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APPROPRIATIONS CALENDAR

HOUSE FILE 512
BY COMMITTEE ON APPROPRIATIONS

(SUCCESSOR TO LSB 1991HA)

Passed House, Date (P.1453) 4-11-95 Passed Senate, Date (P.1176) 4-12-95
Vote: Ayes 87 Nays 4 Vote: Ayes 48 Nays 2

Approved 4/24/95
Item vetoed

A BILL FOR

1 An Act appropriating funds to the department of economic
2 development, the Wallace technology transfer foundation, the
3 public employment relations board, and the department of
4 employment services and providing an immediate effective date.
5 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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HF 512

1 Section 1. There is appropriated from the general fund of
2 the state and other designated funds to the department of
3 economic development for the fiscal year beginning July 1,
4 1995, and ending June 30, 1996, on the conditions that the
5 director shall submit to the general assembly by December 1,
6 1995, a report regarding the feasibility of merging the
7 workforce development division with the department of
8 employment services to be merged with the workforce
9 development initiative and the possible cost savings and that
10 the department shall not use any moneys appropriated under
11 this Act for further expansion of industrial site locator
12 programs until the industrial site locator program at the
13 university of northern Iowa is completed and fully implemented
14 and the department and the university have reported to the
15 general assembly on plans for coordination and cooperation
16 between the department and the university, including access by
17 the department to the database and technology of the
18 university program, the following amounts, or so much thereof
19 as is necessary, to be used for the purposes designated:

20 1. ADMINISTRATIVE SERVICES DIVISION

21 a. General administration

22 For salaries, support, maintenance, miscellaneous purposes,
23 provided the director shall take all reasonable efforts to
24 reduce the number of staff and level of funding committed to
25 activities of the director's office and general
26 administration, including the transfer of staff and funds to
27 the operational divisions of the department, and the
28 consolidation of functions and reduction in department staff,
29 and for providing that a business receiving moneys from the
30 department for the purpose of job creation shall make
31 available ten percent of the new jobs created for promise jobs
32 program participants, who are qualified for the jobs:

33	\$	916,000
34	FTEs	22.00

35 The director shall coordinate efforts with the workforce

1 coordinator to implement the intent of the general assembly
2 regarding businesses receiving job creation moneys and shall
3 report to the joint economic development appropriations
4 subcommittee regarding the number of jobs to be created by
5 each business, the number of qualified promise jobs
6 participants applying with the business, and the number of
7 promise jobs participants hired.

8 b. Primary research and computer center

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

12	\$	333,000
13	FTEs	5.50

14 The department shall report to the general assembly by
15 December 1, 1995, on the available options and potential cost
16 savings regarding privatizing computer services for primary
17 research.

18 c. Film office

19 For salaries, support, maintenance, miscellaneous purposes,
20 and for not more than the following full-time equivalent
21 positions:

22	\$	188,000
23	FTEs	2.00

24 2. BUSINESS DEVELOPMENT DIVISION

25 a. Business development operations

26 For salaries, support, maintenance, miscellaneous purposes,
27 and for not more than the following full-time equivalent
28 positions:

29	\$	3,022,000
30	FTEs	16.00

31 b. Small business programs

32 For salaries, support, maintenance, miscellaneous purposes,
33 and for not more than the following full-time equivalent
34 positions for the small business program, the small business
35 advisory council, targeted small business program, business

1 incubators, for providing 1.00 FTE for the targeted small
2 business compliance officer who shall continue to work jointly
3 with the department of management, for eliminating the
4 position of small business resource office manager,
5 implementing the small business resource office reorganization
6 plan by July 1, 1995, and for reporting to the joint economic
7 development appropriations subcommittee and the legislative
8 fiscal bureau on the reorganization, and for deaf interpreters
9 funded through the economic development deaf interpreters
10 revolving fund established in section 15.108, subsection 7,
11 paragraph "j":

12 \$ 365,000
13 FTEs 6.00

14 The department shall report to the joint appropriations
15 subcommittee on economic development and the legislative
16 fiscal bureau regarding the utilization of the deaf
17 interpreters by December 1, 1995, and the department shall
18 coordinate with the division of deaf services in the provision
19 of deaf interpreter services.

20 c. Federal procurement office

21 For salaries, support, maintenance, miscellaneous purposes,
22 and for not more than the following full-time equivalent
23 positions:

24 \$ 99,000
25 FTEs 3.00

26 Notwithstanding section 8.33, moneys remaining unencumbered
27 or unobligated on June 30, 1996, shall not revert and shall be
28 available for expenditure during the fiscal year beginning
29 July 1, 1996, for the same purposes.

30 d. Strategic investment fund

31 For deposit in the strategic investment fund for salaries,
32 support, and for not more than the following full-time
33 equivalent positions:

34 \$ 5,795,000
35 FTEs 10.00

1 e. Targeted small business incubator
2 Moneys appropriated for fiscal year 1994-1995 and not
3 expended by June 30, 1995, shall not revert but shall be held
4 by the department for funding, with local matching funds, the
5 targeted small business incubator in Des Moines for the fiscal
6 year beginning July 1, 1995, and ending June 30, 1996.

7 f. Insurance economic development
8 There is appropriated from moneys collected by the division
9 of insurance in excess of the anticipated gross revenues under
10 section 505.7, subsection 3, to the department for the fiscal
11 year beginning July 1, 1995, and ending June 30, 1996, the
12 following amount, or so much thereof as is necessary, for
13 insurance economic development and international insurance
14 economic development:

15 \$ 200,000

16 3. COMMUNITY DEVELOPMENT DIVISION

17 a. Community assistance
18 For salaries, support, maintenance, miscellaneous purposes,
19 and for not more than the following full-time equivalent
20 positions for administration of the community economic
21 preparedness program, the Iowa community betterment program,
22 and the city development board:

23 \$ 581,000

24 FTEs 7.50

25 b. Main street/rural main street program
26 For salaries and support for not more than the following
27 full-time equivalent positions:

28 \$ 450,000

29 FTEs 3.00

30 Notwithstanding section 8.33, moneys committed to grantees
31 under contract from the general fund of the state that remain
32 unexpended on June 30 of the fiscal year shall not revert to
33 any fund but shall be available for expenditure for purposes
34 of the contract during the succeeding fiscal year.

35 c. Rural development program

1 For salaries, support, maintenance, miscellaneous purposes,
2 for not more than the following full-time equivalent positions
3 for rural resource coordination, rural community leadership,
4 and the rural enterprise fund:

5	\$	540,000
6	FTEs	4.50

7 There is also appropriated from the rural community 2000
8 program revolving fund established in section 15.287 to the
9 rural development program for the purposes of the program
10 including the rural enterprise fund and collaborative skills
11 development training:

12	\$	226,000
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13 Notwithstanding section 8.33, moneys committed to grantees
14 under contract from the general fund of the state or through
15 transfers from the Iowa community development loan fund or
16 from the rural community 2000 program revolving fund that
17 remain unexpended at the end of the fiscal year shall not
18 revert but shall be available for expenditure for purposes of
19 the contract during the succeeding fiscal year.

20 d. Community development block grant and HOME

21 For administration and related federal housing and urban
22 development grant administration for salaries, support,
23 maintenance, miscellaneous purposes, and for not more than the
24 following full-time equivalent positions:

25	\$	390,000
26	FTEs	18.76

27 e. Councils of governments

28 There is appropriated from the rural community 2000 program
29 revolving fund established in section 15.287 to provide to
30 Iowa's councils of governments funds for planning and
31 technical assistance funds to assist local governments to
32 develop community development strategies for addressing long-
33 term and short-term community needs:

34	\$	178,000
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35 f. Housing development fund

1 For providing technical assistance to communities of all
2 sizes and local financial institutions to help meet local
3 housing needs:

4 \$ 150,000

5 4. INTERNATIONAL DIVISION

6 a. International trade operations

7 For coordinating and eliminating duplication of effort with
8 the department of agriculture and land stewardship, conducting
9 foreign trade missions on behalf of Iowa businesses, salaries,
10 support, maintenance, miscellaneous purposes, for allocating
11 \$100,000 and up to two full-time equivalent positions for the
12 international development foundation which shall continue as a
13 private entity, for allocating \$45,000, or so much thereof as
14 is necessary, to fund the United States midwest Japan
15 conference, and for not more than the following full-time
16 equivalent positions:

17 \$ 848,000

18 FTEs 9.00

19 The international development foundation shall notify the
20 department of management by October 1, 1995, regarding whether
21 the foundation will receive federal funding during the state
22 fiscal year beginning July 1, 1995, and ending June 30, 1996.
23 If, for the federal fiscal year beginning October 1, 1995, and
24 ending September 30, 1996, no federal funding will be received
25 by the foundation during the state fiscal year beginning July
26 1, 1995, and ending June 30, 1996, the balance of the funds
27 allocated to the foundation in this paragraph shall revert to
28 the general fund of the state. Notwithstanding section 8.33,
29 if federal funding will be received by the foundation moneys
30 allocated to the foundation that remain unexpended on June 30
31 of the fiscal year shall not revert to any fund but shall be
32 available for expenditure for the purposes of the foundation
33 during the succeeding fiscal year. It is the intent of the
34 general assembly that funding for the foundation shall cease
35 after fiscal year 1996-1997.

1 b. Foreign trade offices

2 For salaries, support, maintenance, miscellaneous purposes,
3 and for not more than the following full-time equivalent
4 positions:

5 \$ 585,000

6 c. Export trade assistance program

7 For export trade activities, including a program to
8 encourage and increase participation in trade shows and trade
9 missions by providing financial assistance to businesses for a
10 percentage of their costs of participating in trade shows and
11 trade missions, by providing for the lease/sublease of
12 showcase space in existing world trade centers, by providing
13 temporary office space for foreign buyers, international
14 prospects, and potential reverse investors, and by providing
15 other promotional and assistance activities, provided that the
16 department shall consult with the department of agriculture
17 and land stewardship prior to allocating export trade
18 assistance program moneys, including salaries and support for
19 not more than the following full-time equivalent positions:

20 \$ 317,000

21 FTEs 0.25

22 d. Agricultural product advisory council

23 For support, maintenance, and miscellaneous purposes:

24 \$ 1,300

25 e. For transfer to the partner state program which the
26 department may use to contract with private groups or
27 organizations which are the most appropriate to administer
28 this program and the groups and organizations participating in
29 the program shall, to the fullest extent possible, provide the
30 funds to match the appropriation made in this subsection of
31 the funds transferred:

32 \$ 100,000

33 5. TOURISM DIVISION

34 a. Tourism operations

35 For salaries, support, maintenance, miscellaneous purposes,

1 and for not more than the following full-time equivalent
2 positions, provided that the appropriation shall not be used
3 for advertising placements for in-state and out-of-state
4 tourism marketing:

5 \$ 726,000
6 FTEs 17.77

7 b. Tourism advertising

8 For contracting exclusively for tourism advertising for in-
9 state and out-of-state tourism marketing services, tourism
10 promotion programs, electronic media, print media, and printed
11 materials and for allocating \$100,000 to develop brochures and
12 television advertising to highlight the heritage tourism
13 program:

14 \$ 2,537,000

15 The department shall not use the moneys appropriated in
16 this lettered paragraph unless the department develops public-
17 private partnerships with Iowa businesses in the tourism
18 industry, Iowa tour groups, Iowa tourism organizations, and
19 political subdivisions in this state to assist in the
20 development of advertising efforts. The department shall, to
21 the fullest extent possible, develop cooperative efforts for
22 advertising with contributions from other sources.

23 c. Welcome center program

24 To implement the recommendations of the statewide long-
25 range plan for developing and operating welcome centers
26 throughout the state and for planning for a welcome center at
27 living history farms:

28 \$ 250,000

29 6. WORKFORCE DEVELOPMENT DIVISION

30 a. Youth work force programs

31 For purposes of the conservation corps, including salary,
32 support, maintenance, miscellaneous purposes, and for not more
33 than the following full-time equivalent positions:

34 \$ 900,000
35 FTEs 2.40

1 Notwithstanding section 8.33, moneys committed to grantees
 2 under contract that remain unexpended on June 30 of the fiscal
 3 year shall not revert to any fund but shall be available for
 4 expenditure for purposes of the contract during the succeeding
 5 fiscal year.

6 b. Job retraining program

7 To the community college job training fund created in
 8 section 260F.6, including salaries and support for not more
 9 than the following full-time equivalent positions:

10	\$	362,000
11	FTEs	1.31

12 There is appropriated from the rural community 2000 program
 13 revolving fund established in section 15.287 to the community
 14 college job training fund created in section 260F.6,
 15 subsection 1, \$225,000. It is the intent of the general
 16 assembly that up to \$101,894 of all funds appropriated to the
 17 program and some or all of the full-time equivalent positions
 18 may be used for the administration of the Iowa small business
 19 new jobs training Act.

20 c. Workforce investment program

21 For a competitive grant program by the department in
 22 consultation with the state job training coordinating council
 23 for projects that increase Iowa's pool of available labor via
 24 training and support services with priority given to projects
 25 which serve displaced homemakers or welfare recipients, for
 26 providing that funds under this paragraph shall not be used
 27 for funding apprenticeship programs under section 260C.44,
 28 including salaries and support for not more than the following
 29 full-time equivalent positions:

30	\$	478,000
31	FTEs	0.90

32 The department shall ensure that the workforce investment
 33 program is coordinated with services provided under the
 34 federal Job Training Partnership Act and that welfare
 35 recipients receive priority for services under both programs.

1 Notwithstanding section 8.33, moneys committed to grantees
2 under contract that remain unexpended at the end of the fiscal
3 year, shall not revert to any fund but shall be available for
4 expenditure for purposes of the contract during the succeeding
5 fiscal year.

6 d. Labor management councils

7 For salaries, support, maintenance, miscellaneous purposes,
8 and for not more than the following full-time equivalent
9 positions:

10	\$	50,000
11	FTEs	0.50

12 It is the intent of the general assembly that funding for
13 labor management council shall cease after fiscal year 1996-
14 1997. The department shall not use moneys appropriated in
15 this lettered paragraph for grants to grantees who do not
16 facilitate the active participation of labor as members of
17 labor management councils or who fail to make a good faith
18 effort to either schedule meetings during nonworking hours or
19 obtain voluntary agreements with employers to allow employees
20 time off to attend labor management council meetings with no
21 loss of pay or other benefits.

22 Notwithstanding section 8.33, moneys committed to grantees
23 under contract that remain unexpended on June 30 of the fiscal
24 year shall not revert to any fund but shall be available for
25 expenditure for purposes of the contract during the succeeding
26 fiscal year.

27 e. The department shall recommend to the general assembly
28 by December 1, 1995, options for transferring the workforce
29 development division to the department of job services.

30 Sec. 2. Notwithstanding section 15E.120, subsections 5, 6,
31 and 7, and section 15.287, there is appropriated from the Iowa
32 community development loan fund from the moneys available
33 during the fiscal year beginning July 1, 1995, and ending June
34 30, 1996, to the department of economic development for the
35 rural development program to be used by the department for the

1 purposes of the program.

2 Sec. 3. Notwithstanding section 15.251, subsection 2,
3 there is appropriated from the job training fund created in
4 the office of the treasurer of state to the department of
5 economic development for the fiscal year beginning July 1,
6 1995, and ending June 30, 1996, the following amounts, or so
7 much thereof as is necessary, to be used for the purposes
8 designated:

9 1. For administration of chapter 260E, including salaries,
10 support, maintenance, miscellaneous purposes, and for not more
11 than the following full-time equivalent positions:

12	\$	160,000
13	FTEs	2.40

14 2. For the target alliance program:

15	\$	30,000
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16 Sec. 4. There is appropriated from the general fund of the
17 state to the Wallace technology transfer foundation for the
18 fiscal year beginning July 1, 1995, and ending June 30, 1996,
19 the following amount, or so much thereof as is necessary, to
20 be used for the purposes designated:

21 For salaries, support, maintenance, and other operational
22 purposes, for restructuring the foundation and merging with
23 the department of economic development in fiscal year 1996-
24 1997, for transferring, by June 30, 1996, all equity holdings
25 to the Iowa seed capital corporation, for administering the
26 industrial technology access program, for approving and
27 submitting to the governor and general assembly not later than
28 January 15 an annual report relating to performance goals of
29 and efforts by the foundation to improve the modernization of
30 industrial facilities, for funding the small business
31 innovation research program, for awarding not less than
32 \$50,000 of the funds appropriated in this section to an
33 administrative entity selected through a competitive bid
34 process conducted in concert with the Iowa quality coalition
35 to carry out a statewide program of productivity enhancement

1 projects and for not more than the following full-time
2 equivalent positions:

3 \$ 2,000,000
4 FTEs 4.00

5 Sec. 5. There is appropriated from the general fund of the
6 state to the Iowa seed capital corporation fund established in
7 section 15E.89, for not more than the following full-time
8 equivalent positions:

9 \$ 853,000
10 FTEs 5.00

11 Sec. 6. There is appropriated from the general fund of the
12 state to the Iowa state university of science and technology
13 for the fiscal year beginning July 1, 1995, and ending June
14 30, 1996, the following amounts, or so much thereof as is
15 necessary, to be used for the purposes designated:

16 1. For funding and maintaining in their current locations
17 the existing small business development centers, for providing
18 up to \$33,000, or so much thereof as is necessary, for salary
19 increases of not more than three percent from all sources for
20 nonuniversity employees provided that any amount not required
21 for salary increases for nonuniversity employees shall revert
22 to the general fund of the state, and for not more than the
23 following full-time equivalent positions:

24 \$ 1,185,000
25 FTEs 6.07

26 2. For funding the institute for physical research and
27 technology, provided that \$468,358 shall be allocated to the
28 institute for physical research and technology industrial
29 incentive program in accordance with the intent of the general
30 assembly, and for not more than the following full-time
31 equivalent positions:

32 \$ 4,000,000
33 FTEs 61.17

34 It is the intent of the general assembly that the incentive
35 program focus on Iowa industrial sectors and seek

1 contributions and in-kind donations from businesses,
2 industrial foundations, and trade associations and that moneys
3 for the institute for physical research and technology
4 industrial incentive program shall only be allocated for
5 projects which are matched by private sector moneys for
6 directed contract research or for nondirected research. The
7 match required of small businesses as defined in section
8 15.102, subsection 4, for directed contract research or for
9 nondirected research shall be \$1 for each \$3 of state funds.
10 The match required for other businesses for directed contract
11 research or for nondirected research shall be \$1 for each \$1
12 of state funds. The match required of industrial foundations
13 or trade associations shall be \$1 for each \$1 of state funds.

