

Senate File 2485

S-5228

1 Amend Senate File 2485 as follows:

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

4 <DIVISION I

5 FY 2026-2027 APPROPRIATIONS

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

8 1. For the fiscal year beginning July 1, 2026, 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, 2026:

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. Establish a strong and aggressive marketing image to
25 showcase Iowa's workforce, existing industry, and potential.
26 The authority shall prioritize recruitment of new businesses,
27 business expansion, and retention of existing Iowa businesses.
28 In addition, the authority shall emphasize entrepreneurial
29 development through helping entrepreneurs secure capital,
30 and developing networks and a business climate conducive to
31 entrepreneurs and small businesses.

32 f. Encourage the development of communities and quality of
33 life to foster economic growth.

34 g. Prepare communities for future growth and development
35 through development, expansion, and modernization of

1 infrastructure.

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

6 Sec. 2. ECONOMIC DEVELOPMENT AUTHORITY.

7 1. APPROPRIATION

8 a. There is appropriated from the general fund of the state
9 to the economic development authority for the fiscal year
10 beginning July 1, 2026, and ending June 30, 2027, the following
11 amount, or so much thereof as is necessary, to be used for the
12 purposes designated in this subsection, and for not more than
13 the following full-time equivalent positions:

14	\$ 12,903,510
15	FTEs 111.50

16 b. (1) For salaries, support, miscellaneous purposes,
17 programs, marketing, administration, business development,
18 community development, small business development, and any
19 divisions the authority may organize.

20 (2) For business development operations and programs,
21 international trade, export assistance, workforce recruitment,
22 and the partner state program.

23 (3) For transfer to a fund created pursuant to section
24 15.313 for purposes of financing strategic infrastructure
25 projects.

26 (4) For community economic development programs, tourism
27 operations, community assistance, and the community development
28 block grant.

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

31 (6) The full-time equivalent positions authorized under
32 this subsection are funded, in whole or in part, by the moneys
33 appropriated under this subsection or by other moneys received
34 by the authority, including certain federal moneys.

35 c. Notwithstanding [section 8.33](#), moneys appropriated in

1 this subsection that remain unencumbered or unobligated at the
2 close of the fiscal year shall not revert but shall remain
3 available for expenditure for the purposes designated in this
4 subsection until the close of the succeeding fiscal year.

5 2. FINANCIAL ASSISTANCE RESTRICTIONS

6 a. A business creating jobs through moneys appropriated in
7 subsection 1 shall be subject to contract provisions requiring
8 new and retained jobs to be filled by individuals who are
9 citizens of the United States who reside within the United
10 States, or individuals authorized to work in the United States
11 pursuant to federal law, including legal resident aliens
12 residing in the United States.

13 b. Any vendor who receives moneys appropriated in
14 subsection 1 shall adhere to such contract provisions and
15 provide periodic assurances as the state shall require that the
16 jobs are filled solely by citizens of the United States who
17 reside within the United States, or individuals authorized to
18 work in the United States pursuant to federal law, including
19 legal resident aliens residing in the United States.

20 c. A business that receives financial assistance from
21 the authority from moneys appropriated in subsection 1 shall
22 only employ individuals legally authorized to work in this
23 state. In addition to all other applicable penalties provided
24 by current law, all or a portion of the assistance received
25 by a business which is found to knowingly employ individuals
26 not legally authorized to work in this state is subject to
27 recapture by the authority.

28 3. USES OF APPROPRIATIONS

29 a. From the moneys appropriated in subsection 1, the
30 authority may provide financial assistance in the form of
31 grants, loans, or forgivable loans for advanced research and
32 commercialization projects involving value-added agriculture,
33 advanced technology, or biotechnology.

34 b. The authority shall not use any moneys appropriated in
35 subsection 1 for purposes of providing financial assistance

1 for any program or project that involves the installation of
2 geothermal systems for melting snow and ice from streets or
3 sidewalks.

