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SENATE FILE 2443  
BY COMMITTEE ON APPROPRIATIONS

(SUCCESSOR TO SSB 2337)

<sup>(P. 719)</sup>  
Passed Senate, Date 3-11-96 Passed House, Date \_\_\_\_\_  
Vote: Ayes 33 Nays 17 Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_  
Approved \_\_\_\_\_

A BILL FOR

1 An Act appropriating funds to the department of economic  
2 development, the Iowa finance authority, certain board of  
3 regents institutions, the public employment relations board,  
4 and the department of employment services, and making related  
5 statutory changes.

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

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S.F. 2443

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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 1996, and ending June 30, 1997, on the condition that the  
5 department shall not use any moneys appropriated under this  
6 Act for further expansion of industrial site locator programs  
7 until the industrial site locator program at the university of  
8 northern Iowa is completed and fully implemented and the  
9 department and the university have reported to the general  
10 assembly on plans for coordination and cooperation between the  
11 department and the university, including access by the  
12 department to the database and technology of the university  
13 program, the following amounts, or so much thereof as is  
14 necessary, to be used for the purposes designated:

15 1. ADMINISTRATIVE SERVICES DIVISION

16 a. General administration

17 For salaries, support, maintenance, miscellaneous purposes,  
18 and for providing that a business receiving moneys from the  
19 department for the purpose of job creation shall make  
20 available ten percent of the new jobs created for promise jobs  
21 program participants who are qualified for the jobs and for  
22 not more than the following full-time equivalent positions:

23 .....	\$	945,502
24 .....	FTEs	22.00

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

33 b. Primary research and computer center

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

1 positions:

2 ..... \$ 335,185

3 ..... FTEs 5.50

4 c. Film office

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

7 positions:

8 ..... \$ 199,341

9 ..... FTEs 2.00

10 2. BUSINESS DEVELOPMENT DIVISION

11 a. Business development operations

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

14 for allocating \$495,000 to the heartland technology network,

15 \$90,000 to be divided between manufacturing modernization

16 technology resource and technology access programs, \$150,000

17 to the graphic arts center, and \$100,000 to the plastics

18 technology center:

19 ..... \$ 3,849,775

20 ..... FTEs 17.00

21 b. Small business programs

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

24 positions for the small business program, the small business

25 advisory council, and targeted small business program:

26 ..... \$ 653,756

27 ..... FTEs 6.00

28 c. Federal procurement office

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

31 positions:

32 ..... \$ 96,492

33 ..... FTEs 3.00

34 Notwithstanding section 8.33, moneys remaining unencumbered  
35 or unobligated on June 30, 1997, shall not revert and shall be

1 available for expenditure during the fiscal year beginning  
2 July 1, 1997, for the same purposes.

3 d. Strategic investment fund

4 For deposit in the strategic investment fund for the  
5 purposes of the fund including providing funds for use in  
6 making awards from the community economic betterment account  
7 which, if under \$500,000, must be to businesses able to pay  
8 100 percent of the average county wage within two years of  
9 project initiation, and which, if \$500,000 or over, must be to  
10 businesses able to pay at least 130 percent of the average  
11 county wage, for providing that the wage cap in high wage  
12 counties tied to an appropriate inflator for determining  
13 eligibility for awards, and for reporting on the progress made  
14 by the department in making the community economic betterment  
15 program a self-sustaining, revolving loan program, and for  
16 salaries, support, not more than the following full-time  
17 equivalent positions, and for allocating \$500,000 to a new  
18 competitive grant program for innovative programs designed to  
19 increase per capita income in Iowa:

20 .....	\$	6,231,151
21 .....	FTEs	10.50

22 e. Targeted small business incubator

23 Moneys appropriated for fiscal year 1994-1995 and not  
24 expended by June 30, 1996, shall not revert but shall be held  
25 by the department for funding, with local matching funds, the  
26 targeted small business incubator in Des Moines for the fiscal  
27 year beginning July 1, 1996, and ending June 30, 1997.

28 f. Insurance economic development

29 There is appropriated from moneys collected by the division  
30 of insurance in excess of the anticipated gross revenues under  
31 section 505.7, subsection 3, to the department for the fiscal  
32 year beginning July 1, 1996, and ending June 30, 1997, the  
33 following amount, or so much thereof as is necessary, for  
34 insurance economic development and international insurance  
35 economic development:

1 ..... \$ 200,000

2 3. COMMUNITY DEVELOPMENT DIVISION

3 a. Community assistance

4 For salaries, support, maintenance, miscellaneous purposes,

5 and for not more than the following full-time equivalent

6 positions for administration of the community economic

7 preparedness program, the Iowa community betterment program,

8 and the city development boards:

9 ..... \$ 578,943

10 ..... FTEs 8.50

11 There is also appropriated from the rural community 2000

12 program revolving fund established in section 15.287 to the

13 community assistance program for the purposes of the community

14 economic preparedness program:

15 ..... \$ 50,000

16 b. Main street/rural main street program

17 For salaries and support for not more than the following

18 full-time equivalent positions:

19 ..... \$ 413,530

20 ..... FTEs 3.00

21 Notwithstanding section 8.33, moneys committed to grantees

22 under contract from the general fund of the state that remain

23 unexpended on June 30 of the fiscal year shall not revert to

24 any fund but shall be available for expenditure for purposes

25 of the contract during the succeeding fiscal year.