14 Iowa state university shall report annually to the joint
15 economic development subcommittee of the senate and house
16 appropriations committees the total amounts of private
17 contributions, the proportion of contributions from small
18 businesses and other businesses, and the proportion for
19 directed contract research and nondirected research of benefit
20 to Iowa businesses and industrial sectors.

21 Notwithstanding section 8.33, moneys appropriated for any
22 fiscal year which remain unobligated and unexpended at the end
23 of the fiscal year shall not revert but shall be available for
24 expenditure the following fiscal year.

25 Sec. 7. There is appropriated from the general fund of the
26 state to the state university of Iowa for the fiscal year
27 beginning July 1, 1995, and ending June 30, 1996, the
28 following amount, or so much thereof as is necessary, to be
29 used for the purpose designated:

30 For funding the advanced drug development program at the
31 Oakdale research park and for not more than the following
32 full-time equivalent positions:

33	\$	309,000
34	FTEs	2.85

35 The board of regents shall submit a report on the progress

1 of regents institutions in meeting the strategic plan for
2 technology transfer and economic development to the
3 chairpersons of the joint appropriations subcommittee on
4 economic development, the joint appropriations subcommittee on
5 education, the majority leader, and minority leader of the
6 senate, the majority and minority leaders of the house of
7 representatives, the secretary of the senate, the chief clerk
8 of the house of representatives, and the legislative fiscal
9 bureau by December 1, 1995.

10 Sec. 8. Not later than July 1, 1995, the department of
11 economic development, with consultation and input from the
12 general assembly, and representatives from business, labor,
13 and education shall study and present recommendations to the
14 general assembly which shall include but not be limited to the
15 privatization and decentralization of Iowa's economic
16 development efforts, the identification of areas appropriate
17 to statewide economic development efforts and areas
18 appropriate for regional economic development efforts,
19 benchmark budgeting for statewide and regional efforts, the
20 deregulation of economic development activities, and
21 collaboration between public and private entities.

22 Sec. 9. DEPARTMENT OF EMPLOYMENT SERVICES. There is
23 appropriated from the general fund of the state to the
24 department of employment services for the fiscal year
25 beginning July 1, 1995, and ending June 30, 1996, the
26 following amounts, or so much thereof as is necessary, for the
27 purposes designated, including that the department of
28 employment services, the department of personnel, and the
29 department of management shall ensure that all nonsupervisory
30 full-time equivalent positions authorized and funded for the
31 department of employment services in this section will be
32 utilized during the fiscal year beginning July 1, 1995, and
33 ending June 30, 1996, and during future fiscal years, and will
34 not be held vacant, to ensure that the backlog of cases in
35 that department will be reduced as rapidly as possible:

1 1. DIVISION OF LABOR SERVICES

2 For salaries, support, maintenance, miscellaneous purposes,
3 and for not more than the following full-time equivalent
4 positions:

5 \$ 2,466,000

6 FTEs 87.00

7 The division of labor services shall ensure all occupational
8 safety and health personnel complete the department of
9 employment services ambassador customer service classes. The
10 division of labor shall ensure a customer satisfaction survey
11 developed by the 1994 focus group is completed and a written
12 report containing the results of the survey is submitted to
13 the department of management and the legislative fiscal bureau
14 not later than October 1, 1995.

15 It is the intent of the general assembly that the division
16 of labor services shall conduct all inspection functions in
17 the division as efficiently as possible. The division shall,
18 to the extent possible, eliminate duplicate travel to the same
19 location for separate inspections made at different times, and
20 shall consolidate such inspections in the same trip whenever
21 possible.

22 From the contractor registration fees, the division of
23 labor services shall reimburse the department of inspections
24 and appeals for all costs associated with hearings under
25 chapter 91C, relating to contractor registration.

26 2. DIVISION OF INDUSTRIAL SERVICES

27 For salaries, support, maintenance, miscellaneous purposes,
28 and for not more than the following full-time equivalent
29 positions:

30 \$ 2,106,000

31 FTEs 33.00

32 3. For salaries, support, maintenance, miscellaneous
33 purposes, and for not more than the following full-time
34 equivalent positions for a workforce development coordinator
35 and council:

1 \$ 114,000
2 FTEs 1.00

3 The workforce development coordinator shall formulate a
4 five-year written implementation plan for the workforce
5 development initiative and shall implement a common intake,
6 assessment, and client tracking system by June 30, 1996, to
7 determine the economic impact of the workforce development
8 system. The coordinator shall annually provide a written
9 report no later than December 1 of each year to the department
10 of management and the legislative fiscal bureau indicating all
11 of the following:

- 12 a. The amounts of federal, state, and any other funds
13 expended to implement the workforce initiative.
- 14 b. The efficiencies achieved in terms of administrative
15 costs and other expenditures of the departments involved.
- 16 c. The location of each workforce center, staffing levels,
17 and the number of clients served.
- 18 d. Any other information deemed necessary by the
19 coordinator related to the progress and success in
20 implementing the initiative.

21 4. For the workforce development initiative to be used to
22 create model workforce development centers and provide an
23 integrated management information system:

24 \$ 464,000

25 Sec. 10. ADMINISTRATIVE CONTRIBUTION SURCHARGE FUND.

26 There is appropriated from the administrative contribution
27 surcharge fund of the state to the department of employment
28 services for the fiscal year beginning July 1, 1995, and
29 ending June 30, 1996, the following amount, or so much thereof
30 as is necessary, for the purposes designated:

31 DIVISION OF JOB SERVICE

32 Notwithstanding section 96.7, subsection 12, paragraph "c",
33 for salaries, support, maintenance, conducting labor
34 availability surveys, miscellaneous purposes, and for not more
35 than the following full-time equivalent positions:

1 \$ 5,904,000
2 FTEs 149.72

3 1. The department of employment services shall provide
4 services throughout the fiscal year beginning July 1, 1995,
5 and ending June 30, 1996, in all communities in which
6 workforce centers are operating on July 1, 1993. However,
7 this provision shall not prevent the consolidation of multiple
8 offices within the same city or the colocation of workforce
9 centers with another public agency.

10 2. The division of industrial services shall not reduce
11 the number of scheduled hearings of contested cases or
12 eliminate the venue of such hearings, as established by the
13 division for the period beginning January 1, 1995, and ending
14 January 20, 1996. The division shall also establish a
15 substantially similar schedule for such hearings for the
16 period beginning January 20, 1996, and ending June 30, 1996.
17 The division shall report to the legislative fiscal bureau
18 concerning any modification of the established schedule, or
19 any changes which the division determines are necessary in
20 establishing the schedule for the period beginning January 20,
21 1996, and ending June 30, 1996.

22 3. The division shall continue charging a \$65 filing fee
23 for workers' compensation cases. The filing fee shall be paid
24 by the petitioner of a claim. However, the fee can be taxed
25 as a cost and paid by the losing party, except in cases where
26 it would impose an undue hardship or be unjust under the
27 circumstances.

28 Sec. 11. EMPLOYMENT SECURITY CONTINGENCY FUND. There is
29 appropriated from the special employment security contingency
30 fund to the department of employment services for the fiscal
31 year beginning July 1, 1995, and ending June 30, 1996, the
32 following amounts, or so much thereof as is necessary, for the
33 purposes designated:

34 1. DIVISION OF LABOR SERVICES
35 For salaries, support, maintenance, and miscellaneous

1 purposes:

2 \$ 296,000

3 2. DIVISION OF INDUSTRIAL SERVICES

4 For salaries, support, maintenance, and miscellaneous

5 purposes:

6 \$ 175,000

7 Sec. 12. PUBLIC EMPLOYMENT RELATIONS BOARD. There is
8 appropriated from the general fund of the state to the public
9 employment relations board for the fiscal year beginning July
10 1, 1995, and ending June 30, 1996, the following amount, or so
11 much thereof as is necessary, for the purposes designated:

12 For salaries, support, maintenance, miscellaneous purposes,
13 and for not more than the following full-time equivalent
14 positions:

15 \$ 755,000

16 FTEs 12.80

17 Sec. 13. Section 15.317, Code 1995, is amended by adding
18 the following new subsection:

19 NEW SUBSECTION. 4. Assistance approved by the board shall
20 be utilized by the business within two years of the date of
21 the approval of the assistance. Funds not utilized in
22 accordance with this subsection shall revert to the control of
23 the board. The business may reapply for assistance in that
24 case.

25 Sec. 14. FEDERAL GRANTS. All federal grants to and the
26 federal receipts of agencies appropriated funds under this
27 Act, not otherwise appropriated, are appropriated for the
28 purposes set forth in the federal grants or receipts unless
29 otherwise provided by the general assembly.

30 Sec. 15. LEASE-PURCHASE -- BUDGET SUBMISSION. This
31 section applies to each state agency receiving an
32 appropriation in this Act. The departmental estimate required
33 under section 8.23 for the fiscal period beginning July 1,
34 1996, which includes the state agency, shall provide an
35 itemized list indicating the nature and amount of each lease-

1 purchase contract payment included in the estimate for
2 proposed contracts which have not been reported by the state
3 agency to the legislative fiscal committee of the legislative
4 council pursuant to section 8.46 prior to the submission of
5 the estimate. The governor shall include in the governor's
6 budget for the fiscal year beginning July 1, 1996, a listing
7 indicating the nature and amount of each lease-purchase
8 contract which was itemized in a departmental estimate in
9 accordance with this section and is included in the governor's
10 budget. A state agency receiving an appropriation in this Act
11 shall not enter into a lease-purchase contract during the
12 fiscal year beginning July 1, 1996, unless the contract was
13 itemized in a departmental estimate and included in the
14 governor's budget in accordance with this section.

15 Sec. 16. BUDGET UNIT DESIGNATIONS. The department of
16 management shall, prior to January 15, 1996, conform all
17 budget unit designations to the designations used in the Code.

18 Sec. 17. Notwithstanding any other provision, any
19 unencumbered or unobligated balance on June 30, 1995, in the
20 targeted small business financial assistance program account
21 created in section 15.247, including moneys remaining in any
22 reserve account within the program account for guaranteed
23 loans that have been repaid, shall be transferred out of the
24 program account, including the appropriate reserve accounts,
25 and deposited to the credit of the Iowa strategic investment
26 fund created in section 15.313 and shall be appropriated to
27 the department of economic development for purposes of the
28 Iowa strategic investment fund.

29 Sec. 18. Chapter 38, Code 1995, is repealed.

30 Sec. 19. EFFECTIVE DATE. The provisions relating to
31 implementing the reorganization of the small business resource
32 office in section 1, subsection 2, paragraph "b" of this Act,
33 being deemed of immediate importance, take effect upon
34 enactment.

35

EXPLANATION

1 This bill makes appropriations and transfers from the
2 general fund and other funds to the department of economic
3 development, the department of employment services, the public
4 employment relations board, the Wallace technology transfer
5 foundation, and the Iowa seed capital corporation. The
6 provisions of the bill regarding the reorganization of the
7 small business resource office take effect upon enactment.
8 The bill also sunsets the Iowa peace institute and provides
9 that financial assistance under the community economic
10 betterment program shall be utilized within two years from the
11 date the assistance is approved by the economic development
12 board. Funds not utilized within that period shall revert to
13 the control of the department.

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HOUSE FILE 512

H-3737

- 1 Amend House File 512 as follows:
- 2 1. Page 4, line 22, by inserting after the word
- 3 "board" the following: "and for allocating \$50,000
- 4 for the junior olympics".
- 5 2. Page 4, line 23, by striking the figure
- 6 "581,000" and inserting the following: "631,000".

By BAKER of Polk
 CATALDO of Polk
 McCOY of Polk

H-3737 FILED APRIL 4, 1995

*Out of Order 4-11-95
 (P. 1453)*

HOUSE FILE 512

H-3738

- 1 Amend House File 512 as follows:
- 2 1. Page 18, by inserting after line 16 the fol-
- 3 lowing:
- 4 "Sec. ____ . HOUSING IMPROVEMENT FUND. There is
- 5 appropriated from the general fund of the state to the
- 6 Iowa finance authority for the fiscal year beginning
- 7 July 1, 1995, and ending June 30, 1996, the following
- 8 amount, or so much thereof as is necessary, to be used
- 9 for the purpose designated:

10 For deposit in the housing improvement fund created
 11 in section 16.100 for purposes of the fund:

12 \$ 1,000,000"

- 13 2. Title page, line 2, by inserting after the
- 14 word "foundation," the following: "the Iowa finance
- 15 authority,".

- 16 3. By renumbering as necessary.

By BAKER of Polk
 MURPHY of Dubuque
 WISE of Lee

H-3738 FILED APRIL 4, 1995

Out of Order 4-11-95 (P. 1453)

HOUSE FILE 512

H-3670

- 1 Amend House File 512 as follows:
- 2 1. Page 18, by inserting after line 24 the fol-
- 3 lowing:
- 4 "Sec. ____ . Section 15A.1, subsection 3, Code 1995,
- 5 is amended by adding the following new paragraph:
- 6 NEW PARAGRAPH. c. The business has not solicited
- 7 or advertised for permanent replacement employees
- 8 during a labor dispute within the last ten years."
- 9 2. By renumbering as necessary.

By FALLON of Polk

H-3670 FILED MARCH 31, 1995

*Out of Order
 4-11-95 (P. 1453)*

HOUSE FILE 512

H-3756

1 Amend House File 512 as follows:
 2 1. Page 18, line 18, by striking the word
 3 "subsection" and inserting the following:
 4 "subsections".
 5 2. Page 18, by inserting after line 24 the
 6 following:
 7 "NEW SUBSECTION. 5. A business which has its
 8 headquarters in another country shall, as a condition
 9 of accepting assistance under this part, agree to
 10 treat its Iowa workforce in a manner which meets at
 11 least the minimum standards by which the business
 12 treats its workforce in the country in which it is
 13 headquartered. For purposes of the part, a business
 14 which is owned or controlled by a business which is
 15 headquartered in another country is considered to also
 16 have its headquarters in that country."

By FALLON of Polk

H-3756 FILED APRIL 5, 1995

*Out of Order 4-11-95
(P. 1453)*

HOUSE FILE 512

H-3757

1 Amend House File 512 as follows:
 2 1. Page 3, line 33, by inserting after the word
 3 "positions" the following: ", provided that a
 4 business which has its headquarters in another country
 5 shall, as a condition of accepting assistance, agree
 6 to treat its Iowa workforce in a manner which meets at
 7 least the minimum standards by which the business
 8 treats its workforce in the country in which it is
 9 headquartered. For purposes of this paragraph, a
 10 business which is owned or controlled by a business
 11 which is headquartered in another country is
 12 considered to also have its headquarters in that
 13 country."

By FALLON of Polk

H-3757 FILED APRIL 5, 1995

*Out of Order 4-11-95
(P. 1453)*

HOUSE FILE 512

H-3758

1 Amend House File 512 as follows:
 2 1. Page 3, line 33, by inserting after the word
 3 "positions" the following: ", provided that no
 4 assistance shall be awarded to a business which has
 5 solicited or advertised for permanent replacement
 6 employees during a labor dispute within the last ten
 7 years".

