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## FISCAL UPDATE Article

Fiscal Services Division

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### IOWA ECONOMIC DEVELOPMENT AUTHORITY BOARD MEETING — DECEMBER 2023

**Board Meeting.** The [Iowa Economic Development Authority \(IEDA\) Board](#) met on December 15, 2023.

**Compliance Report.** The Board approved the following contract amendment requests:

- A 30-day extension for Zoetis.
- A 60-day extension for Parker Hannifin.
- A 60-day extension for McCoy Group.
- A 30-day extension for Michael Foods.
- A 90-day extension for Convergen Energy.
- A 60-day extension for 3M.
- A negotiated settlement with Cedar Ridge Vineyard, which allows the company to retain a pro rata portion of awarded tax credits. This totals \$54,000 of the original \$86,000 award.
- A 24-month extension of the project completion date for BAE Systems Information and Electronic Systems Integration.
- A 12-month extension of the project completion date for Midwest Mechanical Industrial Services.
- A contract termination for Morrison Brothers Company.
- A contract termination for General Mills Operations.

**Financial Assistance Applications.** The Board approved financial assistance applications for the following companies:

- Acadia Healthcare Company, located in Council Bluffs, is a behavioral health care service provider that offers inpatient, outpatient, detoxification, and residential treatment. The company was awarded a \$1.9 million Targeted Jobs Withholding Tax Credit. This incentive will be used to construct a new behavioral health facility. The project represents an investment of \$64.5 million and is expected to create 144 jobs, of which 54 are incented at a qualifying wage of \$26.35 per hour.
- Alpha, located in Iowa City, produces innovative packaging systems, bottles, caps, and injection-molded parts. The company was awarded a \$315,000 Investment Tax Credit and a \$225,000 Sales, Services, and Use Tax Refund. These incentives will be used to build a learning and development facility. The project represents an investment of \$12.8 million and is expected to create 36 jobs, of which 6 are incented at a qualifying wage of \$30.65 per hour.
- Kooima Ag, located in Rock Valley, is a manufacturer of replacement parts. The company was awarded a \$177,000 Investment Tax Credit and a \$116,000 Sales, Services, and Use Tax Refund. These incentives will be used to construct warehousing and manufacturing space, as well as to purchase equipment to grow production capacity. The project represents an investment of \$5.2 million and is expected to create 12 jobs, of which 11 are incented at a qualifying wage of \$24.77.

**Butchery Innovation and Revitalization Program.** The [Butchery Innovation and Revitalization Program](#) provides grants to businesses for projects relating to small-scale meat processing, licensed custom lockers, and mobile slaughter units. The Board approved a 12-month extension of the project completion date for a Butchery Innovation and Revitalization grant to Graziano Brothers due to delays in the receipt of equipment delivery.

**Manufacturing 4.0 Program.** The [Manufacturing 4.0 Program](#) makes grants to assist small- and mid-sized companies with the adoption and integration of smart technologies into existing operations. The Board approved the following Manufacturing 4.0 contract amendments:

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- A three-month extension of the project completion date for Precision Metal Works.
  - A 12-month extension of the project completion date for Pyrographics.

**Rules.** The Board approved the following administrative rules changes:

- Adopted the rulemaking in ARC [7106C](#) related to various tax credit programs.
- Adopted the rulemaking in ARC [7105C](#) related to the Renewable Chemical Production Tax Credit.

**Reports.** The Board heard the following reports:

- Terry Roberson, Accounting Director, provided an update regarding the budget and finances for the IEDA.
- Deanna Triplett, Senior Policy and Partnership Manager, provided an update on legislation regarding the IEDA.
- Debi Durham, Executive Director, provided an update regarding IEDA programs and activities.

**Next Meeting.** The next Board meeting will take place on January 19, 2024.

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