26 c. Rural development program

27 For salaries, support, maintenance, miscellaneous purposes,

28 for not more than the following full-time equivalent positions

29 for rural resource coordination, rural community leadership,

30 and the rural enterprise fund and for allocating \$125,000 for

31 the purposes of the microbusiness rural enterprise assistance

32 program under section 15.114:

33 ..... \$ 736,181

34 ..... FTEs 4.50

35 There is also appropriated from the rural community 2000

1 program revolving fund established in section 15.287 to the  
2 rural development program for the purposes of the program  
3 including the rural enterprise fund and collaborative skills  
4 development training:

5 ..... \$ 351,000

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

13 d. Community development block grant and HOME

14 For administration and related federal housing and urban  
15 development grant administration for salaries, support,  
16 maintenance, miscellaneous purposes, for not more than the  
17 following full-time equivalent positions and for directing 50  
18 percent of the community development and home funds received  
19 to councils of governments on a per capita basis for local  
20 projects consistent with the purposes of those programs:

21 ..... \$ 403,974

22 ..... FTEs 18.75

23 Notwithstanding section 8.33, moneys committed to councils  
24 of governments under this lettered paragraph which remain  
25 unexpended on June 30 of the fiscal year shall not revert to  
26 the general fund but shall remain available for expenditure  
27 for projects consistent with the community development block  
28 grant and HOME programs during the succeeding fiscal year.

29 e. Councils of governments

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

1 ..... \$ 178,000

2 f. Councils of Governments

3 For distributing on a per capita basis to each council of  
4 governments:

5 ..... \$ 125,000

6 g. Housing development fund

7 For providing technical assistance to communities of all  
8 sizes and local financial institutions to help meet local  
9 housing needs and to provide and transfer matching funds for  
10 the HOME program:

11 ..... \$ 1,300,000

12 4. INTERNATIONAL DIVISION

13 a. International trade operations

14 For salaries, support, maintenance, miscellaneous purposes,  
15 for not more than the following full-time equivalent  
16 positions, and for allocating \$100,000 to promote trade  
17 opportunities in Korea and the Pacific rim:

18 ..... \$ 1,027,950

19 ..... FTEs 7.00

20 The department shall privatize international trade and  
21 export assistance programs by June 30, 1997. The department  
22 shall contract with a business and trade association that  
23 represents a broad segment of Iowa business and industry to  
24 promote international trade and export enhancement efforts for  
25 Iowa businesses. The contract will contain benchmarks and  
26 performance measures which the department shall monitor. The  
27 contract shall also require the association to provide an  
28 annual performance report to the international division of the  
29 department.

30 b. Foreign trade offices

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

34 ..... \$ 595,250

35 c. Export trade assistance program

1 For export trade activities, including a program to  
2 encourage and increase participation in trade shows and trade  
3 missions by providing financial assistance to businesses for a  
4 percentage of their costs of participating in trade shows and  
5 trade missions, by providing for the lease/sublease of  
6 showcase space in existing world trade centers, by providing  
7 temporary office space for foreign buyers, international  
8 prospects, and potential reverse investors, and by providing  
9 other promotional and assistance activities, including  
10 salaries and support for not more than the following full-time  
11 equivalent positions:

12 ..... \$ 275,000  
13 ..... FTEs 0.25

14 d. Agricultural product advisory council

15 For support, maintenance, and miscellaneous purposes:

16 ..... \$ 1,300

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

24 ..... \$ 100,000

25 5. TOURISM DIVISION

26 a. Tourism operations

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

32 ..... \$ 725,212  
33 ..... FTEs 17.77

34 b. Tourism advertising

35 For contracting exclusively for tourism advertising for in-

1 state and out-of-state tourism marketing services, tourism  
2 promotion programs, electronic media, print media, and printed  
3 materials and for making available one-half of the moneys  
4 appropriated in this lettered paragraph to councils of  
5 governments on a per capita basis for funding local and  
6 regional tourism groups:

7 ..... \$ 2,687,000

8 The department shall not use the moneys appropriated in  
9 this lettered paragraph, unless the department develops  
10 public-private partnerships with Iowa businesses in the  
11 tourism industry, Iowa tour groups, Iowa tourism  
12 organizations, and political subdivisions in this state to  
13 assist in the development of advertising efforts. The  
14 department shall, to the fullest extent possible, develop  
15 cooperative efforts for advertising with contributions from  
16 other sources.

17 6. BUSINESS CONSORTIA AND SUPPLIER NETWORK TRAINING

18 For deposit in the workforce development fund for training  
19 directed at specific needs of businesses involved with  
20 business consortia and supplier networks on the condition that  
21 training shall not be provided to a business which uses  
22 outsourcing:

23 ..... \$ 150,000

24 Sec. 2. Notwithstanding section 15E.120, subsections 5, 6,  
25 and 7, and section 15.287, there is appropriated from the Iowa  
26 community development loan fund all the moneys available  
27 during the fiscal year beginning July 1, 1996, and ending June  
28 30, 1997, to the department of economic development for the  
29 rural development program to be used by the department for the  
30 purposes of the program.