By FALLON of Polk

H-3758 FILED APRIL 5, 1995

*Out of Order
4-11-95
(P. 1453)*

HOUSE FILE 512

H-3764

1 Amend House File 512 as follows:

2 1. Page 9, by striking lines 21 through 30 and
3 inserting the following:

4 "For allocating \$450,000 for funding, to the extent
5 possible, the currently existing high technology
6 apprenticeship programs under section 260C.44 at the
7 community colleges, and for the purposes of the
8 workforce investment program, for a competitive grant
9 program by the department in consultation with the
10 state job training coordinating council for projects
11 that increase Iowa's pool of available labor via
12 training and support services with priority given to
13 projects which serve displaced homemakers or welfare
14 recipients, including salaries and support for not
15 more than the following full-time equivalent
16 positions:

17 \$ 928,000".

By BAKER of Polk
NELSON of Marshall

H-3764 FILED APRIL 5, 1995

Out of order 4-11-95

(P. 1453)

HOUSE FILE 512

H-3795

- 1 Amend House File 512 as follows:
2 1. Page 18, line 18, by striking the word
3 "subsection" and inserting the following:
4 "subsections".
5 2. Page 18, by inserting after line 24 the fol-
6 lowing:
7 "NEW SUBSECTION. 5. Assistance shall not be
8 provided to a business which has solicited or
9 advertised for permanent replacement employees during
10 a labor dispute within the last ten years."
By FALLON of Polk

H-3795 FILED APRIL 6, 1995

Out of Order
4-11-95

(P. 1453)
HOUSE FILE 512

H-3797

- 1 Amend House File 512 as follows:
2 1. Page 18, by inserting after line 24 the
3 following:
4 "Sec. ____ . Section 15E.112, subsection 3, Code
5 1995, is amended to read as follows:
6 3. Payments of interest, recaptures of awards, or
7 repayments of moneys loaned under the value-added
8 agricultural products and processes financial
9 assistance program shall be deposited into the fund.
10 ~~Section-8-33-does-not-apply-to-any-moneys-in-the-fund-~~
11 Unencumbered or unobligated moneys in the fund derived
12 from moneys deposited pursuant to section 423.24,
13 ~~which-are-in-excess-of-three-million-six-hundred-fifty~~
14 ~~thousand-dollars-of-unencumbered-or-unobligated-moneys~~
15 ~~in-the-fund-deposited-pursuant-to-that-section,~~ which
16 are remaining on June 30 of each fiscal year, shall be
17 credited on August 31 to the road use tax fund as
18 created in section 312.1."
19 2. By renumbering as necessary.

By KOENIGS of Mitchell

H-3797 FILED APRIL 6, 1995

out of order
4-11-95
(P. 1453)

HOUSE FILE 512

H-3851

1 Amend House File 512 as follows:

2 1. Page 1, by striking everything after the
3 enacting clause and inserting the following:

4 "Section 1. There is appropriated from the general
5 fund of the state and other designated funds to the
6 department of economic development for the fiscal year
7 beginning July 1, 1995, and ending June 30, 1996, on
8 the conditions that the director shall submit to the
9 general assembly by December 1, 1995, a report
10 regarding the potential for increased efficiency and
11 cost savings from combining the workforce development
12 division with the workforce development initiative and
13 that the department shall not use any moneys
14 appropriated under this Act for further expansion of
15 industrial site locator programs until the industrial
16 site locator program at the university of northern
17 Iowa is completed and fully implemented and the
18 department and the university have reported to the
19 general assembly on plans for coordination and
20 cooperation between the department and the university,
21 including access by the department to the database and
22 technology of the university program, the following
23 amounts, or so much thereof as is necessary, to be
24 used for the purposes designated:

25 1. ADMINISTRATIVE SERVICES DIVISION

26 a. General administration

27 For salaries, support, maintenance, miscellaneous
28 purposes, provided the director shall take all
29 reasonable efforts to reduce the number of staff and
30 level of funding committed to activities of the
31 director's office and general administration,
32 including the transfer of staff and funds to the
33 operational divisions of the department, and the
34 consolidation of functions and reduction in department
35 staff, and for providing that a business receiving
36 moneys from the department for the purpose of job
37 creation shall make available ten percent of the new
38 jobs created for promise jobs program participants who
39 are qualified for the jobs:

40	\$	916,000
41	FTEs	22.00

42 The director shall coordinate efforts with the
43 workforce coordinator to implement the intent of the
44 general assembly regarding businesses receiving job
45 creation moneys and shall report to the joint economic
46 development appropriations subcommittee regarding the
47 number of jobs to be created by each business, the
48 number of qualified promise jobs participants applying
49 with the business, and the number of promise jobs
50 participants hired.

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1 b. Primary research and computer center
 2 For salaries, support, maintenance, miscellaneous
 3 purposes, and for not more than the following full-
 4 time equivalent positions:
 5 \$ 300,000
 6 FTEs 5.50

7 The department shall report to the general assembly
 8 by December 1, 1995, on the available options and
 9 potential cost savings regarding privatizing computer
 10 services for primary research.

11 c. Film office
 12 For salaries, support, maintenance, miscellaneous
 13 purposes, and for not more than the following full-
 14 time equivalent positions:
 15 \$ 185,000
 16 FTEs 2.00

17 2. BUSINESS DEVELOPMENT DIVISION

18 a. Business development operations
 19 For salaries, support, maintenance, miscellaneous
 20 purposes, and for not more than the following full-
 21 time equivalent positions:
 22 \$ 3,000,000
 23 FTEs 16.00

24 b. Small business programs
 25 For salaries, support, maintenance, miscellaneous
 26 purposes, and for not more than the following full-
 27 time equivalent positions for the small business
 28 program, the small business advisory council, targeted
 29 small business program, business incubators, for
 30 providing 1.00 FTE for the targeted small business
 31 compliance officer who shall continue to work jointly
 32 with the department of management, for eliminating the
 33 position of small business resource office manager,
 34 implementing the small business resource office
 35 reorganization plan by July 1, 1995, and for reporting
 36 to the joint economic development appropriations
 37 subcommittee and the legislative fiscal bureau on the
 38 reorganization, and for deaf interpreters funded
 39 through the economic development deaf interpreters
 40 revolving fund established in section 15.108,
 41 subsection 7, paragraph "j":
 42 \$ 365,000
 43 FTEs 6.00

44 c. Federal procurement office
 45 For salaries, support, maintenance, miscellaneous
 46 purposes, and for not more than the following full-
 47 time equivalent positions:
 48 \$ 90,000
 49 FTEs 3.00

50 Notwithstanding section 8.33, moneys remaining

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1 unencumbered or unobligated on June 30, 1996, shall
2 not revert and shall be available for expenditure
3 during the fiscal year beginning July 1, 1996, for the
4 same purposes.

5 d. Strategic investment fund

6 For deposit in the strategic investment fund for
7 salaries, support, and for not more than the following
8 full-time equivalent positions:

9 \$ 5,600,000
10 FTEs 10.00

11 e. Targeted small business incubator

12 Moneys appropriated for fiscal year 1994-1995 and
13 not expended by June 30, 1995, shall not revert but
14 shall be held by the department for funding, with
15 local matching funds, the targeted small business
16 incubator in Des Moines for the fiscal year beginning
17 July 1, 1995, and ending June 30, 1996.

18 f. Insurance economic development

19 There is appropriated from moneys collected by the
20 division of insurance in excess of the anticipated
21 gross revenues under section 505.7, subsection 3, to
22 the department for the fiscal year beginning July 1,
23 1995, and ending June 30, 1996, the following amount,
24 or so much thereof as is necessary, for insurance
25 economic development and international insurance
26 economic development:

27 \$ 200,000

28 3. COMMUNITY DEVELOPMENT DIVISION

29 a. Community assistance

30 For salaries, support, maintenance, miscellaneous
31 purposes, and for not more than the following full-
32 time equivalent positions for administration of the
33 community economic preparedness program, the Iowa
34 community betterment program, and the city development
35 boards:

36 \$ 615,000
37 FTEs 7.50

38 From the funds appropriated in this paragraph,
39 \$50,000 shall be allocated for the junior olympics.

40 b. Main street/rural main street program

41 For salaries and support for not more than the
42 following full-time equivalent positions:

43 \$ 410,000
44 FTEs 3.00

45 Notwithstanding section 8.33, moneys committed to
46 grantees under contract from the general fund of the
47 state that remain unexpended on June 30 of the fiscal
48 year shall not revert to any fund but shall be
49 available for expenditure for purposes of the contract
50 during the succeeding fiscal year.

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1 c. Rural development program
 2 For salaries, support, maintenance, miscellaneous
 3 purposes, for not more than the following full-time
 4 equivalent positions for rural resource coordination,
 5 rural community leadership, and the rural enterprise
 6 fund:
 7 \$ 600,000
 8 FTEs 4.50
 9 There is also appropriated from the rural community
 10 2000 program revolving fund established in section
 11 15.287 to the rural development program for the
 12 purposes of the program including the rural enterprise
 13 fund and collaborative skills development training:
 14 \$ 226,000
 15 Notwithstanding section 8.33, moneys committed to
 16 grantees under contract from the general fund of the
 17 state or through transfers from the Iowa community
 18 development loan fund or from the rural community 2000
 19 program revolving fund that remain unexpended at the
 20 end of the fiscal year shall not revert but shall be
 21 available for expenditure for purposes of the contract
 22 during the succeeding fiscal year.
 23 d. Community development block grant and HOME
 24 For administration and related federal housing and
 25 urban development grant administration for salaries,
 26 support, maintenance, miscellaneous purposes, and for
 27 not more than the following full-time equivalent
 28 positions:
 29 \$ 390,000
 30 FTEs 18.76
 31 e. Councils of governments
 32 There is appropriated from the rural community 2000
 33 program revolving fund established in section 15.287
 34 to provide to Iowa's councils of governments funds for
 35 planning and technical assistance funds to assist
 36 local governments to develop community development
 37 strategies for addressing long-term and short-term
 38 community needs:
 39 \$ 178,000
 40 f. Housing development fund
 41 For providing technical assistance to communities
 42 of all sizes and local financial institutions to help
 43 meet local housing needs:
 44 \$ 100,000
 45 g. Community voice mail pilot project
 46 For a community voice mail pilot project at a
 47 homeless for emergency shelter or shelters, to be
 48 coordinated with the Iowa finance authority:
 49 \$ 10,000

50 4. INTERNATIONAL DIVISION

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1 a. International trade operations

2 For coordinating and eliminating duplication of
3 effort with the department of agriculture and land
4 stewardship, conducting foreign trade missions on
5 behalf of Iowa businesses, salaries, support,
6 maintenance, miscellaneous purposes, for allocating
7 \$33,500 and up to two full-time equivalent positions
8 for the international development foundation which
9 shall continue as a private entity, and for not more
10 than the following full-time equivalent positions:

11	\$	757,500
12	FTEs	9.00

13 The international development foundation shall
14 notify the department of management by October 1,
15 1995, regarding whether the foundation will receive
16 federal funding during the state fiscal year beginning
17 July 1, 1995, and ending June 30, 1996. If, for the
18 federal fiscal year beginning October 1, 1995, and
19 ending September 30, 1996, no new federal funding will
20 be received by the foundation during the state fiscal
21 year beginning July 1, 1995, and ending June 30, 1996,
22 the balance of the funds allocated to the foundation
23 in this paragraph shall revert to the general fund of
24 the state. Notwithstanding section 8.33, if federal
25 funding will be received by the foundation moneys
26 allocated to the foundation that remain unexpended on
27 June 30 of the fiscal year shall not revert to any
28 fund but shall be available for expenditure for the
29 purposes of the foundation during the succeeding
30 fiscal year. It is the intent of the general assembly
31 that funding for the foundation shall cease after
32 fiscal year 1996-1997.

33 b. Foreign trade offices

34 For salaries, support, maintenance, miscellaneous
35 purposes, and for not more than the following full-
36 time equivalent positions:

37	\$	590,000
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38 c. Export trade assistance program

39 For export trade activities, including a program to
40 encourage and increase participation in trade shows
41 and trade missions by providing financial assistance
42 to businesses for a percentage of their costs of
43 participating in trade shows and trade missions, by
44 providing for the lease/sublease of showcase space in
45 existing world trade centers, by providing temporary
46 office space for foreign buyers, international
47 prospects, and potential reverse investors, and by
48 providing other promotional and assistance activities,
49 provided that the department shall consult with the
50 department of agriculture and land stewardship prior

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1 to allocating export trade assistance program moneys,
2 including salaries and support for not more than the
3 following full-time equivalent positions:
4 \$ 275,000
5 FTEs 0.25
6 d. Agricultural product advisory council
7 For support, maintenance, and miscellaneous
8 purposes:
9 \$ 1,300
10 e. For transfer to the partner state program which
11 the department may use to contract with private groups
12 or organizations which are the most appropriate to
13 administer this program and the groups and
14 organizations participating in the program shall, to
15 the fullest extent possible, provide the funds to
16 match the appropriation made in this subsection of the
17 funds transferred:
18 \$ 100,000
19 5. TOURISM DIVISION
20 a. Tourism operations
21 For salaries, support, maintenance, miscellaneous
22 purposes, and for not more than the following full-
23 time equivalent positions, provided that the
24 appropriation shall not be used for advertising
25 placements for in-state and out-of-state tourism
26 marketing:
27 \$ 716,000
28 FTEs 17.77
29 b. Tourism advertising
30 For contracting exclusively for tourism advertising
31 for in-state and out-of-state tourism marketing
32 services, tourism promotion programs, electronic
33 media, print media, and printed materials and for
34 allocating \$300,000 to develop brochures and
35 television advertising to highlight the heritage
36 tourism program and the sesquicentennial:
37 \$ 2,687,000
38 The department shall not use the moneys
39 appropriated in this lettered paragraph, except the
40 \$300,000 allocated for heritage tourism and
41 sesquicentennial advertising, unless the department
42 develops public-private partnerships with Iowa
43 businesses in the tourism industry, Iowa tour groups,
44 Iowa tourism organizations, and political subdivisions
45 in this state to assist in the development of
46 advertising efforts. The department shall, to the
47 fullest extent possible, develop cooperative efforts
48 for advertising with contributions from other sources.
49 c. Welcome center program
50 To implement the recommendations of the statewide

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1 long-range plan for developing and operating welcome
 2 centers throughout the state and for planning for a
 3 welcome center at living history farms:
 4 \$ 240,000

5 6. WORKFORCE DEVELOPMENT DIVISION

6 a. Youth work force programs

7 For purposes of the conservation corps, including
 8 salary, support, maintenance, miscellaneous purposes,
 9 and for not more than the following full-time
 10 equivalent positions:

11 \$ 940,000
 12 FTEs 2.40

13 Notwithstanding section 8.33, moneys committed to
 14 grantees under contract that remain unexpended on June
 15 30 of the fiscal year shall not revert to any fund but
 16 shall be available for expenditure for purposes of the
 17 contract during the succeeding fiscal year.

18 b. Job retraining program

19 For not more than the following full-time
 20 equivalent positions, including salaries and support:

21 FTEs 1.31

22 There is appropriated from the rural community 2000
 23 program revolving fund established in section 15.287
 24 to the community job training fund created in section
 25 260F.6, subsection 1, \$225,000. It is the intent of
 26 the general assembly that up to \$101,894 of all funds
 27 appropriated to the program and some or all of the
 28 full-time equivalent positions may be used for the
 29 administration of the Iowa small business new jobs
 30 training Act.

31 c. Workforce investment program

32 For allocating \$425,000 for funding, to the extent
 33 possible, the currently existing high technology
 34 apprenticeship programs, under section 260C.44 at the
 35 community colleges, and for the purposes of the
 36 workforce investment program, for a competitive grant
 37 program by the department in consultation with the
 38 state job training coordinating council for projects
 39 that increase Iowa's pool of available labor via
 40 training and support services with priority given to
 41 projects which serve displaced homemakers or welfare
 42 recipients, including salaries and support for not
 43 more than the following full-time equivalent
 44 positions:

45 \$ 903,000
 46 FTEs 0.90

47 The department shall develop new administrative
 48 rules for distribution of apprenticeship funding for
 49 fiscal years beginning July 1, 1996.

50 The department shall ensure that the workforce

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1 investment program is coordinated with services
2 provided under the federal Job Training Partnership
3 Act and that welfare recipients receive priority for
4 services under both programs.

5 The department and the community colleges shall
6 jointly review the Iowa small business new jobs
7 training Act, chapter 260F, including, but not limited
8 to, studying the funding of retraining programs
9 through consortia and supplier networks and entering
10 into multiple retraining agreements to the same
11 business. The report of the review shall be jointly
12 submitted to the joint economic development
13 appropriations subcommittee not later than January 10,
14 1996.

15 Notwithstanding section 8.33, moneys committed to
16 grantees under contract that remain unexpended at the
17 end of the fiscal year, shall not revert to any fund
18 but shall be available for expenditure for purposes of
19 the contract during the succeeding fiscal year.

20 d. Labor management councils

21 For salaries, support, maintenance, miscellaneous
22 purposes, and for not more than the following full-
23 time equivalent positions:

24	\$	100,000
25	FTEs	0.50

26 It is the intent of the general assembly that
27 funding for labor management councils shall be
28 privately financed after fiscal year 1996-1997. The
29 department shall not use moneys appropriated in this
30 lettered paragraph for grants to grantees who do not
31 facilitate the active participation of labor as
32 members of labor management councils or who fail to
33 make a good faith effort to either schedule meetings
34 during nonworking hours or obtain voluntary agreements
35 with employers to allow employees time off to attend
36 labor management council meetings with no loss of pay
37 or other benefits.