4 4. WORLD FOOD PRIZE

5 In lieu of the standing appropriation in [section 15.368](#),
6 there is appropriated from the general fund of the state to the
7 economic development authority for the fiscal year beginning
8 July 1, 2026, and ending June 30, 2027, the following amount to
9 be used for support of the world food prize:

10 \$ 450,000

11 5. TOURISM OFFICE

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, 2026, and ending June 30, 2027, the following
15 amount, or so much thereof as is necessary, to be used for the
16 tourism office for the advertisement, promotion, placement,
17 and implementation of the economic development authority's
18 strategic plan for tourism and travel:

19 \$ 1,050,000

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

25 c. The economic development authority shall submit an
26 annual report on or before January 15 to the general assembly
27 regarding the tourism office's activities funded with moneys
28 appropriated under this subsection. The report must be
29 provided in an electronic format and must include metrics
30 and criteria that allow the general assembly to quantify and
31 evaluate the effectiveness and economic impact of the tourism
32 office's activities related to the advertisement, promotion,
33 placement, and implementation of the economic development
34 authority's strategic plan for tourism and travel.

35 6. CULTURAL AFFAIRS ACTIVITIES

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, 2026, and ending June 30, 2027, the following
4 amount, or so much thereof as is necessary, to be used for
5 support of the Iowa arts council:

6 \$ 1,601,800

7 b. Of the moneys appropriated in paragraph "a", the economic
8 development authority shall allocate \$321,800 for deposit in
9 the arts and culture enhancement fund established in section
10 15.436.

11 c. 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 2026-2027. Notwithstanding the standing appropriations in the
18 following designated sections for the fiscal year beginning
19 July 1, 2026, and ending June 30, 2027, the amount appropriated
20 from the general fund of the state pursuant to the following
21 sections for the following purposes shall not exceed the
22 following amounts:

23 1. For the arts and culture enhancement fund under section
24 99F.11, subsection 4, paragraph "d", subparagraph (1):

25 \$ 448,403

26 2. For the purposes of tourism marketing under section
27 99F.11, subsection 4, paragraph "d", subparagraph (2):

28 \$ 1,443,700

29 Sec. 4. FINANCIAL ASSISTANCE REPORTING — ECONOMIC
30 DEVELOPMENT AUTHORITY. The economic development authority
31 shall submit an annual report to the general assembly no later
32 than November 1, 2026, that details the amount of every direct
33 loan, forgivable loan, tax credit, tax exemption, tax refund,
34 grant, or any other financial assistance awarded to a person
35 during the prior fiscal year by the authority under an economic

1 development program administered by the authority. The report
2 must identify the county where the project associated with each
3 such award is located.

4 Sec. 5. INSURANCE ECONOMIC DEVELOPMENT. From the moneys
5 collected by the insurance division of the department of
6 insurance and financial services in excess of the anticipated
7 gross revenues under [section 505.7, subsection 3](#), during
8 the fiscal year beginning July 1, 2026, \$100,000 shall be
9 transferred to the economic development authority for insurance
10 economic development and international insurance economic
11 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, 2026, and ending June 30, 2027, 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 program

26 To provide housing renewal moneys to the nonprofit Iowa
27 affiliate to award grants to eligible communities for the
28 housing renewal program created in [section 16.52](#), as enacted in
29 Division II of this Act:

30 \$ 550,000

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

1 Sec. 7. IOWA FINANCE AUTHORITY AUDIT. The auditor of state
2 is requested to review the audit of the Iowa finance authority
3 performed by the auditor hired by the authority.

4 Sec. 8. DEPARTMENT OF WORKFORCE DEVELOPMENT. There
5 is appropriated from the general fund of the state to the
6 department of workforce development for the fiscal year
7 beginning July 1, 2026, and ending June 30, 2027, the following
8 amounts, or so much thereof as is necessary, to be used for the
9 purposes designated:

10 1. WORKFORCE DEVELOPMENT OPERATIONS

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

14 \$ 6,902,636
15 FTEs 157.09

16 b. Of the moneys appropriated in paragraph "a", the
17 department shall allocate \$150,000 to the state library for
18 the purpose of licensing an online resource which prepares
19 individuals to succeed in the workplace through programs which
20 improve job skills and vocational test-taking abilities.