31 Sec. 3. Notwithstanding section 15.251, subsection 2,  
32 there is appropriated from the job training fund to the  
33 department of economic development for the fiscal year  
34 beginning July 1, 1996, and ending June 30, 1997, the  
35 following amounts, or so much thereof as is necessary, to be

1 used for the purposes designated:

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

5 .....	\$	160,000
6 .....	FTEs	2.40

7 Appropriations to the department of economic development  
8 for administration of chapter 260E and the department of  
9 employment services for the target alliance program shall be  
10 funded on a proportional basis if receipts to the job training  
11 fund are insufficient to fund both appropriations in their  
12 entirety.

13 Sec. 4. Of all funds appropriated to or receipts credited  
14 to the job training fund created in section 260F.6, subsection  
15 1, up to \$125,000 for the fiscal year beginning July 1, 1996,  
16 and ending June 30, 1997, and some or all of the full-time  
17 equivalent positions may be used for the administration of the  
18 Iowa small business new job training Act.

19 Sec. 5. Notwithstanding section 8.33, funds remaining  
20 unobligated on June 30, 1996, in the Wallace technology  
21 transfer foundation shall be used by the department to develop  
22 a strategic plan for technology transfer and to support  
23 technology transfer.

24 Sec. 6. The Iowa seed capital corporation shall not make  
25 any new investments after June 30, 1996. The portfolio of  
26 investments held by the seed capital corporation on June 30,  
27 1996, shall be transferred to a private entity for management  
28 of the investments. Notwithstanding section 8.33, funds  
29 remaining unobligated in the Iowa seed capital corporation  
30 fund at the close of fiscal year 1995-1996 shall be  
31 transferred to the housing program fund created in section  
32 16.40.

33 Sec. 7. 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, 1996, and ending June

1 30, 1997, 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, and for not  
5 more than the following full-time equivalent positions:

6 ..... \$ 1,216,245  
7 ..... FTEs 5.80

8 2. For funding the institute for physical research and  
9 technology, allocating \$142,212 for a new technology transfer  
10 program, and for not more than the following full-time  
11 equivalent positions:

12 ..... \$ 4,266,819  
13 ..... FTEs 46.42

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

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

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

5 Sec. 8. There is appropriated from the general fund of the  
6 state to the state university of Iowa for the fiscal year  
7 beginning July 1, 1996, and ending June 30, 1997, the  
8 following amount, or so much thereof as is necessary, to be  
9 used for the purpose designated:

10 For funding the advanced drug development program at the  
11 Oakdale research park and for not more than the following  
12 full-time equivalent positions:

13 .....	\$	319,169
14 .....	FTEs	2.85

15 The board of regents shall submit a report on the progress  
16 of regents institutions in meeting the strategic plan for  
17 technology transfer and economic development to the  
18 chairpersons of the joint appropriations subcommittee on  
19 economic development, the joint appropriations subcommittee on  
20 education, the majority leader and minority leader of the  
21 senate, the majority and minority leaders of the house of  
22 representatives, the secretary of the senate, the chief clerk  
23 of the house of representatives, and the legislative fiscal  
24 bureau by December 1, 1996.

25 Sec. 9. DEPARTMENT OF EMPLOYMENT SERVICES. There is  
26 appropriated from the general fund of the state, to the  
27 department of employment services for the fiscal year  
28 beginning July 1, 1996, and ending June 30, 1997, the  
29 following amounts, or so much thereof as is necessary, for the  
30 purposes designated, including that the department of  
31 employment services, the department of personnel, and the  
32 department of management shall ensure that all nonsupervisory  
33 full-time equivalent positions authorized and funded for the  
34 department of employment services in this section will be  
35 utilized during the fiscal year beginning July 1, 1996, and

1 ending June 30, 1997, and during future fiscal years, and will  
2 not be held vacant, to ensure that the backlog of cases in  
3 that department will be reduced as rapidly as possible:

4 1. DIVISION OF LABOR SERVICES

5 For salaries, support, maintenance, miscellaneous purposes,  
6 and for not more than the following full-time equivalent  
7 positions contingent upon the enactment of section 11 of this  
8 Act and the provision which requires moneys appropriated from  
9 the special employment security contingency fund to first be  
10 used to fully fund the appropriation of \$296,000 to the  
11 division of labor services in subsection 1 of section 12 of  
12 this Act prior to funding the appropriation in section 12 of  
13 this Act to the division of industrial services:

14 ..... \$ 2,554,542  
15 ..... FTEs 85.50

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

20 2. DIVISION OF INDUSTRIAL SERVICES

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

24 ..... \$ 2,131,389  
25 ..... FTEs 33.00

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

30 ..... \$ 141,606  
31 ..... FTEs 1.00

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

35 ..... \$ 400,000

1 5. For salaries, support, maintenance, miscellaneous  
 2 purposes for collection of labor market information, and for  
 3 not more than the following full-time equivalent positions:  
 4 ..... \$ 173,250  
 5 ..... FTEs 3.20

