



Legislative Services Agency

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Fiscal Services Division

Fiscal Topic

Manufacturing 4.0 Program

September 10, 2026

Purpose and History

The Manufacturing 4.0 Technology Investment Program was created under the Iowa Economic Development Authority (IEDA) in 2021 Iowa Acts, chapter [177](#) (Taxation and Other Provisions Act). The Program provides grants of up to \$75,000 to assist small and midsize companies with the adoption and integration of smart technologies into existing operations. Projects may include specialized hardware, software, or other equipment intended to increase a manufacturer's productivity, efficiency, and competitiveness.

To be eligible for a grant, a manufacturer must meet the following criteria:

- Manufacture goods at a facility in Iowa.
- Have a North American Industry Classification System (NAICS) number within the manufacturing sector range of 31 to 33.
- Have been an established business for at least three years.
- Derive at least 51.0% of gross revenue from the sale of manufactured goods.
- Employ 3 to 125 full-time employees across all manufacturing locations.
- Have an assessment of the investment completed by the [Center for Industrial Research and Service \(CIRAS\)](#) at Iowa State University (ISU).
- Demonstrate the ability to provide one-to-one matching financial support from private sources.

Funding

The Program is primarily funded through the Manufacturing 4.0 Technology Investment Fund (MTIF), which receives a Skilled Worker and Job Creation Fund (SWJCF) appropriation in the annual Economic Development Appropriations Act. In FY 2025 and FY 2026, the appropriation was \$2.0 million. In FY 2027, the appropriation was increased to \$2.4 million. The MTIF also received one-time transfers of \$2.0 million in FY 2022 and \$150,000 in FY 2024 from the Grow Iowa Values Fund (GIVF).

A separate federal Manufacturing 4.0 Program received and awarded a total of \$26.7 million between FY 2022 and FY 2026 from the State and Local Fiscal Recovery Fund, which received funding through the [American Rescue Plan Act](#).

The MTIF is established under Iowa Code section [15.371\(3\)\(a\)](#). The MTIF is exempt from reversion requirements in Iowa Code section [8.33](#), which allows the Fund balance to carry forward to the next fiscal year. Interest, earnings, and recaptures available to the Fund may be used for the Program.

Additional Information

For additional information, visit the Iowa Economic Development Authority, Manufacturing 4.0 Technology Investment Program website: opportunityiowa.gov/business/financial-assistance/manufacturing-40-technology-investment

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Related Statutes and Administrative Rules

Iowa Code sections [8.57J](#) and [15.371](#)
Iowa Administrative Code [261—119](#)

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