

*Small Business 3/11*  
*21 Jan (7.1048)*

MAR 8 1988

Place On Calendar

HOUSE FILE 2416  
BY COMMITTEE ON ECONOMIC  
DEVELOPMENT

(Formerly House Study Bill 813)

Passed House, Date 3/11/88 (p. 1133) Passed Senate, Date 3/30/88 (p. 1194)

Vote: Ayes 80 Nays 13 Vote: Ayes 45 Nays 1

Approved April 26, 1988  
*Motion to Reconsider (p. 1196)*  
*" 12/5/87 (p. 1322)*

A BILL FOR

1 An Act relating to establishing a case management assistance  
2 program to assist low-income persons in starting up or  
3 expanding small businesses.

4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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HF 2416

1 Section 1. Section 15.108, Code Supplement 1987, is  
2 amended by adding the following new subsection and renumbering  
3 subsequent subsections as necessary:

4 NEW SUBSECTION 8. CASE MANAGEMENT. To provide case  
5 management assistance to low-income persons for the purpose of  
6 establishing or expanding small business ventures as provided  
7 in section 15.259.

8 Sec. 2. NEW SECTION. 15.259 CASE MANAGEMENT PROGRAM.

9 The department shall establish and administer a case  
10 management program, contingent upon the availability of funds  
11 authorized for the program, and conducted in coordination with  
12 the job training partnership program, the self-employment loan  
13 program, and other state or federal programs providing  
14 financial or technical assistance administered by the  
15 department. The case management program shall assist in  
16 furnishing information about available assistance to clients  
17 seeking to establish or expand small business ventures,  
18 furnishing information about available financial or technical  
19 assistance, evaluating small business venture proposals,  
20 completing viable business start-up or expansion plans, and  
21 completing applications for financial or technical assistance  
22 under the programs administered by the department. As used in  
23 this section, "client" means a low-income person eligible for  
24 assistance under the self-employment loan program established  
25 in section 15.241.

26 In administering the program, the department may contract  
27 with service providers to deliver case management assistance  
28 under this section. A service provider may be any entity  
29 which the department determines is qualified to deliver case  
30 management assistance, including a state agency, a private  
31 for-profit or not-for-profit corporation, or other association  
32 or organization. The department shall establish rules  
33 necessary to carry out this section, including schedules for  
34 providing contract payments to service providers, based on the  
35 number of hours of case management assistance provided to a

1 client.

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EXPLANATION

3 This bill provides that the department of economic  
4 development shall establish a program to assist low-income  
5 persons who are seeking to start up or expand small business  
6 ventures. The assistance relates to providing information  
7 about available programs, evaluating business proposals, and  
8 completing business plans and applications for financial  
9 assistance under programs administered by the department. The  
10 bill permits the department to contract with public or private  
11 entities to provide such assistance.

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SIMILAR TO HSB 2164 (LSB 8156HC)

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Newhauser, Chair  
Svoboda  
Lundberg

HSB 813 MWB

ECONOMIC DEVELOPMENT

HOUSE FILE 2416

BY (PROPOSED COMMITTEE ON  
ECONOMIC DEVELOPMENT BILL)

Passed House, Date \_\_\_\_\_ Passed Senate, Date \_\_\_\_\_

Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_ Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_

Approved \_\_\_\_\_

**A BILL FOR**

1 An Act relating to establishing a case management assistance  
2 program to assist low-income persons in starting up or  
3 expanding small businesses.

4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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1 Section 1. Section 15.108, Code Supplement 1987, is  
2 amended by adding the following new subsection and renumbering  
3 subsequent subsections as necessary:

4 NEW SUBSECTION 8. CASE MANAGEMENT. To provide case  
5 management assistance to low-income persons for the purpose of  
6 establishing or expanding small business ventures as provided  
7 in section 15.261.

8 Sec. 2. NEW SECTION. 15.261 CASE MANAGEMENT PROGRAM.

9 The department shall establish and administer a case  
10 management program, contingent upon the availability of funds  
11 authorized for the program, and conducted in coordination with  
12 the job training partnership program, the self-employment loan  
13 program, and other state or federal programs providing  
14 financial or technical assistance administered by the  
15 department. The case management program shall assist in  
16 furnishing information about available assistance to clients  
17 seeking to establish or expand small business ventures,  
18 furnishing information about available financial or technical  
19 assistance, evaluating small business venture proposals,  
20 completing viable business start-up or expansion plans, and  
21 completing applications for financial or technical assistance  
22 under the programs administered by the department. As used in  
23 this section, "client" means a low-income person eligible for  
24 assistance under the self-employment loan program established  
25 in section 15.241.

26 In administering the program, the department may contract  
27 with service providers to deliver case management assistance  
28 under this section. A service provider may be any entity  
29 which the department determines is qualified to deliver case  
30 management assistance, including a state agency, a private  
31 for-profit or not-for-profit corporation, or other association  
32 or organization. The department shall establish rules  
33 necessary to carry out this section, including schedules for  
34 providing contract payments to service providers, based on the  
35 number of hours of case management assistance provided to a

1 client. However, a service provider shall not charge more  
2 than ten dollars per hour of assistance provided to a client,  
3 and shall not charge for more than twenty hours of assistance  
4 per client.

5 EXPLANATION

6 This bill provides that the department of economic  
7 development shall establish a program to assist low-income  
8 persons who are seeking to start up or expand small business  
9 ventures. The assistance relates to providing information  
10 about available programs, evaluating business proposals, and  
11 completing business plans and applications for financial  
12 assistance under programs administered by the department. The  
13 bill permits the department to contract with public or private  
14 entities to provide such assistance under limits relating to  
15 the amount that the entity may charge for assisting an  
16 eligible person.

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HOUSE FILE 2416

AN ACT

RELATING TO ESTABLISHING A CASE MANAGEMENT ASSISTANCE PROGRAM  
TO ASSIST LOW-INCOME PERSONS IN STARTING UP OR EXPANDING  
SMALL BUSINESSES.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

Section 1. Section 15.108, Code Supplement 1987, is amended by adding the following new subsection and renumbering subsequent subsections as necessary:

NEW SUBSECTION. 8. CASE MANAGEMENT. To provide case management assistance to low-income persons for the purpose of establishing or expanding small business ventures as provided in section 15.259.

Sec. 2. NEW SECTION. 15.259 CASE MANAGEMENT PROGRAM.

The department shall establish and administer a case management program, contingent upon the availability of funds authorized for the program, and conducted in coordination with the job training partnership program, the self-employment loan program, and other state or federal programs providing financial or technical assistance administered by the department. The case management program shall assist in furnishing information about available assistance to clients seeking to establish or expand small business ventures, furnishing information about available financial or technical assistance, evaluating small business venture proposals, completing viable business start-up or expansion plans, and completing applications for financial or technical assistance under the programs administered by the department. As used in this section, "client" means a low-income person eligible for assistance under the self-employment loan program established in section 15.241.

In administering the program, the department may contract with service providers to deliver case management assistance under this section. A service provider may be any entity which the department determines is qualified to deliver case management assistance, including a state agency, a private for-profit or not-for-profit corporation, or other association or organization. The department shall establish rules necessary to carry out this section, including schedules for providing contract payments to service providers, based on the number of hours of case management assistance provided to a client.

.....  
DONALD D. AVENSON  
Speaker of the House

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JO ANN ZIMMERMAN  
President of the Senate

I hereby certify that this bill originated in the House and is known as House File 2416, Seventy-second General Assembly.

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JOSEPH O'HERN  
Chief Clerk of the House  
Approved April 26, 1988

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TERRY E. GRANSTAD  
Governor

HF 2416