6 6. For salaries, support, maintenance, and miscellaneous  
 7 purposes for the mentoring project for family investment  
 8 program participants, and for not more than the following  
 9 full-time equivalent positions:  
 10 ..... \$ 72,000  
 11 ..... FTEs 1.50

12 7. a. Youth workforce programs  
 13 For purposes of the conservation corps, including salary,  
 14 support, maintenance, and miscellaneous purposes, and for not  
 15 more than the following full-time equivalent positions, and  
 16 for allocating \$750,000 for the summer youth program to serve  
 17 youth in areas with high juvenile crime rates and high  
 18 minority populations in cities with populations exceeding  
 19 66,500 according to the 1990 census:

20 ..... \$ 1,693,661  
 21 ..... FTEs 2.40

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 b. Workforce investment program  
 28 For allocating \$425,000 for funding, to the extent  
 29 possible, the currently existing high technology  
 30 apprenticeship programs, under section 260C.44 at the  
 31 community colleges, and for the purposes of the workforce  
 32 investment program, for a competitive grant program by the  
 33 department for projects that increase Iowa's pool of available  
 34 labor via training and support services with priority given to  
 35 projects which serve displaced homemakers or welfare

1 recipients, including salaries and support:

2 ..... \$ 903,000

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

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

12 c. Labor management councils

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

16 ..... \$ 100,338

17 ..... FTEs 0.50

18 Notwithstanding section 8.33, moneys committed to grantees  
19 under contract that remain unexpended on June 30 of the fiscal  
20 year shall not revert to any fund but shall be available for  
21 expenditure for purposes of the contract during the succeeding  
22 fiscal year. The department shall not use moneys appropriated  
23 in this lettered paragraph for grants to grantees who do not  
24 facilitate the active participation of labor as members of  
25 labor management councils or who fail to make a good faith  
26 effort to either schedule meetings during nonworking hours or  
27 obtain voluntary agreements with employers to allow employees  
28 time off to attend labor management council meetings with no  
29 loss of pay or other benefits.

30 Sec. 10. Notwithstanding section 15.251, subsection 2,  
31 there is appropriated from the job training fund to the  
32 department of employment services for the fiscal year  
33 beginning July 1, 1996, and ending June 30, 1997, the  
34 following amount, or so much thereof as is necessary, to be  
35 used for the purpose designated:

1 For the target alliance program:

2 ..... \$ 30,000

3 Sec. 11. ADMINISTRATIVE CONTRIBUTION SURCHARGE FUND.

4 There is appropriated from the administrative contribution  
5 surcharge fund of the state to the department of employment  
6 services for the fiscal year beginning July 1, 1996, and  
7 ending June 30, 1997, the following amount, or so much thereof  
8 as is necessary, for the purposes designated:

9 DIVISION OF JOB SERVICE

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

14 ..... \$ 6,310,000

15 ..... FTEs 141.54

16 1. The department of employment services shall provide  
17 services throughout the fiscal year beginning July 1, 1996,  
18 and ending June 30, 1997, in all communities in which  
19 workforce centers are operating on July 1, 1993. However,  
20 this provision shall not prevent the consolidation of multiple  
21 offices within the same city or the colocation of workforce  
22 centers with another public agency.

23 2. The division of industrial services shall not reduce  
24 the number of scheduled hearings of contested cases or  
25 eliminate the venue of such hearings, as established by the  
26 division for the period beginning January 1, 1996, and ending  
27 January 20, 1997. The division shall also establish a  
28 substantially similar schedule for such hearings for the  
29 period beginning January 20, 1997, and ending June 30, 1997.  
30 The division shall report to the legislative fiscal bureau  
31 concerning any modification of the established schedule, or  
32 any changes which the division determines are necessary in  
33 establishing the schedule for the period beginning January 20,  
34 1997, and ending June 30, 1997.

35 3. The division shall continue charging a \$65 filing fee

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

6 Sec. 12. EMPLOYMENT SECURITY CONTINGENCY FUND. There is  
7 appropriated from the special employment security contingency  
8 fund to the department of employment services for the fiscal  
9 year beginning July 1, 1996, and ending June 30, 1997, the  
10 following amounts, or so much thereof as is necessary, for the  
11 purposes designated and subject to the requirement that the  
12 appropriation to the division of labor services under this  
13 section be fully funded from the special employment security  
14 contingency fund prior to any amounts being used to fund the  
15 appropriation made to the division of industrial services  
16 under this section:

17 1. DIVISION OF LABOR SERVICES

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

20 ..... \$ 296,000

21 2. DIVISION OF INDUSTRIAL SERVICES

22 For salaries, support, maintenance, and miscellaneous  
23 purposes:

24 ..... \$ 175,000

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

27 Sec. 13. PUBLIC EMPLOYMENT RELATIONS BOARD. There is  
28 appropriated from the general fund of the state to the public  
29 employment relations board for the fiscal year beginning July  
30 1, 1996, and ending June 30, 1997, the following amount, or so  
31 much thereof as is necessary, for the purposes designated:

