

Miscellaneous Appropriations Acts

STUDIES AND INTENT

Required Reports

Requires the Authority to submit an annual report to the General Assembly and the Governor's Office, every year that moneys are appropriated, describing the use of funds and the results achieved. Page 4, Line 23

SIGNIFICANT CODE CHANGES

Community Attraction and Tourism Program Application Review Committee

Specifies the five members of the Community Attraction and Tourism Program Application Review Committee will consist of one member from each congressional district and one member from the state at large. Page 4, Line 28

Enhance Iowa Board

Changes the name of the Vision Iowa Board to the Enhance Iowa Board. Page 1, Line 20

Replaces the Vision Iowa Board with the Enhance Iowa Board under the purview of the Authority. Page 2, Line 1

Specifies the Enhance Iowa Board duties will include the oversight of the Sports Tourism Program and the River Enhancement Community Attraction and Tourism Program. Page 3, Line 23

Enhance Iowa Fund

Establishes the Enhance Iowa Fund. Page 4, Line 7

Sports Tourism Application Review Committee

Requires applications for Sports Tourism Program grants to be submitted to the Authority. The Authority will forward the applications that meet the eligibility criteria to the Enhance Iowa Board and provide a staff review analysis and evaluation to the Sports Tourism Application Review Committee. Page 7, Line 35

Specifies the five members of the Sports Tourism Program Application Review Committee are to consist of one member from each congressional district and one member from the state at large. Page 8, Line 2

Sports Tourism Fund

Establishes the Sports Tourism Fund within the Authority for the purpose of providing financial assistance to cities, counties, and public organizations under the Sports Tourism Program.

Page 8, Line 24

Sports Tourism Program

Requires the Authority to establish and administer, at the direction of the Enhance Iowa Board, a Sports Tourism Program for the purpose of providing financial assistance for projects that promote sporting events for accredited colleges and universities and other sporting events in the state.

Page 5, Line 27

Transition Provisions

Requires the Authority to transition the powers and duties of the Vision Iowa Board to the Enhance Iowa Board. Initial members of the Enhance Iowa Board to be appointed by November 1, 2016. Specifies the intent of the General Assembly that the Governor appoint at least three, but not more than seven, members of the Vision Iowa Board to the Enhance Iowa Board.

Page 10, Line 29

Vision Iowa Program Applications and RE-CAT Project Applications Review Committee

Specifies the six members of the Vision Iowa Program Applications and River Enhancement Community Attraction and Tourism (RE-CAT) Project Applications Review Committee will consist of one member from each congressional district and two members from the state at large.

Page 5, Line 8

ENACTMENT DATE

This Act was approved by the General Assembly on April 27, 2016, and signed by the Governor on May 27, 2016.

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Senate File 2308 provides for the following changes to the Code of Iowa.

Page #	Line #	Bill Section	Action	Code Section
1	9	1	Add	12.71.11,12
1	18	2	Amend	15F.101.2
2	1	3	Strike and Replace	15F.102
3	23	4	Add	15F.103.3A,3B
3	31	5	Amend	15F.104
4	7	6	New	15F.107
4	28	7	Amend	15F.203.1,2
5	6	8	Strike	15F.204.8
5	8	9	Amend	15F.304.1,2
5	26	10	New	15F.401
7	33	11	New	15F.401A
8	23	12	New	15F.402
9	8	13	Amend	12.72.1
9	28	14	Amend	12.75.1
10	8	15	Amend	15.108.5.c
10	24	16	Add	15E.321.3A

<p>1 7 DIVISION I</p> <p>1 8 ENHANCE IOWA</p> <p>1 9 Section 1. Section 12.71, Code 2016, is amended by adding</p> <p>1 10 the following new subsections:</p> <p>1 11 NEW SUBSECTION 11. The treasurer of state shall not issue</p> <p>1 12 bonds or refunding bonds under this section after June 30,</p> <p>1 13 2016.</p> <p>1 14 NEW SUBSECTION 12. This section is repealed on the date</p> <p>1 15 that all bonds and refunding bonds issued pursuant to this</p> <p>1 16 section are redeemed in full. The treasurer of state shall</p> <p>1 17 notify the Iowa Code editor of this occurrence.</p> <p>1 18 Sec. 2. Section 15F.101, subsection 2, Code 2016, is amended</p> <p>1 19 to read as follows:</p> <p>1 20 2. "Board" means the vision enhance Iowa board as created</p> <p>1 21 in section 15F.102.</p> <p>2 1 Sec. 3. Section 15F.102, Code 2016, is amended by striking</p> <p>2 2 the section and inserting in lieu thereof the following:</p> <p>2 3 15F.102 ENHANCE IOWA BOARD.</p> <p>2 4 1. An enhance Iowa board is established consisting of the</p> <p>2 5 members described in subsection 2. The board is located within</p> <p>2 6 the authority for administrative purposes. The director of the</p> <p>2 7 authority shall provide office space, staff assistance, and</p> <p>2 8 necessary supplies and equipment for the board. The director</p> <p>2 9 shall budget moneys to cover the compensation and expenses</p> <p>2 10 of the board. In performing its functions, the board is</p> <p>2 11 performing a public function on behalf of the state and is a</p> <p>2 12 public instrumentality of the state.</p> <p>2 13 2. The board shall consist of the following voting members</p> <p>2 14 appointed by the governor:</p> <p>2 15 a. Two members from each United States congressional</p> <p>2 16 district in the state as established in section 40.1.</p> <p>2 17 b. Three members from the state at large.</p> <p>2 18 3. a. Of the voting members appointed pursuant to</p> <p>2 19 subsection 2, the governor shall appoint the following:</p> <p>2 20 (1) One person selected by the board of the Iowa natural</p> <p>2 21 heritage foundation.</p> <p>2 22 (2) One person with professional experience in finance or</p> <p>2 23 investment banking.</p> <p>2 24 (3) One person with professional experience in the tourism</p>	<p>CODE: Prohibits the Treasurer of State from issuing bonds or refunding bonds for the Vision Iowa Program after June 30, 2016.</p> <p>CODE: Strikes the bonding powers for the Vision Iowa Program once all bonds and refunding bonds related to the Program have been redeemed in full and requires the Treasurer of State to notify the Iowa Code Editor when this occurs.</p> <p>CODE: Changes the name of the Vision Iowa Board to the Enhance Iowa Board.</p> <p>CODE: Specifies the Enhance Iowa Board (Board) is located within the Iowa Economic Development Authority (Authority) for administrative purposes and is a public instrumentality of the state. The Authority director is required to budget for the compensation and expenses of the Board.</p> <p>CODE: The Board will consist of 11 voting members. Specifies the term length of Board members and the procedure for replacing Board members. The Governor will appoint the voting members subject to the confirmation of the Senate. The procedure and terms for appointing four nonvoting members of the General Assembly is specified. The Board will have a total of 15 members.</p>
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2 25 industry.
 2 26 (4) One person with professional experience in
 2 27 architecture, landscape architecture, or historic preservation.
 2 28 (5) One person with professional experience in cultural
 2 29 attractions and programming.
 2 30 (6) Six persons actively employed in the private,
 2 31 for-profit sector of the economy who have substantial expertise
 2 32 in economic development.
 2 33 b. The governor shall appoint the voting members pursuant to
 2 34 subsection 2, subject to sections 69.16, 69.16A, and 69.16C,
 2 35 and subject to confirmation by the senate.
 2 36 c. The members appointed pursuant to subsection 2 shall
 2 37 be appointed to two-year staggered terms and the terms shall
 2 38 commence and end as provided by section 69.19. If a vacancy
 2 39 occurs, a successor shall be appointed to serve the unexpired
 3 1 term. A successor shall be appointed in the same manner and
 3 2 subject to the same qualifications as the original appointment
 3 3 to serve the unexpired term.
 3 4 4. In addition to the voting members, the membership of
 3 5 the board shall include four members of the general assembly
 3 6 with one member designated by each of the following: the
 3 7 majority leader of the senate, the minority leader of the
 3 8 senate, the speaker of the house of representatives, and the
 3 9 minority leader of the house of representatives. A legislative
 3 10 member serves for a term as provided in section 69.16B in an ex
 3 11 officio, nonvoting capacity.

3 12 5. The governor shall designate the chairperson and vice
 3 13 chairperson of the board from the members appointed pursuant
 3 14 to subsection 2. In the case of absence or disability of the
 3 15 chairperson and vice chairperson, the members of the board
 3 16 shall elect a temporary chairperson by a majority vote of those
 3 17 members who are present and voting.

3 18 6. Each voting member of the board shall serve on at least
 3 19 one of the three review committees referred to in sections
 3 20 15F.203, 15F.304, and 15F.401A.

3 21 7. A majority of the total voting membership of the board
 3 22 constitutes a quorum.

CODE: The Governor will designate the chairperson and vice chairperson.

CODE: Specifies each Board member will serve on one of the three review committees:

- Community Attraction and Tourism Program Applications Review Committee.
- Vision Iowa Program Applications and the River Enhancement Community Attraction and Tourism Project Applications Review Committee.
- Sports Tourism Program Application Review Committee.

CODE: A majority of the total voting membership of the Board will constitute a quorum.

3 23 Sec. 4. Section 15F.103, Code 2016, is amended by adding the
 3 24 following new subsections:
 3 25 NEW SUBSECTION 3A. Oversee the administration by the
 3 26 authority of the sports tourism program pursuant to this
 3 27 chapter.
 3 28 NEW SUBSECTION 3B. Oversee the administration of the river
 3 29 enhancement community attraction and tourism program pursuant
 3 30 to this chapter.

CODE: Specifies the Board duties will include the oversight of the Sports Tourism Program and the River Enhancement Community Attraction and Tourism Program.

3 31 Sec. 5. Section 15F.104, Code 2016, is amended to read as
 3 32 follows:

CODE: Technical changes.

3 33 15F.104 AUTHORITY DUTIES.

3 34 The authority, subject to approval by the board, shall
 3 35 adopt administrative rules pursuant to chapter 17A necessary
 3 36 to administer ~~the community attraction and tourism program~~
 3 37 ~~and the vision iowa program~~ the programs established pursuant
 3 38 to this chapter. The authority shall provide the board with
 3 39 assistance in implementing administrative functions, marketing
 4 1 the programs, providing technical assistance and application
 4 2 assistance to applicants under the programs, negotiating
 4 3 contracts, and providing project follow-up. The authority;
 4 4 ~~in cooperation with the treasurer of state~~, may conduct
 4 5 negotiations on behalf of the board with applicants regarding
 4 6 terms and conditions applicable to awards under the programs.

4 7 Sec. 6. NEW SECTION 15F.107 ENHANCE IOWA FUND.

Enhance Iowa Fund

4 8 1. a. The authority shall establish a fund pursuant to
 4 9 section 15.106A, subsection 1, paragraph "o", for purposes of
 4 10 allocating moneys to programs specified in an appropriation
 4 11 made to the enhance iowa fund. A fund established for purposes
 4 12 of this section may be administered as a revolving fund and may
 4 13 consist of any moneys appropriated by the general assembly for
 4 14 purposes of this section.

CODE: Establishes the Enhance Iowa Fund (Fund). Permits the Fund to be administered as a revolving fund and specifies the Fund consists of moneys appropriated by the General Assembly. Moneys in the Fund do not revert and interest and earnings on the Fund are to be credited to the Fund along with any repayments or recaptures of program moneys.

4 15 b. Notwithstanding section 8.33, at the end of each fiscal
 4 16 year moneys in a fund established for purposes of this section
 4 17 shall not revert to any other fund but shall remain in the fund
 4 18 for expenditure for subsequent fiscal years.

4 19 c. Notwithstanding section 12C.7, subsection 2, interest or
 4 20 earnings on moneys in the fund shall be credited to the fund.
 4 21 Repayments and recaptures of program moneys shall be credited
 4 22 to the fund.

4 23 2. The authority shall submit a report to the general
 4 24 assembly and the governor's office each year that moneys are
 4 25 appropriated to the fund established in this section describing
 4 26 the use of moneys and the results achieved under each of the

Requires the Authority to submit an annual report to the General Assembly and the Governor's Office, every year that moneys are appropriated, describing the use of funds and the results achieved.

4 27 programs receiving fund moneys.

4 28 Sec. 7. Section 15F.203, subsections 1 and 2, Code 2016, are
4 29 amended to read as follows:

4 30 1. Applications for assistance under the program shall
4 31 be submitted to the authority. For those applications that
4 32 meet the eligibility criteria, the authority shall forward the
4 33 applications to the board and provide a staff review analysis
4 34 and evaluation to the community attraction and tourism program
4 35 review committee referred to in subsection 2 and to the board.

4 36 2. A review committee composed of five members of the
4 37 board shall review community attraction and tourism program
4 38 applications ~~submitted~~ forwarded to the board and make
4 39 recommendations regarding the applications to the board. The
5 1 review committee shall consist of members of the board ~~listed~~
5 2 in, with one member from each congressional district under
5 3 section 15F.102, subsection 2, paragraphs paragraph "a" through
5 4 "e", and one member from the state at large under section
5 5 15F.102, subsection 2, paragraph "b".

5 6 Sec. 8. Section 15F.204, subsection 8, Code 2016, is amended
5 7 by striking the subsection.

5 8 Sec. 9. Section 15F.304, subsections 1 and 2, Code 2016, are
5 9 amended to read as follows:

5 10 1. Applications for assistance under the program shall
5 11 be submitted to the authority. For those applications that
5 12 meet the eligibility criteria, the authority shall forward
5 13 the applications to the board and provide a staff review and
5 14 evaluation to the vision iowa program review committee referred
5 15 to in subsection 2 and to the board.

5 16 2. A review committee composed of ~~eight~~ six members of
5 17 the board shall review vision iowa program applications and
5 18 river enhancement community attraction and tourism project
5 19 applications ~~submitted~~ forwarded to the board and make
5 20 recommendations regarding the applications to the board. The
5 21 review committee shall consist of members of the board ~~listed~~
5 22 in, with one member from each congressional district under
5 23 section 15F.102, subsection 2, paragraphs "d" through "h"
5 24 paragraph "a", and two members from the state at large under
5 25 section 15F.102, subsection 2, paragraph "b".

5 26 Sec. 10. NEW SECTION 15F.401 SPORTS TOURISM PROGRAM.

5 27 1. a. The authority shall establish, and, at the direction
5 28 of the board, shall administer a sports tourism program
5 29 to provide financial assistance for projects that promote
5 30 sporting events for organizations of accredited colleges and
LSA: Fiscal Analysis

CODE: Specifies the five members of the Community Attraction and Tourism Program Application Review Committee will consist of one member from each congressional district and one member from the state at large.

CODE: Technical correction.

CODE: Specifies the six members of the Vision Iowa Program Applications and River Enhancement Community Attraction and Tourism Project Applications Review Committee will consist of one member from each congressional district and two members from the state at large.

Sports Tourism Program

CODE: Requires the Authority to establish and administer, at the direction of the Board, a Sports Tourism Program for the purpose of providing financial assistance for projects that promote sporting events for accredited colleges and universities and other sporting events in
July 2016

5 31 universities and other sporting events in the state.	the state.
5 32 b. For purposes of this section:	
5 33 (1) "District" means a regional sports authority district 5 34 certified under section 15E.321.	CODE: Defines a District as a Sports Authority District certified by the Authority.
5 35 (2) "Financial assistance" means assistance provided 5 36 only from the funds available to the authority or the board 5 37 and includes assistance in the form of grants, loans, and 5 38 forgivable loans.	CODE: Defines financial assistance as grants, loans, and forgivable loans.
5 39 (3) "Organization" means a corporation, conference, 6 1 association, or other organization which has as one of 6 2 its primary purposes the sponsoring or administration 6 3 of extracurricular intercollegiate athletic contests or 6 4 competitions.	CODE: Defines organization as a as a specified entity that has a primary purpose of sponsoring or administration of extracurricular intercollegiate athletic contests or competitions.
6 5 c. The authority, by rule, shall define "accredited colleges 6 6 and universities", in consultation with the college student aid 6 7 commission.	CODE: Requires the Authority to define accredited colleges and universities in consultation with the College Student Aid Commission.
6 8 2. a. A city or county in the state or a public 6 9 organization, including a convention and visitors bureau or a 6 10 district, may apply to the authority for financial assistance 6 11 for a project that actively and directly promotes sporting 6 12 events for accredited colleges and universities and other 6 13 sporting events in the area served by the city, county, or 6 14 public organization.	CODE: Specifies the terms and conditions for cities, counties, visitor bureaus, and districts to receive financial assistance for projects that actively and directly promote sporting events for accredited colleges and universities and other sporting events.
6 15 b. A city, county, or public organization may apply for and 6 16 receive financial assistance for more than one project.	
6 17 c. A city, county, or public organization may apply for 6 18 financial assistance for a project that spans multiple fiscal 6 19 years or may apply for renewal of financial assistance awarded 6 20 in a prior year if all applicable contractual requirements are 6 21 met. The decision as to whether to renew an award shall be 6 22 at the discretion of the board. The board may adopt by rule 6 23 certain metrics and return on investment estimates for purposes 6 24 of this paragraph. The authority may include such metrics and 6 25 estimates in a program agreement executed pursuant to this 6 26 section.	
6 27 d. A convention and visitors bureau may apply to the 6 28 authority for financial assistance pursuant to this section and 6 29 a district may apply to the authority for district financial 6 30 assistance, but a convention and visitors bureau shall not in 6 31 the same year receive financial assistance under the program 6 32 created in this section and financial assistance as part of a	

6 33 district.