38 Notwithstanding section 8.33, moneys committed to
39 grantees under contract that remain unexpended on June
40 30 of the fiscal year shall not revert to any fund but
41 shall be available for expenditure for purposes of the
42 contract during the succeeding fiscal year.

43 Sec. 2. Notwithstanding section 15E.120,
44 subsections 5, 6, and 7, and section 15.287, there is
45 appropriated from the Iowa community development loan
46 fund all the moneys available during the fiscal year
47 beginning July 1, 1995, and ending June 30, 1996, to
48 the department of economic development for the rural
49 development program to be used by the department for
50 the purposes of the program.

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1 Sec. 3. Notwithstanding section 15.251, subsection
 2 2, there is appropriated from the job training fund
 3 created in the office of the treasurer of state to the
 4 department of economic development for the fiscal year
 5 beginning July 1, 1995, and ending June 30, 1996, the
 6 following amounts, or so much thereof as is necessary,
 7 to be used for the purposes designated:

8 1. For administration of chapter 260E, including
 9 salaries, support, maintenance, miscellaneous
 10 purposes, and for not more than the following full-
 11 time equivalent positions:

12	\$	160,000
13	FTEs	2.40

14 2. For the target alliance program:
 15

	\$	30,000
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16 Sec. 4. There is appropriated from the general
 17 fund of the state to the Wallace technology transfer
 18 foundation for the fiscal year beginning July 1, 1995,
 19 and ending June 30, 1996, the following amount, or so
 20 much thereof as is necessary, to be used for the
 21 purposes designated:

22 For salaries, support, maintenance, and other
 23 operational purposes, for reporting by December 1,
 24 1995, to the joint economic development appropriations
 25 subcommittee on a plan regarding restructuring the
 26 foundation, merging with the department of economic
 27 development in fiscal year 1996-1997, and for
 28 transferring, all equity holdings to the Iowa seed
 29 capital corporation, for administering the industrial
 30 technology access program, for approving and
 31 submitting to the governor and general assembly not
 32 later than January 15 an annual report relating to
 33 performance goals of and efforts by the foundation to
 34 improve the modernization of industrial facilities,
 35 for funding the small business innovation research
 36 program, and for not more than the following full-time
 37 equivalent positions:

38	\$	1,950,000
39	FTEs	4.00

40 The Iowa quality coalition shall submit a proposal
 41 to the joint economic development appropriations
 42 subcommittee and the legislative fiscal bureau by
 43 December 1, 1995, regarding awarding funds for
 44 productivity enhancement projects through a request
 45 for proposal process.

46 Sec. 5. There is appropriated from the general
 47 fund of the state to the Iowa seed capital corporation
 48 fund established in section 15E.89, for not more than
 49 the following full-time equivalent positions, and for
 50 meeting the intent of the general assembly that the

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1 Iowa seed capital corporation may expend all funds
2 remaining, on June 30, 1995, from the industrial
3 technology access program for the purposes of the
4 corporation:

5 \$ 483,000
6 FTEs 5.00

7 Sec. 6. There is appropriated from the general
8 fund of the state to the Iowa state university of
9 science and technology for the fiscal year beginning
10 July 1, 1995, and ending June 30, 1996, the following
11 amounts, or so much thereof as is necessary, to be
12 used for the purposes designated:

13 1. For funding and maintaining in their current
14 locations the existing small business development
15 centers, for providing up to \$33,000, or so much
16 thereof as is necessary, for salary increases of not
17 more than three percent from all sources for
18 nonuniversity employees provided that any amount not
19 required for salary increases for nonuniversity
20 employees shall revert to the general fund of the
21 state, and for not more than the following full-time
22 equivalent positions:

23 \$ 1,185,000
24 FTEs 6.07

25 2. For funding the institute for physical research
26 and technology, provided that \$318,358 shall be
27 allocated to the institute for physical research and
28 technology industrial incentive program in accordance
29 with the intent of the general assembly, and for not
30 more than the following full-time equivalent
31 positions:

32 \$ 4,000,000
33 FTEs 61.17

34 It is the intent of the general assembly that the
35 incentive program focus on Iowa industrial sectors and
36 seek contributions and in-kind donations from
37 businesses, industrial foundations, and trade
38 associations and that moneys for the institute for
39 physical research and technology industrial incentive
40 program shall only be allocated for projects which are
41 matched by private sector moneys for directed contract
42 research or for nondirected research. The match
43 required of small businesses as defined in section
44 15.102, subsection 4, for directed contract research
45 or for nondirected research shall be \$1 for each \$3 of
46 state funds. The match required for other businesses
47 for directed contract research or for nondirected
48 research shall be \$1 for each \$1 of state funds. The
49 match required of industrial foundations or trade
50 associations shall be \$1 for each \$1 of state funds.

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1 Iowa state university shall report annually to the
 2 joint economic development subcommittee of the senate
 3 and house appropriations committees the total amounts
 4 of private contributions, the proportion of
 5 contributions from small businesses and other
 6 businesses, and the proportion for directed contract
 7 research and nondirected research of benefit to Iowa
 8 businesses and industrial sectors.

9 Notwithstanding section 8.33, moneys appropriated
 10 for any fiscal year which remain unobligated and
 11 unexpended at the end of the fiscal year shall not
 12 revert but shall be available for expenditure the
 13 following fiscal year.

14 Sec. 7. There is appropriated from the general
 15 fund of the state to the state university of Iowa for
 16 the fiscal year beginning July 1, 1995, and ending
 17 June 30, 1996, the following amount, or so much
 18 thereof as is necessary, to be used for the purpose
 19 designated:

20 For funding the advanced drug development program
 21 at the Oakdale research park and for not more than the
 22 following full-time equivalent positions:

23	\$	309,000
24	FTEs	2.85

25 The board of regents shall submit a report on the
 26 progress of regents institutions in meeting the
 27 strategic plan for technology transfer and economic
 28 development to the chairpersons of the joint
 29 appropriations subcommittee on economic development,
 30 the joint appropriations subcommittee on education,
 31 the majority leader, and minority leader of the
 32 senate, the majority and minority leaders of the house
 33 of representatives, the secretary of the senate, the
 34 chief clerk of the house of representatives, and the
 35 legislative fiscal bureau by December 1, 1995.

36 Sec. 8. Not later than July 1, 1995, the
 37 department of economic development, with consultation
 38 and input from the general assembly, and
 39 representatives from business, labor, and education
 40 shall study and present recommendations to the general
 41 assembly which shall include but not be limited to the
 42 privatization and decentralization of Iowa's economic
 43 development efforts, the identification of areas
 44 appropriate to statewide economic development efforts
 45 and areas appropriate for regional economic
 46 development efforts, benchmark budgeting for statewide
 47 and regional efforts, the deregulation of economic
 48 development activities, and collaboration between
 49 public and private entities.

50 Sec. 9. DEPARTMENT OF EMPLOYMENT SERVICES. There

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1 is appropriated from the general fund of the state,
 2 provided that the department not implement a
 3 reorganization plan, without prior approval of the
 4 general assembly, by concurrent resolution, to the
 5 department of employment services for the fiscal year
 6 beginning July 1, 1995, and ending June 30, 1996, the
 7 following amounts, or so much thereof as is necessary,
 8 for the purposes designated, including that the
 9 department of employment services, the department of
 10 personnel, and the department of management shall
 11 ensure that all nonsupervisory full-time equivalent
 12 positions authorized and funded for the department of
 13 employment services in this section will be utilized
 14 during the fiscal year beginning July 1, 1995, and
 15 ending June 30, 1996, and during future fiscal years,
 16 and will not be held vacant, to ensure that the
 17 backlog of cases in that department will be reduced as
 18 rapidly as possible:

19 1. DIVISION OF LABOR SERVICES

20 For salaries, support, maintenance, miscellaneous
 21 purposes, and for not more than the following full-
 22 time equivalent positions contingent upon the
 23 enactment of section 10 of this Act and the provision
 24 which requires moneys appropriated from the special
 25 employment security contingency fund to first be used
 26 to fully fund the appropriation of \$296,000 to the
 27 division of labor services in subsection 1 of section
 28 11 of this Act prior to funding the appropriation in
 29 section 11 of this Act to the division of industrial
 30 services:

31	\$	2,466,000
32	FTEs	87.00

33 The division of labor services shall ensure all
 34 occupational safety and health personnel complete the
 35 department of employment services ambassador customer
 36 service classes. The division of labor shall ensure a
 37 customer satisfaction survey developed by the 1994
 38 focus group is completed and a written report
 39 containing the results of the survey is submitted to
 40 the department of management and the legislative
 41 fiscal bureau not later than October 1, 1995.

42 It is the intent of the general assembly that the
 43 division of labor services shall conduct all
 44 inspection functions in the division as efficiently as
 45 possible. The division shall, to the extent possible,
 46 eliminate duplicate travel to the same location for
 47 separate inspections made at different times, and
 48 shall consolidate such inspections in the same trip
 49 whenever possible.

50 From the contractor registration fees, the division

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1 of labor services shall reimburse the department of
2 inspections and appeals for all costs associated with
3 hearings under chapter 91C, relating to contractor
4 registration.

5 2. DIVISION OF INDUSTRIAL SERVICES

6 For salaries, support, maintenance, miscellaneous
7 purposes, and for not more than the following full-
8 time equivalent positions:

9	\$	2,106,000
10	FTEs	33.00

11 3. For salaries, support, maintenance,
12 miscellaneous purposes, and for not more than the
13 following full-time equivalent positions for a
14 workforce development coordinator and council:

15	\$	114,000
16	FTEs	1.00

17 The workforce development coordinator shall
18 formulate a five-year written implementation plan for
19 the workforce development initiative and shall
20 implement a common intake, assessment, and client
21 tracking system by June 30, 1996, to determine the
22 economic impact of the workforce development system.
23 The coordinator shall annually provide a written
24 report no later than December 1 of each year to the
25 department of management and the legislative fiscal
26 bureau indicating all of the following:

27 a. The amounts of federal, state, and any other
28 funds expended to implement the workforce initiative.

29 b. The efficiencies achieved in terms of
30 administrative costs and other expenditures of the
31 departments involved.

32 c. The location of each workforce center, staffing
33 levels, and the number of clients served.

34 d. Any other information deemed necessary by the
35 coordinator related to the progress and success in
36 implementing the initiative.

37 e. By June 30, 1996, there shall be implemented a
38 common intake, assessment, and client tracking system
39 to determine the economic impact of the new workforce
40 development system. The tracking system shall be able
41 to track individuals who have received training or
42 retraining to determine whether the training or
43 retraining has resulted in increased wages for the
44 individuals, shall contain information on individuals
45 who have participated in or completed state subsidized
46 training or retraining programs more than once at a
47 particular community college or at different community
48 colleges and whether the training or retraining was
49 for the same business or different businesses, and
50 shall provide information regarding the number of

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1 individuals who have received training or retraining
2 who are unemployed.

3 4. For the workforce development initiative to be
4 used to create model workforce development centers and
5 provide an integrated management information system:

6 \$ 464,000

7 Sec. 10. ADMINISTRATIVE CONTRIBUTION SURCHARGE
8 FUND. There is appropriated from the administrative
9 contribution surcharge fund of the state to the
10 department of employment services for the fiscal year
11 beginning July 1, 1995, and ending June 30, 1996, the
12 following amount, or so much thereof as is necessary,
13 for the purposes designated:

14 DIVISION OF JOB SERVICE

15 Notwithstanding section 96.7, subsection 12,
16 paragraph "c", for salaries, support, maintenance,
17 conducting labor availability surveys, miscellaneous
18 purposes, and for not more than the following full-
19 time equivalent positions:

20 \$ 5,904,000
21 FTES 149.72

22 1. The department of employment services shall
23 provide services throughout the fiscal year beginning
24 July 1, 1995, and ending June 30, 1996, in all
25 communities in which workforce centers are operating
26 on July 1, 1993. However, this provision shall not
27 prevent the consolidation of multiple offices within
28 the same city or the colocation of workforce centers
29 with another public agency.

30 2. The division of industrial services shall not
31 reduce the number of scheduled hearings of contested
32 cases or eliminate the venue of such hearings, as
33 established by the division for the period beginning
34 January 1, 1995, and ending January 20, 1996. The
35 division shall also establish a substantially similar
36 schedule for such hearings for the period beginning
37 January 20, 1996, and ending June 30, 1996. The
38 division shall report to the legislative fiscal bureau
39 concerning any modification of the established
40 schedule, or any changes which the division determines
41 are necessary in establishing the schedule for the
42 period beginning January 20, 1996, and ending June 30,
43 1996.

44 3. The division shall continue charging a \$65
45 filing fee for workers' compensation cases. The
46 filing fee shall be paid by the petitioner of a claim.
47 However, the fee can be taxed as a cost and paid by
48 the losing party, except in cases where it would
49 impose an undue hardship or be unjust under the
50 circumstances.

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1 Sec. 11. EMPLOYMENT SECURITY CONTINGENCY FUND.
 2 There is appropriated from the special employment
 3 security contingency fund to the department of
 4 employment services for the fiscal year beginning July
 5 1, 1995, and ending June 30, 1996, the following
 6 amounts, or so much thereof as is necessary, for the
 7 purposes designated and subject to the requirement
 8 that the appropriation to the division of labor
 9 services under this section be fully funded from the
 10 special employment security contingency fund prior to
 11 any amounts being used to fund the appropriation made
 12 to the division of industrial services under this
 13 section:

14 1. DIVISION OF LABOR SERVICES

15 For salaries, support, maintenance, and
16 miscellaneous purposes:

17 \$ 296,000

18 2. DIVISION OF INDUSTRIAL SERVICES

19 For salaries, support, maintenance, and
20 miscellaneous purposes:

21 \$ 175,000

22 Any additional penalty and interest revenue may be
23 used to accomplish the mission of the division.

24 Sec. 12. PUBLIC EMPLOYMENT RELATIONS BOARD. There

25 is appropriated from the general fund of the state to
26 the public employment relations board for the fiscal
27 year beginning July 1, 1995, and ending June 30, 1996,
28 the following amount, or so much thereof as is
29 necessary, for the purposes designated:

30 For salaries, support, maintenance, miscellaneous
31 purposes, and for not more than the following full-
32 time equivalent positions:

33 \$ 755,000

34 FTEs 12.80

35 Sec. 13. There is appropriated from the general
36 fund of the state to the Iowa finance authority for
37 the fiscal year beginning July 1, 1995, and ending
38 June 30, 1996, the following amount, or so much
39 thereof as is necessary, to be used for the purpose
40 designated:

41 For deposit in the housing improvement fund created
42 in section 16.100 for purposes of the fund:

43 \$ 510,000

44 Sec. 14. There is appropriated from the general
45 fund of the state to the division of insurance of the
46 department of commerce for the fiscal year beginning
47 July 1, 1995, and ending June 30, 1996, the following
48 amount, or so much thereof as is necessary, to be used
49 for the purpose designated provided that Senate File
50 347 is enacted:

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1 For an actuarial study to determine the cost of
2 requiring health insurance policies for individuals to
3 include mental health and substance abuse treatment as
4 covered items:

5 \$ 25,000

6 Sec. 15. Section 15.317, Code 1995, is amended by
7 adding the following new subsection:

8 NEW SUBSECTION. 4. Assistance approved by the
9 board shall be utilized by the business within two
10 years of the date of the approval of the assistance.
11 Funds not utilized in accordance with this subsection
12 shall revert to the control of the board. The
13 business may reapply for assistance in that case.

14 Sec. 16. FEDERAL GRANTS. All federal grants to
15 and the federal receipts of agencies appropriated
16 funds under this Act, not otherwise appropriated, are
17 appropriated for the purposes set forth in the federal
18 grants or receipts unless otherwise provided by the
19 general assembly.

20 Sec. 17. BUDGET UNIT DESIGNATIONS. The department
21 of management shall, prior to January 15, 1996,
22 conform all budget unit designations to the
23 designations used in the Code.

24 Sec. 18. Notwithstanding any other provision, any
25 unencumbered or unobligated balance on June 30, 1995,
26 in the targeted small business financial assistance
27 program account created in section 15.247, including
28 moneys remaining in any reserve account within the
29 program account for guaranteed loans that have been
30 repaid, shall be transferred out of the program
31 account, including the appropriate reserve accounts,
32 and deposited to the credit of the Iowa strategic
33 investment fund created in section 15.313 and shall be
34 appropriated to the department of economic development
35 for purposes of the Iowa strategic investment fund
36 targeted small business financial assistance program.

37 Sec. 19. Chapter 38, Code 1995, is repealed.

38 Sec. 20. EFFECTIVE DATE. The provisions relating
39 to implementing the reorganization of the small
40 business resource office in section 1, subsection 2,
41 paragraph "b" of this Act, being deemed of immediate
42 importance, take effect upon enactment."