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

35 ..... \$ 777,164

1 ..... FTEs 12.80

2 Sec. 14. There is appropriated from the general fund of  
3 the state to the Iowa finance authority for the fiscal year  
4 beginning July 1, 1996, and ending June 30, 1997, the  
5 following amount, or so much thereof as is necessary, to be  
6 used for the purpose designated:

7 For deposit in the housing improvement fund created in  
8 section 16.100 for purposes of the fund:

9 ..... \$ 700,000

10 Sec. 15. NEW SECTION. 15.113 ECONOMIC DEVELOPMENT  
11 ASSISTANCE -- REPORT.

12 The business development division of the department shall  
13 provide a report to the general assembly by January 15 of each  
14 year regarding all assistance or benefits provided under the  
15 community economic betterment program, the new jobs and income  
16 program, and the Iowa industrial new jobs training Act. The  
17 report shall contain a breakdown of each type and amount of  
18 assistance received by each business, including local and  
19 state tax abatements, grants, loans, and job-training moneys.  
20 The department shall coordinate this report with the  
21 department of revenue and finance, the department of  
22 employment services, and the department of education.

23 Sec. 16. NEW SECTION. 15.114 MICROBUSINESS RURAL  
24 ENTERPRISE ASSISTANCE.

25 1. As used in this section:

26 a. "Department" means the department of economic  
27 development.

28 b. "Microbusiness" or "microbusiness enterprise" means a  
29 business producing services with five or fewer full-time  
30 equivalent employee positions and with assistance requirements  
31 of not more than twenty-five thousand dollars.

32 c. "Microbusiness organization" means a nonprofit  
33 corporation organized under chapter 504A which is exempt from  
34 taxation pursuant to section 501(c) of the Internal Revenue  
35 Code and which has a principal mission of actively engaging in

1 microbusiness development, training, technical assistance, and  
2 capital access for the start-up or expansion of  
3 microbusinesses.

4 2. The department shall contract with a microenterprise  
5 organization actively engaged in microbusiness enterprise to  
6 assist in the establishment of this program. In order to  
7 qualify for the contract, the microenterprise organization  
8 shall do all of the following:

9 a. Demonstrate a past performance of and a capacity to  
10 successfully engage in microbusiness development.

11 b. Have a statewide commitment to and focus on  
12 microbusiness development.

13 c. Provide training and technical assistance.

14 d. Demonstrate an ability to provide access to capital for  
15 start-up or expansion of a microbusiness.

16 e. Have established linkages with financial institutions.

17 f. Demonstrate an ability to provide follow-up technical  
18 assistance after a microbusiness start-up or expansion.

19 3. Moneys allocated pursuant to this section which remain  
20 unexpended or unobligated at the end of a fiscal year shall  
21 remain available to the department to support the assistance  
22 program or may be credited to the value-added agricultural  
23 products and processes financial assistance fund created in  
24 section 15E.112 and shall not revert notwithstanding section  
25 8.33.

26 4. The department shall submit a report in accordance with  
27 section 7A.11 not later than November 1 of each year detailing  
28 the activities of the microenterprise organization and  
29 describing the success of the project.

30 Sec. 17. Section 15.313, subsection 2, Code 1995, is  
31 amended by adding the following new paragraphs:

32 NEW PARAGRAPH. g. The entrepreneurs with disabilities  
33 program, which provides technical and financial assistance to  
34 help persons with disabilities become self-sufficient and  
35 create additional employment opportunities by establishing or

1 expanding small business ventures.

2 NEW PARAGRAPH. h. The job opportunities for persons with  
3 disabilities program, which provides service and technical  
4 assistance to rehabilitation organizations or agencies that  
5 create, expand, or spin off business ventures for persons with  
6 disabilities.

7 Sec. 18. Section 15.343, Code Supplement 1995, is amended  
8 by adding the following new subsection:

9 NEW SUBSECTION. 4. Funds provided through the workforce  
10 development fund shall not be used to fund out-of-state travel  
11 or drug testing.

12 Sec. 19. NEW SECTION. 15A.4 COMPETITIVE PROGRAMS -- GOOD  
13 NEIGHBOR AGREEMENT -- ADDITIONAL CONSIDERATION.

14 For any program providing financial assistance for economic  
15 development in which the assistance is provided on a  
16 competitive basis, a business which enters into a good  
17 neighbor agreement shall receive extra consideration of at  
18 least ten points or the equivalent. A good neighbor agreement  
19 is an agreement by the business to provide a report containing  
20 the results of the business's water and air discharge  
21 analyses, efforts to reduce air and water pollution, and  
22 efforts to mitigate noise, light, hazardous material storage,  
23 transportation, and traffic problems and to maintain a file of  
24 all public environmental and occupational safety and health  
25 documents filed with the federal and state agencies related to  
26 the local facility of the business.

27 A business which fails to abide by the good neighbor  
28 agreement shall repay all financial assistance received under  
29 the program.