6 34 3. The authority shall process applications under this
6 35 section in accordance with this section and section 15F.401A.

6 36 4. An applicant shall demonstrate matching funds in order
6 37 to receive financial assistance pursuant to this section. The
6 38 amount of matching funds that may be required shall be at the
6 39 board's discretion.

7 1 5. The board shall make final funding decisions on
7 2 each application and may approve, deny, defer, or modify
7 3 applications for financial assistance under the program, in
7 4 its discretion, in order to fund as many projects with the
7 5 moneys available as possible. The board and the authority may
7 6 negotiate with applicants regarding the details of projects and
7 7 the amount and terms of any award. In making final funding
7 8 decisions pursuant to this subsection, the board and the
7 9 authority are exempt from chapter 17A.

CODE: Specifies the Enhance Iowa Board's requirements and authority as it relates to funding decisions and exempts the Board from the requirements of the Iowa Administrative Procedures Act.

7 10 6. a. A city, county, or public organization may use
7 11 financial assistance received under the program for marketing,
7 12 promotions, and infrastructure. Whether an activity or
7 13 individual cost item is directly related to the promotion
7 14 of the sporting event shall be within the discretion of the
7 15 authority.

CODE: Specifies an entity receiving financial assistance is allowed to use the funds for marketing, promotions, and infrastructure.

7 16 b. All applications to the authority for financial
7 17 assistance shall be made at least ninety days prior to an
7 18 event's scheduled date. A city, county, or public organization
7 19 shall not use financial assistance received under the program
7 20 as reimbursement for completed projects.

CODE: Requires all applications to be made at least 90 days prior to a scheduled event date and prohibits financial assistance as reimbursement for completed projects.

7 21 7. An applicant receiving financial assistance shall
7 22 provide an annual report to the authority for years in which it
7 23 receives financial assistance under this section. The report
7 24 shall include the information the authority deems relevant.

CODE: Requires recipients of financial assistance to provide the Authority with an annual report, as specified by the Authority, for each year financial assistance is received.

7 25 8. Each applicant receiving an award of financial
7 26 assistance from the board shall enter into an agreement with
7 27 the authority. The agreement shall contain such terms and
7 28 conditions as the board may place on the award or the authority
7 29 may deem necessary for the efficient administration of the
7 30 program established in this subchapter.

CODE: Requires each applicant receiving an award to enter into an agreement with the Authority as specified by the Enhance Iowa Board and the Authority.

7 31 9. The authority, with the approval of the board, shall
7 32 adopt rules for the administration of this subchapter.

CODE: Requires the Authority, with approval of the Enhance Iowa Board, to adopt rules for the administration of the Sports Tourism Program.

7 34 APPLICATION REVIEW.

7 35 1. Applications for assistance under the sports tourism
 7 36 program shall be submitted to the authority. For those
 7 37 applications that meet the eligibility criteria, the authority
 7 38 shall forward the applications to the board and provide a staff
 7 39 review analysis and evaluation to the sports tourism program
 8 1 review committee referred to in subsection 2 and to the board.

CODE: Requires applications for Sports Tourism Program grants to be submitted to the Authority. The Authority is to forward the applications that meet the eligibility criteria to the Enhance Iowa Board and provide a staff review analysis and evaluation to the Sports Tourism Application Review Committee.

8 2 2. A review committee composed of five members of the board
 8 3 shall review sports tourism program applications forwarded to
 8 4 the board and make recommendations regarding the applications
 8 5 to the authority. The review committee shall consist of
 8 6 members of the board, with one member from each congressional
 8 7 district under section 15F.102, subsection 2, paragraph "a",
 8 8 and one member from the state at large under section 15F.102,
 8 9 subsection 2, paragraph "b".

CODE: Specifies the five members of the Sports Tourism Program Application Review Committee are to consist of one member from each congressional district and one member from the state at large.

8 10 3. When reviewing the applications, the review committee
 8 11 and the authority shall consider, at a minimum, all of the
 8 12 following:
 8 13 a. Impact of the project on the local, regional, and state
 8 14 economies.
 8 15 b. Potential to attract Iowans and out-of-state visitors.
 8 16 c. Amount of positive advertising or media coverage the
 8 17 project generates.
 8 18 d. Quality, size, and scope of the project.
 8 19 e. Ratio of public-to-private investment.

CODE: Specifies the minimum review criteria to be used by the Sports Tourism Program Application Review Committee.

8 20 4. Upon review of the recommendations of the review
 8 21 committee, the board shall approve, defer, or deny the
 8 22 applications in accordance with section 15F.401.

CODE: Requires the Board to approve, defer, or deny applications for Sports Tourism Program funding.

8 23 Sec. 12.NEW SECTION 15F.402 SPORTS TOURISM PROGRAM FUND.

Sports Tourism Program Fund

8 24 1. a. The authority shall establish a fund pursuant to
 8 25 section 15.106A, subsection 1, paragraph "o", for purposes
 8 26 of financing sports tourism projects as described in this
 8 27 subchapter. The fund established for purposes of this section
 8 28 may be administered as a revolving fund and may consist of any
 8 29 moneys appropriated by the general assembly for purposes of
 8 30 this section.

CODE: Establishes the Sports Tourism Fund to consist of funds appropriated to the Authority for the purpose of providing financial assistance to cities, counties, and public organizations under the Sports Tourism Program. Permits the Fund to be administered as a revolving fund. Funds do not revert and interest and earnings on the Fund are to be credited to the Fund.

8 31 b. Notwithstanding section 8.33, moneys in a fund
 8 32 established for purposes of this section at the end of each
 8 33 fiscal year shall not revert to any other fund but shall remain
 8 34 in the fund for expenditure for subsequent fiscal years.
 8 35 c. Notwithstanding section 12C.7, subsection 2, interest or
 8 36 earnings on moneys in the fund shall be credited to the fund.

8 37 2. a. Moneys in the fund are appropriated to the
 8 38 authority for purposes of providing financial assistance to
 8 39 cities, counties, and public organizations under the sports
 9 1 tourism program established and administered pursuant to this
 9 2 subchapter.
 9 3 b. The board in its discretion shall allocate the available
 9 4 moneys in the fund among the programs described in paragraph "a"
 9 5 in the amounts determined by the board.

9 6 DIVISION II
 9 7 CONFORMING PROVISIONS

9 8 Sec. 13. Section 12.72, subsection 1, Code 2016, is amended
 9 9 to read as follows:

9 10 1. A vision iowa fund is created and established as a
 9 11 separate and distinct fund in the state treasury. The moneys
 9 12 in the fund are appropriated to the ~~vision~~ enhance iowa
 9 13 board for purposes of the vision iowa program established in
 9 14 section 15F.302. Moneys in the fund shall not be subject to
 9 15 appropriation for any other purpose by the general assembly,
 9 16 but shall be used only for the purposes of the vision iowa
 9 17 fund. The treasurer of state shall act as custodian of the
 9 18 fund and disburse moneys contained in the fund as directed
 9 19 by the ~~vision~~ enhance iowa board, including automatic
 9 20 disbursements of funds received pursuant to the terms of bond
 9 21 indentures and documents and security provisions to trustees.
 9 22 The fund shall be administered by the ~~vision~~ enhance iowa
 9 23 board which shall make expenditures from the fund consistent
 9 24 with the purposes of the vision iowa program without further
 9 25 appropriation. An applicant under the vision iowa program
 9 26 shall not receive more than seventy-five million dollars in
 9 27 financial assistance from the fund.

9 28 Sec. 14. Section 12.75, subsection 1, Code 2016, is amended
 9 29 to read as follows:

9 30 1. The ~~vision~~ enhance iowa board may undertake a project
 9 31 for two or more applicants jointly or for any combination
 9 32 of applicants, and may combine for financing purposes, with
 9 33 the consent of all of the applicants which are involved, the
 9 34 project and some or all future projects of any applicant, and
 9 35 sections 12.71, 12.72, and 12.74, this section, and sections
 9 36 12.76 and 12.77 apply to and for the benefit of the ~~vision~~
 9 37 enhance iowa board and the joint applicants. However, the
 9 38 money set aside in a fund or funds pledged for any series or
 9 39 issue of bonds or notes shall be held for the sole benefit
 10 1 of the series or issue separate and apart from money pledged
 10 2 for another series or issue of bonds or notes of the treasurer
 10 3 of state. To facilitate the combining of projects, bonds or
 10 4 notes may be issued in series under one or more resolutions or

CODE: Provides conforming statutory changes to convert the name of the Vision Iowa Board to the Enhance Iowa Board. A change is also made to permit Regional Sports Authority Districts to apply for funding from the Sports Tourism Program.

10 5 trust agreements and may be fully open-ended, thus providing
 10 6 for the unlimited issuance of additional series, or partially
 10 7 open-ended, limited as to additional series.
 10 8 Sec. 15. Section 15.108, subsection 5, paragraph c, Code
 10 9 2016, is amended to read as follows:
 10 10 c. Coordinate and develop with the department of
 10 11 transportation, the department of natural resources, the
 10 12 department of cultural affairs, the ~~vision~~ enhance Iowa
 10 13 board, other state agencies, and local and regional entities
 10 14 public interpretation, marketing, and education programs that
 10 15 encourage lowans and out-of-state visitors to participate in
 10 16 the recreational and leisure opportunities available in Iowa.
 10 17 The authority shall establish and administer a program that
 10 18 helps connect both Iowa residents and residents of other states
 10 19 to new and existing Iowa experiences as a means to enhance the
 10 20 economic, social, and cultural well-being of the state. The
 10 21 program shall include a broad range of new opportunities, both
 10 22 rural and urban, including main street destinations, green
 10 23 space initiatives, and artistic and cultural attractions.
 10 24 Sec. 16. Section 15E.321, Code 2016, is amended by adding
 10 25 the following new subsection:
 10 26 NEW SUBSECTION 3A. Each district may apply for and
 10 27 receive financial assistance under the sports tourism program
 10 28 established by the authority pursuant to section 15F.401.

10 29 DIVISION III
 10 30 TRANSITION PROVISIONS

10 31 Sec. 17. BOARD COOPERATION — TRANSITION PROVISIONS. The
 10 32 economic development authority shall ensure the effective
 10 33 transition of powers and duties from the vision Iowa board
 10 34 to the enhance Iowa board in implementing this Act. In the
 10 35 interest of maintaining the institutional knowledge possessed
 10 36 by members of the vision Iowa board, it is the intent of the
 10 37 general assembly that the governor should appoint at least
 10 38 three but not more than seven members of the vision Iowa board
 10 39 in existence on June 30, 2016, to the enhance Iowa board. The
 10 40 initial members of the enhance Iowa board shall be appointed by
 10 41 November 1, 2016.

CODE: Requires the Authority to transition the powers and duties from the Vision Iowa Board to the Enhance Iowa Board and requires the initial members of the Enhance Iowa Board to be appointed by November 1, 2016. Specifies the intent of the General Assembly that the Governor appoint at least three, but not more than seven members of the Vision Iowa Board to the Enhance Iowa Board.

FUNDING SUMMARY

General Fund FY 2017: Provides a net reduction of \$26.5 million to FY 2017 General Fund appropriations.

Other Funds FY 2019: Appropriates \$4.5 million from the Rebuild Iowa Infrastructure Fund (RIIF) for FY 2019.

MAJOR INCREASES/DECREASES/TRANSFERS OF EXISTING PROGRAMS

Reduces the General Fund standing limited appropriation for the Peace Officers' Retirement System (PORS) Fund from \$5.0 million to \$2.5 million.	Page 1, Line 9
Reduces the FY 2017 standing appropriation for the Legislative Branch by \$5.4 million.	Page 2, Line 1
Reduces the FY 2017 State school aid funding to area education agencies (AEAs) by \$18.8 million.	Page 2, Line 13
Adds an additional 5.0 FTE positions to the Secretary of State's Office for FY 2017.	Page 7, Line 31
Appropriates \$4.5 million from the Rebuild Iowa Infrastructure Fund (RIIF) for FY 2019 for improvements to the northwest area of the Iowa State Fairgrounds.	Page 8, Line 19

STUDIES AND INTENT

Requires state agencies to submit FY 2018 budget information to the Department of Management (DOM) and include all proposed expenditures, supporting data, and explanations. Requires the Director of the DOM to consult with the Legislative Services Agency (LSA) concerning the provision of support data.	Page 4, Line 2
Specifies the intent of the General Assembly that Executive Branch agencies use an existing master agreement entered into with DAS on November 17, 2015, to develop a statewide time and attendance solution. <i>The Governor vetoed this requirement.</i>	Page 4, Line 22
Requires the salary model administrator to work with the LSA to maintain the state's salary model. Requires various departments to submit salary data to the DOM and the LSA.	Page 4, Line 35

SIGNIFICANT CODE CHANGES

Requires the Legislative Tax Expenditure Committee to review the General Fund standing appropriations related to property tax replacement in 2016.	Page 2, Line 27
Eliminates a General Fund standing unlimited appropriation for costs associated with the transfer of a nonresident person with a mental illness to a state hospital or to their place of residence and, instead, requires the Department of Human Services to pay any necessary expenses.	Page 3, Line 1
Eliminates a General Fund standing unlimited appropriation under the purview of the Governor's Office for interstate extradition costs of a prisoner and instead requires the Department of Corrections to pay the costs.	Page 3, Line 15
Changes the timing of when the State Appeal Board disposes of all appeals associated with local budgets from on or before April 30 of each year to within 45 days after the date of the appeal hearing.	Page 5, Line 18
Requires natural hair braiders to register with the Department of Public Health (DPH) in lieu of the Board of Cosmetology Arts and Sciences. In addition, the licensee is required to take one hour of safety and sanitation curriculum per year. Gives the DPH the authority to order a person to cease hair braiding if a violation of a requirement is determined. <i>The Governor vetoed certain licensee requirements but retained the requirement that hair braiders register with the DPH in lieu of the Board of Cosmetology Arts and Sciences.</i>	Page 5, Line 32
Beginning in FY 2019, eliminates a provision that allows a certain percentage of students to open enroll for purposes of receiving educational instruction and course content that are delivered primarily over the internet. <i>The Governor vetoed the repeal date of July 1, 2018, of this requirement.</i>	Page 6, Line 18
Removes the repeal date of July 1, 2020, associated with a provision that allows a nonpublic school to be accredited by an independent accrediting agency that has been approved by the State Board of Education.	Page 7, Line 5
Clarifies that the \$30.0 million state sales tax revenue that is to be deposited to the Sales Tax Increment Fund is an annual maximum amount.	Page 7, Line 7
Division III of this Act provides numerous nonsubstantive corrective provisions to the Iowa Code and the 2016 Iowa Acts.	Page 8, Line 32
Restricts the placement of a lien on a mobile, modular, or manufactured home if the home is owned by a tenant of a mobile home park or manufactured home community and the owner of the park or community is the account holder, unless the lease agreement states otherwise.	Page 12, Line 31
Maintains the current four income tax checkoffs for tax years 2016 through 2018, including the checkoffs for	Page 13, Line 19

the Iowa State Fair Foundation Fund, Fish and Game Protection Fund, Child Abuse Prevention Program Fund, and the joint checkoff for the Veterans Trust Fund and Volunteer Fire Fighter Preparedness Fund. Beginning January 1, 2017, the tax checkoff rotation returns to current law. Current law requires that the two lowest yielding income tax checkoffs be removed from the tax form for future fiscal years.

