastructure grants to main street
16 communities under the main street Iowa program and may allocate
17 not more than \$300,000 for the purposes of supporting statewide
18 worker education and quality preapprenticeship programs.

19 (2) As a condition of receiving moneys appropriated in
20 this lettered paragraph "a", an entity shall testify upon the
21 request of the joint appropriations subcommittee on economic
22 development regarding the expenditure of such moneys.

23 b. STATE BOARD OF REGENTS AND REGENTS INSTITUTIONS

24 (1) STATE BOARD OF REGENTS. For capacity building
25 infrastructure in areas related to technology
26 commercialization, marketing and business development
27 efforts in areas related to technology commercialization,
28 entrepreneurship, and business growth, and infrastructure
29 projects and programs needed to assist in implementation of
30 activities under [chapter 262B](#):

31 \$ 3,000,000

32 (a) Of the moneys appropriated pursuant to this
33 subparagraph (1), 35 percent shall be allocated for Iowa state
34 university of science and technology, 35 percent shall be
35 allocated for the state university of Iowa, and 30 percent

1 shall be allocated for the university of northern Iowa.

2 (b) The institutions shall provide a one-to-one match
3 of additional moneys for the activities funded with moneys
4 appropriated under this subparagraph (1).

5 (c) The state board of regents shall submit a report by
6 January 15, 2024, to the governor and the general assembly
7 regarding the activities, projects, and programs funded with
8 moneys appropriated under this subparagraph (1). The report
9 shall be provided in an electronic format and shall include a
10 list of metrics and criteria mutually agreed to in advance by
11 the board of regents and the economic development authority.
12 The metrics and criteria shall allow the governor's office and
13 the general assembly to quantify and evaluate the progress
14 of the board of regents institutions with regard to their
15 activities, projects, and programs in the areas of technology
16 commercialization, entrepreneurship, regional development, and
17 market research.

18 (2) IOWA STATE UNIVERSITY OF SCIENCE AND TECHNOLOGY. For
19 small business development centers, the research park, and the
20 center for industrial research and service, and for not more
21 than the following full-time equivalent positions:

22	\$	2,424,302
23	FTEs	50.95

24 (a) Of the moneys appropriated in this subparagraph (2),
25 Iowa state university of science and technology shall allocate
26 at least \$735,728 for purposes of funding small business
27 development centers. Iowa state university of science and
28 technology may allocate the appropriated moneys to the various
29 small business development centers in any manner necessary to
30 achieve the purposes of this subparagraph.

31 (b) Iowa state university of science and technology shall
32 do all of the following:

33 (i) Direct expenditures for research toward projects that
34 will provide economic stimulus for Iowa.

35 (ii) Provide emphasis to providing services to Iowa-based

1 companies.

2 (c) It is the intent of the general assembly that the
3 industrial incentive program focus on Iowa industrial sectors
4 and seek contributions and in-kind donations from businesses,
5 industrial foundations, and trade associations, and that moneys
6 for the center for industrial research and service industrial
7 incentive program shall be allocated only for projects which
8 are matched by private sector moneys for directed contract
9 research or for nondirected research. The match required of
10 small businesses as defined in section 15.102 for directed
11 contract research or for nondirected research shall be \$1
12 for each \$3 of state funds. The match required for other
13 businesses for directed contract research or for nondirected
14 research shall be \$1 for each \$1 of state funds. The match
15 required of industrial foundations or trade associations shall
16 be \$1 for each \$1 of state funds.

17 (d) Iowa state university of science and technology shall
18 report annually to the general assembly the total amount of
19 private contributions, the proportion of contributions from
20 small businesses and other businesses, and the proportion for
21 directed contract research and nondirected research of benefit
22 to Iowa businesses and industrial sectors.

23 (3) STATE UNIVERSITY OF IOWA

24 (a) For the state university of Iowa research park and for
25 university of Iowa pharmaceuticals located at the research
26 park, including salaries, support, maintenance, equipment, and
27 miscellaneous purposes, and for not more than the following
28 full-time equivalent positions:

29	\$	209,279
30	FTEs	6.00

31 The state university of Iowa shall do all of the following:

32 (i) Direct expenditures for research toward projects that
33 will provide economic stimulus for Iowa.