21 2. OFFENDER REENTRY PROGRAM

22 a. For the development and administration of an offender
23 reentry program to provide offenders with employment skills,
24 and for not more than the following full-time equivalent
25 positions:

26 \$ 387,158
27 FTEs 4.00

28 b. The department of workforce development shall partner
29 with the department of corrections to provide staff within
30 the correctional facilities resources to improve offenders'
31 abilities to find and retain productive employment.

32 3. STATE ACCOUNTING SYSTEM

33 For the payment of services provided by the department of
34 administrative services related to the state accounting system:

35 \$ 228,822

1 4. WORKPLACE INJURY AND SAFETY SURVEYS

2 For the operation of workplace safety surveys and workplace
3 data collection and analysis, including salaries, support,
4 maintenance, and miscellaneous purposes, and for not more than
5 the following full-time equivalent positions:

6	\$	125,555
7	FTEs	1.90

8 5. VOCATIONAL REHABILITATION SERVICES DIVISION

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

12	\$	6,226,739
13	FTEs	233.00

14 For purposes of optimizing the job placement of individuals
15 with disabilities, the division shall make its best efforts
16 to work with community rehabilitation program providers for
17 job placement and retention services for individuals with
18 significant disabilities and most significant disabilities. By
19 January 15, 2027, the division shall submit a written report to
20 the general assembly regarding the division's outreach efforts
21 with community rehabilitation program providers.

22 b. For the entrepreneurs with disabilities program
23 described in [section 84H.4](#):

24	\$	138,506
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25 6. ADULT EDUCATION AND LITERACY PROGRAMS

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

29	\$	500,000
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30 In issuing grants under this subsection, the department of
31 workforce development shall use the same application process
32 and criteria as are used for purposes of awarding grants to
33 community colleges for the purpose of adult basic education
34 programs for students requiring instruction in English as a
35 second language using moneys that are appropriated to the

1 department from the Iowa skilled worker and job creation fund
2 created in [section 8.57J](#).

3 7. REGISTERED APPRENTICESHIP PROGRAMS

4 For the funding of the registered apprenticeship programs
5 under [chapter 84F](#) to encourage small to midsize businesses to
6 start or grow registered apprenticeships:

7 \$ 760,000

8 8. REVERSION

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

14 Sec. 9. DEPARTMENT OF WORKFORCE DEVELOPMENT — SPECIAL
15 EMPLOYMENT SECURITY CONTINGENCY FUND.

16 1. There is appropriated from the special employment
17 security contingency fund created in [section 96.13](#) to the
18 department of workforce development for the fiscal year
19 beginning July 1, 2026, and ending June 30, 2027, the following
20 amount, or so much thereof as is necessary, to be used for
21 field offices:

22 \$ 4,616,084

23 2. Any remaining additional penalty and interest revenue
24 collected by the department of workforce development is
25 appropriated to the department for the fiscal year beginning
26 July 1, 2026, and ending June 30, 2027, to accomplish the
27 mission of the department.

28 Sec. 10. IOWA SKILLED WORKER AND JOB CREATION FUND.

29 1. There is appropriated from the Iowa skilled worker and
30 job creation fund created in [section 8.57J](#) to the following
31 departments, agencies, and institutions for the fiscal year
32 beginning July 1, 2026, and ending June 30, 2027, the following
33 amounts, or so much thereof as is necessary, to be used for the
34 purposes designated:

35 a. ECONOMIC DEVELOPMENT AUTHORITY

1 (1) For providing financial assistance to eligible
2 businesses for the business incentives for growth program
3 pursuant to chapter 15, subchapter II, part 33:
4 \$ 11,700,000

5 (a) Of the moneys appropriated in this subparagraph (1),
6 not more than \$1,000,000 may be used for purposes of providing
7 infrastructure grants to main street communities under the main
8 street Iowa program.

9 (b) As a condition of receiving moneys appropriated in this
10 subparagraph (1), an entity shall testify upon the request of
11 the joint appropriations subcommittee on economic development
12 regarding the expenditure of such moneys.