Amends the Flood Mitigation Program to allow an entity to apply, under certain conditions, for an extension beyond the 20-year remittance period to the Flood Mitigation Board.

Page 14, Line 6

Makes changes applicable to the approval process for the construction of merchant lines. Places several requirements, restrictions, and limitations applicable to merchant lines and the approval process by the Iowa Utilities Board. This provision takes effect upon enactment and is applicable to petitions filed on or after November 1, 2014. For petitions filed with the Board prior to the effective date of this provision, the three year approval period is not applicable. Such petitions are considered to be rejected by the Board if not approved within two years of the effective date of this provision.

Page 15, Line 17

Couples the Iowa Solar Energy System Tax Credit with the federal Internal Revenue Code (IRC) for tax years beyond tax year 2015.

Page 16, Line 34

FISCAL IMPACT: Coupling the Iowa Solar Energy Tax System Credit with the federal IRC for tax years beyond 2015 will extend Iowa's credit through the 2021 federal expiration date. Without this coupling provision, the Iowa credit will not be available for tax years after 2015. The fiscal impact of this change is estimated to reduce projected General Fund revenue as listed below:

- FY 2018 = \$2.5 million
- FY 2019 = \$3.5 million
- FY 2020 = \$3.8 million
- FY 2021 = \$4.0 million
- FY 2022 = \$4.1 million
- FY 2022 through FY 2032 in total = \$12.0 million

EFFECTIVE DATE

Provides that the statutory changes to the income tax checkoffs apply retroactively to January 1, 2016.

Page 14, Line 2

Provides that the statutory changes relating to electric transmission merchant line franchises takes effect on enactment and is applicable to petitions filed on or after November 1, 2014. For petitions filed with the

Page 16, Line 13

Board prior to the effective date of this provision, the three-year approval period is not applicable. Such petitions are considered to be rejected by the Iowa Utilities Board if not approved within two years of the effective date of this provision.

Provides that the statutory changes to the Solar Tax Credit apply retroactively to January 1, 2015, for tax years beginning on or after that date.

Page 16, Line 42

GOVERNOR'S VETOES

Time and Attendance Solution: The Governor vetoed legislative intent language specifying that state agencies use an existing master agreement entered into with Department of Administrative Services (DAS) to develop a standardized and automated payroll preparation process for state agencies.

Page 4, Line 22

Natural Hair Braiding: The Governor vetoed provisions pertaining to requirements that natural hair braiders take one hour of safety and sanitation curriculum per year and a requirement that gives the DPH the authority to order a person to cease hair braiding if a violation of a requirement is determined. The Governor retained a provision that requires natural hair braiders to register with the DPH in lieu of the Board of Cosmetology Arts and Sciences.

Page 5, Line 32

Open Enrollment - Online Courses: The Governor vetoed the repeal date of July 1, 2018, of a provision that allows a certain percentage of students to open enroll for purposes of taking online courses.

Page 6, Line 18

ENACTMENT DATE

This Act was approved by the General Assembly on April 29, 2016, and item vetoed and signed by the Governor on May 27, 2016.

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House File 2459 provides for the following changes to the Code of Iowa.

Page #	Line #	Bill Section	Action	Code Section
2	27	4	Add	2.48.3.0f
2	38	5	Amend	230.8
3	13	6	Amend	820.24
5	18	11	Amend	24.32
5	32	12	New	135.37A
6	18	13	Amend	256.7.32.c
7	1	14	Add	256.7.32.c.(6)
7	5	15	Strike	256.11.16.d
7	7	16	Amend	418.12.5
7	17	17	Amend	915.25.3
8	34	20	Amend	29C.24.3.a.(3),(6)
9	19	21	Amend	29C.24.4
9	31	22	Amend	155A.13.3.d
10	13	23	Amend	229.13.7.a.(1)
10	26	24	Amend	256.11.4
11	13	25	Amend	272.25.3
11	29	26	Amend	521A.6B.5.e
12	7	27	Amend	598C.102.8.b
12	31	31	Add	384.84.4.a.(4)
13	4	32	Amend	384.84.10,11
13	29	34	Amend	422.12E.1
14	6	36	Amend	418.15.1
15	17	37	New	478.6A
16	34	40	Add	422.11L.6

1 7 DIVISION I
 1 8 STANDING APPROPRIATIONS AND RELATED MATTERS

1 9 Section 1. 2015 Iowa Acts, chapter 138, section 3, is
 1 10 amended by adding the following new subsection:
 1 11 NEW SUBSECTION 4. For the peace officers' retirement,
 1 12 accident, and disability system retirement fund under section
 1 13 97A.11A:
 1 14 \$ 2,500,000

CODE: Reduces the General Fund standing limited appropriation for the Peace Officers' Retirement System (PORS) Fund from \$5,000,000 to \$2,500,000.

DETAIL: Iowa Code section [97A.11A](#) provides a standing limited appropriation from the General Fund of \$5,000,000 to the Department of Public Safety, beginning July 1, 2012 (FY 2013), until the Peace Officers' Retirement System (PORS) Fund reaches a funded ratio of at least 85.0%. As of June 30, 2015, the PORS Fund had a funded ratio of 73.5% and an unfunded actuarial liability of \$141,600,000. The unassigned standing was notwithstanding in FY 2013 and did not begin until FY 2014. The supplemental money is not to be used to reduce the normal rate of contribution by the state below 17.0%.

2 1 Sec. 2. 2015 Iowa Acts, chapter 138, is amended by adding
 2 2 the following new section:
 2 3 new section SEC. 5A. GENERAL ASSEMBLY.
 2 4 1. The appropriations made pursuant to section 2.12 for the
 2 5 expenses of the general assembly and legislative agencies for
 2 6 the fiscal year beginning July 1, 2016, and ending June 30,
 2 7 2017, are reduced by the following amount:
 2 8 \$ 5,400,000
 2 9 2. The budgeted amounts for the general assembly and
 2 10 legislative agencies for the fiscal year beginning July 1,
 2 11 2016, may be adjusted to reflect the unexpended budgeted
 2 12 amounts from the previous fiscal year.

CODE: Reduces the FY 2017 standing appropriation for the Legislative Branch by \$5,400,000 and permits unexpended funds budgeted during FY 2016 to carry forward to FY 2017.

DETAIL: The FY 2017 Legislative Branch budget is estimated at \$38,250,000. This requirement reduces the budget to \$32,850,000 and represents a reduction of \$1,185,244 compared to the amount budgeted for FY 2016.

2 13 Sec. 3. 2015 Iowa Acts, chapter 138, is amended by adding
 2 14 the following new section:
 2 15 new section SEC. 7A. Section 257.35, Code 2016, is
 2 16 amended by adding the following new subsection:
 2 17 new subsection 10A. Notwithstanding subsection 1, and in
 2 18 addition to the reduction applicable pursuant to subsection
 2 19 2, the state aid for area education agencies and the portion
 2 20 of the combined district cost calculated for these agencies
 2 21 for the fiscal year beginning July 1, 2016, and ending June
 2 22 30, 2017, shall be reduced by the department of management by
 2 23 eighteen million seven hundred fifty thousand dollars. The
 2 24 reduction for each area education agency shall be prorated
 2 25 based on the reduction that the agency received in the fiscal
 2 26 year beginning July 1, 2003.

CODE: Reduces the FY 2017 state school aid funding to area education agencies (AEAs) by \$18,750,000.

DETAIL: In addition to the \$18,750,000 state aid reduction for FY 2017, the AEAs have an annual statutory reduction of \$7,500,000. The state aid reduction to the AEAs will total \$26,250,000 for FY 2017.

2 27 Sec. 4. Section 2.48, subsection 3, Code 2016, is amended
 LSA: Fiscal Analysis

CODE: Requires the Legislative Tax Expenditure Committee to review July 2016

2 28 by adding the following new paragraph:
 2 29 NEW PARAGRAPH Of. In 2016:
 2 30 (1) The homestead tax credit under chapter 425.
 2 31 (2) The elderly and disabled property tax credit under
 2 32 chapter 425.
 2 33 (3) The agricultural land tax credit under chapter 426.
 2 34 (4) The military service tax credit under chapter 426A.
 2 35 (5) The business property tax credit under chapter 426C.
 2 36 (6) The commercial and industrial property tax replacement
 2 37 claims under section 441.21A.
 2 38 Sec. 5. Section 230.8, Code 2016, is amended to read as
 2 39 follows:

3 1 230.8 TRANSFERS OF PERSONS WITH MENTAL ILLNESS — EXPENSES.

3 2 The transfer to any state hospitals or to the places of
 3 3 their residence of persons with mental illness who have no
 3 4 residence in this state or whose residence is unknown and
 3 5 deemed to be a state case, shall be made according to the
 3 6 directions of the administrator, and when practicable by
 3 7 employees of the state hospitals. The actual and necessary
 3 8 expenses of such transfers shall be paid by the department
 3 9 on itemized vouchers sworn to by the claimants and approved
 3 10 by the administrator, ~~and the amount of the expenses is~~
 3 11 ~~appropriated to the department from any funds in the state~~
 3 12 ~~treasury not otherwise appropriated.~~

3 13 Sec. 6. Section 820.24, Code 2016, is amended to read as
 3 14 follows:

3 15 820.24 EXPENSES — HOW PAID.

3 16 When the punishment of the crime shall be the confinement
 3 17 of the criminal in the penitentiary, the expenses shall be
 3 18 ~~paid out of the state treasury, on the certificate of the~~
 3 19 ~~governor and warrant of the director of the department of~~
 3 20 ~~administrative services by the department of corrections;~~
 3 21 and in all other cases they shall be paid out of the county
 3 22 treasury in the county wherein the crime is alleged to have
 3 23 been committed. The expenses shall be the fees paid to the
 3 24 officers of the state on whose governor the requisition is
 3 25 made, and all necessary and actual traveling expenses incurred
 3 26 in returning the prisoner.

3 27 DIVISION II
 3 28 MISCELLANEOUS PROVISIONS

the following General Fund standing appropriations related to property
 tax replacement in 2016:

- Homestead Tax Credit: The FY 2017 appropriation is estimated at \$135,500,000.
- Elderly and Disabled Property Tax Credit: The FY 2017 appropriation is estimated at \$26,100,000.
- Agricultural Land Tax Credit: The FY 2017 standing limited appropriation is \$39,100,000.
- Military Service Tax Credit: The FY 2017 appropriation is estimated at \$2,100,000.
- Business Property Tax Credit: The FY 2017 standing limited appropriation is \$125,000,000.
- Commercial and Industrial Property Tax Replacement: The FY 2017 appropriation is estimated at \$154,636,698.

CODE: Eliminates a General Fund standing unlimited appropriation for costs associated with the transfer of a nonresident person with a mental illness to a state hospital or to their place of residence, and instead requires the Department of Human Services to pay any necessary expenses.

DETAIL: The state currently budgets \$67 annually for potential costs associated with this appropriation. No funds have been expended through this appropriation since at least FY 2008.

CODE: Eliminates a General Fund standing unlimited appropriation under the purview of the Governor's Office for interstate extradition costs of a prisoner and instead requires the Department of Corrections to pay any expenses of such costs.

DETAIL: The state currently budgets \$3,032 annually for potential costs associated with this appropriation. No funds have been expended through this appropriation since at least FY 2008. The expenses for interstate extradition include the fees paid to the officers of the state and all necessary and actual traveling expenses incurred in returning a prisoner to another state or transporting a prisoner from another state to Iowa.

3 29 Sec. 7. HUMAN TRAFFICKING. There is appropriated from
 3 30 the general fund of the state to the department of public
 3 31 safety for the fiscal year beginning July 1, 2016, and ending
 3 32 June 30, 2017, the following amount, or so much thereof as is
 3 33 necessary, to be used for the purposes designated:
 3 34 For the office to combat human trafficking established
 3 35 pursuant to section 80.45 as enacted by 2016 Iowa Acts,
 3 36 Senate File 2191, including salaries, support, maintenance,
 3 37 miscellaneous purposes, and for not more than the following
 3 38 full-time equivalent positions:

3 39	\$	200,000
4 1	FTEs	2.00

General Fund appropriation to the Department of Public Safety for the Office of Human Trafficking.

DETAIL: [Senate File 2191](#) (Human Trafficking Office Act) establishes the Human Trafficking Office in the Department of Public Safety. The duties of the Office include:

- Be the point of contact for antihuman trafficking activity within the state of Iowa.
- Consult and work with other agencies and organizations having expertise in dealing with the crime of human trafficking.
- Develop a strategy to collect and maintain criminal history data on incidents related to human trafficking.
- Develop a strategy for sharing victim and offender data among governmental agencies.
- Apply for and assist other governmental agencies to apply for grants to combat human trafficking.
- Research and recommend training to identify and respond to human trafficking victims.
- Report by November 1, 2017, and annually thereafter, to the General Assembly regarding the office’s activities related to combating human trafficking, and the identified occurrences of human trafficking within the state.

4 2 Sec. 8. BUDGET PROCESS FOR FISCAL YEAR 2017-2018.
 4 3 1. For the budget process applicable to the fiscal year
 4 4 beginning July 1, 2017, on or before October 1, 2016, in lieu
 4 5 of the information specified in section 8.23, subsection 1,
 4 6 unnumbered paragraph 1, and paragraph “a”, all departments
 4 7 and establishments of the government shall transmit to the
 4 8 director of the department of management, on blanks to be
 4 9 furnished by the director, estimates of their expenditure
 4 10 requirements, including every proposed expenditure, for
 4 11 the ensuing fiscal year, together with supporting data and
 4 12 explanations as called for by the director of the department
 4 13 of management after consultation with the legislative services
 4 14 agency.
 4 15 2. The estimates of expenditure requirements shall be
 4 16 in a form specified by the director of the department of
 4 17 management, and the expenditure requirements shall include
 4 18 all proposed expenditures and shall be prioritized by
 4 19 program or the results to be achieved. The estimates shall
 4 20 be accompanied by performance measures for evaluating the
 4 21 effectiveness of the programs or results.

Requires state agencies to submit FY 2018 budget information to the Department of Management (DOM) and include all proposed expenditures, supporting data, and explanations. Requires the Director of the DOM to consult with the Legislative Services Agency (LSA) concerning the provision of support data.

DETAIL: This requirement replaces the statutory budget submission requirements of Executive Branch agencies in Iowa Code section 8.23. Section 8.23 requires all departments to submit annual budgets based on 75.00% of the funding provided for the current fiscal year. The budget submission requirement in this Act has been in place for the last 10 fiscal years and was first applicable to the FY 2007 budget.

~~4 22 Sec. 9. TIME AND ATTENDANCE SOLUTION — EXECUTIVE~~
~~4 23 BRANCH. It is the intent of the general assembly that~~

Specifies the intent of the General Assembly that Executive Branch agencies use an existing master agreement entered into with

~~4 24 executive branch agencies make use of an existing master
4 25 agreement entered into by the department of administrative
4 26 services on November 17, 2015, to develop a statewide time
4 27 and attendance solution. The statewide time and attendance
4 28 solution will have the ability to generate savings within
4 29 state government, minimize compliance risk, and improve
4 30 workforce productivity with a vendor who specializes in
4 31 measuring metrics to monitor performance and measures
4 32 financial and operational activities by incorporating modeling
4 33 and data analytics, baseline numbers, and any additional
4 34 pertinent information.~~

Department of Administrative Services (DAS) on November 17, 2015, to develop a standardized and automated payroll preparation process for state agencies.

DETAIL: The automated time and attendance solution system is intended to increase efficiencies of state agencies. The system would automate employee timekeeping processes and standardize the process across multiple state agencies. The system would also interface with the state payroll system and include advanced labor reporting and employee leave recording. The Iowa Department of Corrections currently uses a similar system for their operations.

VETOED

VETOED: The Governor vetoed this section stating that state agencies were not appropriated additional funds for the cost of the new system, it would require the state to add multiple systems for payroll, and the master contract does not have the full range of functionality provided by the current systems. He further stated that for transparency purposes, if the state were to choose to expand the system statewide, the contract would have to be re-bid to cover the increased scope of the system.