34 (ii) Provide emphasis to providing services to Iowa-based
35 companies.

1 (b) For the purpose of implementing the entrepreneurship
2 and economic growth initiative, and for not more than the
3 following full-time equivalent positions:

4 \$ 2,000,000
5 FTEs 8.00

6 (4) UNIVERSITY OF NORTHERN IOWA. For the metal casting and
7 foundry 4.0 centers, advance Iowa, family business center, and
8 the institute for decision making, including salaries, support,
9 maintenance, and miscellaneous purposes, and for not more than
10 the following full-time equivalent positions:

11 \$ 1,466,419
12 FTEs 13.00

13 The university of northern Iowa shall do all of the
14 following:

15 (a) Direct expenditures for research toward projects that
16 will provide economic stimulus for Iowa.

17 (b) Provide emphasis to providing services to Iowa-based
18 companies.

19 (5) As a condition of receiving moneys appropriated in
20 this lettered paragraph "b", an entity shall testify upon the
21 request of the joint appropriations subcommittee on economic
22 development regarding the expenditure of such moneys.

23 c. DEPARTMENT OF WORKFORCE DEVELOPMENT

24 (1) To develop a long-term sustained program to train
25 unemployed and underemployed central Iowans with skills
26 necessary to advance to higher-paying jobs with full benefits:

27 \$ 100,000

28 (a) The department of workforce development shall begin
29 a request for proposals process, issued for purposes of this
30 subparagraph (1), no later than September 1, 2023.

31 (b) As a condition of receiving moneys appropriated under
32 this subparagraph (1), an entity shall testify upon the
33 request of the joint appropriations subcommittee on economic
34 development regarding the expenditure of such moneys.

35 (2) For the funding of a future ready Iowa coordinator in

1 the department, and for not more than the following full-time
2 equivalent positions:

3 \$ 150,000
4 FTEs 1.00

5 (3) For distribution to community colleges for the purposes
6 of implementing adult education and literacy programs pursuant
7 to section 84A.19, as enacted by 2023 Iowa Acts, Senate File
8 514:

9 \$ 5,500,000

10 (a) From the moneys appropriated in this numbered
11 subparagraph, \$3,883,000 shall be allocated pursuant to the
12 formula established in section 260C.18C.

13 (b) From the moneys appropriated in this numbered
14 subparagraph, not more than \$150,000 shall be used by the
15 department of workforce development for implementation of adult
16 education and literacy programs pursuant to section 84A.19, as
17 enacted by 2023 Iowa Acts, Senate File 514.

18 (c) From the moneys appropriated in this numbered
19 subparagraph, not more than \$1,257,000 shall be distributed
20 as grants to community colleges for the purpose of adult
21 basic education programs for students requiring instruction
22 in English as a second language. The department of workforce
23 development shall establish an application process and criteria
24 to award grants pursuant to this subparagraph division to
25 community colleges. The criteria shall be based on need for
26 instruction in English as a second language in the region
27 served by each community college as determined by factors
28 including data from the latest federal decennial census and
29 outreach efforts to determine regional needs.

30 (d) From the moneys appropriated in this numbered
31 subparagraph, \$210,000 shall be transferred to the department
32 of health and human services for purposes of administering a
33 program to provide access to international resources to Iowans
34 and new Iowans to provide economic and leadership development
35 resulting in Iowa being a more inclusive and welcoming place

1 to live, work, and raise a family. The program shall provide
2 supplemental support services for international refugees to
3 improve learning, English literacy, life skills, cultural
4 competencies, and integration in a county with a population
5 over 350,000 as determined by the 2020 federal decennial
6 census. The department of health and human services shall
7 utilize a request for proposals process to identify the entity
8 best qualified to implement the program.

9 (4) For deposit in the statewide work-based learning
10 intermediary network fund created pursuant to section 256.40,
11 as amended by 2023 Iowa Acts, Senate File 514:
12 \$ 1,500,000

13 From the moneys appropriated in this numbered subparagraph,
14 not more than \$50,000 shall be used by the department of
15 workforce development to provide statewide support for
16 work-based learning.