43 2. Title page, line 2, by inserting after the
44 word "development," the following: "the Iowa finance
45 authority,".

46 3. Title page, line 2, by inserting after the
47 word "foundation," the following: "division of
48 insurance of the department of commerce, the Iowa seed
49 capital corporation, the international development
50 foundation,".

1 4. Title page, line 4, by inserting after the
2 word "services" the following: ", making related
3 statutory changes,".

By CHURCHILL of Polk
BAKER of Polk

adopted
4-11-95 (P.1453)

HOUSE FILE 512

H-3856

1 Amend the amendment, H-3851, to House File 512 as
2 follows:

3 1. Page 16, by inserting after line 13 the
4 following:

5 "Sec. ____ . Section 15E.112, subsection 3, Code
6 1995, is amended to read as follows:

7 3. Payments of interest, recaptures of awards, or
8 repayments of moneys loaned under the value-added
9 agricultural products and processes financial
10 assistance program shall be deposited into the fund.
11 ~~Section-8.33-does-not-apply-to-any-moneys-in-the-fund-~~
12 Unencumbered or unobligated moneys in the fund derived
13 from moneys deposited pursuant to section 423.24,
14 ~~which-are-in-excess-of-three-million-six-hundred-fifty~~
15 ~~thousand-dollars-of-unencumbered-or-unobligated-moneys~~
16 ~~in-the-fund-deposited-pursuant-to-that-section,~~ which
17 are remaining on June 30 of each fiscal year, shall be
18 credited on August 31 to the road use tax fund as
19 created in section 312.1."

20 2. By renumbering as necessary.

By KOENIGS of Mitchell

H-3856 FILED APRIL 11, 1995

NOT GERMANE, SUSPENSION OF RULES, LOST

(P. 1451)

HOUSE FILE 512

H-3857

1 Amend the amendment, H-3851, to House File 512 as
2 follows:

3 1. Page 16, line 7, by striking the word
4 "subsection" and inserting the following:
5 "subsections".

6 2. Page 16, by inserting after line 13 the
7 following:

8 "NEW SUBSECTION. 5. A business which has its
9 headquarters in another country shall, as a condition
10 of accepting assistance under this part, agree to
11 treat its Iowa workforce in a manner which meets at
12 least the minimum standards by which the business
13 treats its workforce in the country in which it is
14 headquartered. For purposes of the part, a business
15 which is owned or controlled by a business which is
16 headquartered in another country is considered to also
17 have its headquarters in that country."

By FALLON of Polk

H-3857 FILED APRIL 11, 1995

WITHDRAWN

(P. 1451)

HOUSE FILE 512

H-3862

- 1 Amend the amendment, H-3851, to House File 512, as
2 follows:
3 1. Page 4, line 5, by striking the word "and".
4 2. Page 4, line 6, by inserting after the word
5 "fund" the following: ", and for \$50,000 to be
6 allocated competitively to ten to twenty communities
7 for direct purchase of services or goods that meet
8 local development needs or to enhance heritage and
9 tourism efforts from state and private sources".
10 3. Page 9, line 36, by inserting after the word
11 "program," the following: "for transferring up to
12 \$30,000 of the funds appropriated in this section to
13 the Iowa quality coalition, on the condition that the
14 coalition first expend all existing moneys, for
15 productivity enhancement projects,".
16 4. Page 15, line 23, by striking the word
17 "division" and inserting the word "department".

By CHURCHILL of Polk
BAKER of Polk
BRAND of Benton

H-3862 FILED APRIL 11, 1995
ADOPTED

(P. 1453)

HOUSE FILE 512

H-3855

- 1 Amend the amendment, H-3851, to House File 512 as
2 follows:
3 1. Page 16, line 7, by striking the word
4 "subsection" and inserting the following:
5 "subsections".
6 2. Page 16, by inserting after line 13 the fol-
7 lowing:
8 "NEW SUBSECTION. 5. Assistance shall not be
9 provided to a business which has solicited or
10 advertised for permanent replacement employees during
11 a labor dispute within the last ten years."

By FALLON of Polk

H-3855 FILED APRIL 11, 1995

LOST (P. 1449)

HOUSE FILE 512
BY COMMITTEE ON APPROPRIATIONS

(SUCCESSOR TO LSB 1991HA)

(As Amended and Passed by the House April 11, 1995)

Passed House, (P. 1453) Date 4-11-95 Passed Senate, (P. 1176) Date 4-12-95
Vote: Ayes 87 Nays 4 Vote: Ayes 48 Nays 2
~~Item Vetoed~~ Approved April 24, 1995

A BILL FOR

1 An Act appropriating funds to the department of economic
2 development, the Iowa finance authority, the Wallace
3 technology transfer foundation, division of insurance of the
4 department of commerce, the Iowa seed capital corporation, the
5 international development foundation, the public employment
6 relations board, and the department of employment services,
7 making related statutory changes, and providing an immediate
8 effective date.

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

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ALL NEW LANGUAGE BY THE HOUSE

1 Section 1. There is appropriated from the general fund of
2 the state and other designated funds to the department of
3 economic development for the fiscal year beginning July 1,
4 1995, and ending June 30, 1996, on the conditions that the
5 director shall submit to the general assembly by December 1,
6 1995, a report regarding the potential for increased
7 efficiency and cost savings from combining the workforce
8 development division with the workforce development initiative
9 and that the department shall not use any moneys appropriated
10 under this Act for further expansion of industrial site
11 locator programs until the industrial site locator program at
12 the university of northern Iowa is completed and fully
13 implemented and the department and the university have
14 reported to the general assembly on plans for coordination and
15 cooperation between the department and the university,
16 including access by the department to the database and
17 technology of the university program, the following amounts,
18 or so much thereof as is necessary, to be used for the
19 purposes designated:

20 1. ADMINISTRATIVE SERVICES DIVISION

21 a. General administration

22 For salaries, support, maintenance, miscellaneous purposes,
23 provided the director shall take all reasonable efforts to
24 reduce the number of staff and level of funding committed to
25 activities of the director's office and general
26 administration, including the transfer of staff and funds to
27 the operational divisions of the department, and the
28 consolidation of functions and reduction in department staff,
29 and for providing that a business receiving moneys from the
30 department for the purpose of job creation shall make
31 available ten percent of the new jobs created for promise jobs
32 program participants who are qualified for the jobs:

33	\$	916,000
34	FTEs	22.00

35 The director shall coordinate efforts with the workforce

1 coordinator to implement the intent of the general assembly
2 regarding businesses receiving job creation moneys and shall
3 report to the joint economic development appropriations
4 subcommittee regarding the number of jobs to be created by
5 each business, the number of qualified promise jobs
6 participants applying with the business, and the number of
7 promise jobs participants hired.

8 b. Primary research and computer center
9 For salaries, support, maintenance, miscellaneous purposes,
10 and for not more than the following full-time equivalent
11 positions:

12	\$	300,000
13	FTEs	5.50

14 The department shall report to the general assembly by
15 December 1, 1995, on the available options and potential cost
16 savings regarding privatizing computer services for primary
17 research.

18 c. Film office
19 For salaries, support, maintenance, miscellaneous purposes,
20 and for not more than the following full-time equivalent
21 positions:

22	\$	185,000
23	FTEs	2.00

24 2. BUSINESS DEVELOPMENT DIVISION

25 a. Business development operations
26 For salaries, support, maintenance, miscellaneous purposes,
27 and for not more than the following full-time equivalent
28 positions:

29	\$	3,000,000
30	FTEs	16.00

31 b. Small business programs
32 For salaries, support, maintenance, miscellaneous purposes,
33 and for not more than the following full-time equivalent
34 positions for the small business program, the small business
35 advisory council, targeted small business program, business

1 incubators, for providing 1.00 FTE for the targeted small
2 business compliance officer who shall continue to work jointly
3 with the department of management, for eliminating the
4 position of small business resource office manager,
5 implementing the small business resource office reorganization
6 plan by July 1, 1995, and for reporting to the joint economic
7 development appropriations subcommittee and the legislative
8 fiscal bureau on the reorganization, and for deaf interpreters
9 funded through the economic development deaf interpreters
10 revolving fund established in section 15.108, subsection 7,
11 paragraph "j":

12	\$	365,000
13	FTEs	6.00

14 c. Federal procurement office
15 For salaries, support, maintenance, miscellaneous purposes,
16 and for not more than the following full-time equivalent
17 positions:

18	\$	90,000
19	FTEs	3.00

20 Notwithstanding section 8.33, moneys remaining unencumbered
21 or unobligated on June 30, 1996, shall not revert and shall be
22 available for expenditure during the fiscal year beginning
23 July 1, 1996, for the same purposes.

24 d. Strategic investment fund
25 For deposit in the strategic investment fund for salaries,
26 support, and for not more than the following full-time
27 equivalent positions:

28	\$	5,600,000
29	FTEs	10.00

30 e. Targeted small business incubator
31 Moneys appropriated for fiscal year 1994-1995 and not
32 expended by June 30, 1995, shall not revert but shall be held
33 by the department for funding, with local matching funds, the
34 targeted small business incubator in Des Moines for the fiscal
35 year beginning July 1, 1995, and ending June 30, 1996.

1 f. Insurance economic development

2 There is appropriated from moneys collected by the division
3 of insurance in excess of the anticipated gross revenues under
4 section 505.7, subsection 3, to the department for the fiscal
5 year beginning July 1, 1995, and ending June 30, 1996, the
6 following amount, or so much thereof as is necessary, for
7 insurance economic development and international insurance
8 economic development:

9 \$ 200,000

10 3. COMMUNITY DEVELOPMENT DIVISION

11 a. Community assistance

12 For salaries, support, maintenance, miscellaneous purposes,
13 and for not more than the following full-time equivalent
14 positions for administration of the community economic
15 preparedness program, the Iowa community betterment program,
16 and the city development boards:

17 \$ 615,000

18 FTEs 7.50

19 From the funds appropriated in this paragraph, \$50,000
20 shall be allocated for the junior olympics.

21 b. Main street/rural main street program

22 For salaries and support for not more than the following
23 full-time equivalent positions:

24 \$ 410,000

25 FTEs 3.00

26 Notwithstanding section 8.33, moneys committed to grantees
27 under contract from the general fund of the state that remain
28 unexpended on June 30 of the fiscal year shall not revert to
29 any fund but shall be available for expenditure for purposes
30 of the contract during the succeeding fiscal year.

31 c. Rural development program

32 For salaries, support, maintenance, miscellaneous purposes,
33 for not more than the following full-time equivalent positions
34 for rural resource coordination, rural community leadership,
35 the rural enterprise fund, and for \$50,000 to be allocated

1 competitively to ten to twenty communities for direct purchase
2 of services or goods that meet local development needs or to
3 enhance heritage and tourism efforts from state and private
4 sources:

5 \$ 600,000
6 FTEs 4.50

7 There is also appropriated from the rural community 2000
8 program revolving fund established in section 15.287 to the
9 rural development program for the purposes of the program
10 including the rural enterprise fund and collaborative skills
11 development training:

12 \$ 226,000

13 Notwithstanding section 8.33, moneys committed to grantees
14 under contract from the general fund of the state or through
15 transfers from the Iowa community development loan fund or
16 from the rural community 2000 program revolving fund that
17 remain unexpended at the end of the fiscal year shall not
18 revert but shall be available for expenditure for purposes of
19 the contract during the succeeding fiscal year.

20 d. Community development block grant and HOME

21 For administration and related federal housing and urban
22 development grant administration for salaries, support,
23 maintenance, miscellaneous purposes, and for not more than the
24 following full-time equivalent positions:

25 \$ 390,000
26 FTEs 18.76

27 e. Councils of governments

28 There is appropriated from the rural community 2000 program
29 revolving fund established in section 15.287 to provide to
30 Iowa's councils of governments funds for planning and
31 technical assistance funds to assist local governments to
32 develop community development strategies for addressing long-
33 term and short-term community needs:

34 \$ 178,000

35 f. Housing development fund

1 For providing technical assistance to communities of all
2 sizes and local financial institutions to help meet local
3 housing needs:

4 \$ 100,000

5 g. Community voice mail pilot project

6 For a community voice mail pilot project at a homeless for
7 emergency shelter or shelters, to be coordinated with the Iowa
8 finance authority:

9 \$ 10,000

10 4. INTERNATIONAL DIVISION

11 a. International trade operations

12 For coordinating and eliminating duplication of effort with
13 the department of agriculture and land stewardship, conducting
14 foreign trade missions on behalf of Iowa businesses, salaries,
15 support, maintenance, miscellaneous purposes, for allocating
16 \$33,500 and up to two full-time equivalent positions for the
17 international development foundation which shall continue as a
18 private entity, and for not more than the following full-time
19 equivalent positions:

20 \$ 757,500

21 FTEs 9.00

22 The international development foundation shall notify the
23 department of management by October 1, 1995, regarding whether
24 the foundation will receive federal funding during the state
25 fiscal year beginning July 1, 1995, and ending June 30, 1996.
26 If, for the federal fiscal year beginning October 1, 1995, and
27 ending September 30, 1996, no new federal funding will be
28 received by the foundation during the state fiscal year
29 beginning July 1, 1995, and ending June 30, 1996, the balance
30 of the funds allocated to the foundation in this paragraph
31 shall revert to the general fund of the state.

32 Notwithstanding section 8.33, if federal funding will be
33 received by the foundation moneys allocated to the foundation
34 that remain unexpended on June 30 of the fiscal year shall not
35 revert to any fund but shall be available for expenditure for

1 the purposes of the foundation during the succeeding fiscal
2 year. It is the intent of the general assembly that funding
3 for the foundation shall cease after fiscal year 1996-1997.

4 b. Foreign trade offices

5 For salaries, support, maintenance, miscellaneous purposes,
6 and for not more than the following full-time equivalent
7 positions:

8 \$ 590,000

9 c. Export trade assistance program

10 For export trade activities, including a program to
11 encourage and increase participation in trade shows and trade
12 missions by providing financial assistance to businesses for a
13 percentage of their costs of participating in trade shows and
14 trade missions, by providing for the lease/sublease of
15 showcase space in existing world trade centers, by providing
16 temporary office space for foreign buyers, international
17 prospects, and potential reverse investors, and by providing
18 other promotional and assistance activities, provided that the
19 department shall consult with the department of agriculture
20 and land stewardship prior to allocating export trade
21 assistance program moneys, including salaries and support for
22 not more than the following full-time equivalent positions:

23 \$ 275,000

24 FTEs 0.25

25 d. Agricultural product advisory council

26 For support, maintenance, and miscellaneous purposes:

27 \$ 1,300

28 e. For transfer to the partner state program which the
29 department may use to contract with private groups or
30 organizations which are the most appropriate to administer
31 this program and the groups and organizations participating in
32 the program shall, to the fullest extent possible, provide the
33 funds to match the appropriation made in this subsection of
34 the funds transferred:

35 \$ 100,000

1 5. TOURISM DIVISION

2 a. Tourism operations

3 For salaries, support, maintenance, miscellaneous purposes,
4 and for not more than the following full-time equivalent
5 positions, provided that the appropriation shall not be used
6 for advertising placements for in-state and out-of-state
7 tourism marketing:

8	\$	716,000
9	FTEs	17.77

10 b. Tourism advertising

11 For contracting exclusively for tourism advertising for in-
12 state and out-of-state tourism marketing services, tourism
13 promotion programs, electronic media, print media, and printed
14 materials and for allocating \$300,000 to develop brochures and
15 television advertising to highlight the heritage tourism
16 program and the sesquicentennial:

17	\$	2,687,000
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18 The department shall not use the moneys appropriated in
19 this lettered paragraph, except the \$300,000 allocated for
20 heritage tourism and sesquicentennial advertising, unless the
21 department develops public-private partnerships with Iowa
22 businesses in the tourism industry, Iowa tour groups, Iowa
23 tourism organizations, and political subdivisions in this
24 state to assist in the development of advertising efforts.
25 The department shall, to the fullest extent possible, develop
26 cooperative efforts for advertising with contributions from
27 other sources.

28 c. Welcome center program

29 To implement the recommendations of the statewide long-
30 range plan for developing and operating welcome centers
31 throughout the state and for planning for a welcome center at
32 living history farms:

33	\$	240,000
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34 6. WORKFORCE DEVELOPMENT DIVISION

35 a. Youth work force programs

1 For purposes of the conservation corps, including salary,
2 support, maintenance, miscellaneous purposes, and for not more
3 than the following full-time equivalent positions:

4 \$ 940,000
5 FTEs 2.40

6 Notwithstanding section 8.33, moneys committed to grantees
7 under contract that remain unexpended on June 30 of the fiscal
8 year shall not revert to any fund but shall be available for
9 expenditure for purposes of the contract during the succeeding
10 fiscal year.