4 35 Sec. 10. SALARY MODEL ADMINISTRATOR. The salary model
4 36 administrator shall work in conjunction with the legislative
4 37 services agency to maintain the state's salary model used for
4 38 analyzing, comparing, and projecting state employee salary
4 39 and benefit information, including information relating to
5 1 employees of the state board of regents. The department of
5 2 revenue, the department of administrative services, the five
5 3 institutions under the jurisdiction of the state board of
5 4 regents, the judicial district departments of correctional
5 5 services, and the state department of transportation shall
5 6 provide salary data to the department of management and the
5 7 legislative services agency to operate the state's salary
5 8 model. The format and frequency of provision of the salary
5 9 data shall be determined by the department of management
5 10 and the legislative services agency. The information shall
5 11 be used in collective bargaining processes under chapter
5 12 20 and in calculating the funding needs contained within
5 13 the annual salary adjustment legislation. A state employee
5 14 organization as defined in section 20.3, subsection 4, may
5 15 request information produced by the model, but the information
5 16 provided shall not contain information attributable to
5 17 individual employees.

Requires the salary model administrator to work with the LSA to maintain the state's salary model. Requires various departments to submit salary data to the DOM and the LSA.

5 18 Sec. 11. Section 24.32, Code 2016, is amended to read as
5 19 follows:
5 20 24.32 DECISION CERTIFIED.

CODE: Changes the timing of when the State Appeal Board disposes of all appeals associated with local budgets from on or before April 30 of each year to within 45 days after the date of the appeal hearing.

5 21 After a hearing upon the appeal, the state board shall
 5 22 certify its decision to the county auditor and to the parties
 5 23 to the appeal as provided by rule, and the decision shall
 5 24 be final. The county auditor shall make up the records in
 5 25 accordance with the decision and the levying board shall make
 5 26 its levy in accordance with the decision. Upon receipt of
 5 27 the decision, the certifying board shall correct its records
 5 28 accordingly, if necessary. Final disposition of all appeals
 5 29 shall be made by the state board ~~on or before April 30 of~~
 5 30 ~~each year~~ within forty-five days after the date of the appeal
 5 31 hearing.

~~5 32 Sec. 12. NEW SECTION 135.37A. NATURAL HAIR BRAIDING.~~

~~5 33 1. A person shall register with the department in order to~~
~~5 34 perform a commercial service involving natural hair braiding.~~
~~5 35 For purposes of this section, "natural hair braiding" means a~~
~~5 36 method of natural hair care consisting of braiding, locking,~~
~~5 37 twisting, weaving, cornrowing, or otherwise physically~~
~~5 38 manipulating hair without the use of chemicals to alter~~
~~5 39 the hair's physical characteristics that incorporates both~~
 6 1 ~~traditional and modern styling techniques.~~

6 2 ~~2. The department shall adopt rules pursuant to chapter 17A~~
 6 3 ~~to administer this section. Such rules shall include but not~~
 6 4 ~~be limited to all of the following:~~

6 5 ~~a. Establishing minimum safety and sanitation criteria for~~
 6 6 ~~the provision of natural hair braiding.~~

6 7 ~~b. Requiring a person performing natural hair braiding to~~
 6 8 ~~complete one hour per calendar year of continuing education~~
 6 9 ~~regarding minimum safety and sanitation criteria for the~~
 6 10 ~~provision of natural hair braiding.~~

6 11 ~~c. Authorizing the department to inspect a location where~~
 6 12 ~~a person performs natural hair braiding upon receipt of a~~
 6 13 ~~complaint to the department about that person or location.~~

6 14 ~~3. If the department determines that a person is in~~
 6 15 ~~violation of a requirement under this section, the department~~
 6 16 ~~may order the person to cease performing natural hair braiding~~
 6 17 ~~until the necessary corrective action has been taken.~~

6 18 Sec. 13. Section 256.7, subsection 32, paragraph c,
 6 19 unnumbered paragraph 1, Code 2016, is amended to read as
 6 20 follows:

6 21 Adopt rules that limit the statewide enrollment of
 6 22 pupils in educational instruction and course content that
 6 23 are delivered primarily over the internet to not more than
 6 24 eighteen one-hundredths of one percent of the statewide
 6 25 enrollment of all pupils, and that limit the number of pupils
 6 26 participating in open enrollment for purposes of receiving
 6 27 educational instruction and course content that are delivered

LSA: Fiscal Analysis

VETOED

CODE: Requires natural hair braiders to register with the Department of Public Health (DPH) in lieu of the Board of Cosmetology Arts and Sciences. In addition, the licensee is required to take one hour of safety and sanitation curriculum per year. Gives the DPH the authority to order a person to cease hair braiding if a violation of a requirement is determined.

VETOED: The Governor vetoed Subsections 2 and 3 of Section 12 of this Act stating that the requirements were unnecessary. The Governor retained Subsection 1 requiring natural hair braiders to register with the DPH.

CODE: Beginning in FY 2019, eliminates a provision that allows a certain percentage of students to open enroll for purposes of receiving educational instruction and course content that are delivered primarily over the internet.

DETAIL: Iowa Code section [256.7\(32\)\(b\)](#), prohibits the open enrollment of students for purposes of online learning by requiring the Department of Education to adopt such rules. Iowa Code section [256.7\(32\)\(c\)](#), provides an exception to this restriction by allowing a certain percentage of students (0.18%) statewide to open enroll in online

July 2016

6 28 primarily over the internet to no more than one percent of
 6 29 a sending district's enrollment. ~~Until June 30, 2018, such~~
 6 30 ~~Such~~ limitations shall not apply if the limitations would
 6 31 prevent siblings from enrolling in the same school district or
 6 32 if a sending district determines that the educational needs
 6 33 of a physically or emotionally fragile student would be best
 6 34 served by educational instruction and course content that are
 6 35 delivered primarily over the internet. Students who meet
 6 36 the requirements of section 282.18 may participate in open
 6 37 enrollment under this paragraph "c" for purposes of enrolling
 6 38 only in the CAM community school district or the Clayton Ridge
 6 39 community school district.

7 1 Sec. 14. Section 256.7, subsection 32, paragraph c, Code
 7 2 2016, is amended by adding the following new subparagraph:
 7 3 NEW SUBPARAGRAPH (6) This paragraph "c" is repealed July
 7 4 1, 2018.

7 5 Sec. 15. Section 256.11, subsection 16, paragraph d, Code
 7 6 2016, is amended by striking the paragraph.

7 7 Sec. 16. Section 418.12, subsection 5, Code 2016, is
 7 8 amended to read as follows:
 7 9 5. If the department of revenue determines that the
 7 10 revenue accruing to the fund or accounts within the fund
 7 11 exceeds thirty million dollars for a fiscal year or exceeds
 7 12 the amount necessary for the purposes of this chapter if the
 7 13 amount necessary is less than thirty million dollars for a
 7 14 fiscal year, then those excess moneys shall be credited by the
 7 15 department of revenue for deposit in the general fund of the
 7 16 state.

7 17 Sec. 17. Section 915.25, subsection 3, as enacted by 2016
 7 18 Iowa Acts, Senate File 2288, section 16, is amended to read as
 7 19 follows:
 7 20 3. Notwithstanding the provisions of sections 232.147,
 7 21 232.149, and 232.149A, an intake or juvenile court officer
 7 22 shall disclose to the alleged victim of a delinquent act, upon
 7 23 the request of the victim, the complaint, the name and address
 7 24 of the child who allegedly committed the delinquent act, and
 7 25 the disposition of the complaint. If the alleged delinquent
 7 26 act would be a ~~forcible felony~~ serious misdemeanor, aggravated
 7 27 misdemeanor, or felony offense if committed by an adult, the
 7 28 intake or juvenile court officer shall provide notification
 7 29 to the victim of the delinquent act as required by section
 7 30 915.24.

courses. Section 14 of this Act repeals this exception on July 1, 2018,
 which would eliminate open enrollment for online learning.

VETOED: The Governor vetoed the repeal date of July 1, 2018, of this
 requirement, stating that students enrolled in an online learning
 program may be targets of bullying, medically fragile, or individuals
 who struggle in the traditional classroom setting. The Governor stated
 that he received information from students and parents that the online
 learning programs are very helpful and eliminating them would create
 significant fear and anxiety for the students. He further stated that
 there should be a variety of options available to students including
 online learning to ensure academic success.

CODE: Removes the repeal date of July 1, 2020, associated with a
 provision that allows a nonpublic school to be accredited by an
 independent accrediting agency that has been approved by the State
 Board of Education.

CODE: Clarifies that the \$30,000,000 state sales tax revenue that is to
 be deposited to the Sales Tax Increment Fund is an annual maximum
 amount.

DETAIL: This clarification coordinates with language in Iowa Code
 section [418.12\(4\)](#) that limits the annual total remittances from the
 Flood Mitigation Program Sales Tax Increment Fund for all qualified
 local governments to no more than \$30,000,000 per fiscal year. This
 change does not have a fiscal impact.

CODE: Technical correction to [SF 2288](#) (Confidentiality of Juvenile
 Court Records Act). This Act was approved by the General Assembly
 on February 25, 2016, and signed by the Governor on March 9, 2016.

7 31 Sec. 18. 2015 Iowa Acts, chapter 141, section 59, as
 7 32 amended by 2016 Iowa Acts, Senate File 2314, section 22, if
 7 33 enacted, is amended to read as follows:
 7 34 SEC. 59. SECRETARY OF STATE. There is appropriated
 7 35 from the general fund of the state to the office of the
 7 36 secretary of state for the fiscal year beginning July 1,
 7 37 2016, and ending June 30, 2017, the following amounts, or so
 7 38 much thereof as is necessary, to be used for the purposes
 7 39 designated:

8 1 1. ADMINISTRATION AND ELECTIONS
 8 2 For salaries, support, maintenance, and miscellaneous
 8 3 purposes, and for not more than the following full-time
 8 4 equivalent positions:
 8 5 \$ 1,440,890
 8 6 FTEs ~~43.40~~
 8 7 15.60

8 8 The state department or state agency which provides
 8 9 data processing services to support voter registration file
 8 10 maintenance and storage shall provide those services without
 8 11 charge.

8 12 2. BUSINESS SERVICES
 8 13 For salaries, support, maintenance, and miscellaneous
 8 14 purposes, and for not more than the following full-time
 8 15 equivalent positions:
 8 16 \$ 1,440,891
 8 17 FTEs ~~43.40~~
 8 18 15.60

8 19 Sec. 19. 2016 Iowa Acts, Senate File 2324, section 1,
 8 20 subsection 12, if enacted, is amended to read as follows:
 8 21 12. STATE FAIR AUTHORITY
 8 22 For infrastructure costs associated with the remodeling of
 8 23 the northwest portion of the fairgrounds, including but not
 8 24 limited to a new events area and updates to the grandstand,
 8 25 stage, and midway:
 8 26 FY 2016-2017:
 8 27 \$ 500,000
 8 28 FY 2017-2018:
 8 29 \$ 500,000
 8 30 FY 2018-2019:
 8 31 \$ 4,500,000

8 32 DIVISION III
 8 33 CORRECTIVE PROVISIONS

8 34 Sec. 20. Section 29C.24, subsection 3, paragraph a,
 LSA: Fiscal Analysis

CODE: Adds an additional 5.00 FTE positions to the Secretary of State's Office for FY 2017.

DETAIL: [Senate File 2314](#) (Administration and Regulation Appropriations Act) provides General Fund appropriations totaling \$2,881,781 and 26.20 FTE positions to the Secretary of State's Office for FY 2017. This Act increases the total FTE authorization to 31.20 positions for FY 2017.

CODE: Appropriates \$4,500,000 from the Rebuild Iowa Infrastructure Fund (RIIF) for FY 2019 for improvements to the northwest area of the Iowa State Fairgrounds.

DETAIL: This appropriation is in addition to the \$1,000,000 appropriated for this project in [SF 2324](#) (Infrastructure Appropriations Act) for FY 2017 and FY 2018.

CODE: Corrective provision to [SF 2306](#) (Disaster Response, Out-of- July 2016

8 35 subparagraphs (3) and (6), as enacted by 2016 Iowa Acts,
 8 36 Senate File 2306, section 2, are amended to read as follows:
 8 37 (3) The imposition of income taxes under chapter 422,
 8 38 divisions II and III, including the requirement to file tax
 8 39 returns under sections 422.13 through 422.15 or section
 9 1 422.36, as applicable, and including the requirement to
 9 2 withhold and remit income tax from out-of-state employees
 9 3 under section 422.16. In addition, the performance of
 9 4 disaster or emergency-related work during a disaster response
 9 5 period by an out-of-state business or out-of-state employee
 9 6 shall not require an out-of-state business to be included in
 9 7 a consolidated return under section 422.37, and shall not
 9 8 increase the amount of net income of the out-of-state business
 9 9 allocated and apportioned to the state under ~~sections~~ section
 9 10 422.8 or 422.33, as applicable.
 9 11 (6) The assessment of property taxes by the department
 9 12 of revenue under sections 428.24 through 428.26, 428.28,
 9 13 and 428.29, or chapters 433, 434, 435, and 437 through 438,
 9 14 or by a local assessor under another provision of law, on
 9 15 property brought into the state to aid in the performance of
 9 16 disaster or emergency-related work during a disaster response
 9 17 period if such property does not remain in the state after the
 9 18 conclusion of the disaster response period.

9 19 Sec. 21. Section 29C.24, subsection 4, as enacted by 2016
 9 20 Iowa Acts, Senate File 2306, section 2, is amended to read as
 9 21 follows:
 9 22 4. BUSINESS AND EMPLOYEE STATUS AFTER A DISASTER RESPONSE
 9 23 PERIOD. An out-of-state business or out-of-state employee
 9 24 that remains in the state after the conclusion of the
 9 25 disaster response period ~~for~~ during which the disaster or
 9 26 emergency-related work was performed shall be fully subject to
 9 27 the state's standards for establishing presence, residency,
 9 28 or doing business as otherwise provided by law, and shall
 9 29 be responsible for any resulting taxes, fees, licensing,
 9 30 registration, filing, or other requirements.

9 31 Sec. 22. Section 155A.13, subsection 3, paragraph d, as
 9 32 enacted by 2016 Iowa Acts, Senate File 453, section 3, is
 9 33 amended to read as follows:
 9 34 d. An applicant seeking a special or limited-use
 9 35 pharmacy ~~licensed~~ license for a proposed telepharmacy site
 9 36 that does not meet the mileage requirement established in
 9 37 paragraph "c" and is not statutorily exempt from the mileage
 9 38 requirement may apply to the board for a waiver of the mileage
 9 39 requirement. A waiver request shall only be granted if the
 10 1 applicant can demonstrate to the board that the proposed
 10 2 telepharmacy site is located in an area where there is

LSA: Fiscal Analysis

State Businesses Act).

DETAIL: This Act was approved by the General Assembly on April 12, 2016, and signed by the Governor on April 21, 2016.

CODE: Corrective provision to [SF 2306](#) (Disaster Response, Out-of-State Businesses Act).

DETAIL: This Act was approved by the General Assembly on April 12, 2016, and signed by the Governor on April 21, 2016.

CODE: Corrective provision to [SF 453](#) (Board of Pharmacy Act).

DETAIL: This Act was approved by the General Assembly on April 12, 2016, and signed by the Governor on April 21, 2016.

10 3 limited access to pharmacy services and can establish the
 10 4 existence of compelling circumstances that justify waiving
 10 5 the mileage requirement. The board's decision to grant or
 10 6 deny a waiver request shall be a proposed decision subject to
 10 7 mandatory review by the director of the department of public
 10 8 health. The director shall review a proposed decision and
 10 9 shall have the power to approve, modify, or veto a proposed
 10 10 decision. The director's decision on a waiver request shall
 10 11 be considered final agency action subject to judicial review
 10 12 under chapter 17A.

10 13 Sec. 23. Section 229.13, subsection 7, paragraph a,
 10 14 subparagraph (1), as enacted by 2016 Iowa Acts, Senate File
 10 15 2259, section 1, is amended to read as follows:

10 16 (1) The respondent's mental health professional acting
 10 17 within the scope of the mental health professional's practice
 10 18 shall notify the committing court, with preference given
 10 19 to the committing judge, if available, in the appropriate
 10 20 county ~~who~~ and the court shall enter a written order directing
 10 21 that the respondent be taken into immediate custody by the
 10 22 appropriate sheriff or sheriff's deputy. The appropriate
 10 23 sheriff or sheriff's deputy shall exercise all due diligence
 10 24 in taking the respondent into protective custody to a hospital
 10 25 or other suitable facility.

CODE: Corrective provision for [SF 2259](#) (Treatment of Persons with a Serious Mental Impairment Act).

DETAIL: This Act was approved by the General Assembly on April 11, 2016, and signed by the Governor on April 21, 2016.