17 (5) For the funding of internships for students studying in
18 the fields of science, technology, engineering, and mathematics
19 with eligible Iowa employers as provided in section 15.411,
20 subsection 3, paragraph "c":
21 \$ 633,325

22 2. Notwithstanding [section 8.33](#), moneys appropriated in
23 this section that remain unencumbered or unobligated at the
24 close of the fiscal year shall not revert but shall remain
25 available for expenditure for the purposes designated until the
26 close of the succeeding fiscal year.

27 Sec. 16. GENERAL FUND — CERTAIN REGENTS INSTITUTIONS.

28 1. There is appropriated from the general fund of the state
29 to the following institutions for the fiscal year beginning
30 July 1, 2023, and ending June 30, 2024, the following amounts,
31 or so much thereof as is necessary, to be used for the purposes
32 designated:

33 a. IOWA STATE UNIVERSITY OF SCIENCE AND TECHNOLOGY

34 In cooperation with the economic development authority, for
35 support of a biosciences innovation ecosystem, to strengthen

1 Iowa's leadership positions in the area of bio-based chemicals,
 2 digital agriculture, vaccines, and medical devices, including
 3 salaries, support, maintenance, and miscellaneous purposes, and
 4 for not more than the following full-time equivalent positions:
 5 \$ 2,963,995
 6 FTEs 8.40

7 b. STATE UNIVERSITY OF IOWA

8 In cooperation with the economic development authority, for
 9 support of a biosciences innovation ecosystem, to strengthen
 10 Iowa's leadership positions in the area of bio-based chemicals,
 11 digital agriculture, vaccines, and medical devices, including
 12 salaries, support, maintenance, and miscellaneous purposes, and
 13 for not more than the following full-time equivalent positions:
 14 \$ 1,000,000
 15 FTEs 4.35

16 c. UNIVERSITY OF NORTHERN IOWA

17 For equipment and technology to expand the university's
 18 additive manufacturing capabilities related to investment
 19 castings technology and industry support, including salaries,
 20 support, maintenance, and miscellaneous purposes, and for not
 21 more than the following full-time equivalent positions:
 22 \$ 394,321
 23 FTEs 2.73

24 The university of northern Iowa shall make a good-faith
 25 effort to coordinate with private entities to seek moneys to
 26 supplement this appropriation to support the expansion of the
 27 university's additive manufacturing capabilities.

28 2. Notwithstanding [section 8.33](#), moneys appropriated in
 29 subsection 1, paragraphs "a" and "b", that remain unencumbered
 30 or unobligated at the close of the fiscal year shall not revert
 31 but shall remain available for expenditure for the purposes
 32 designated until the close of the succeeding fiscal year.

33 DIVISION II

34 FY 2022-2023 — FUTURE READY IOWA VOLUNTEER MENTORING PROGRAM

35 Sec. 17. 2022 Iowa Acts, chapter 1148, section 3, subsection

HF 725.2166 (1) 90

(amending this HF 725 to CONFORM to SF 559)

1 11, is amended to read as follows:

2 11. FUTURE READY IOWA — VOLUNTEER MENTORING PROGRAM

3 a. There is appropriated from the Iowa skilled worker and
4 job creation fund created in [section 8.75](#) to the economic
5 development authority for the fiscal year beginning July 1,
6 2022, and ending June 30, 2023, the following amount, or so
7 much thereof as is necessary, to be used for the purposes
8 designated:

9 For allocation to the Iowa commission on volunteer services
10 to be used for establishing a volunteer mentor program to
11 support implementation of the future ready Iowa skilled
12 workforce last-dollar scholarship program in [section 261.131](#)
13 and the future ready Iowa skilled workforce grant program
14 created in [section 261.132](#), and for not more than the following
15 full-time equivalent positions:

16	\$	400,000
17	FTEs	1.15

18 b. Notwithstanding [section 8.33](#), moneys appropriated in
19 this subsection that remain unencumbered or unobligated at the
20 close of the fiscal year shall not revert but shall remain
21 available for expenditure for the purposes designated, and for
22 not more than the authorized full-time equivalent positions,
23 until the close of the succeeding fiscal year.