30 Sec. 20. Section 159A.7, subsection 3, Code 1995, is  
31 amended to read as follows:

32 3. Until July 1, 2000, moneys shall be deposited in the  
33 fund as provided in section 423.24. Not more than ~~one-and~~  
34 ~~one-half~~ four percent of the total moneys available to support  
35 value-added agricultural products and processes pursuant to

1 section 423.24 shall be allocated to the department for  
2 administration of the office.

3 Sec. 21. Section 260E.3, Code Supplement 1995, is amended  
4 by adding the following new subsection:

5 NEW SUBSECTION. 6. An agreement to establish or modify a  
6 project shall provide that funds for the project shall not be  
7 used for out-of-state travel or drug testing.

8 Sec. 22. Section 260F.3, Code 1995, is amended by adding  
9 the following new subsection:

10 NEW SUBSECTION. 9. An agreement to establish or modify a  
11 project shall provide that funds for the project shall not be  
12 used for out-of-state travel or drug testing.

13 Sec. 23. Notwithstanding sections 15.108, 15.224 through  
14 15.230, 15.347, 15.348, and 239.22, the department of  
15 employment services shall administer the following programs:  
16 job training partnership Act, Iowa conservation corps,  
17 americorps, mentoring for PROMISE JOBS, food stamp employment  
18 and training, and the labor/management co-op programs.

19 Sec. 24. FEDERAL GRANTS. All federal grants to and the  
20 federal receipts of agencies appropriated funds under this  
21 Act, not otherwise appropriated, are appropriated for the  
22 purposes set forth in the federal grants or receipts unless  
23 otherwise provided by the general assembly.

24 EXPLANATION

25 This bill makes appropriations and transfers from the  
26 general fund and other funds to the department of economic  
27 development, the Iowa finance authority, the insurance  
28 division of the department of commerce, the university of  
29 Iowa, Iowa state university, the department of employment  
30 services, and the public employment relations board.

31 The bill also provides as follows:

32 1. The business development division of the department of  
33 economic development is to provide a report to the general  
34 assembly regarding all assistance and benefits provided under  
35 the community economic betterment program, the now jobs and

1 income program, and the Iowa industrial new jobs training Act  
2 (chapter 260E).

3 2. A microenterprise rural enterprise assistance program  
4 is established. The program is designed to provide assistance  
5 to rural small businesses of five or fewer employees.

6 3. Two new programs are added to those which may be funded  
7 through the strategic investment fund, the entrepreneurs with  
8 disabilities program and the job opportunities for persons  
9 with disabilities program.

10 4. Funds provided under the workforce development fund or  
11 chapter 260E or 260F (small business new jobs training) shall  
12 not be used for drug testing or out-of-state travel.

13 5. Any business seeking competitively awarded economic  
14 development financing assistance shall receive additional  
15 consideration if it enters into a good neighbor agreement  
16 regarding pollution mitigation efforts which shall be open to  
17 public inspection.

18 6. The amount which may be spent for administration of the  
19 office of renewable fuels and coproducts is increased from 1.5  
20 to 4 percent of the total moneys available to support value-  
21 added agricultural products and processes.

22 7. The job training partnership Act, Iowa conservation  
23 corps, Americorps, mentoring for PROMISE JOBS, food stamp  
24 employment and training, and the labor/management coop  
25 programs are to be administered by the department of  
26 employment services.

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## SENATE FILE 2443

S-5263

1 Amend Senate File 2443 as follows:  
2 1. Page 17, by striking lines 12 through 22 and  
3 inserting the following: "In order for the general  
4 assembly to have accurate and complete information  
5 regarding expenditures for economic development and  
6 job training incentives and to respond to the job  
7 training needs of Iowa workers, the department shall  
8 report to the general assembly by January 15 of each  
9 year regarding all assistance or benefits provided  
10 under the community economic betterment program, the  
11 new jobs and income program, and the Iowa industrial  
12 new jobs training Act during the previous calendar  
13 year. The report shall identify by company name each  
14 individual business receiving any assistance or  
15 benefits and shall contain a breakdown by company name  
16 of the amount of assistance or benefits provided to  
17 each individual business, including the amount of  
18 local and state tax abatements, grants, loans, on-the-  
19 job and customized job training moneys received, and  
20 the actual or estimated tax credits taken."  
21 2. Page 19, by inserting after line 6, the  
22 following:  
23 "Sec. \_\_\_\_ . NEW SECTION. 15.328 PUBLIC RECORDS.  
24 Notwithstanding any other provision of the Code to  
25 the contrary, applications from businesses and  
26 communities and application files maintained by the  
27 department are public records. All details of an  
28 award under this part shall be disclosed to the public  
29 at the time public notice of the award is given."  
30 3. Page 19, by striking lines 19 through 26 and  
31 inserting the following: "is an enforceable contract  
32 between the business and a community group or  
33 coalition of community groups which requires the  
34 business to adhere to negotiated environmental,  
35 economic, labor, or other social and community  
36 standards."  
37 4. Page 20, line 6, by inserting after the word  
38 "provide" the following: "that all funds allocated  
39 for job training, except administrative expenses,  
40 shall be used solely and exclusively for that purpose,  
41 and".  
42 5. Page 20, by inserting after line 23 the  
43 following:  
44 "Sec. \_\_\_\_ . PERFORMANCE AUDIT. The auditor of  
45 state shall conduct or cause to be conducted a  
46 performance audit of job training projects under the  
47 Iowa industrial new jobs training Act for at least the  
48 previous five years. The auditor shall report on the  
49 performance audit to the general assembly not later  
50 than January 15, 1997. The report shall contain at