10 26 Sec. 24. Section 256.11, subsection 4, Code 2016, as
 10 27 amended by 2016 Iowa Acts, House File 2392, section 26, if
 10 28 enacted, is amended to read as follows:

10 29 4. The following shall be taught in grades seven and
 10 30 eight: English-language arts; social studies; mathematics;
 10 31 science; health; age-appropriate and research-based human
 10 32 growth and development; career exploration and development;
 10 33 physical education; music; and visual art. Career exploration
 10 34 and development shall be designed so that students are
 10 35 appropriately prepared to create an individual career
 10 36 and academic plan pursuant to section 279.61, incorporate
 10 37 foundational career and technical education concepts aligned
 10 38 with the six career and technical education service areas
 10 39 as defined in ~~paragraph subsection 5, subsection paragraph~~
 11 1 "h", and incorporate relevant twenty-first century skills.
 11 2 The health curriculum shall include age-appropriate and
 11 3 research-based information regarding the characteristics
 11 4 of sexually transmitted diseases, including HPV and the
 11 5 availability of a vaccine to prevent HPV, and acquired
 11 6 immune deficiency syndrome. The state board as part of
 11 7 accreditation standards shall adopt curriculum definitions
 11 8 for implementing the program in grades seven and eight.
 11 9 However, this subsection shall not apply to the teaching

CODE: Corrective provision for [HF 2392](#) (Career and Technical Education, Schools Act).

DETAIL: This Act was approved by the General Assembly on April 20, 2016, and signed by the Governor on May 26, 2016.

11 10 of career exploration and development in nonpublic schools.
 11 11 For purposes of this section, "age-appropriate", "HPV", and
 11 12 "research-based" mean the same as defined in section 279.50.

11 13 Sec. 25. Section 272.25, subsection 3, Code 2016, as
 11 14 amended by 2016 Iowa Acts, Senate File 2196, section 3, is
 11 15 amended to read as follows:

11 16 3. A requirement that the program include instruction
 11 17 in skills and strategies to be used in classroom management
 11 18 of individuals, and of small and large groups, under
 11 19 varying conditions; skills for communicating and working
 11 20 constructively with pupils, teachers, administrators, and
 11 21 parents; preparation in reading theory, knowledge, strategies,
 11 22 and approaches, and for integrating literacy instruction ~~in~~
 11 23 into content areas in accordance with section 256.16; and
 11 24 skills for understanding the role of the board of education
 11 25 and the functions of other education agencies in the state.
 11 26 The requirement shall be based upon recommendations of the
 11 27 department of education after consultation with teacher
 11 28 education faculty members in colleges and universities.

11 29 Sec. 26. Section 521A.6B, subsection 5, paragraph e, if
 11 30 enacted by 2016 Iowa Acts, House File 2394, section 10, is
 11 31 amended to read as follows:

11 32 e. Entering into agreements with or obtaining documentation
 11 33 from any insurer registered under section 521A.4, any member
 11 34 of an internationally active insurance group, and any other
 11 35 state, federal, or international regulatory agency for members
 11 36 of the internationally active insurance group, that provides
 11 37 the basis for or otherwise clarifies the commissioner's
 11 38 role as group-wide supervisor of an internationally active
 11 39 insurance group, including provisions for resolving disputes
 12 1 with other regulatory officials. Such agreements or
 12 2 documentation shall not serve as evidence in any proceeding
 12 3 that any insurer or person within an insurance ~~company~~ holding
 12 4 company system not domiciled or incorporated in this state
 12 5 is doing business in this state or is otherwise subject to
 12 6 jurisdiction in this state.

12 7 Sec. 27. Section 598C.102, subsection 8, paragraph b, as
 12 8 enacted by 2016 Iowa Acts, Senate File 2233, section 2, is
 12 9 amended to read as follows:

12 10 b. An individual who has custodial responsibility for a
 12 11 child under a law of this state other than this chapter.

12 12 Sec. 28. 2016 Iowa Acts, House File 2269, section 20,
 12 13 subsection 1, is amended to read as follows:

12 14 1. It is amended, rescinded, or supplemented by the

CODE: Corrective provision for [SF 2196](#) (Literacy Requirements in Teacher Preparation Act).

DETAIL: This Act was approved by the General Assembly on April 4, 2016, and signed by the Governor on April 7, 2016.

CODE: Corrective provision for [SF 2233](#) (Uniform Deployed Parents Custody and Visitation Act).

DETAIL: This Act was approved by the General Assembly on April 6, 2016, and signed by the Governor on April 12, 2016.

CODE: Corrective provision for [HF 2269](#) (Excise Taxes on Sale of Cattle Act).

12 15 affirmative action of the executive council committee of the
 12 16 Iowa beef cattle producers association created in section
 12 17 181.3, as amended in this Act.

DETAIL: This Act was approved by the General Assembly on March 16, 2016, and signed by the Governor on March 31, 2016.

12 18 Sec. 29. 2016 Iowa Acts, Senate File 378, section 2, is
 12 19 amended to read as follows:
 12 20 SEC. 2. REPEAL. Section 80.37, Code ~~2015~~ 2016, is
 12 21 repealed.

CODE: Corrective provision for [SF 378](#) (Reimbursement of Defense Costs of Peace Officers and Corrections Officers Act).

DETAIL: This Act was approved by the General Assembly on March 16, 2016, and signed by the Governor on April 6, 2016.

12 22 Sec. 30. 2016 Iowa Acts, Senate File 2185, section 2, is
 12 23 amended by striking the section and inserting in lieu thereof
 12 24 the following:
 12 25 SEC. 2. Section 709.21, subsection 3, Code 2016, is amended
 12 26 to read as follows:
 12 27 3. A person who violates this section commits ~~a serious an~~
 12 28 aggravated misdemeanor.

CODE: Corrective provision for [SF 2185](#) (Criminal Trespass Act).

DETAIL: This Act was approved by the General Assembly on April 6, 2016, and signed by the Governor on April 13, 2016.

12 29 DIVISION IV
 12 30 CITY UTILITY BILLINGS AND COLLECTIONS — LIENS

12 31 Sec. 31. Section 384.84, subsection 4, paragraph a, Code
 12 32 2016, is amended by adding the following new subparagraph:
 12 33 NEW SUBPARAGRAPH (4) A lien under subparagraph (1) shall
 12 34 not be placed upon a premises that is a mobile home, modular
 12 35 home, or manufactured home served by any of the services
 12 36 under that subparagraph if the mobile home, modular home, or
 12 37 manufactured home is owned by a tenant of and located in a
 12 38 mobile home park or manufactured home community and the mobile
 12 39 home park or manufactured home community owner or manager is
 13 1 the account holder, unless the lease agreement specifies that
 13 2 the tenant is responsible for payment of a portion of the
 13 3 rates or charges billed to the account holder.
 13 4 Sec. 32. Section 384.84, subsections 10 and 11, Code 2016,
 13 5 are amended to read as follows:
 13 6 10. For the purposes of this section, “premises” includes
 13 7 a mobile home, modular home, or manufactured home as defined
 13 8 in section 435.1, ~~when the mobile home, modular home, or~~
 13 9 ~~manufactured home is taxed as real estate.~~
 13 10 11. Notwithstanding subsection 4, except for mobile home
 13 11 parks or manufactured home communities where the mobile
 13 12 home park or manufactured home community owner or manager is
 13 13 responsible for paying the rates or charges for services, a
 13 14 lien shall not be filed against the land if the premises are
 13 15 located on leased land. If the premises are located on leased
 13 16 land, a lien may be filed against the premises only.

CODE: Restricts the placement of a lien on a mobile, modular, or manufactured home if the home is owned by a tenant of a mobile home park or manufactured home community and the owner of the park or community is the account holder, unless the lease agreement states otherwise.

13 17 DIVISION VV
 13 18 INCOME TAX CHECKOFFS

13 19 Sec. 33. INCOME TAX CHECKOFFS. Notwithstanding Code
 13 20 section 422.12E which provides for the repeal of certain
 13 21 income tax return checkoffs when the same four checkoffs have
 13 22 been provided on the income tax return for two consecutive
 13 23 years, the four income tax return checkoffs provided in
 13 24 sections 422.12D, 422.12H, 422.12K, and 422.12L, Code 2016, as
 13 25 appearing on the 2015 individual income tax return, shall be
 13 26 allowed for the tax years beginning January 1, 2016, January
 13 27 1, 2017, and January 1, 2018, and shall be provided on the
 13 28 2016, 2017, and 2018 individual income tax returns.

13 29 Sec. 34. Section 422.12E, subsection 1, Code 2016, is
 13 30 amended to read as follows:

13 31 1. For tax years beginning on or after January 1, ~~2004~~
 13 32 2019, there shall be allowed no more than four income tax
 13 33 return checkoffs on each income tax return. ~~When For tax~~
 13 34 years beginning on or after January 1, 2017, when the same
 13 35 four income tax return checkoffs have been provided on the
 13 36 income tax return for two consecutive years, the two checkoffs
 13 37 for which the least amount has been contributed, in the
 13 38 aggregate for the first tax year and through March 15 of the
 13 39 second tax year, are repealed. This section does not apply to
 14 1 the income tax return checkoff provided in section 68A.601.

14 2 Sec. 35. RETROACTIVE APPLICABILITY. This division of this
 14 3 Act applies retroactively to January 1, 2016.

14 4 DIVISION VI
 14 5 FLOOD MITIGATION PROGRAM

14 6 Sec. 36. Section 418.15, subsection 1, Code 2016, is
 14 7 amended to read as follows:

14 8 1. a. A governmental entity shall not receive remittances
 14 9 of sales tax revenue under this chapter after twenty years
 14 10 from the date the governmental entity's project was approved
 14 11 by the board or after expiration of the additional period of
 14 12 years if approved under paragraph "b" unless the remittance
 14 13 amount is calculated under section 418.11 based on sales
 14 14 subject to the tax under section 432.2 occurring before the
 14 15 expiration of the twenty-year period or expiration of the
 14 16 additional period of years if approved under paragraph "b".
 14 17 b. The twenty-year period for receiving remittances of
 14 18 sales tax revenue under this chapter may be extended upon
 14 19 application by the governmental entity and approval by the
 14 20 board. An application for an extension of the twenty-year
 14 21 period must be filed by the governmental entity with the board

CODE: Maintains the current four income tax checkoffs for tax years 2016 through 2018, including the checkoffs for the Iowa State Fair Foundation Fund, Fish and Game Protection Fund, Child Abuse Prevention Program Fund, and the joint checkoff for the Veterans Trust Fund and Volunteer Fire Fighter Preparedness Fund. Beginning January 1, 2017, the tax checkoff rotation returns to current law.

DETAIL: Current law requires that the two lowest yielding income tax checkoffs be removed from the tax form for future fiscal years. This provision does not have a significant impact on State General Fund revenue. Donations to the four income tax checkoffs listed on the Iowa individual income tax form are voluntary donations and do not directly reduce income tax deposited to the State General Fund. The annual average donation level over the most recent seven tax years is \$318,000 for all four checkoffs and \$132,000 combined for the two lowest yielding checkoffs.

Provides that the statutory changes to the income tax checkoffs apply retroactively to January 1, 2016.

CODE: Amends the Flood Mitigation Program to allow an entity to apply to the Flood Mitigation Board for an extension beyond the 20-year remittance period. For an extension, the following conditions must be met:

- The application for an extension must come before the expiration of the 20-year original award period.
- The total remittances received by the governmental entity during the 20-year period are less than the total award.
- The amount of remittances approved in each additional year does not exceed \$15,000,000 or 70.00% of the yearly amount, whichever is less.
- The amount of remittances in any fiscal year, including extension amounts, does not exceed \$30,000,000.
- The total amount of remittances to the governmental entity does not exceed the difference between the funding previously received and the original award.

14 22 prior to expiration of the twenty-year period. The board may
 14 23 approve the governmental entity to receive remittances of
 14 24 sales tax revenue under this chapter for an additional period
 14 25 of consecutive years beyond the twenty-year period if all of
 14 26 the following are satisfied:

14 27 (1) The total amount of remittances actually received
 14 28 by the governmental entity during the twenty-year period
 14 29 are less than the total amount of remittances for which the
 14 30 governmental entity was approved to receive by the board
 14 31 at the time of the project's approval under section 418.9,
 14 32 subsection 4, and reduced under section 418.9, subsection 8,
 14 33 or section 418.12, subsection 6, paragraph "b", if applicable.

14 34 (2) The amount of the remittances approved in each
 14 35 additional year does not exceed fifteen million dollars or
 14 36 seventy percent of the total yearly amount of increased sales
 14 37 tax increment revenue in the governmental entity's applicable
 14 38 area and deposited in the governmental entity's account,
 14 39 whichever is less.

15 1 (3) The total amount of remittances in any such additional
 15 2 fiscal year for all governmental entities approved to use
 15 3 sales tax revenues under this chapter does not exceed, in the
 15 4 aggregate, thirty million dollars.

15 5 (4) The total amount of remittances to the governmental
 15 6 entity approved by the board for all additional years does not
 15 7 exceed the difference between the total amount of remittances
 15 8 actually received by the governmental entity during the
 15 9 twenty-year period and the total amount of remittances
 15 10 for which the governmental entity was approved to receive
 15 11 by the board at the time of the project's approval under
 15 12 section 418.9, subsection 4, and reduced under section 418.9,
 15 13 subsection 8, or section 418.12, subsection 6, paragraph "b",
 15 14 if applicable.

15 15 DIVISION VII
 15 16 ELECTRIC TRANSMISSION LINES

15 17 Sec. 37.NEW SECTION 478.6A MERCHANT LINE FRANCHISES —
 15 18 REQUIREMENTS — LIMITATIONS.

15 19 1. For purposes of this section, "merchant line" means a
 15 20 high-voltage direct current electric transmission line which
 15 21 does not provide for the erection of electric substations at
 15 22 intervals of less than fifty miles, which substations are
 15 23 necessary to accommodate both the purchase and sale to persons
 15 24 located in this state of electricity generated or transmitted
 15 25 by the franchisee.

15 26 2. A petition for a franchise to construct a merchant line,
 15 27 in addition to any other applicable requirements pursuant to
 15 28 this chapter, shall be subject to all of the following:

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CODE: Defines Merchant Line and makes changes applicable to the franchise approval process for the construction of merchant lines when the process involves eminent domain. Requires the Iowa Utilities Board to reject a petition that involves eminent domain if the petition is not approved by the Board within three years from the date the petition is presented. Allows the Board to extend the approval process beyond three years to complete deliberations of the petition. Prohibits the petitioner from filing a petition for the same project within five years following the date of the rejection by the Board.

NOTE: [Senate File 2109](#)(FY 2016 Supplemental Appropriations Act) amends this Division by removing Subsection 2(a), that prohibits the

July 2016

15 29 a. Notwithstanding section 478.10, the sale and transfer of
 15 30 a merchant line, by voluntary or judicial sale or otherwise,
 15 31 shall not carry with it the transfer of the franchise.

15 32 b. Notwithstanding section 478.21, if a petition that
 15 33 involves the taking of property under eminent domain is not
 15 34 approved by the board and a franchise granted within three
 15 35 years following the date the petition is filed with the board
 15 36 pursuant to section 478.3, the board shall reject the petition
 15 37 and make a record of the rejection. If the hearing on the
 15 38 petition conducted pursuant to section 478.4 has been held
 15 39 within the three-year period following the date the petition
 16 1 is filed, but the board has not completed its deliberations
 16 2 within that three-year period, the three-year period may be
 16 3 extended by the board to allow completion of deliberations. A
 16 4 petitioner shall not file a petition for the same or a similar
 16 5 project that has been rejected within sixty months following
 16 6 the date of rejection if the rejection was for failure to be
 16 7 approved within three years following the date the petition
 16 8 was filed as provided in this subsection.

16 9 c. In considering whether to grant a petition that involves
 16 10 the taking of property under eminent domain, section 478.3,
 16 11 subsection 3, is not applicable, and the term "public" shall be
 16 12 interpreted to be limited to consumers located in this state.

16 13 Sec. 38. EFFECTIVE UPON ENACTMENT. This division of this
 16 14 Act, being deemed of immediate importance, takes effect upon
 16 15 enactment.

16 16 Sec. 39. APPLICABILITY.