24 DIVISION III

25 HOUSING RENEWAL PILOT PROGRAM

26 Sec. 18. 2022 Iowa Acts, chapter 1148, section 20, is
27 amended to read as follows:

28 SEC. 20. HOUSING RENEWAL PILOT PROGRAM.

29 1. For purposes of this section, ~~“nonprofit Iowa~~
30 affiliate”:

31 a. “Eligible participant” includes cities, counties,
32 consortiums of local governments, and organizations exempt from
33 taxation pursuant to section 501(c)(3) of the Internal Revenue
34 Code.

35 b. “Nonprofit Iowa affiliate” means a nonprofit Iowa

1 affiliate of a nonprofit international organization whose
2 primary activity is the promotion of the construction,
3 remodeling, or rehabilitation of one-family or two-family
4 dwellings for use by low-income families.

5 2. a. A housing renewal program fund is created in the
6 state treasury under the control of the Iowa finance authority.
7 The fund shall consist of moneys appropriated to or deposited
8 in the fund. Moneys in the fund are appropriated to the Iowa
9 finance authority to establish and administer a housing renewal
10 pilot program.

11 b. For the fiscal year beginning July 1, 2022, and ending
12 June 30, 2023, there is appropriated from the general fund of
13 the state to the Iowa finance authority five hundred thousand
14 dollars for deposit in the housing renewal program fund.

15 c. Notwithstanding section 8.33, moneys appropriated in
16 this section that remain unencumbered or unobligated at the
17 close of the fiscal year shall not revert but shall remain
18 available for expenditure for the purposes designated until the
19 close of the succeeding fiscal year.

20 ~~e.~~ d. Notwithstanding section 12C.7, subsection 2,
21 interest or earnings on moneys in the housing renewal program
22 fund shall be credited to the fund. Payment of interest,
23 income generated from the sale of an ownership unit pursuant to
24 subsection 6, recaptures of grant financial assistance awards,
25 and other repayments under the housing renewal pilot program
26 shall be deposited in the fund.

27 3. a. The Iowa finance authority shall provide moneys
28 from the housing renewal program fund to a nonprofit Iowa
29 affiliate that shall use the moneys to award ~~grants~~ financial
30 assistance under the housing renewal pilot program to eligible
31 participants.

32 b. Eligible participants ~~under paragraph "a"~~ shall use
33 ~~a grant~~ financial assistance awarded under the housing
34 renewal pilot program only for purposes of the acquisition,
35 rehabilitation, and resale of ownership units; the acquisition

1 and demolition of blighted structures; and the redevelopment
2 of ownership units.

3 4. Twenty-five percent of moneys appropriated to the
4 housing renewal program fund shall be allocated to ~~rural~~
5 ~~communities~~ financial assistance awards for eligible
6 participants located in the eighty-eight least populated
7 counties in the state.

8 5. a. The nonprofit Iowa affiliate ~~may partner with a city,~~
9 ~~a county, a consortium of local governments, or an organization~~
10 ~~exempt from taxation pursuant to section 501(c)(3) of the~~
11 ~~Internal Revenue Code; however, the nonprofit Iowa affiliate~~
12 ~~shall determine the geographic location of all projects for~~
13 ~~which a grant is awarded~~ shall determine the criteria used
14 to evaluate eligible participants and to award financial
15 assistance to eligible participants selected by the nonprofit
16 Iowa affiliate.

17 b. The nonprofit Iowa affiliate shall not award ~~a grantee an~~
18 eligible participant more than one hundred thousand dollars per
19 ownership unit. ~~A grantee may use up to five percent of a grant~~
20 ~~for administration expenses related to the grantee's project.~~
21 The nonprofit Iowa affiliate may use up to five percent of the
22 financial assistance awarded to an eligible participant for
23 administrative expenses related to the housing renewal pilot
24 program.

25 c. (1) ~~A grantee~~ An eligible participant shall have a
26 maximum of thirty-six months from the date a contract is
27 executed between the nonprofit Iowa affiliate and the ~~grantee~~
28 eligible participant for the ~~grantee's~~ eligible participant to
29 complete the eligible participant's project. The ~~grantee's~~
30 eligible participant's project shall be considered complete
31 when all ~~grant funds~~ financial assistance awarded to the
32 ~~grantee have~~ eligible participant has been expended, and all
33 ownership units that are covered by the contract are finished
34 and available for sale.