13 (2) For support of the manufacturing 4.0 technology
14 investment program established in [section 15.371](#):
15 \$ 2,350,000

16 (3) For the empower rural Iowa program:
17 \$ 700,000

18 b. STATE BOARD OF REGENTS AND REGENTS INSTITUTIONS

19 (1) STATE BOARD OF REGENTS
20 For capacity building infrastructure in areas related
21 to technology commercialization, marketing and business
22 development efforts in areas related to technology
23 commercialization, entrepreneurship, and business growth,
24 and infrastructure projects and programs needed to assist in
25 implementation of activities under [chapter 262B](#):
26 \$ 3,000,000

27 (a) Of the moneys appropriated pursuant to this
28 subparagraph (1), 35 percent shall be allocated for Iowa state
29 university of science and technology, 35 percent shall be
30 allocated for the state university of Iowa, and 30 percent
31 shall be allocated for the university of northern Iowa.

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

35 (c) The state board of regents shall submit a report by

1 January 15, 2027, to the governor and the general assembly
2 regarding the activities, projects, and programs funded with
3 moneys appropriated under this subparagraph (1). The report
4 must be provided in an electronic format and must include a
5 list of metrics and criteria mutually agreed to in advance by
6 the board of regents and the economic development authority.
7 The metrics and criteria must allow the governor's office and
8 the general assembly to quantify and evaluate the progress
9 of the board of regents institutions with regard to their
10 activities, projects, and programs in the areas of technology
11 commercialization, entrepreneurship, regional development, and
12 market research.

13 (2) IOWA STATE UNIVERSITY OF SCIENCE AND TECHNOLOGY

14 For small business development centers, the research park,
15 and the center for industrial research and service, and for not
16 more than the following full-time equivalent positions:

17	\$	2,424,302
18	FTEs	50.94

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

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

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

30 (ii) Emphasize providing services to Iowa-based companies.

31 (c) It is the intent of the general assembly that the
32 center for industrial research and service industrial incentive
33 program focus on Iowa industrial sectors and seek contributions
34 and in-kind donations from businesses, industrial foundations,
35 and trade associations, and that moneys for the program shall

1 decision making, including salaries, support, maintenance, and
2 miscellaneous purposes, and for not more than the following
3 full-time equivalent positions:

4 \$ 1,466,419
5 FTEs 13.00

6 The university of northern Iowa shall do all of the
7 following:

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

10 (ii) Emphasize providing services to Iowa-based companies.

11 (b) For the purpose of providing in-state undergraduate
12 tuition and undergraduate mandatory fees to individuals
13 who reside in a state contiguous to Iowa, who enroll in an
14 undergraduate program offered by the university of northern
15 Iowa, and who are classified as residents of this state for
16 purposes of undergraduate tuition and undergraduate mandatory
17 fees:

18 \$ 1,000,000

19 (c) For the purpose of expanding the nursing program:

20 \$ 600,000

21 (5) DUTY TO TESTIFY

22 As a condition of receiving moneys appropriated in this
23 lettered paragraph "b", an entity shall testify upon the
24 request of the joint appropriations subcommittee on economic
25 development regarding the expenditure of such moneys.

26 c. DEPARTMENT OF WORKFORCE DEVELOPMENT

27 (1) For staffing costs related to completing workforce
28 preparation outcome reporting in conjunction with the
29 department of education:

30 \$ 125,000

31 (2) For distribution to community colleges for the purposes
32 of implementing adult education and literacy programs pursuant
33 to [section 84A.19](#):

34 \$ 4,500,000

35 (a) From the moneys appropriated in this numbered

1 subparagraph, \$3,125,000 shall be allocated pursuant to the
2 formula established in [section 260C.18C](#).

3 (b) From the moneys appropriated in this numbered
4 subparagraph, not more than \$150,000 shall be used by the
5 department of workforce development for implementation of adult
6 education and literacy programs pursuant to [section 84A.19](#).

7 (c) From the moneys appropriated in this numbered
8 subparagraph, not more than \$1,015,000 shall be distributed
9 as grants to community colleges for the purpose of adult
10 basic education programs for students requiring instruction
11 in English as a second language. The department of workforce
12 development shall establish an application process and criteria
13 to award grants pursuant to this subparagraph division to
14 community colleges. The criteria must be based on need for
15 instruction in English as a second language in the region
16 served by each community college as determined by factors
17 including data from the latest federal decennial census and
18 outreach efforts to determine regional needs.