16 17 1. This division of this Act is applicable to petitions
 16 18 for franchise filed on or after November 1, 2014, that have
 16 19 not been approved by the utilities board on or after the
 16 20 effective date of this division of this Act, and to petitions
 16 21 for franchise filed on or after the effective date of this
 16 22 division of this Act.

16 23 2. For petitions for franchise filed with the board
 16 24 prior to the effective date of this division of this Act,
 16 25 the three-year approval period specified in section 478.6A,
 16 26 subsection 2, paragraph "b", shall not be applicable, and such
 16 27 petitions for franchise shall be considered rejected by the
 16 28 board subject to the terms and provisions of section 478.6A,
 16 29 subsection 2, paragraph "b", if not approved by the board
 16 30 within two years following the effective date of this division
 16 31 of this Act.

16 32
 16 33

DIVISION VIII
 SOLAR TAX CREDIT

16 34 Sec. 40. Section 422.11L, Code 2016, is amended by adding
 LSA: Fiscal Analysis

transfer of a franchise during the sale of a merchant line; and
 Subsection 2(c), relating to the granting of a petition involving eminent
 domain.

Provides that this Division takes effect on enactment and is applicable
 to petitions filed on or after November 1, 2014. For petitions filed with
 the Iowa Utilities Board prior to the effective date of this provision, the
 three year approval period is not applicable. Such petitions are
 considered to be rejected by the Board if not approved within two
 years of the effective date of this provision.

CODE: Couples the Iowa Solar Energy System Tax Credit with the
 July 2016

16 35 the following new subsection:
16 36 NEW SUBSECTION 6. For purposes of this section, "Internal
16 37 Revenue Code" means the Internal Revenue Code of 1954, prior
16 38 to the date of its redesignation as the Internal Revenue Code
16 39 of 1986 by the Tax Reform Act of 1986, or means the Internal
16 40 Revenue Code of 1986 as amended to and including January 1,
16 41 2016.

federal Internal Revenue Code (IRC) for tax years beyond tax year 2015. With the enactment of [HF 2433](#) (IRC Update and Manufacturing Consumables Tax Exemption Act of 2016), Iowa's tax code is generally coupled with the federal IRC, but only through tax year 2015. The Iowa tax credit is equal to a percentage of the federal credit. The federal credit expires after calendar year 2021.

FISCAL IMPACT: Coupling the Iowa Solar Energy Tax System Credit with the federal IRC for tax years beyond 2015 will extend Iowa's credit through the 2021 federal expiration date. Without this coupling provision, the Iowa credit will not be available for tax years after 2015. The fiscal impact of this change is estimated to reduce projected General Fund revenue as listed below:

- FY 2018 = \$2,500,000
- FY 2019 = \$3,500,000
- FY 2020 = \$3,800,000
- FY 2021 = \$4,000,000
- FY 2022 = \$4,100,000
- FY 2022 through FY 2032 in total = \$12,000,000

NOTE: [House File 2468](#) (Revenue Department Miscellaneous Changes Act) includes identical language to Division VIII of this Act.

16 42 Sec. 41. RETROACTIVE APPLICABILITY. The following
16 43 provision or provisions of this division of this Act apply
16 44 retroactively to January 1, 2015, for tax years beginning on
16 45 or after that date:
16 46 1. The section of this division of this Act enacting
16 47 section 422.11L, subsection 6.

Provides that the changes in this Division apply retroactively to January 1, 2015, for tax years beginning on or after that date.

FUNDING SUMMARY

General Fund FY 2016: Appropriates a total of \$72.4 million from the General Fund for FY 2016.

SUPPLEMENTAL APPROPRIATIONS

General Fund supplemental appropriation of \$67.0 million to the Department of Human Services to fund a projected shortfall in funding for the Medicaid Program for FY 2016. Page 1, Line 7

General Fund supplemental appropriation of \$1.9 million to the Department of Corrections to fund increased costs of the Department in FY 2016. Page 2, Line 15

General Fund supplemental appropriation of \$3.0 million to the Department of Inspections and Appeals to fund a projected shortfall in the Indigent Defense Fund for FY 2016. Page 3, Line 3

General Fund supplemental appropriation of \$450,000 to the Department of Administrative Services to fund a projected shortfall in FY 2016 utility expenses. Page 3, Line 23

SIGNIFICANT CODE CHANGES

Repeals two provisions included in [HF 2459](#) (FY 2017 Standing Appropriations Act) that make changes to electric transmission lines requirements relating to merchant line franchises. Page 3, Line 42

EFFECTIVE DATE

Provides that the supplemental appropriation for Medicaid is effective on enactment. Page 2, Line 10

Provides that the supplemental appropriation for the Department of Corrections is effective on enactment. Page 2, Line 37

Provides that the supplemental appropriation for the Department of Inspections and Appeals is effective on enactment. Page 3, Line 18

Provides that the supplemental appropriation for the Department of Administrative Services is effective on enactment. Page 3, Line 37

EXECUTIVE SUMMARY

FY 2016 SUPPLEMENTAL APPROPRIATIONS ACT

SENATE FILE 2109

ENACTMENT DATE

This Act was approved by the General Assembly on April 29, 2016, and signed by the Governor on May 27, 2016.

STAFF CONTACT:

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Senate File 2109 provides for the following changes to the Code of Iowa.

Page #	Line #	Bill Section	Action	Code Section
3	42	9	Amend New	478.6A.2.a,c

1 5 DIVISION I
1 6 HEALTH AND HUMAN SERVICES

1 7 Section 1. MEDICAID. There is appropriated from the
1 8 general fund of the state to the department of human services
1 9 for the fiscal year beginning July 1, 2015, and ending June
1 10 30, 2016, the following amount, or so much thereof as is
1 11 necessary, to be used for the purposes designated:
2 1 To supplement the appropriation made for medical assistance
2 2 program reimbursement and associated costs in 2015 Iowa Acts,
2 3 chapter 137, section 12, unnumbered paragraph 2:
2 4 \$ 67,000,000

General Fund FY 2016 supplemental appropriation to the Department of Human Services (DHS) for the Medicaid Program.

DETAIL: During the 2015 Legislative Session, the DHS received a General Fund appropriation of \$1,303,191,564 for FY 2016. In January 2016, the Medicaid Forecasting Group estimated that the appropriation was \$87,000,000 short of meeting the projected need of the Program. The Medicaid Forecasting Group is comprised of staff members from the Department of Management, the Legislative Services Agency (LSA), and the DHS. The Group meets on a monthly basis to review revenues, expenditures, and the enrollment status of the Medicaid Program. At each meeting the Group agrees to estimates for the current and upcoming fiscal year to help provide guidance on policy and funding issues for policymakers. The latest estimates are available online at: <https://www.legis.iowa.gov/publications/fiscal/medicaid>.

2 5 Notwithstanding section 8.33, moneys appropriated in this
2 6 division that remain unobligated or unexpended at the close
2 7 of the fiscal year shall not revert but shall remain available
2 8 to be used for the purposes designated until the close of the
2 9 succeeding fiscal year.

Permits any unexpended funds appropriated for Medicaid in this Act to remain available for expenditure in FY 2017.

2 10 Sec. 2. EFFECTIVE UPON ENACTMENT. This division of this
2 11 Act, being deemed of immediate importance, takes effect upon
2 12 enactment.

Provides that this Division is effective on enactment.

2 13 DIVISION II
2 14 DEPARTMENT OF CORRECTIONS

2 15 Sec. 3. GENERAL ADMINISTRATION. There is appropriated
2 16 from the general fund of the state to the department of
2 17 corrections for the fiscal year beginning July 1, 2015, and
2 18 ending June 30, 2016, the following amount, or so much thereof
2 19 as is necessary, to be used for the purposes designated:
2 20 To supplement the appropriation made for general
2 21 administration, including salaries, support, maintenance,
2 22 employment of an education director to administer a
2 23 centralized education program for the correctional system, and
2 24 miscellaneous purposes in 2015 Iowa Acts, chapter 135, section
2 25 4, subsection 1, unnumbered paragraph 1:
2 26 \$ 1,900,000

General Fund FY 2016 supplemental appropriation to the Department Corrections (DOC) to fund increased costs of Department in FY 2016.

DETAIL: The appropriation is intended to cover a funding shortfall related to the closing of the Clarinda and Mount Pleasant Mental Health Institutes (MHIs) in FY 2016. Certain operating costs at these campuses were shared between the DOC correctional facilities and the MHIs. Funding for the MHIs is appropriated to the DHS in the Health and Human Services Appropriations Act. The MHIs at Clarinda and Mount Pleasant were closed at the end of FY 2015, and the FY 2016 appropriations for those facilities were vetoed by the Governor. As a result, the portion of the shared operating costs previously funded through the MHI appropriations became an obligation of the

Department of Corrections. The FY 2016 appropriations to the DOC for the Clarinda and Mount Pleasant correctional facilities were not adjusted to account for the increased costs.

2 27 It is the intent of the general assembly that a priority in
2 28 allocating the moneys appropriated in this section shall be
2 29 to supplement the amounts otherwise appropriated in 2015 Iowa
2 30 Acts, chapter 135, section 3, subsection 1, for the operation
2 31 of the Mount Pleasant and Clarinda correctional facilities.

Specifies that it is the intent of the General Assembly that the DOC give priority to the Mount Pleasant and Clarinda correctional facilities when allocating appropriated funds in this section.

2 32 Notwithstanding section 8.33, moneys appropriated in this
2 33 division that remain unobligated or unexpended at the close
2 34 of the fiscal year shall not revert but shall remain available
2 35 to be used for the purposes designated until the close of the
2 36 succeeding fiscal year.

Permits any unexpended funds appropriated for the DOC in this Act to remain available for expenditure in FY 2017.

2 37 Sec. 4. EFFECTIVE UPON ENACTMENT. This division of this
2 38 Act, being deemed of immediate importance, takes effect upon
2 39 enactment.

Provides that this Division is effective on enactment.

3 1 DIVISION III
3 2 DEPARTMENT OF INSPECTIONS AND APPEALS

3 3 Sec. 5. INDIGENT DEFENSE. There is appropriated from the
3 4 general fund of the state to the department of inspections and
3 5 appeals for the fiscal year beginning July 1, 2015, and ending
3 6 June 30, 2016, the following amount, or so much thereof as is
3 7 necessary, to be used for the purposes designated:

General Fund FY 2016 supplemental appropriation to the Office of the Public Defender in the Department of Inspections and Appeals (DIA) for the Indigent Defense Fund.

3 8 To supplement the appropriation made for payments on behalf
3 9 of eligible adults and juveniles from the indigent defense
3 10 fund, in accordance with section 815.11, in 2015 Iowa Acts,
3 11 chapter 135, section 11, subsection 2:

DETAIL: The appropriation will be used to fund a projected shortfall in FY 2016 in the Office of the State Public Defender. The Indigent Defense Fund has seen an overall increase in claims this fiscal year. Payments from the Fund have increased by approximately \$1,680,000, with 4,027 more claims at this point in FY 2016 than compared to the same period in FY 2015. Costs to the Indigent Defense Fund are projected to increase by an additional \$1,500,000 by the end of FY 2016. An increase in simple misdemeanor claims is a contributing factor to the cost increase. The Iowa Supreme Court ruling in State v. Young expanded a defendant's right to an attorney and resulted in increased demand for representation in simple misdemeanor cases. For stand-alone simple misdemeanor claims, payments from the Indigent Defense Fund have increased by \$219,500, or approximately 40.00%.

3 12 \$ 3,000,000

3 13 Notwithstanding section 8.33, moneys appropriated in this
3 14 division that remain unobligated or unexpended at the close
3 15 of the fiscal year shall not revert but shall remain available
3 16 to be used for the purposes designated until the close of the
3 17 succeeding fiscal year.

Permits any unexpended funds appropriated for the DIA in this Act to remain available for expenditure in FY 2017.

3 18 Sec. 6. EFFECTIVE UPON ENACTMENT. This division of this
 3 19 Act, being deemed of immediate importance, takes effect upon
 3 20 enactment.

Provides that this Division is effective on enactment.

3 21 DIVISION IV
 3 22 DEPARTMENT OF ADMINISTRATIVE SERVICES

3 23 Sec. 7. UTILITY COSTS. There is appropriated from the
 3 24 general fund of the state to the department of administrative
 3 25 services for the fiscal year beginning July 1, 2015, and
 3 26 ending June 30, 2016, the following amount, or so much thereof
 3 27 as is necessary, to be used for the purposes designated:

General Fund FY 2016 supplemental appropriation to the Department of Administrative Services (DAS) for utility costs.

3 28 To supplement the appropriation for utility costs made
 3 29 in 2015 Iowa Acts, chapter 141, section 1, subsection 1,
 3 30 paragraph "b":
 3 31 \$ 450,000

DETAIL: The appropriation will be used to fund a projected shortfall in the FY 2016 appropriation used for funding utility costs on the Capitol Complex. The additional funding is needed to cover increased costs resulting from rate increases by Mid-American Energy and the Des Moines Water Works. Based on current utility bills, the DAS estimates that the current FY 2016 appropriation is only sufficient to fund approximately 10 months of utility costs for the current fiscal year.

3 32 Notwithstanding section 8.33, moneys appropriated in this
 3 33 division that remain unobligated or unexpended at the close
 3 34 of the fiscal year shall not revert but shall remain available
 3 35 to be used for the purposes designated until the close of the
 3 36 succeeding fiscal year.

Permits any unexpended funds appropriated for DAS utility costs in this Act to remain available for expenditure in FY 2017.

3 37 Sec. 8. EFFECTIVE UPON ENACTMENT. This division of this
 3 38 Act, being deemed of immediate importance, takes effect upon
 3 39 enactment.

Provides that this Division is effective on enactment.

3 40 DIVISION V
 3 41 ELECTRIC TRANSMISSION LINES

3 42 Sec. 9. Section 478.6A, subsection 2, paragraphs a and
 3 43 c, Code 2016, if enacted by 2016 Iowa Acts, House File 2459,
 3 44 section 37, are amended by striking the paragraphs.

CODE: Repeals two provisions included in [HF 2459](#) (FY 2017 Standing Appropriations Act) that make changes to electric transmission lines requirements relating to merchant line franchises.

FUNDING SUMMARY

Federal Funds FY 2016: Appropriates \$1.1 million from federal funds to the Department of Workforce Development to be used for modifying the Idaho Unemployment Insurance Software System to pay unemployment insurance benefits by the state and for the acquisition of programming, software, and equipment required to provide an administrative and payment system for the Iowa Unemployment Insurance Program. Page 12, Line 35

Federal Funds FY 2016: Authorizes the expenditure of \$4.8 million in federal funds by the Department of Workforce Development to be used for modifying the Idaho Unemployment Insurance Software System to pay unemployment insurance benefits by the state and for the acquisition of programming, software, and equipment required to provide an administrative and payment system for the Iowa Unemployment Insurance Program. Page 13, Line 23

Federal Funds FY 2016: Authorizes the expenditure of \$528,000 in federal funds by the Department of Workforce Development to be used for offsetting all potential unemployment benefit overpayment caused by a telephone malfunction on March 8, 2014. Page 13, Line 46

NEW PROGRAMS, SERVICES, OR ACTIVITIES

Workforce Development

Unemployment Benefit Payment Software System: Authorizes the Department of Workforce Development to join a consortium with the states of Idaho and Vermont for the modification of the Idaho Unemployment Benefit Payment Software System to pay unemployment insurance benefits by the state of Iowa. Page 12, Line 29

SIGNIFICANT CODE CHANGES

Adds four additional ex officio, nonvoting members to the Iowa Workforce Development Board. Page 1, Line 12

Modifies existing duties of the Workforce Development Board. Page 3, Line 30

Provides various new duties of the Workforce Development Board. Page 4, Line 15

Renames regional advisory boards as local workforce development boards and permits the appointment of ex officio, nonvoting members. Page 5, Line 35

EXECUTIVE SUMMARY
WORKFORCE DEVELOPMENT ACT

SENATE FILE 2313

Strikes existing duties of regional advisory boards and provides new duties for local workforce development boards.

Page 6, Line 23

Permits a local workforce development board to designate and direct the activities of standing committees to provide information and to assist in carrying out duties. Also permits the engagement in regional coordination with one or more other local workforce development areas as provided in federal law.

Page 8, Line 39

Requires the Departments of Workforce Development, Education, Human Services, and Corrections, the Economic Development Authority, Department on Aging, the Division of Iowa Vocational Rehabilitation Services of the Department of Education, and the Department for the Blind to collaborate where possible under applicable state and federal law to align workforce development programs, services, and activities in an integrated workforce development system in the state and each local workforce development area. Requires the specified agencies to also jointly establish an integrated management information system for linking workforce development programs within local workforce development systems and in the state.