S-5263

-1-

S-5263

Page 2

- 1 least the following:
- 2 1. The types of program services funded under the
- 3 program.
- 4 2. The type and quality of program services
- 5 actually provided.
- 6 3. The amount of job training actually provided,
- 7 if any.
- 8 4. The relative numbers of job training recipients
- 9 who are production versus management employees.
- 10 5. The demographic characteristics of recipients
- 11 of the job training, including but not limited to
- 12 gender, race, age, and disability status."
- 13 6. By renumbering as necessary.

By TOM VILSACK

S-5263 FILED MARCH 11, 1996

ADOPTED (P.717)

SENATE FILE 2443

S-5265

- 1 Amend Senate File 2443 as follows:
- 2 1. Page 5, by striking lines 17 through 20 and
- 3 inserting the following: "following full-time
- 4 equivalent positions:"
- 5 2. Page 5, by striking lines 23 through 28.

By WAYNE D. BENNETT

S-5265 FILED MARCH 11, 1996

LOST (P.716)

SENATE FILE 2443

S-5269

- 1 Amend Senate File 2443 as follows:
- 2 1. Page 3, line 19, by inserting after the word
- 3 "Iowa" the following: "and for allocating \$222,792 to
- 4 the self-employment loan program for the purposes of
- 5 the microbusiness rural enterprise assistance program
- 6 under section 15.114".

By TOM VILSACK

S-5269 FILED MARCH 11, 1996

ADOPTED (P.715)

SENATE FILE 2443

S-5270

- 1 Amend Senate File 2443 as follows:
- 2 1. Page 14, by inserting after line 2 the
- 3 following:
- 4 "..... FTES .90".

By TOM VILSACK

S-5270 FILED MARCH 11, 1996

ADOPTED (P.718)

*motion to R/c from floor lost 3-11-96 P.718*

SENATE FILE 2443

S-5273

- 1 Amend Senate File 2443 as follows:
- 2 1. Page 4, by striking lines 30 through 32 and
- 3 inserting the following: "and the rural enterprise
- 4 fund:".
- 5 2. Page 6, by striking lines 2 through 5.
- 6 3. Page 8, by inserting after line 16 the
- 7 following:
- 8 "c. Welcome center program
- 9 To implement the recommendations of the statewide
- 10 long-range plan for developing and operating welcome
- 11 centers throughout the state and for allocating
- 12 \$150,000 for the construction of a new welcome center:
- 13 ..... \$ 250,000"
- 14 4. By striking page 17, line 23, through page 18,
- 15 line 29.
- 16 5. By renumbering as necessary.

By O. GENE MADDOX

S-5273 FILED MARCH 11, 1996  
LOST (p. 716)

SENATE FILE 2443

S-5276

- 1 Amend Senate File 2443 as follows:
- 2 1. Page 8, by striking lines 3 through 6 and
- 3 inserting the following: "materials:"

By LYLE E. ZIEMAN

S-5276 FILED MARCH 11, 1996  
RULED OUT OF ORDER

(p. 717)

## SENATE FILE 2443

S-5253

- 1 Amend Senate File 2443 as follows:
  - 2 1. Page 5, line 19, by inserting after the word
  - 3 "governments" the following: "and counties not
  - 4 included in any council of governments".
- By TOM VILSACK

S-5253 FILED MARCH 11, 1996  
ADOPTED (P. 716)

## SENATE FILE 2443

S-5259

- 1 Amend Senate File 2443 as follows:
  - 2 1. Page 6, by striking lines 20 through 29.
- By DERRYL McLAREN  
ALLEN BORLAUG

S-5259 FILED MARCH 11, 1996  
LOST, FILED MOTION TO RECONSIDER, LOST (P. 717)

## SENATE FILE 2443

S-5249

- 1 Amend Senate File 2443 as follows:
  - 2 1. Page 3, by striking lines 17 through 19 and
  - 3 inserting the following: "equivalent positions:".
- By ALLEN BORLAUG

S-5249 FILED MARCH 11, 1996  
LOST (P. 715)

## SENATE FILE 2443

S-5252

- 1 Amend Senate File 2443 as follows:
  - 2 1. Page 8, by striking lines 3 through 6 and
  - 3 inserting the following: "materials and for making
  - 4 available up to one-half of the moneys appropriated in
  - 5 this lettered paragraph to regional tourism
  - 6 associations on a per capita basis for funding local
  - 7 and regional tourism projects and promotions:"
- By TOM VILSACK

S-5252 FILED MARCH 11, 1996  
ADOPTED

(P. 717)

SENATE FILE 2443

S-5279

1 Amend Senate File 2443 as follows:

2 1. Page 2, line 14, by inserting after the word  
3 "network," the following: "and".