35 (2) ~~If a grantee~~ Unless the nonprofit Iowa affiliate

1 authorizes additional time for good cause shown, if an eligible
2 participant has no project activity within ~~thirty-six~~ twelve
3 months from the date a contract is executed between the
4 nonprofit Iowa affiliate and the grantee eligible participant,
5 the grant financial assistance award shall be returned to the
6 Iowa finance authority for deposit in the housing renewal
7 program fund.

8 d. ~~A grantee~~ An eligible participant shall sell each
9 completed ownership unit to a homebuyer whose income is under
10 the one hundred twenty percent area median income and who must
11 occupy the ownership unit as the homebuyer's primary residence.
12 The deed to the ownership unit must contain a restrictive
13 resale requirement that prohibits the homebuyer or a subsequent
14 owner from selling the ownership unit to a person with an
15 income above the one hundred twenty percent area median income
16 for five calendar years from the date the grantee eligible
17 participant sold the ownership unit to the first homebuyer
18 whose income is under the one hundred twenty percent area
19 median income.

20 6. ~~A grantee may~~ The nonprofit Iowa affiliate shall use
21 income generated from the sale of an ownership unit only for
22 the purpose of ~~additional eligible expenses~~ awarding financial
23 assistance to eligible participants under the housing renewal
24 pilot program.

25 7. The Iowa finance authority shall not use more than five
26 percent of moneys ~~allocated~~ appropriated to the housing renewal
27 program fund for administration and oversight of the housing
28 renewal pilot program.

29 ~~8. The Iowa finance authority shall adopt rules pursuant to~~
30 ~~chapter 17A to administer this division.~~

31 9. ~~8.~~ The Iowa finance authority, in coordination with the
32 nonprofit Iowa affiliate, shall submit a report to the general
33 assembly on or before December 31, ~~2023~~ 2024, describing the
34 community, economic, and financial impact of the housing
35 renewal pilot program.

1 9. This section is repealed July 1, 2025.

2 DIVISION IV

3 REGIONAL INDUSTRY SECTOR PARTNERSHIPS — RULES

4 Sec. 19. Section 260H.7B, Code 2023, as amended by 2023 Iowa
5 Acts, Senate File 514, section 2195, is amended by adding the
6 following new subsection:

7 NEW SUBSECTION. 3. The department of workforce development
8 shall adopt rules pursuant to chapter 17A to implement this
9 section.

10 DIVISION V

11 APPRENTICESHIP TRAINING PROGRAM — DEFINITIONS

12 Sec. 20. Section 15B.2, subsection 9A, as enacted by
13 2023 Iowa Acts, Senate File 514, section 2251, is amended by
14 striking the subsection.

15 DIVISION VI

16 NEW JOBS TRAINING AGREEMENTS

17 Sec. 21. 2015 Iowa Acts, chapter 138, section 8, is amended
18 to read as follows:

19 SEC. 8. IOWA NEW JOBS TRAINING AGREEMENTS. An Iowa
20 community college that entered into a new jobs training
21 agreement pursuant to chapter 260E, which was effective in
22 April ~~2012~~ 2021, with an Iowa employer may enter into a new
23 agreement with such employer pursuant to chapter 260E, which
24 will be effective September ~~2015~~ 2023, and may use the base
25 employment determined in ~~April 2012~~ October 2021 as the base
26 employment for determining the new jobs eligible under the
27 new agreement if the base employment determined in ~~April 2012~~
28 October 2021 was ~~2,125~~ 2,335 employees. The new agreement
29 under chapter 260E shall be limited to seven years from the
30 effective date of the agreement.>

31 2. Title page, by striking lines 1 through 9 and inserting
32 <An Act relating to and making appropriations for the economic
33 development of the state, including to the economic development
34 authority, the Iowa finance authority, the public employment
35 relations board, the department of workforce development, and

HF 725.2166 (1) 90

(amending this HF 725 to CONFORM to SF 559)

1 the state board of regents and certain regents institutions,
2 and modifying the housing renewal pilot program and provisions
3 related to regional industry sector partnerships, the
4 apprenticeship training program, and new jobs training
5 agreements.>

GRABER of Lee