Page 10, Line 7

Modifies the list of state entities the Department of Workforce Development is required to consult with in establishing guidelines for workforce development centers by striking the Department of Human Rights and adding the Department of Corrections and the Division of Iowa Vocational Rehabilitation Services of the Department of Education.

Page 10, Line 22

Prohibits the Department of Workforce Development from pursuing the recovery of any overpayments of unemployment insurance benefits made to individuals caused by a telephone system malfunction on March 8, 2014.

Page 13, Line 41

EFFECTIVE DATE

The Division making various changes relating to the Department of Workforce Development, Workforce Development Board, regional advisory boards, and workforce development centers is effective on enactment.

Page 12, Line 23

The Division authorizing the Department of Workforce Development to join a consortium and making appropriations is effective on enactment.

Page 13, Line 57

ENACTMENT DATE

This Act was approved by the General Assembly on April 25, 2016, and signed by the Governor on May 25, 2016.

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Senate File 2313 provides for the following changes to the Code of Iowa.

Page #	Line #	Bill Section	Action	Code Section
1	12	1	Amend	84A.1A.1
1	17	2	Amend	84A.1A.1.b
2	29	3	Add	84A.1A.6
3	30	4	Amend	84A.1B.1,3,7,8
4	15	5	Strike and Replace	84A.1B.2
4	24	6	Add	84A.1B.10,11,12,13,14,15,16,17
5	35	7	Amend	84A.4.1,3
6	23	8	Strike and Replace	84A.4.2
8	39	9	Add	84A.4.2A
9	19	10	Amend	84A.5
9	25	11	Amend	84A.5.9
9	37	12	Amend	84A.6.1
10	7	13	New	84B.01
10	22	14	Amend	84B.1
11	1	15	Amend	84B.2
11	22	16	Amend	260H.2.1
11	35	17	Amend	260H.4.2.a
12	2	18	Amend	260H.4.2.b.(5)
12	7	19	Amend	260H.8
12	18	20	Amend	260I.6.2.e

1 9 DIVISION I
 1 10 CONFORMITY WITH FEDERAL WORKFORCE INNOVATION AND OPPORTUNITY
 1 11 ACT

1 12 Section 1. Section 84A.1A, subsection 1, unnumbered
 1 13 paragraph 1, Code 2016, is amended to read as follows:

1 14 An Iowa workforce development board is created, consisting
 1 15 of nine voting members appointed by the governor and ~~twelve~~
 1 16 sixteen ex officio, nonvoting members.

1 17 Sec. 2. Section 84A.1A, subsection 1, paragraph b, Code
 1 18 2016, is amended to read as follows:

1 19 b. The ex officio, nonvoting members are four legislative
 1 20 members; one president, or the president's designee, of
 1 21 the university of northern Iowa, the university of Iowa, or
 1 22 Iowa state university of science and technology, designated
 1 23 by the state board of regents on a rotating basis; one
 1 24 representative from the largest statewide public employees'
 1 25 organization representing state employees; one president, or
 2 1 the president's designee, of an independent Iowa college,
 2 2 appointed by the Iowa association of independent colleges and
 2 3 universities; one superintendent, or the superintendent's
 2 4 designee, of a community college, appointed by the Iowa
 2 5 association of community college presidents; one representative
 2 6 of the vocational rehabilitation community appointed by
 2 7 the state rehabilitation council in the division of Iowa
 2 8 vocational rehabilitation services; one representative of
 2 9 the department of education appointed by the state board of
 2 10 education; one representative of the economic development
 2 11 authority appointed by the director; one representative
 2 12 of the department for the blind appointed by the director;
 2 13 one representative of the department on aging appointed
 2 14 by the director; one representative of the department of
 2 15 corrections appointed by the director; one representative of
 2 16 the department of human services appointed by the director; and
 2 17 one representative of the United States department of labor,
 2 18 office of apprenticeship. The legislative members are two
 2 19 state senators, one appointed by the president of the senate
 2 20 after consultation with the majority leader of the senate,
 2 21 and one appointed by the minority leader of the senate from
 2 22 their respective parties; and two state representatives, one
 2 23 appointed by the speaker of the house of representatives
 2 24 after consultation with the majority leader of the house of
 2 25 representatives, and one appointed by the minority leader of
 2 26 the house of representatives from their respective parties.
 2 27 The legislative members shall serve for terms as provided in
 2 28 section 69.16B.

CODE: Adds four additional ex officio, nonvoting members to the Iowa Workforce Development Board, as follows:

- Representative appointed by the Director of the Department for the Blind.
- Representative appointed by the Director of the Department on Aging.
- Representative appointed by the Director of the Department of Corrections.
- Representative appointed by the Director of the Department of Human Services.

2 29 Sec. 3. Section 84A.1A, Code 2016, is amended by adding the
 2 30 following new subsection:
 2 31 NEW SUBSECTION 6. a. The workforce development board
 2 32 may designate and direct the activities of standing committees
 2 33 of the workforce development board to provide information and
 2 34 to assist the workforce development board in carrying out
 2 35 its duties. Such standing committees shall be chaired by a
 2 36 member of the workforce development board or a designee of
 2 37 the workforce development board, may include other members
 2 38 of the workforce development board, and shall include other
 2 39 individuals appointed by the workforce development board who
 3 1 are not members of the workforce development board and who
 3 2 the workforce development board determines have appropriate
 3 3 experience and expertise. At minimum, the workforce
 3 4 development board shall designate each of the following:
 3 5 (1) A standing committee to provide information and assist
 3 6 with operational and other issues relating to the state
 3 7 workforce development system.
 3 8 (2) A standing committee to provide recommendations
 3 9 regarding policies, procedures, and proven and promising
 3 10 practices regarding workforce development programs, services,
 3 11 and activities.
 3 12 (3) A standing committee to provide information and to
 3 13 assist with issues relating to the provision of services to
 3 14 youth. The standing committee shall include community-based
 3 15 organizations with a demonstrated record of success in serving
 3 16 eligible youth.
 3 17 (4) A standing committee to provide information and to
 3 18 assist with issues relating to the provision of services to
 3 19 individuals with disabilities, including issues relating to
 3 20 compliance with applicable state and federal nondiscrimination
 3 21 laws regarding the provision of programmatic and physical
 3 22 access to the services, programs, and activities of the state
 3 23 workforce development system, as well as appropriate training
 3 24 for staff on providing supports for or accommodations to,
 3 25 and finding employment opportunities for, individuals with
 3 26 disabilities.
 3 27 b. The workforce development board may designate standing
 3 28 committees in addition to the standing committees specified in
 3 29 paragraph "a".

3 30 Sec. 4. Section 84A.1B, subsections 1, 3, 7, and 8, Code
 3 31 2016, are amended to read as follows:
 3 32 1. Develop and coordinate the implementation of a
 3 33 ~~twenty-year~~ four-year comprehensive workforce development
 3 34 plan of specific needs, goals, ~~objectives~~ strategies, and
 3 35 policies for the state. This plan shall be updated ~~annually~~

CODE: Permits the Iowa Workforce Development Board to designate and direct the activities of standing committees of the Board to provide information and to assist the Board in carrying out duties, and specifies standing committees the Board must designate.

CODE: Modifies existing duties of the Iowa Workforce Development Board, including replacing requirements for developing and coordinating implementation of five-year and 20-year workforce development plans with requirements for a four-year comprehensive workforce development plan.

3 36 ~~every two years~~ and revised as necessary. All other state
 3 37 agencies involved in workforce development activities and
 3 38 the ~~regional advisory~~ local workforce development boards for
 3 39 ~~workforce development~~ shall annually submit to the board for
 4 1 its review and potential inclusion in the plan their needs,
 4 2 goals, ~~objectives~~ strategies, and policies.
 4 3 3. Develop a method of evaluation of the attainment of
 4 4 needs and goals and ~~objectives~~ from pursuing the strategies and
 4 5 policies of the ~~five-year and twenty-year plans~~ four-year plan.
 4 6 7. Review grants or contracts awarded by the department
 4 7 of workforce development, with respect to the department's
 4 8 adherence to the guidelines and procedures and the impact
 4 9 on the ~~five-year strategic~~ four-year plan for workforce
 4 10 development.
 4 11 8. Make recommendations concerning the use of federal
 4 12 funds received by the department of workforce development ~~with~~
 4 13 ~~respect to the five-year and twenty-year workforce development~~
 4 14 ~~plans~~.

4 15 Sec. 5. Section 84A.1B, subsection 2, Code 2016, is amended
 4 16 by striking the subsection and inserting in lieu thereof the
 4 17 following:

4 18 2. Develop and coordinate the implementation of statewide
 4 19 workforce development policies, procedures, and guidance to
 4 20 align the state's workforce development programs and activities
 4 21 in an integrated and streamlined state workforce development
 4 22 system that is data driven and responsive to the needs of
 4 23 workers, job seekers, and employers.

4 24 Sec. 6. Section 84A.1B, Code 2016, is amended by adding the
 4 25 following new subsections:

4 26 NEW SUBSECTION 10. Develop and coordinate strategies for
 4 27 technological improvements to facilitate access to, and improve
 4 28 the quality of, the state's workforce development services,
 4 29 including all of the following:

4 30 a. Enhance digital literacy skills as defined in 20 U.S.C.
 4 31 §9101.

4 32 b. Accelerate the acquisition of skills and recognized
 4 33 postsecondary credentials by participants.

4 34 c. Strengthen the professional development of providers and
 4 35 workforce professionals.

4 36 d. Ensure such technology is accessible to individuals with
 4 37 disabilities and individuals residing in remote areas.

4 38 NEW SUBSECTION 11. Develop and coordinate strategies for
 4 39 aligning technology and data systems across state agencies
 5 1 in order to improve the integration and coordination of the
 5 2 delivery of workforce development services.

5 3 NEW SUBSECTION 12. Identify and disseminate information
 5 4 on proven and promising practices for meeting the needs

LSA: Fiscal Analysis

CODE: Provides various new duties of the Workforce Development Board including duties relating to statewide workforce development policies, procedures, and guidance; technology and data systems; identifying and disseminating information on proven and promising practices relating to workforce needs; implementation of allocation formulas for the distribution of certain federal funds; making certain recommendations to the Governor and the General Assembly; and developing and coordinating the analysis of labor market information.

5 5 of workers, job seekers, and employers, including but not
 5 6 limited to proven and promising practices for the effective
 5 7 operation of workforce centers and systems; the development of
 5 8 effective local workforce development boards; the development
 5 9 of effective training programs; effective engagement with
 5 10 stakeholders in the state's workforce development system;
 5 11 effective engagement with employers; and increasing access
 5 12 to workforce services for all lowans, in particular for
 5 13 individuals with a barrier to employment as defined in the
 5 14 federal Workforce Innovation and Opportunity Act, Pub.L. No.
 5 15 113-128, section 3(24).
 5 16 NEW SUBSECTION 13. Develop and coordinate the
 5 17 implementation of allocation formulas for the distribution
 5 18 of funds available for employment and training activities in
 5 19 local workforce development areas under the federal Workforce
 5 20 Innovation and Opportunity Act, Pub.L. No.113-128, sections
 5 21 128(b)(3) and 133(b)(3).
 5 22 NEW SUBSECTION 14. Provide recommendations to the
 5 23 governor regarding the certification of local workforce
 5 24 development boards.
 5 25 NEW SUBSECTION 15. Develop and coordinate the analysis
 5 26 of labor market information in order to identify in-demand
 5 27 industries and occupations.
 5 28 NEW SUBSECTION 16. Make recommendations to the governor
 5 29 regarding the designation of local workforce development areas
 5 30 and regions in the state under the federal Workforce Innovation
 5 31 and Opportunity Act, Pub.L. No.113-128, section 106.
 5 32 NEW SUBSECTION 17. Make recommendations to the general
 5 33 assembly and governor regarding workforce development services,
 5 34 programs, and activities.

5 35 Sec. 7. Section 84A.4, subsections 1 and 3, Code 2016, are
 5 36 amended to read as follows:

5 37 1. A ~~regional advisory~~ local workforce development board
 5 38 shall be established in each service delivery area as defined
 5 39 in section 84B.2. The voting members of ~~the~~ each board shall
 6 1 be appointed by the governor, consistent with the requirements
 6 2 of federal law and in consultation with chief elected officials
 6 3 within the ~~region~~ local workforce development area. Chief
 6 4 elected officials responsible for recommendations for ~~board~~
 6 5 board's voting membership shall include; but are not limited
 6 6 to; county elected officials, municipal elected officials,
 6 7 and community college directors. The voting membership of
 6 8 each board shall provide for equal representation of business
 6 9 and labor and shall include a county elected official, a
 6 10 city official, a representative of a school district, and a
 6 11 representative of a community college. A local workforce
 6 12 development board may appoint ex officio, nonvoting members.

LSA: Fiscal Analysis

CODE: Renames regional advisory boards as local workforce development boards and permits the appointment of ex officio, nonvoting members.

6 13 3. Section 84A.1A, subsections 2, 3, and 5, apply to the
 6 14 members of a ~~regional advisory~~ local workforce development
 6 15 board except that the board shall meet if a majority of
 6 16 the members of the board file a written request with the
 6 17 chairperson for a meeting. Members of a ~~regional advisory~~
 6 18 local workforce development board shall be allowed their actual
 6 19 and necessary expenses incurred in the performance of their
 6 20 duties. All expenses shall be paid from appropriations for
 6 21 those purposes and the department of workforce development is
 6 22 subject to the budget requirements of chapter 8.

6 23 Sec. 8. Section 84A.4, subsection 2, Code 2016, is amended
 6 24 by striking the subsection and inserting in lieu thereof the
 6 25 following:

6 26 2. A local workforce development board shall do all of the
 6 27 following:

6 28 a. Develop and coordinate the implementation of a four-year
 6 29 comprehensive local workforce development plan that identifies
 6 30 needs, goals, strategies, and policies for the local workforce
 6 31 development area. A local workforce development plan shall
 6 32 be updated every two years and revised as necessary. A local
 6 33 workforce development board shall coordinate the convening of
 6 34 local workforce development system stakeholders to assist in
 6 35 the development of the local workforce development plan.

6 36 b. Develop and coordinate the alignment of the local area's
 6 37 workforce development programs, services, and activities in an
 6 38 integrated and streamlined workforce development system that
 6 39 is data driven and responsive to the needs of workers, job
 7 1 seekers, and employers.

7 2 c. Develop and coordinate policies that increase access
 7 3 to workforce services for all lowans, in particular for
 7 4 individuals with a barrier to employment as defined in the
 7 5 federal Workforce Innovation and Opportunity Act, Pub.L. No.
 7 6 113-128, section 3(24).

7 7 d. Develop and coordinate the creation of reports as
 7 8 required by section 84A.1B.

7 9 e. Develop a budget for the local workforce development
 7 10 board's activities in the local workforce development area,
 7 11 consistent with the four-year comprehensive local workforce
 7 12 development plan, any modifications to the local workforce
 7 13 development plan, and the local workforce development board's
 7 14 duties under this section.

7 15 f. Convene workforce development system stakeholders to
 7 16 identify expertise and resources to leverage support for
 7 17 workforce development programs, services, and activities in the
 7 18 local area.

7 19 g. Coordinate engagement among employers, employee
 7 20 organizations, and economic development entities in the local

LSA: Fiscal Analysis

CODE: Strikes existing duties of regional advisory boards and provides new duties for local workforce development boards, including duties relating to implementation of four-year local workforce development plans, increasing access to workforce services, developing a budget, coordinating and promoting the engagement of employers, coordinating the performance of workforce research and regional labor market analysis, oversight of workforce development programs and activities, awarding grants or contracts including to nonprofit organizations, participating in the identification of eligible providers of training and career services within the local workforce development area, making specified recommendations, and participating in state workforce development initiatives.

7 21 workforce development area. The local workforce development
7 22 board shall lead efforts to promote engagement among a diverse
7 23 range of employers and with other entities in the region to do
7 24 all of the following:

7 25 (1) Promote business representation on the local workforce
7 26 development board, particularly for representatives with
7 27 optimal policymaking or hiring authority of employers whose
7 28 employment opportunities reflect existing and emerging
7 29 employment opportunities in the region.

7 30 (2) Develop effective linkages with employers in the
7 31 region to support employer utilization of the local workforce
7 32 development system and to support local workforce investment
7 33 activities.