11 b. Job retraining program

12 For not more than the following full-time equivalent
13 positions, including salaries and support:

14 FTEs 1.31

15 There is appropriated from the rural community 2000 program
16 revolving fund established in section 15.287 to the community
17 job training fund created in section 260F.6, subsection 1,
18 \$225,000. It is the intent of the general assembly that up to
19 \$101,894 of all funds appropriated to the program and some or
20 all of the full-time equivalent positions may be used for the
21 administration of the Iowa small business new jobs training
22 Act.

23 c. Workforce investment program

24 For allocating \$425,000 for funding, to the extent
25 possible, the currently existing high technology
26 apprenticeship programs, under section 260C.44 at the
27 community colleges, and for the purposes of the workforce
28 investment program, for a competitive grant program by the
29 department in consultation with the state job training
30 coordinating council for projects that increase Iowa's pool of
31 available labor via training and support services with
32 priority given to projects which serve displaced homemakers or
33 welfare recipients, including salaries and support for not
34 more than the following full-time equivalent positions:

35 \$ 903,000

1 FTEs 0.90

2 The department shall develop new administrative rules for
3 distribution of apprenticeship funding for fiscal years
4 beginning July 1, 1996.

5 The department shall ensure that the workforce investment
6 program is coordinated with services provided under the
7 federal Job Training Partnership Act and that welfare
8 recipients receive priority for services under both programs.

9 The department and the community colleges shall jointly
10 review the Iowa small business new jobs training Act, chapter
11 260F, including, but not limited to, studying the funding of
12 retraining programs through consortia and supplier networks
13 and entering into multiple retraining agreements to the same
14 business. The report of the review shall be jointly submitted
15 to the joint economic development appropriations subcommittee
16 not later than January 10, 1996.

17 Notwithstanding section 8.33, moneys committed to grantees
18 under contract that remain unexpended at the end of the fiscal
19 year, shall not revert to any fund but shall be available for
20 expenditure for purposes of the contract during the succeeding
21 fiscal year.

22 d. Labor management councils

23 For salaries, support, maintenance, miscellaneous purposes,
24 and for not more than the following full-time equivalent
25 positions:

26 \$ 100,000

27 FTEs 0.50

28 It is the intent of the general assembly that funding for
29 labor management councils shall be privately financed after
30 fiscal year 1996-1997. The department shall not use moneys
31 appropriated in this lettered paragraph for grants to grantees
32 who do not facilitate the active participation of labor as
33 members of labor management councils or who fail to make a
34 good faith effort to either schedule meetings during
35 nonworking hours or obtain voluntary agreements with employers

1 to allow employees time off to attend labor management council
2 meetings with no loss of pay or other benefits.

3 Notwithstanding section 8.33, moneys committed to grantees
4 under contract that remain unexpended on June 30 of the fiscal
5 year shall not revert to any fund but shall be available for
6 expenditure for purposes of the contract during the succeeding
7 fiscal year.

8 Sec. 2. Notwithstanding section 15E.120, subsections 5, 6,
9 and 7, and section 15.287, there is appropriated from the Iowa
10 community development loan fund all the moneys available
11 during the fiscal year beginning July 1, 1995, and ending June
12 30, 1996, to the department of economic development for the
13 rural development program to be used by the department for the
14 purposes of the program.

15 Sec. 3. Notwithstanding section 15.251, subsection 2,
16 there is appropriated from the job training fund created in
17 the office of the treasurer of state to the department of
18 economic development for the fiscal year beginning July 1,
19 1995, and ending June 30, 1996, the following amounts, or so
20 much thereof as is necessary, to be used for the purposes
21 designated:

22 1. For administration of chapter 260E, including salaries,
23 support, maintenance, miscellaneous purposes, and for not more
24 than the following full-time equivalent positions:

25	\$	160,000
26	FTEs	2.40

27 2. For the target alliance program:
28

28	\$	30,000
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29 Sec. 4. There is appropriated from the general fund of the
30 state to the Wallace technology transfer foundation for the
31 fiscal year beginning July 1, 1995, and ending June 30, 1996,
32 the following amount, or so much thereof as is necessary, to
33 be used for the purposes designated:

34 For salaries, support, maintenance, and other operational
35 purposes, for reporting by December 1, 1995, to the joint

1 economic development appropriations subcommittee on a plan
2 regarding restructuring the foundation, merging with the
3 department of economic development in fiscal year 1996-1997,
4 and for transferring, all equity holdings to the Iowa seed
5 capital corporation, for administering the industrial
6 technology access program, for approving and submitting to the
7 governor and general assembly not later than January 15 an
8 annual report relating to performance goals of and efforts by
9 the foundation to improve the modernization of industrial
10 facilities, for funding the small business innovation research
11 program, for transferring up to \$30,000 of the funds
12 appropriated in this section to the Iowa quality coalition, on
13 the condition that the coalition first expend all existing
14 moneys, for productivity enhancement projects, and for not
15 more than the following full-time equivalent positions:

16	\$	1,950,000
17	FTEs	4.00

18 The Iowa quality coalition shall submit a proposal to the
19 joint economic development appropriations subcommittee and the
20 legislative fiscal bureau by December 1, 1995, regarding
21 awarding funds for productivity enhancement projects through a
22 request for proposal process.

23 Sec. 5. There is appropriated from the general fund of the
24 state to the Iowa seed capital corporation fund established in
25 section 15E.89, for not more than the following full-time
26 equivalent positions, and for meeting the intent of the
27 general assembly that the Iowa seed capital corporation may
28 expend all funds remaining, on June 30, 1995, from the
29 industrial technology access program for the purposes of the
30 corporation:

31	\$	483,000
32	FTEs	5.00

33 Sec. 6. There is appropriated from the general fund of the
34 state to the Iowa state university of science and technology
35 for the fiscal year beginning July 1, 1995, and ending June

1 30, 1996, the following amounts, or so much thereof as is
2 necessary, to be used for the purposes designated:

3 1. For funding and maintaining in their current locations
4 the existing small business development centers, for providing
5 up to \$33,000, or so much thereof as is necessary, for salary
6 increases of not more than three percent from all sources for
7 nonuniversity employees provided that any amount not required
8 for salary increases for nonuniversity employees shall revert
9 to the general fund of the state, and for not more than the
10 following full-time equivalent positions:

11	\$	1,185,000
12	FTEs	6.07

13 2. For funding the institute for physical research and
14 technology, provided that \$318,358 shall be allocated to the
15 institute for physical research and technology industrial
16 incentive program in accordance with the intent of the general
17 assembly, and for not more than the following full-time
18 equivalent positions:

19	\$	4,000,000
20	FTEs	61.17

21 It is the intent of the general assembly that the incentive
22 program focus on Iowa industrial sectors and seek
23 contributions and in-kind donations from businesses,
24 industrial foundations, and trade associations and that moneys
25 for the institute for physical research and technology
26 industrial incentive program shall only be allocated for
27 projects which are matched by private sector moneys for
28 directed contract research or for nondirected research. The
29 match required of small businesses as defined in section
30 15.102, subsection 4, for directed contract research or for
31 nondirected research shall be \$1 for each \$3 of state funds.
32 The match required for other businesses for directed contract
33 research or for nondirected research shall be \$1 for each \$1
34 of state funds. The match required of industrial foundations
35 or trade associations shall be \$1 for each \$1 of state funds.

1 Iowa state university shall report annually to the joint
2 economic development subcommittee of the senate and house
3 appropriations committees the total amounts of private
4 contributions, the proportion of contributions from small
5 businesses and other businesses, and the proportion for
6 directed contract research and nondirected research of benefit
7 to Iowa businesses and industrial sectors.

8 Notwithstanding section 8.33, moneys appropriated for any
9 fiscal year which remain unobligated and unexpended at the end
10 of the fiscal year shall not revert but shall be available for
11 expenditure the following fiscal year.

12 Sec. 7. There is appropriated from the general fund of the
13 state to the state university of Iowa for the fiscal year
14 beginning July 1, 1995, and ending June 30, 1996, the
15 following amount, or so much thereof as is necessary, to be
16 used for the purpose designated:

17 For funding the advanced drug development program at the
18 Oakdale research park and for not more than the following
19 full-time equivalent positions:

20	\$	309,000
21	FTEs	2.85

22 The board of regents shall submit a report on the progress
23 of regents institutions in meeting the strategic plan for
24 technology transfer and economic development to the
25 chairpersons of the joint appropriations subcommittee on
26 economic development, the joint appropriations subcommittee on
27 education, the majority leader, and minority leader of the
28 senate, the majority and minority leaders of the house of
29 representatives, the secretary of the senate, the chief clerk
30 of the house of representatives, and the legislative fiscal
31 bureau by December 1, 1995.

32 Sec. 8. Not later than July 1, 1995, the department of
33 economic development, with consultation and input from the
34 general assembly, and representatives from business, labor,
35 and education shall study and present recommendations to the

1 general assembly which shall include but not be limited to the
2 privatization and decentralization of Iowa's economic
3 development efforts, the identification of areas appropriate
4 to statewide economic development efforts and areas
5 appropriate for regional economic development efforts,
6 benchmark budgeting for statewide and regional efforts, the
7 deregulation of economic development activities, and
8 collaboration between public and private entities.

9 Sec. 9. DEPARTMENT OF EMPLOYMENT SERVICES. There is
10 appropriated from the general fund of the state, provided that
11 the department not implement a reorganization plan, without
12 prior approval of the general assembly, by concurrent
13 resolution, to the department of employment services for the
14 fiscal year beginning July 1, 1995, and ending June 30, 1996,
15 the following amounts, or so much thereof as is necessary, for
16 the purposes designated, including that the department of
17 employment services, the department of personnel, and the
18 department of management shall ensure that all nonsupervisory
19 full-time equivalent positions authorized and funded for the
20 department of employment services in this section will be
21 utilized during the fiscal year beginning July 1, 1995, and
22 ending June 30, 1996, and during future fiscal years, and will
23 not be held vacant, to ensure that the backlog of cases in
24 that department will be reduced as rapidly as possible:

25 1. DIVISION OF LABOR SERVICES

26 For salaries, support, maintenance, miscellaneous purposes,
27 and for not more than the following full-time equivalent
28 positions contingent upon the enactment of section 10 of this
29 Act and the provision which requires moneys appropriated from
30 the special employment security contingency fund to first be
31 used to fully fund the appropriation of \$296,000 to the
32 division of labor services in subsection 1 of section 11 of
33 this Act prior to funding the appropriation in section 11 of
34 this Act to the division of industrial services:

35 \$ 2,466,000

1 FTEs 87.00

2 The division of labor services shall ensure all
 3 occupational safety and health personnel complete the
 4 department of employment services ambassador customer service
 5 classes. The division of labor shall ensure a customer
 6 satisfaction survey developed by the 1994 focus group is
 7 completed and a written report containing the results of the
 8 survey is submitted to the department of management and the
 9 legislative fiscal bureau not later than October 1, 1995.

10 It is the intent of the general assembly that the division
 11 of labor services shall conduct all inspection functions in
 12 the division as efficiently as possible. The division shall,
 13 to the extent possible, eliminate duplicate travel to the same
 14 location for separate inspections made at different times, and
 15 shall consolidate such inspections in the same trip whenever
 16 possible.

17 From the contractor registration fees, the division of
 18 labor services shall reimburse the department of inspections
 19 and appeals for all costs associated with hearings under
 20 chapter 91C, relating to contractor registration.

21 2. DIVISION OF INDUSTRIAL SERVICES

22 For salaries, support, maintenance, miscellaneous purposes,
 23 and for not more than the following full-time equivalent
 24 positions:

25 \$ 2,106,000

26 FTEs 33.00

27 3. For salaries, support, maintenance, miscellaneous
 28 purposes, and for not more than the following full-time
 29 equivalent positions for a workforce development coordinator
 30 and council:

31 \$ 114,000

32 FTEs 1.00

33 The workforce development coordinator shall formulate a
 34 five-year written implementation plan for the workforce
 35 development initiative and shall implement a common intake,

1 assessment, and client tracking system by June 30, 1996, to
2 determine the economic impact of the workforce development
3 system. The coordinator shall annually provide a written
4 report no later than December 1 of each year to the department
5 of management and the legislative fiscal bureau indicating all
6 of the following:

7 a. The amounts of federal, state, and any other funds
8 expended to implement the workforce initiative.

9 b. The efficiencies achieved in terms of administrative
10 costs and other expenditures of the departments involved.

11 c. The location of each workforce center, staffing levels,
12 and the number of clients served.

13 d. Any other information deemed necessary by the
14 coordinator related to the progress and success in
15 implementing the initiative.

16 e. By June 30, 1996, there shall be implemented a common
17 intake, assessment, and client tracking system to determine
18 the economic impact of the new workforce development system.
19 The tracking system shall be able to track individuals who
20 have received training or retraining to determine whether the
21 training or retraining has resulted in increased wages for the
22 individuals, shall contain information on individuals who have
23 participated in or completed state subsidized training or
24 retraining programs more than once at a particular community
25 college or at different community colleges and whether the
26 training or retraining was for the same business or different
27 businesses, and shall provide information regarding the number
28 of individuals who have received training or retraining who
29 are unemployed.

30 4. For the workforce development initiative to be used to
31 create model workforce development centers and provide an
32 integrated management information system:

33 \$ 464,000

34 Sec. 10. ADMINISTRATIVE CONTRIBUTION SURCHARGE FUND.

35 There is appropriated from the administrative contribution

1 surcharge fund of the state to the department of employment
2 services for the fiscal year beginning July 1, 1995, and
3 ending June 30, 1996, the following amount, or so much thereof
4 as is necessary, for the purposes designated:

5 DIVISION OF JOB SERVICE

6 Notwithstanding section 96.7, subsection 12, paragraph "c",
7 for salaries, support, maintenance, conducting labor
8 availability surveys, miscellaneous purposes, and for not more
9 than the following full-time equivalent positions:

10	\$	5,904,000
11	FTEs	149.72

12 1. The department of employment services shall provide
13 services throughout the fiscal year beginning July 1, 1995,
14 and ending June 30, 1996, in all communities in which
15 workforce centers are operating on July 1, 1993. However,
16 this provision shall not prevent the consolidation of multiple
17 offices within the same city or the colocation of workforce
18 centers with another public agency.

19 2. The division of industrial services shall not reduce
20 the number of scheduled hearings of contested cases or
21 eliminate the venue of such hearings, as established by the
22 division for the period beginning January 1, 1995, and ending
23 January 20, 1996. The division shall also establish a
24 substantially similar schedule for such hearings for the
25 period beginning January 20, 1996, and ending June 30, 1996.
26 The division shall report to the legislative fiscal bureau
27 concerning any modification of the established schedule, or
28 any changes which the division determines are necessary in
29 establishing the schedule for the period beginning January 20,
30 1996, and ending June 30, 1996.

31 3. The division shall continue charging a \$65 filing fee
32 for workers' compensation cases. The filing fee shall be paid
33 by the petitioner of a claim. However, the fee can be taxed
34 as a cost and paid by the losing party, except in cases where
35 it would impose an undue hardship or be unjust under the

1 circumstances.

2 Sec. 11. EMPLOYMENT SECURITY CONTINGENCY FUND. There is
3 appropriated from the special employment security contingency
4 fund to the department of employment services for the fiscal
5 year beginning July 1, 1995, and ending June 30, 1996, the
6 following amounts, or so much thereof as is necessary, for the
7 purposes designated and subject to the requirement that the
8 appropriation to the division of labor services under this
9 section be fully funded from the special employment security
10 contingency fund prior to any amounts being used to fund the
11 appropriation made to the division of industrial services
12 under this section:

13 1. DIVISION OF LABOR SERVICES

14 For salaries, support, maintenance, and miscellaneous
15 purposes:

16 \$ 296,000

17 2. DIVISION OF INDUSTRIAL SERVICES

18 For salaries, support, maintenance, and miscellaneous
19 purposes:

20 \$ 175,000

21 Any additional penalty and interest revenue may be used to
22 accomplish the mission of the department.

23 Sec. 12. PUBLIC EMPLOYMENT RELATIONS BOARD. There is
24 appropriated from the general fund of the state to the public
25 employment relations board for the fiscal year beginning July
26 1, 1995, and ending June 30, 1996, the following amount, or so
27 much thereof as is necessary, for the purposes designated:

28 For salaries, support, maintenance, miscellaneous purposes,
29 and for not more than the following full-time equivalent
30 positions:

31 \$ 755,000

32 FTEs 12.80

33 Sec. 13. There is appropriated from the general fund of
34 the state to the Iowa finance authority for the fiscal year
35 beginning July 1, 1995, and ending June 30, 1996, the

1 following amount, or so much thereof as is necessary, to be
2 used for the purpose designated:

3 For deposit in the housing improvement fund created in
4 section 16.100 for purposes of the fund:

5 \$ 510,000

6 Sec. 14. There is appropriated from the general fund of
7 the state to the division of insurance of the department of
8 commerce for the fiscal year beginning July 1, 1995, and
9 ending June 30, 1996, the following amount, or so much thereof
10 as is necessary, to be used for the purpose designated
11 provided that Senate File 347 is enacted:

12 For an actuarial study to determine the cost of requiring
13 health insurance policies for individuals to include mental
14 health and substance abuse treatment as covered items:

15 \$ 25,000

16 Sec. 15. Section 15.317, Code 1995, is amended by adding
17 the following new subsection:

18 NEW SUBSECTION. 4. Assistance approved by the board shall
19 be utilized by the business within two years of the date of
20 the approval of the assistance. Funds not utilized in
21 accordance with this subsection shall revert to the control of
22 the board. The business may reapply for assistance in that
23 case.

