

Senate File 559

S-3207

1 Amend Senate File 559 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.

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

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

21 .....	\$	86,547
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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
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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

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 line 1 and inserting <An  
32 Act relating to and making appropriations for the economic  
33 development of the state, including to the economic  
34 development>

35 3. Title page, by striking line 5 and inserting

1 <institutions, and modifying the housing renewal pilot  
2 program and provisions related to regional industry sector  
3 partnerships, the apprenticeship training program, and new jobs  
4 training agreements.>

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MARK LOFGREN