7 34 (3) Ensure that workforce investment activities meet the
7 35 needs of employers and support economic growth in the region
7 36 by enhancing communication, coordination, and collaboration
7 37 among employers, employee organizations, economic development
7 38 entities, and service providers.

7 39 (4) Develop and implement proven or promising strategies
8 1 for meeting the employment and skill needs of workers and
8 2 employers, such as participating in the establishment of
8 3 industry and sector partnerships as described under section
8 4 260H.7B, subsection 2, that provide the skilled workforce
8 5 needed by employers in the region and that expand employment
8 6 and career advancement opportunities for workforce development
8 7 system participants in in-demand industry sectors or
8 8 occupations.

8 9 h. Coordinate the performance of workforce research and
8 10 regional labor market analysis.

8 11 i. Participate in the development of strategies for using
8 12 technology to maximize the accessibility and effectiveness of
8 13 the local workforce development system.

8 14 j. Participate in the oversight of workforce development
8 15 programs and activities in the local workforce development
8 16 area.

8 17 k. Award grants or contracts as required by and consistent
8 18 with applicable state and federal law. To the extent permitted
8 19 by applicable state and federal law, the local workforce
8 20 development board shall consider awarding grants or contracts
8 21 to nonprofit organizations.

8 22 l. Designate a fiscal agent.

8 23 m. Participate in the development of performance
8 24 accountability measures for the local workforce development
8 25 area.

8 26 n. Participate in the identification and promotion of proven
8 27 and promising practices for meeting the needs of workers, job
8 28 seekers, and employers.

8 29 o. Coordinate activities with education and training
LSA: Fiscal Analysis

8 30 providers in the local workforce development area.
 8 31 p. Participate in the identification of eligible providers
 8 32 of training and career services within the local workforce
 8 33 development area.
 8 34 q. Make recommendations to the state workforce development
 8 35 board regarding workforce development programs, services, and
 8 36 activities.
 8 37 r. Participate in the implementation of state workforce
 8 38 development initiatives.

8 39 Sec. 9. Section 84A.4, Code 2016, is amended by adding the
 9 1 following new subsection:
 9 2 NEW SUBSECTION 2A. A local workforce development board may
 9 3 do the following:
 9 4 a. Designate and direct the activities of standing
 9 5 committees of the local workforce development board to provide
 9 6 information and to assist the local workforce development board
 9 7 in carrying out its duties. Such standing committees shall be
 9 8 chaired by a member of the local workforce development board,
 9 9 may include other members of the local workforce development
 9 10 board, and shall include other individuals appointed by the
 9 11 local workforce development board who are not members of the
 9 12 local workforce development board and who the local workforce
 9 13 development board determines have appropriate experience and
 9 14 expertise.
 9 15 b. Engage in regional coordination with one or more other
 9 16 local workforce development areas under the federal Workforce
 9 17 Innovation and Opportunity Act, Pub.L. No.113-128, section
 9 18 106.

9 19 Sec. 10. Section 84A.5, unnumbered paragraph 1, Code 2016,
 9 20 is amended to read as follows:
 9 21 The department of workforce development, in consultation
 9 22 with the workforce development board and the ~~regional~~
 9 23 ~~advisory local workforce development~~ boards, has the primary
 9 24 responsibilities set out in this section.
 9 25 Sec. 11. Section 84A.5, subsection 9, unnumbered paragraph
 9 26 1, Code 2016, is amended to read as follows:
 9 27 The department of workforce development, in consultation
 9 28 with the applicable ~~regional advisory local workforce~~
 9 29 ~~development~~ board, shall select service providers, subject to
 9 30 approval by the workforce development board for each service
 9 31 delivery area. A service provider in each service delivery
 9 32 area shall be identified to coordinate the services throughout
 9 33 the service delivery area. The department of workforce
 9 34 development shall select service providers that, to the extent
 9 35 possible, meet or have the ability to meet the following
 9 36 criteria:

CODE: Permits a local workforce development board to designate and direct the activities of standing committees to provide information and to assist in carrying out duties. Also permits the engagement in regional coordination with one or more other local workforce development areas as provided in federal law.

CODE: Makes a name change.

9 37 Sec. 12. Section 84A.6, subsection 1, Code 2016, is amended
9 38 to read as follows:

9 39 1. The department of workforce development, in consultation
10 1 with the workforce development board and the ~~regional~~
10 2 ~~advisory local workforce development~~ boards, the department of
10 3 education, and the economic development authority shall work
10 4 together to develop policies encouraging coordination between
10 5 skill development, labor exchange, and economic development
10 6 activities.

10 7 Sec. 13. NEW SECTION 84B.01 WORKFORCE DEVELOPMENT SYSTEM.

10 8 The departments of workforce development, education,
10 9 human services, and corrections, the economic development
10 10 authority, department on aging, the division of Iowa vocational
10 11 rehabilitation services of the department of education, and the
10 12 department for the blind shall collaborate where possible under
10 13 applicable state and federal law to align workforce development
10 14 programs, services, and activities in an integrated workforce
10 15 development system in the state and in each local workforce
10 16 development area that is data driven and responsive to the
10 17 needs of workers, job seekers, and employers. The departments,
10 18 authority, and division shall also jointly establish an
10 19 integrated management information system for linking workforce
10 20 development programs within local workforce development systems
10 21 and in the state.

10 22 Sec. 14. Section 84B.1, unnumbered paragraph 1, Code 2016,
10 23 is amended to read as follows:

10 24 The department of workforce development, in consultation
10 25 with the departments of education, human services, and ~~human~~
10 26 ~~rights corrections~~, the economic development authority,
10 27 the department on aging, the division of Iowa vocational
10 28 rehabilitation services of the department of education, and
10 29 the department for the blind; shall establish guidelines
10 30 for collocating state and federal employment and training
10 31 programs in centers providing services at the local level. The
10 32 centers shall be known as workforce development centers. ~~The~~
10 33 ~~departments and the authority shall also jointly establish~~
10 34 ~~an integrated management information system for linking the~~
10 35 ~~programs within a local center to the same programs within~~
10 36 ~~other local centers and to the state.~~ The guidelines shall
10 37 provide for local design and operation within the guidelines.
10 38 The core services available at a center shall include but are
10 39 not limited to all of the following:

11 1 Sec. 15. Section 84B.2, Code 2016, is amended to read as
11 2 follows:
11 3 84B.2 WORKFORCE DEVELOPMENT CENTERS — LOCATION.

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CODE: Requires the Departments of Workforce Development, Education, Human Services, and Corrections, the Economic Development Authority, Department on Aging, the Division of Iowa Vocational Rehabilitation Services of the Department of Education, and the Department for the Blind to collaborate where possible under applicable state and federal law to align workforce development programs, services, and activities in an integrated workforce development system in the state and each local workforce development area that is data driven and responsive to the needs of workers, job seekers, and employers. Requires the specified agencies to also jointly establish an integrated management information system for linking workforce development programs within local workforce development systems and in the state.

CODE: Modifies the list of state entities the Department of Workforce Development is required to consult with in establishing guidelines for workforce development centers by striking the Department of Human Rights and adding the Department of Corrections and the Division of Iowa Vocational Rehabilitation Services of the Department of Education.

CODE: Makes a name change.

11 4 A workforce development center, as provided in section
11 5 84B.1, shall be located in each service delivery area. Each
11 6 workforce development center shall also maintain a presence,
11 7 through satellite offices or electronic means, in each county
11 8 located within that service delivery area. For purposes of
11 9 this section, "service delivery area" means the area included
11 10 within a merged area, as defined in section 260C.2, realigned
11 11 to the closest county border as determined by the department
11 12 of workforce development. However, if the state workforce
11 13 development board determines that an area of the state would
11 14 be adversely affected by the designation of the service
11 15 delivery areas by the department, the department may, after
11 16 consultation with the applicable ~~regional advisory local~~
11 17 workforce development boards and with the approval of the state
11 18 workforce development board, make accommodations in determining
11 19 the service delivery areas, including, but not limited to, the
11 20 creation of a new service delivery area. In no event shall the
11 21 department create more than sixteen service delivery areas.

11 22 Sec. 16. Section 260H.2, subsection 1, Code 2016, is amended
11 23 to read as follows:

11 24 1. A pathways for academic career and employment program
11 25 is established to provide funding to community colleges for
11 26 the development of projects in coordination with the economic
11 27 development authority, the department of education, the
11 28 department of workforce development, ~~regional advisory local~~
11 29 workforce development boards established pursuant to section
11 30 84A.4, and community partners to implement a simplified,
11 31 streamlined, and comprehensive process, along with customized
11 32 support services, to enable eligible participants to acquire
11 33 effective academic and employment training to secure gainful,
11 34 quality, in-state employment.

11 35 Sec. 17. Section 260H.4, subsection 2, paragraph a, Code
11 36 2016, is amended to read as follows:

11 37 a. Economic and workforce development requirements in each
11 38 region served by the community colleges as defined by ~~regional~~
11 39 ~~advisory local workforce development~~ boards established
12 1 pursuant to section 84A.4.

12 2 Sec. 18. Section 260H.4, subsection 2, paragraph b,
12 3 subparagraph (5), Code 2016, is amended to read as follows:

12 4 (5) Any other industry designated as in-demand by a ~~regional~~
12 5 ~~advisory local workforce development~~ board established pursuant
12 6 to section 84A.4.

12 7 Sec. 19. Section 260H.8, Code 2016, is amended to read as
12 8 follows:

12 9 260H.8 RULES.

12 10 The department of education, in consultation with the
12 11 community colleges, the economic development authority, and the
12 12 department of workforce development, shall adopt rules pursuant
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12 13 to chapter 17A and this chapter to implement the provisions of
 12 14 this chapter. ~~Regional advisory~~ Local workforce development
 12 15 boards established pursuant to section 84A.4 shall be consulted
 12 16 in the development and implementation of rules to be adopted
 12 17 pursuant to this chapter.

12 18 Sec. 20. Section 260I.6, subsection 2, paragraph e, Code
 12 19 2016, is amended to read as follows:

12 20 e. Any other industry designated as in-demand by a ~~regional~~
 12 21 ~~advisory~~ local workforce development board established pursuant
 12 22 to section 84A.4.

12 23 Sec. 21. EFFECTIVE UPON ENACTMENT. This division of this
 12 24 Act, being deemed of immediate importance, takes effect upon
 12 25 enactment.

This Division is effective on enactment.

12 26 DIVISION II
 12 27 UNEMPLOYMENT INSURANCE BENEFITS — AUTHORIZATION TO JOIN
 12 28 CONSORTIUM AND USE CERTAIN FUNDS — APPROPRIATION

12 29 Sec. 22. AUTHORIZATION TO JOIN CONSORTIUM. The department
 12 30 of workforce development is hereby authorized to join a
 12 31 consortium with the states of Idaho and Vermont for the purpose
 12 32 of modifying the Idaho unemployment benefit payment software
 12 33 system so that it can be used to pay unemployment insurance
 12 34 benefits by the state of Iowa.

Authorizes the Department of Workforce Development to join a consortium with the states of Idaho and Vermont for the modification of the Idaho Unemployment Benefit Payment Software System to pay unemployment insurance benefits by the state of Iowa.

12 35 Sec. 23. APPROPRIATION — UNEMPLOYMENT INSURANCE BENEFIT
 12 36 PAYMENT SOFTWARE SYSTEM.

12 37 1. There is hereby appropriated out of funds made available
 12 38 to the state of Iowa under section 903 of the Social Security
 12 39 Act, as amended, the sum of one million seventy-six thousand
 13 1 dollars, or so much thereof as may be necessary, to be used
 13 2 under the direction of the department of workforce development,
 13 3 for the purpose of modifying the Idaho unemployment insurance
 13 4 benefit payment software system so that it can be used to pay
 13 5 unemployment insurance benefits by the state of Iowa and for
 13 6 the acquisition of programing, software, and equipment required
 13 7 to provide an administrative and payment system for the Iowa
 13 8 unemployment insurance program.

Appropriates \$1,076,000 from federal funds to the Department of Workforce Development to be used for modifying the Idaho Unemployment Insurance Software System to pay unemployment insurance benefits by the state and for the acquisition of programming, software, and equipment required to provide an administrative and payment system for the Iowa Unemployment Insurance Program.

13 9 2. The funds hereby appropriated shall not be obligated
 13 10 after the expiration of the two-year period beginning on the
 13 11 date of the enactment of this section.

Prohibits the funds appropriated in this section from being obligated after two years from enactment.

13 12 3. The amount obligated pursuant to this section shall
 13 13 not exceed at any time the amount by which the aggregate of
 13 14 the amounts transferred to the account of this state in the

Prohibits the obligation of funds appropriated in this section if the obligation will exceed the funds available in the account of the Unemployment Trust Fund after taking into consideration the funds

13 15 unemployment trust fund pursuant to section 903 of the Social
 13 16 Security Act, as amended, exceeds the aggregate of the amounts
 13 17 obligated for administration and paid out for unemployment
 13 18 insurance benefits and required by law to be charged against
 13 19 the amounts transferred to the account of this state in the
 13 20 unemployment trust fund.

already obligated for the administration and payment of unemployment insurance benefits.

13 21 Sec. 24. AUTHORIZATION OF USE OF FUNDS — UNEMPLOYMENT
 13 22 INSURANCE BENEFIT PAYMENT SOFTWARE SYSTEM.

13 23 1. Four million eight hundred twenty-five thousand dollars,
 13 24 or so much thereof as may be necessary, of incentive payment
 13 25 funds credited with respect to the Assistance for Unemployed
 13 26 Workers and Struggling Families Act, Pub.L. No.111-5,
 13 27 Division B, Tit.II, §2003, as codified in 42 U.S.C.§1103,
 13 28 as a special transfer made under section 903(g) of the Social
 13 29 Security Act, may be used under the direction of the department
 13 30 of workforce development for the purpose of modifying the Idaho
 13 31 unemployment insurance benefit payment system so that it can
 13 32 be used to pay unemployment insurance benefits by the state
 13 33 of Iowa and for the acquisition of programing, software, and
 13 34 equipment required to provide an administrative and payment
 13 35 system for the Iowa unemployment insurance program.

Authorizes the expenditure of \$4,825,000 in federal funds by the Department of Workforce Development to be used for modifying the Idaho Unemployment Insurance Software System to pay unemployment insurance benefits by the state and for the acquisition of programming, software, and equipment required to provide an administrative and payment system for the Iowa Unemployment Insurance Program.

13 36 2. The funds hereby authorized for use shall not be
 13 37 obligated after the expiration of the two-year period beginning
 13 38 on the date of the enactment of this section.

Prohibits the funds appropriated in this section from being obligated after two years from enactment.

13 39 Sec. 25. AUTHORIZATION OF USE OF FUNDS — UNEMPLOYMENT
 13 40 INSURANCE BENEFIT OVERPAYMENTS.

13 41 1. Notwithstanding section 96.3, subsection 7, and section
 13 42 96.3, subsection 10, paragraph “d”, the department of workforce
 13 43 development shall not pursue the recovery of any overpayments
 13 44 of unemployment insurance benefits made to individuals caused
 13 45 by a telephone system malfunction on March 8, 2014.

Prohibits the Department of Workforce Development from pursuing the recovery of any overpayment of unemployment insurance benefits made to individuals caused by a telephone system malfunction on March 8, 2014.

13 46 2. The department of workforce development is authorized to
 13 47 make a one-time transfer of five hundred twenty-eight thousand,
 13 48 three hundred seventy-nine dollars and sixty-eight cents, or
 13 49 so much thereof as may be necessary, from moneys transferred
 13 50 to the state on March 13, 2002, pursuant to section 903(d) of
 13 51 the Social Security Act, to be deposited in the unemployment
 13 52 compensation fund for the payment of unemployment insurance
 13 53 benefits.

Authorizes the expenditure of \$528,380 in federal funds by the Department of Workforce Development to be used for offsetting all potential unemployment benefit overpayment caused by a telephone malfunction on March 8, 2014.

13 54 3. The funds hereby authorized for use shall not be
 13 55 obligated after the expiration of the two-year period beginning

Prohibits the funds appropriated in this section from being obligated after two years from enactment.

13 56 on the date of the enactment of this section.

13 57 Sec. 26. EFFECTIVE UPON ENACTMENT. This division of this
13 58 Act, being deemed of immediate importance, takes effect upon
13 59 enactment.

This Division is effective on enactment.