24 Sec. 16. FEDERAL GRANTS. All federal grants to and the
25 federal receipts of agencies appropriated funds under this
26 Act, not otherwise appropriated, are appropriated for the
27 purposes set forth in the federal grants or receipts unless
28 otherwise provided by the general assembly.

29 Sec. 17. BUDGET UNIT DESIGNATIONS. The department of
30 management shall, prior to January 15, 1996, conform all
31 budget unit designations to the designations used in the Code.

32 Sec. 18. Notwithstanding any other provision, any
33 unencumbered or unobligated balance on June 30, 1995, in the
34 targeted small business financial assistance program account
35 created in section 15.247, including moneys remaining in any

1 reserve account within the program account for guaranteed
2 loans that have been repaid, shall be transferred out of the
3 program account, including the appropriate reserve accounts,
4 and deposited to the credit of the Iowa strategic investment
5 fund created in section 15.313 and shall be appropriated to
6 the department of economic development for purposes of the
7 Iowa strategic investment fund targeted small business
8 financial assistance program.

9 Sec. 19. Chapter 38, Code 1995, is repealed.

10 Sec. 20. EFFECTIVE DATE. The provisions relating to
11 implementing the reorganization of the small business resource
12 office in section 1, subsection 2, paragraph "b" of this Act,
13 being deemed of immediate importance, take effect upon
14 enactment.

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HOUSE FILE 512

S-3403

- 1 Amend House File 512, as amended, passed, and re-
- 2 printed by the House, as follows:
- 3 1. Page 6, by striking lines 5 through 9.
- 4 2. By relettering as necessary.

By ALLEN BORLAUG

S-3403 FILED APRIL 12, 1995

LOST

(P.1174)

HOUSE FILE 512

S-3404

- 1 Amend House File 512, as amended, passed, and
- 2 reprinted by the House, as follows:
- 3 1. Page 7, line 23, by striking the figure
- 4 "275,000" and inserting the following: "367,000".

By ALLEN BORLAUG

S-3404 FILED APRIL 12, 1995

LOST

(P.1174)

SENATE CLIP SHEET

APRIL 13, 1995

Page 34

HOUSE FILE 512

S-3408

- 1 Amend the amendment, S-3406, to House File 512, as
- 2 amended, passed, and reprinted by the House, as
- 3 follows:
- 4 1. Page 1, line 24, by inserting after the word
- 5 "aerospace" the following: "and those established
- 6 industries that may be using less than state-of-the-
- 7 art technology".

By MARY LUNDBY

S-3408 FILED APRIL 12, 1995

ADOPTED

(P.1176)

HOUSE FILE 512

S-3406

1 Amend House File 512, as amended, passed, and
 2 reprinted by the House, as follows:
 3 1. Page 10, by striking lines 9 through 16 and
 4 inserting the following:
 5 "There is to be established by the legislative
 6 council a 17 member task force to study the job
 7 training needs of the state with emphasis on the needs
 8 of targeted technology industries. The review should
 9 include, but is not limited to, studying the funding
 10 of retraining programs through consortia and supplier
 11 networks and entering into multiple retraining agree-
 12 ments to the same business. Membership of the task
 13 force consists of three senators to be appointed by
 14 the majority and minority leaders of the senate, three
 15 representatives to be appointed by the speaker and
 16 minority leaders of the house of representatives, and
 17 11 members appointed by the governor from each of the
 18 following targeted technology industries: advanced
 19 manufacturing; advanced materials; biomedicine, health
 20 sciences; biotechnology; computer and information
 21 sciences; electronics, related fields; engineering
 22 theory and application; energy, natural resources;
 23 environmental sciences; telecommunications; and
 24 transportation and aerospace. The task force shall
 25 make a report of its findings and any recommendations
 26 to the governor and general assembly by January 1,
 27 1996."

By DERRYL McLAREN
 ALLEN BORLAUG
 MAGGIE TINSMAN

S-3406 FILED APRIL 12, 1995
 WITHDRAWN (P.1176)

HOUSE FILE 512

S-3407

1 Amend House File 512, as amended, passed, and
 2 reprinted by the House as follows:
 3 1. Page 9, by striking lines 11 through 14 and
 4 inserting the following:
 5 "b. Job retraining program
 6 To the community college job training fund created
 7 in section 260F.6, including salaries and support for
 8 not more than the following full-time equivalent
 9 positions:
 10 \$ 362,000
 11FTEs 1.31"
 12 2. By relettering as necessary.

By DERRYL McLAREN

S-3407 FILED APRIL 12, 1995
 LOST



Item Veto

OFFICE OF THE GOVERNOR

STATE CAPITOL

DES MOINES, IOWA 50319

515 281-5211

TERRY E. BRANSTAD
GOVERNOR

April 24, 1995

RECEIVED

APR 24 1995

LEGISLATIVE SERVICE
BUREAU

The Honorable Ron Corbett
Speaker of the House
House of Representatives
State Capitol Building
L O C A L

Dear Mr. Speaker:

I hereby transmit House File 512, an act appropriating funds to the Department of Economic Development, the Iowa Finance Authority, the Wallace Technology Transfer Foundation, Division of Insurance of the Department of Commerce, the Iowa Seed Capital Corporation, the International Development Foundation, the Public Employment Relations Board, and the Department of Employment Services, making related statutory changes, and providing an immediate effective date.

House File 512 is, therefore, approved on this date with the following exceptions which I hereby disapprove.

I am unable to approve the item designated as Section 1, subsection 3, paragraph g, in its entirety. This item would appropriate \$10,000 to establish a community voice mail pilot program. While I support the proposed goals of the program, I am concerned that the concept has not been fully developed to take into consideration a whole host of security issues, including the potential for the system to be used for illegal or inappropriate uses. Further, the amount of funding the appropriation would provide falls far short of what would be minimally necessary to establish it even as a pilot program.

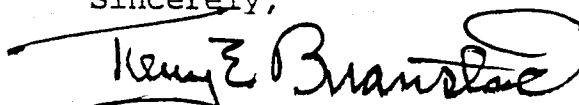
I am unable to approve the designated portions of Section 9, unnumbered and unlettered paragraph 1. These items would authorize the legislature to be involved in decisions relating to the staffing and organization of the Department of Employment Services (DES). Decisions concerning the personnel needs and structure of DES properly fall within the discretion of the director of the department. Legislative attempts to encroach into matters that are the prerogative of the executive branch can not be approved.

The Honorable Ron Corbett
April 24, 1995
Page 2

I am unable to approve the items designated as Section 10, subsections 1 and 2, in their entirety. These items relate to the operations of workforce development centers and the management of workers' compensation hearings. Like the items in the preceding paragraph, approval of these items would allow the legislative branch to interfere in decisions that are best made by the director of the Department of Employment Services. For that reason, they can not be approved.

For the above reasons, I hereby respectfully disapprove these items in accordance with Amendment IV of the Amendments of 1968 to the Constitution of the State of Iowa. All other items in House File 512 are hereby approved as of this date.

Sincerely,

A handwritten signature in black ink, reading "Terry E. Branstad". The signature is written in a cursive style with a large, looping initial "T".

Terry E. Branstad
Governor

TEB/ps

cc: Secretary of the Senate
Chief Clerk of the House
Secretary of State

HOUSE FILE 512

AN ACT

APPROPRIATING FUNDS TO THE DEPARTMENT OF ECONOMIC DEVELOPMENT, THE IOWA FINANCE AUTHORITY, THE WALLACE TECHNOLOGY TRANSFER FOUNDATION, DIVISION OF INSURANCE OF THE DEPARTMENT OF COMMERCE, THE IOWA SEED CAPITAL CORPORATION, THE INTERNATIONAL DEVELOPMENT FOUNDATION, THE PUBLIC EMPLOYMENT RELATIONS BOARD, AND THE DEPARTMENT OF EMPLOYMENT SERVICES, MAKING RELATED STATUTORY CHANGES, AND PROVIDING AN IMMEDIATE EFFECTIVE DATE.

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

Section 1. There is appropriated from the general fund of the state and other designated funds to the department of economic development for the fiscal year beginning July 1, 1995, and ending June 30, 1996, on the conditions that the director shall submit to the general assembly by December 1, 1995, a report regarding the potential for increased efficiency and cost savings from combining the workforce development division with the workforce development initiative and that the department shall not use any moneys appropriated under this Act for further expansion of industrial site

locator programs until the industrial site locator program at the university of northern Iowa is completed and fully implemented and the department and the university have reported to the general assembly on plans for coordination and cooperation between the department and the university, including access by the department to the database and technology of the university program, the following amounts, or so much thereof as is necessary, to be used for the purposes designated:

1. ADMINISTRATIVE SERVICES DIVISION

a. General administration

For salaries, support, maintenance, miscellaneous purposes, provided the director shall take all reasonable efforts to reduce the number of staff and level of funding committed to activities of the director's office and general administration, including the transfer of staff and funds to the operational divisions of the department, and the consolidation of functions and reduction in department staff, and for providing that a business receiving moneys from the department for the purpose of job creation shall make available ten percent of the new jobs created for promise jobs program participants who are qualified for the jobs:

.....	\$	916,000
.....	FTEs	22.00

The director shall coordinate efforts with the workforce coordinator to implement the intent of the general assembly regarding businesses receiving job creation moneys and shall report to the joint economic development appropriations subcommittee regarding the number of jobs to be created by each business, the number of qualified promise jobs participants applying with the business, and the number of promise jobs participants hired.

b. Primary research and computer center

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

..... \$ 300,000
..... FTEs 5.50

The department shall report to the general assembly by December 1, 1995, on the available options and potential cost savings regarding privatizing computer services for primary research.

c. Film office

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

..... \$ 185,000
..... FTEs 2.00

2. BUSINESS DEVELOPMENT DIVISION

a. Business development operations

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

..... \$ 3,000,000
..... FTEs 16.00

b. Small business programs

For salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions for the small business program, the small business advisory council, targeted small business program, business incubators, for providing 1.00 FTE for the targeted small business compliance officer who shall continue to work jointly with the department of management, for eliminating the position of small business resource office manager, implementing the small business resource office reorganization plan by July 1, 1995, and for reporting to the joint economic development appropriations subcommittee and the legislative fiscal bureau on the reorganization, and for deaf interpreters funded through the economic development deaf interpreters revolving fund established in section 15.108, subsection 7, paragraph "j":

..... \$ 365,000
..... FTEs 6.00

c. Federal procurement office

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

..... \$ 90,000
..... FTEs 3.00

Notwithstanding section 8.33, moneys remaining unencumbered or unobligated on June 30, 1996, shall not revert and shall be available for expenditure during the fiscal year beginning July 1, 1996, for the same purposes.

d. Strategic investment fund

For deposit in the strategic investment fund for salaries, support, and for not more than the following full-time equivalent positions:

..... \$ 5,600,000
..... FTEs 10.00

e. Targeted small business incubator

Moneys appropriated for fiscal year 1994-1995 and not expended by June 30, 1995, shall not revert but shall be held by the department for funding, with local matching funds, the targeted small business incubator in Des Moines for the fiscal year beginning July 1, 1995, and ending June 30, 1996.

f. Insurance economic development

There is appropriated from moneys collected by the division of insurance in excess of the anticipated gross revenues under section 505.7, subsection 3, to the department for the fiscal year beginning July 1, 1995, and ending June 30, 1996, the following amount, or so much thereof as is necessary, for insurance economic development and international insurance economic development:

..... \$ 200,000

3. COMMUNITY DEVELOPMENT DIVISION

a. Community assistance

For salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions for administration of the community economic preparedness program, the Iowa community betterment program, and the city development boards:

..... \$ 615,000
..... FTEs 7.50

From the funds appropriated in this paragraph, \$50,000 shall be allocated for the junior olympics.

b. Main street/rural main street program

For salaries and support for not more than the following full-time equivalent positions:

..... \$ 410,000
..... FTEs 3.00

Notwithstanding section 8.33, moneys committed to grantees under contract from the general fund of the state that remain unexpended on June 30 of the fiscal year shall not revert to any fund but shall be available for expenditure for purposes of the contract during the succeeding fiscal year.

c. Rural development program

For salaries, support, maintenance, miscellaneous purposes, for not more than the following full-time equivalent positions for rural resource coordination, rural community leadership, the rural enterprise fund, and for \$50,000 to be allocated competitively to ten to twenty communities for direct purchase of services or goods that meet local development needs or to enhance heritage and tourism efforts from state and private sources:

..... \$ 600,000
..... FTEs 4.50

There is also appropriated from the rural community 2000 program revolving fund established in section 15.287 to the rural development program for the purposes of the program including the rural enterprise fund and collaborative skills development training:

..... \$ 226,000

Notwithstanding section 8.33, moneys committed to grantees under contract from the general fund of the state or through transfers from the Iowa community development loan fund or from the rural community 2000 program revolving fund that remain unexpended at the end of the fiscal year shall not revert but shall be available for expenditure for purposes of the contract during the succeeding fiscal year.

d. Community development block grant and HOME

For administration and related federal housing and urban development grant administration for salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

..... \$ 390,000
..... FTEs 18.76

e. Councils of governments

There is appropriated from the rural community 2000 program revolving fund established in section 15.287 to provide to Iowa's councils of governments funds for planning and technical assistance funds to assist local governments to develop community development strategies for addressing long-term and short-term community needs:

..... \$ 178,000

f. Housing development fund

For providing technical assistance to communities of all sizes and local financial institutions to help meet local housing needs:

..... \$ 100,000

g. Community voice mail pilot project

For a community voice mail pilot project at a homeless for emergency shelter or shelters, to be coordinated with the Iowa finance authority:

..... \$ 10,000

4. INTERNATIONAL DIVISION

a. International trade operations

Handwritten box containing text for item g: 'Community voice mail pilot project' and 'For a community voice mail pilot project at a homeless for emergency shelter or shelters, to be coordinated with the Iowa finance authority:'. The box is outlined in black.

Vetoed

For coordinating and eliminating duplication of effort with the department of agriculture and land stewardship, conducting foreign trade missions on behalf of Iowa businesses, salaries, support, maintenance, miscellaneous purposes, for allocating \$33,500 and up to two full-time equivalent positions for the international development foundation which shall continue as a private entity, and for not more than the following full-time equivalent positions:

..... \$ 757,500
..... FTEs 9.00

The international development foundation shall notify the department of management by October 1, 1995, regarding whether the foundation will receive federal funding during the state fiscal year beginning July 1, 1995, and ending June 30, 1996. If, for the federal fiscal year beginning October 1, 1995, and ending September 30, 1996, no new federal funding will be received by the foundation during the state fiscal year beginning July 1, 1995, and ending June 30, 1996, the balance of the funds allocated to the foundation in this paragraph shall revert to the general fund of the state.

Notwithstanding section 8.33, if federal funding will be received by the foundation moneys allocated to the foundation that remain unexpended on June 30 of the fiscal year shall not revert to any fund but shall be available for expenditure for the purposes of the foundation during the succeeding fiscal year. It is the intent of the general assembly that funding for the foundation shall cease after fiscal year 1996-1997.

b. Foreign trade offices

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

..... \$ 590,000

c. Export trade assistance program

For export trade activities, including a program to encourage and increase participation in trade shows and trade

missions by providing financial assistance to businesses for a percentage of their costs of participating in trade shows and trade missions, by providing for the lease/sublease of showcase space in existing world trade centers, by providing temporary office space for foreign buyers, international prospects, and potential reverse investors, and by providing other promotional and assistance activities, provided that the department shall consult with the department of agriculture and land stewardship prior to allocating export trade assistance program moneys, including salaries and support for not more than the following full-time equivalent positions:

..... \$ 275,000
..... FTEs 0.25

d. Agricultural product advisory council

For support, maintenance, and miscellaneous purposes:

..... \$ 1,300

e. For transfer to the partner state program which the department may use to contract with private groups or organizations which are the most appropriate to administer this program and the groups and organizations participating in the program shall, to the fullest extent possible, provide the funds to match the appropriation made in this subsection of the funds transferred:

..... \$ 100,000

5. TOURISM DIVISION

a. Tourism operations

For salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions, provided that the appropriation shall not be used for advertising placements for in-state and out-of-state tourism marketing:

..... \$ 716,000
..... FTEs 17.77

b. Tourism advertising

For contracting exclusively for tourism advertising for in-state and out-of-state tourism marketing services, tourism promotion programs, electronic media, print media, and printed materials and for allocating \$300,000 to develop brochures and television advertising to highlight the heritage tourism program and the sesquicentennial:

..... \$ 2,687,000

The department shall not use the moneys appropriated in this lettered paragraph, except the \$300,000 allocated for heritage tourism and sesquicentennial advertising, unless the department develops public-private partnerships with Iowa businesses in the tourism industry, Iowa tour groups, Iowa tourism organizations, and political subdivisions in this state to assist in the development of advertising efforts. The department shall, to the fullest extent possible, develop cooperative efforts for advertising with contributions from other sources.

c. Welcome center program

To implement the recommendations of the statewide long-range plan for developing and operating welcome centers throughout the state and for planning for a welcome center at living history farms:

..... \$ 240,000

6. WORKFORCE DEVELOPMENT DIVISION

a. Youth work force programs

For purposes of the conservation corps, including salary, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

..... \$ 940,000

..... FTEs 2.40

Notwithstanding section 8.33, moneys committed to grantees under contract that remain unexpended on June 30 of the fiscal year shall not revert to any fund but shall be available for expenditure for purposes of the contract during the succeeding fiscal year.

b. Job retraining program

For not more than the following full-time equivalent positions, including salaries and support:

..... FTEs 1.31

There is appropriated from the rural community 2000 program revolving fund established in section 15.287 to the community job training fund created in section 260F.6, subsection 1, \$225,000. It is the intent of the general assembly that up to \$101,894 of all funds appropriated to the program and some or all of the full-time equivalent positions may be used for the administration of the Iowa small business new jobs training Act.

c. Workforce investment program

For allocating \$425,000 for funding, to the extent possible, the currently existing high technology apprenticeship programs, under section 260C.44 at the community colleges, and for the purposes of the workforce investment program, for a competitive grant program by the department in consultation with the state job training coordinating council for projects that increase Iowa's pool of available labor via training and support services with priority given to projects which serve displaced homemakers or welfare recipients, including salaries and support for not more than the following full-time equivalent positions:

..... \$ 903,000

..... FTEs 0.90

The department shall develop new administrative rules for distribution of apprenticeship funding for fiscal years beginning July 1, 1996.