19 (d) From the moneys appropriated in this numbered
20 subparagraph, \$210,000 shall be transferred to the department
21 of health and human services for purposes of administering
22 a program to provide access to international resources to
23 Iowans and new Iowans to provide economic and leadership
24 development resulting in Iowa being a more welcoming place
25 to live, work, and raise a family. The program must provide
26 supplemental support services for international refugees to
27 improve learning, English literacy, life skills, cultural
28 competencies, and integration in a county with a population
29 over 350,000 as determined by the 2020 federal decennial
30 census. The department of health and human services shall
31 utilize a request-for-proposals process to identify the entity
32 best qualified to implement the program.

33 2. Notwithstanding [section 8.33](#), moneys appropriated in
34 this section that remain unencumbered or unobligated at the
35 close of the fiscal year shall not revert but shall remain

1 available for expenditure for the purposes designated until the
2 close of the succeeding fiscal year.

3 Sec. 11. GENERAL FUND — CERTAIN REGENTS INSTITUTIONS.

4 1. There is appropriated from the general fund of the state
5 to the following institutions for the fiscal year beginning
6 July 1, 2026, and ending June 30, 2027, the following amounts,
7 or so much thereof as is necessary, to be used for the purposes
8 designated:

9 a. IOWA STATE UNIVERSITY OF SCIENCE AND TECHNOLOGY

10 In cooperation with the economic development authority, for
11 support of a biosciences innovation ecosystem, to strengthen
12 Iowa's leadership positions in the area of bio-based chemicals,
13 digital agriculture, vaccines, and medical devices, including
14 salaries, support, maintenance, and miscellaneous purposes, and
15 for not more than the following full-time equivalent positions:
16 \$ 2,963,995
17 FTEs 14.81

18 b. STATE UNIVERSITY OF IOWA

19 In cooperation with the economic development authority, for
20 support of a biosciences innovation ecosystem, to strengthen
21 Iowa's leadership positions in the area of bio-based chemicals,
22 digital agriculture, vaccines, and medical devices, including
23 salaries, support, maintenance, and miscellaneous purposes, and
24 for not more than the following full-time equivalent positions:
25 \$ 1,000,000
26 FTEs 4.35

27 c. UNIVERSITY OF NORTHERN IOWA

28 For equipment and technology to expand the university's
29 additive manufacturing capabilities related to investment
30 castings technology and industry support, including salaries,
31 support, maintenance, and miscellaneous purposes, and for not
32 more than the following full-time equivalent positions:
33 \$ 394,321
34 FTEs 2.73

35 The university of northern Iowa shall make a good-faith

1 effort to coordinate with private entities to seek moneys to
2 supplement this appropriation to support the expansion of the
3 university's additive manufacturing capabilities.

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

9 DIVISION II

10 HOUSING RENEWAL PROGRAM

11 Sec. 12. NEW SECTION. 16.52 Housing renewal program.

12 1. For purposes of this section:

13 a. "*Eligible participant*" includes cities, counties,
14 consortiums of local governments, and organizations exempt from
15 taxation pursuant to section 501(c)(3) of the Internal Revenue
16 Code.

17 b. "*Nonprofit Iowa affiliate*" means a nonprofit Iowa
18 affiliate of a nonprofit international organization whose
19 primary activity is the promotion of the construction,
20 remodeling, or rehabilitation of one-family or two-family
21 dwellings for use by low-income families.

22 2. a. A housing renewal program fund is created in the
23 state treasury under the control of the authority. The fund
24 shall consist of moneys appropriated to or deposited in the
25 fund. Moneys in the fund are appropriated to the authority to
26 administer the housing renewal program.

27 b. Notwithstanding [section 8.33](#), moneys appropriated to
28 the housing renewal program fund that remain unencumbered or
29 unobligated at the close of a fiscal year shall not revert
30 but shall remain available for expenditure for the purposes
31 designated until the close of the succeeding fiscal year.