The department shall ensure that the workforce investment program is coordinated with services provided under the federal Job Training Partnership Act and that welfare recipients receive priority for services under both programs.

The department and the community colleges shall jointly review the Iowa small business new jobs training Act, chapter 260F, including, but not limited to, studying the funding of

retraining programs through consortia and supplier networks and entering into multiple retraining agreements to the same business. The report of the review shall be jointly submitted to the joint economic development appropriations subcommittee not later than January 10, 1996.

Notwithstanding section 8.33, moneys committed to grantees under contract that remain unexpended at the end of the fiscal year, shall not revert to any fund but shall be available for expenditure for purposes of the contract during the succeeding fiscal year.

d. Labor management councils

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

.....	\$	100,000
.....	FTEs	0.50

It is the intent of the general assembly that funding for labor management councils shall be privately financed after fiscal year 1996-1997. The department shall not use moneys appropriated in this lettered paragraph for grants to grantees who do not facilitate the active participation of labor as members of labor management councils or who fail to make a good faith effort to either schedule meetings during nonworking hours or obtain voluntary agreements with employers to allow employees time off to attend labor management council meetings with no loss of pay or other benefits.

Notwithstanding section 8.33, moneys committed to grantees under contract that remain unexpended on June 30 of the fiscal year shall not revert to any fund but shall be available for expenditure for purposes of the contract during the succeeding fiscal year.

Sec. 2. Notwithstanding section 15E.120, subsections 5, 6, and 7, and section 15.287, there is appropriated from the Iowa community development loan fund all the moneys available during the fiscal year beginning July 1, 1995, and ending June

30, 1996, to the department of economic development for the rural development program to be used by the department for the purposes of the program.

Sec. 3. Notwithstanding section 15.251, subsection 2, there is appropriated from the job training fund created in the office of the treasurer of state to the department of economic development for the fiscal year beginning July 1, 1995, and ending June 30, 1996, the following amounts, or so much thereof as is necessary, to be used for the purposes designated:

1. For administration of chapter 260E, including salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

.....	\$	160,000
.....	FTEs	2.40
2. For the target alliance program:

.....	\$	30,000
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Sec. 4. There is appropriated from the general fund of the state to the Wallace technology transfer foundation for the fiscal year beginning July 1, 1995, and ending June 30, 1996, the following amount, or so much thereof as is necessary, to be used for the purposes designated:

For salaries, support, maintenance, and other operational purposes, for reporting by December 1, 1995, to the joint economic development appropriations subcommittee on a plan regarding restructuring the foundation, merging with the department of economic development in fiscal year 1996-1997, and for transferring, all equity holdings to the Iowa seed capital corporation, for administering the industrial technology access program, for approving and submitting to the governor and general assembly not later than January 15 an annual report relating to performance goals of and efforts by the foundation to improve the modernization of industrial facilities, for funding the small business innovation research program, for transferring up to \$30,000 of the funds

appropriated in this section to the Iowa quality coalition, on the condition that the coalition first expend all existing moneys, for productivity enhancement projects, and for not more than the following full-time equivalent positions:

..... \$ 1,950,000
..... FTEs 4.00

The Iowa quality coalition shall submit a proposal to the joint economic development appropriations subcommittee and the legislative fiscal bureau by December 1, 1995, regarding awarding funds for productivity enhancement projects through a request for proposal process.

Sec. 5. There is appropriated from the general fund of the state to the Iowa seed capital corporation fund established in section 15E.89, for not more than the following full-time equivalent positions, and for meeting the intent of the general assembly that the Iowa seed capital corporation may expend all funds remaining, on June 30, 1995, from the industrial technology access program for the purposes of the corporation:

..... \$ 483,000
..... FTEs 5.00

Sec. 6. There is appropriated from the general fund of the state to the Iowa state university of science and technology for the fiscal year beginning July 1, 1995, and ending June 30, 1996, the following amounts, or so much thereof as is necessary, to be used for the purposes designated:

1. For funding and maintaining in their current locations the existing small business development centers, for providing up to \$33,000, or so much thereof as is necessary, for salary increases of not more than three percent from all sources for nonuniversity employees provided that any amount not required for salary increases for nonuniversity employees shall revert to the general fund of the state, and for not more than the following full-time equivalent positions:

..... \$ 1,185,000

..... FTEs 6.07

2. For funding the institute for physical research and technology, provided that \$318,358 shall be allocated to the institute for physical research and technology industrial incentive program in accordance with the intent of the general assembly, and for not more than the following full-time equivalent positions:

..... \$ 4,000,000
..... FTEs 61.17

It is the intent of the general assembly that the incentive program focus on Iowa industrial sectors and seek contributions and in-kind donations from businesses, industrial foundations, and trade associations and that moneys for the institute for physical research and technology industrial incentive program shall only be allocated for projects which are matched by private sector moneys for directed contract research or for nondirected research. The match required of small businesses as defined in section 15.102, subsection 4, for directed contract research or for nondirected research shall be \$1 for each \$3 of state funds. The match required for other businesses for directed contract research or for nondirected research shall be \$1 for each \$1 of state funds. The match required of industrial foundations or trade associations shall be \$1 for each \$1 of state funds.

Iowa state university shall report annually to the joint economic development subcommittee of the senate and house appropriations committees the total amounts of private contributions, the proportion of contributions from small businesses and other businesses, and the proportion for directed contract research and nondirected research of benefit to Iowa businesses and industrial sectors.

Notwithstanding section 8.33, moneys appropriated for any fiscal year which remain unobligated and unexpended at the end of the fiscal year shall not revert but shall be available for expenditure the following fiscal year.

Sec. 7. There is appropriated from the general fund of the state to the state university of Iowa for the fiscal year beginning July 1, 1995, and ending June 30, 1996, the following amount, or so much thereof as is necessary, to be used for the purpose designated:

For funding the advanced drug development program at the Oakdale research park and for not more than the following full-time equivalent positions:		
.....	\$	309,000
.....	FTEs	2.85

The board of regents shall submit a report on the progress of regents institutions in meeting the strategic plan for technology transfer and economic development to the chairpersons of the joint appropriations subcommittee on economic development, the joint appropriations subcommittee on education, the majority leader, and minority leader of the senate, the majority and minority leaders of the house of representatives, the secretary of the senate, the chief clerk of the house of representatives, and the legislative fiscal bureau by December 1, 1995.

Sec. 8. Not later than July 1, 1995, the department of economic development, with consultation and input from the general assembly, and representatives from business, labor, and education shall study and present recommendations to the general assembly which shall include but not be limited to the privatization and decentralization of Iowa's economic development efforts, the identification of areas appropriate to statewide economic development efforts and areas appropriate for regional economic development efforts, benchmark budgeting for statewide and regional efforts, the deregulation of economic development activities, and collaboration between public and private entities.

Sec. 9. DEPARTMENT OF EMPLOYMENT SERVICES. There is appropriated from the general fund of the state, provided that the department not implement a reorganization plan, without

Vetoed

prior approval of the general assembly, by concurrent resolution, to the department of employment services for the fiscal year beginning July 1, 1995, and ending June 30, 1996, the following amounts, or so much thereof as is necessary, for the purposes designated, including that the department of employment services, the department of personnel, and the department of management shall ensure that all nonsupervisory full-time equivalent positions authorized and funded for the department of employment services in this section will be utilized during the fiscal year beginning July 1, 1995, and ending June 30, 1996, and during future fiscal years, and will not be held vacant, to ensure that the backlog of cases in that department will be reduced as rapidly as possible:

Vetoed

Vetoed

1. DIVISION OF LABOR SERVICES

For salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions contingent upon the enactment of section 10 of this Act and the provision which requires moneys appropriated from the special employment security contingency fund to first be used to fully fund the appropriation of \$296,000 to the division of labor services in subsection 1 of section 11 of this Act prior to funding the appropriation in section 11 of this Act to the division of industrial services:

.....	\$	2,466,000
.....	FTEs	87.00

The division of labor services shall ensure all occupational safety and health personnel complete the department of employment services ambassador customer service classes. The division of labor shall ensure a customer satisfaction survey developed by the 1994 focus group is completed and a written report containing the results of the survey is submitted to the department of management and the legislative fiscal bureau not later than October 1, 1995.

It is the intent of the general assembly that the division of labor services shall conduct all inspection functions in

the division as efficiently as possible. The division shall, to the extent possible, eliminate duplicate travel to the same location for separate inspections made at different times, and shall consolidate such inspections in the same trip whenever possible.

From the contractor registration fees, the division of labor services shall reimburse the department of inspections and appeals for all costs associated with hearings under chapter 91C, relating to contractor registration.

2. DIVISION OF INDUSTRIAL SERVICES

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

..... \$ 2,106,000
..... FTEs 33.00

3. For salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions for a workforce development coordinator and council:

..... \$ 114,000
..... FTEs 1.00

The workforce development coordinator shall formulate a five-year written implementation plan for the workforce development initiative and shall implement a common intake, assessment, and client tracking system by June 30, 1996, to determine the economic impact of the workforce development system. The coordinator shall annually provide a written report no later than December 1 of each year to the department of management and the legislative fiscal bureau indicating all of the following:

- a. The amounts of federal, state, and any other funds expended to implement the workforce initiative.
b. The efficiencies achieved in terms of administrative costs and other expenditures of the departments involved.

c. The location of each workforce center, staffing levels, and the number of clients served.

d. Any other information deemed necessary by the coordinator related to the progress and success in implementing the initiative.

e. By June 30, 1996, there shall be implemented a common intake, assessment, and client tracking system to determine the economic impact of the new workforce development system. The tracking system shall be able to track individuals who have received training or retraining to determine whether the training or retraining has resulted in increased wages for the individuals, shall contain information on individuals who have participated in or completed state subsidized training or retraining programs more than once at a particular community college or at different community colleges and whether the training or retraining was for the same business or different businesses, and shall provide information regarding the number of individuals who have received training or retraining who are unemployed.

4. For the workforce development initiative to be used to create model workforce development centers and provide an integrated management information system:

..... \$ 464,000

Sec. 10. ADMINISTRATIVE CONTRIBUTION SURCHARGE FUND. There is appropriated from the administrative contribution surcharge fund of the state to the department of employment services for the fiscal year beginning July 1, 1995, and ending June 30, 1996, the following amount, or so much thereof as is necessary, for the purposes designated:

DIVISION OF JOB SERVICE

Notwithstanding section 96.7, subsection 12, paragraph "c", for salaries, support, maintenance, conducting labor availability surveys, miscellaneous purposes, and for not more than the following full-time equivalent positions:

..... \$ 5,904,000

..... FTEs 149.72

Noted

1. The department of employment services shall provide services throughout the fiscal year beginning July 1, 1995, and ending June 30, 1996, in all communities in which workforce centers are operating on July 1, 1993. However, this provision shall not prevent the consolidation of multiple offices within the same city or the colocation of workforce centers with another public agency.

2. The division of industrial services shall not reduce the number of scheduled hearings of contested cases or eliminate the venue of such hearings, as established by the division for the period beginning January 1, 1995, and ending January 20, 1996. The division shall also establish a substantially similar schedule for such hearings for the period beginning January 20, 1996, and ending June 30, 1996. The division shall report to the legislative fiscal bureau concerning any modification of the established schedule, or any changes which the division determines are necessary in establishing the schedule for the period beginning January 20, 1996, and ending June 30, 1996.

3. The division shall continue charging a \$65 filing fee for workers' compensation cases. The filing fee shall be paid by the petitioner of a claim. However, the fee can be taxed as a cost and paid by the losing party, except in cases where it would impose an undue hardship or be unjust under the circumstances.

Sec. 11. EMPLOYMENT SECURITY CONTINGENCY FUND. There is appropriated from the special employment security contingency fund to the department of employment services for the fiscal year beginning July 1, 1995, and ending June 30, 1996, the following amounts, or so much thereof as is necessary, for the purposes designated and subject to the requirement that the appropriation to the division of labor services under this section be fully funded from the special employment security contingency fund prior to any amounts being used to fund the

appropriation made to the division of industrial services under this section:

1. DIVISION OF LABOR SERVICES
 For salaries, support, maintenance, and miscellaneous purposes:
 \$ 296,000

2. DIVISION OF INDUSTRIAL SERVICES
 For salaries, support, maintenance, and miscellaneous purposes:
 \$ 175,000
 Any additional penalty and interest revenue may be used to accomplish the mission of the department.

Sec. 12. PUBLIC EMPLOYMENT RELATIONS BOARD. There is appropriated from the general fund of the state to the public employment relations board for the fiscal year beginning July 1, 1995, and ending June 30, 1996, the following amount, or so much thereof as is necessary, for the purposes designated:

For salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:
 \$ 755,000
 FTEs 12.80

Sec. 13. There is appropriated from the general fund of the state to the Iowa finance authority for the fiscal year beginning July 1, 1995, and ending June 30, 1996, the following amount, or so much thereof as is necessary, to be used for the purpose designated:

For deposit in the housing improvement fund created in section 16.100 for purposes of the fund:
 \$ 510,000

Sec. 14. There is appropriated from the general fund of the state to the division of insurance of the department of commerce for the fiscal year beginning July 1, 1995, and ending June 30, 1996, the following amount, or so much thereof as is necessary, to be used for the purpose designated provided that Senate File 347 is enacted:

For an actuarial study to determine the cost of requiring health insurance policies for individuals to include mental health and substance abuse treatment as covered items:

..... \$ 25,000

Sec. 15. Section 15.317, Code 1995, is amended by adding the following new subsection:

NEW SUBSECTION. 4. Assistance approved by the board shall be utilized by the business within two years of the date of the approval of the assistance. Funds not utilized in accordance with this subsection shall revert to the control of the board. The business may reapply for assistance in that case.

Sec. 16. FEDERAL GRANTS. All federal grants to and the federal receipts of agencies appropriated funds under this Act, not otherwise appropriated, are appropriated for the purposes set forth in the federal grants or receipts unless otherwise provided by the general assembly.

Sec. 17. BUDGET UNIT DESIGNATIONS. The department of management shall, prior to January 15, 1996, conform all budget unit designations to the designations used in the Code.

Sec. 18. Notwithstanding any other provision, any unencumbered or unobligated balance on June 30, 1995, in the targeted small business financial assistance program account created in section 15.247, including moneys remaining in any reserve account within the program account for guaranteed loans that have been repaid, shall be transferred out of the program account, including the appropriate reserve accounts, and deposited to the credit of the Iowa strategic investment fund created in section 15.313 and shall be appropriated to the department of economic development for purposes of the Iowa strategic investment fund targeted small business financial assistance program.

Sec. 19. Chapter 38, Code 1995, is repealed.

Sec. 20. EFFECTIVE DATE. The provisions relating to implementing the reorganization of the small business resource

office in section 1, subsection 2, paragraph "b" of this Act, being deemed of immediate importance, take effect upon enactment.

RON J. CORBETT
Speaker of the House

LEONARD L. BOSWELL
President of the Senate

I hereby certify that this bill originated in the House and is known as House File 512, Seventy-sixth General Assembly.

ELIZABETH ISAACSON
Chief Clerk of the House

Item Vetoed
~~Approved~~ *April 24*, 1995

TERRY E. BRANSTAD
Governor