32 c. Notwithstanding [section 12C.7](#), subsection 2, interest or
33 earnings on moneys in the housing renewal program fund shall be
34 credited to the fund. Payment of interest, income generated
35 from the sale of an ownership unit pursuant to subsection 6,

1 recaptures of financial assistance awards, and other repayments
2 under the housing renewal program shall be retained by the
3 nonprofit Iowa affiliate for the purpose of awarding financial
4 assistance under the housing renewal program to eligible
5 participants.

6 3. a. The authority shall provide moneys from the housing
7 renewal program fund to a nonprofit Iowa affiliate that shall
8 use the moneys to award financial assistance under the housing
9 renewal program to eligible participants.

10 b. Eligible participants shall use financial assistance
11 awarded under the housing renewal program only for purposes of
12 the acquisition, rehabilitation, and resale of ownership units;
13 the acquisition and demolition of blighted structures; and the
14 redevelopment of ownership units.

15 4. Twenty-five percent of moneys appropriated to the
16 housing renewal program fund shall be allocated to financial
17 assistance awards for eligible participants located in the
18 eighty-eight least populated counties in the state according to
19 the most recent federal decennial census.

20 5. a. The nonprofit Iowa affiliate shall determine the
21 criteria used to evaluate eligible participants and to award
22 financial assistance to eligible participants selected by the
23 nonprofit Iowa affiliate.

24 b. The nonprofit Iowa affiliate shall not award an eligible
25 participant more than one hundred thousand dollars per
26 ownership unit. The nonprofit Iowa affiliate may use up to
27 five percent of the financial assistance awarded to an eligible
28 participant for administrative expenses related to the housing
29 renewal program.

30 c. (1) An eligible participant shall have a maximum of
31 thirty-six months from the date a contract is executed between
32 the nonprofit Iowa affiliate and the eligible participant
33 for the eligible participant to complete the eligible
34 participant's project. The eligible participant's project
35 shall be considered complete when all financial assistance

1 awarded to the eligible participant has been expended, and all
2 ownership units that are covered by the contract are finished
3 and available for sale.

4 (2) Unless the nonprofit Iowa affiliate authorizes
5 additional time for good cause shown, if an eligible
6 participant has no project activity within twelve months
7 from the date a contract is executed between the nonprofit
8 Iowa affiliate and the eligible participant, the financial
9 assistance award shall be returned to the nonprofit Iowa
10 affiliate to be used to award financial assistance under the
11 housing renewal program to eligible participants.

12 d. An eligible participant shall sell each completed
13 ownership unit to a homebuyer whose household income is
14 equal to or less than the one hundred twenty percent area
15 median income and who must occupy the ownership unit as the
16 homebuyer's primary residence. The deed to the ownership unit
17 must contain a restrictive resale requirement that prohibits
18 the homebuyer or a subsequent owner from selling the ownership
19 unit to a person with a household income above the one hundred
20 twenty percent area median income for five calendar years from
21 the date the eligible participant sold the ownership unit to
22 the first homebuyer whose household income is equal to or less
23 than the one hundred twenty percent area median income.

24 6. The nonprofit Iowa affiliate shall use income generated
25 from the sale of an ownership unit only for the purpose of
26 awarding financial assistance to eligible participants under
27 the housing renewal program.

28 7. The authority shall not use more than five percent of
29 moneys appropriated to the housing renewal program fund for
30 administration and oversight of the housing renewal program.

31 8. The authority, in coordination with the nonprofit
32 Iowa affiliate, shall submit an annual report to the general
33 assembly on or before December 31 describing the community,
34 economic, and financial impact of the housing renewal program.

35 Sec. 13. REPEAL. 2022 Iowa Acts, chapter 1148, section 20,

1 as amended by 2023 Iowa Acts, chapter 110, section 18, and 2025
2 Iowa Acts, chapter 155, section 14, is repealed.>

3 2. Title page, by striking lines 1 through 5 and inserting
4 <An Act relating to and making appropriations for the economic
5 development of the state, including to the economic development
6 authority, Iowa finance authority, department of workforce
7 development, and state board of regents and certain regents
8 institutions, and codifying the housing renewal program.>

KERRY GRUENHAGEN