4 2. Page 2, by striking lines 16 through 18 and  
5 inserting the following: "technology resource and  
6 technology access programs:"

7 3. Page 9, by inserting after line 18 the  
8 following:

9 "Sec. \_\_\_\_ . WALLACE TECHNOLOGY TRANSFER FOUNDATION.

10 There is appropriated from the general fund of the  
11 state to the Wallace technology transfer foundation  
12 for the fiscal year beginning July 1, 1996, and ending  
13 June 30, 1997, the following amount, or so much  
14 thereof as is necessary, to be used for the purposes  
15 designated:

16 For salaries, support, maintenance, miscellaneous  
17 purposes, for not more than the following full-time  
18 equivalent positions, and for allocating up to  
19 \$150,000 to the graphic arts center and up to \$100,000  
20 to the plastics technology center:

21 .....	\$	350,000
22 .....	FTEs	1.00

23 The Wallace technology transfer foundation board of  
24 directors shall review the operations of the  
25 foundation including the criteria used to determine  
26 whether projects are funded and the relationship of  
27 the foundation fund to appropriations to board of  
28 regents institutions for research."

29 4. Page 9, by striking lines 19 through 23.

30 5. By renumbering as necessary.

By ALLEN BORLAUG  
DERRYL McLAREN

S-5279 FILED MARCH 11, 1996  
LOST (P. 718)

SENATE FILE 2443

S-5280

1 Amend Senate File 2443 as follows:

2 1. Page 13, line 19, by striking the figure  
3 "66,500" and inserting the following: "50,000".

By DONALD B. REDFERN	ROBERT E. DVORSKY
MICHAEL E. GRONSTAL	JIM LIND
MARY NEUHAUSER	TOM FLYNN
MIKE CONNOLLY	

S-5280 FILED MARCH 11, 1996  
ADOPTED (P. 717)

H. 3/12/96 approved  
H. 3/14/96 Amended/Do Pass  
w/H-5419

Became an Amendment  
to SF 2470 + then  
Passed + Became Law

SENATE FILE 2443  
BY COMMITTEE ON APPROPRIATIONS

(SUCCESSOR TO SSB 2337)

(AS AMENDED AND PASSED BY THE SENATE MARCH 11, 1996)

- New Language by the Senate

Passed Senate, Date <sup>(p. 885)</sup> 3/20/96  
Vote: Ayes 63 Nays 34  
Approved \_\_\_\_\_

Passed House, Date <sup>(p. 1560)</sup> 5/1/96  
Vote: Ayes 28 Nays 21

A BILL FOR

1 An Act appropriating funds to the department of economic  
2 development, the Iowa finance authority, certain board of  
3 regents institutions, the public employment relations board,  
4 and the department of employment services, and making related  
5 statutory changes.

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

<sup>(P. 1131)</sup> Senate Conf.  
8 Velsack  
9 Hansen  
10 Bisignano  
11 Borlaug  
12 McHaren

House Conf. <sup>(P. 1124)</sup>  
Van Fossen  
Jung  
Baker  
Wise

2nd Conf. Comm.

15 Sent

House  
16 Millage  
17 Kipp  
18 Van Maanen  
19 Baker  
20 Wise

S.F. 2443

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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 1996, and ending June 30, 1997, on the condition that the  
5 department shall not use any moneys appropriated under this  
6 Act for further expansion of industrial site locator programs  
7 until the industrial site locator program at the university of  
8 northern Iowa is completed and fully implemented and the  
9 department and the university have reported to the general  
10 assembly on plans for coordination and cooperation between the  
11 department and the university, including access by the  
12 department to the database and technology of the university  
13 program, the following amounts, or so much thereof as is  
14 necessary, to be used for the purposes designated:

15 1. ADMINISTRATIVE SERVICES DIVISION

16 a. General administration

17 For salaries, support, maintenance, miscellaneous purposes,  
18 and for providing that a business receiving moneys from the  
19 department for the purpose of job creation shall make  
20 available ten percent of the new jobs created for promise jobs  
21 program participants who are qualified for the jobs and for  
22 not more than the following full-time equivalent positions:

23 .....	\$	945,502
24 .....	FTEs	22.00

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

33 b. Primary research and computer center

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

1 positions:

2 ..... \$ 335,185

3 ..... FTEs 5.50

4 c. Film office

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

7 positions:

8 ..... \$ 199,341

9 ..... FTEs 2.00

10 2. BUSINESS DEVELOPMENT DIVISION

11 a. Business development operations

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

14 for allocating \$495,000 to the heartland technology network,

15 \$90,000 to be divided between manufacturing modernization

16 technology resource and technology access programs, \$150,000

17 to the graphic arts center, and \$100,000 to the plastics

18 technology center:

19 ..... \$ 3,849,775

20 ..... FTEs 17.00

21 b. Small business programs

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

24 positions for the small business program, the small business

25 advisory council, and targeted small business program:

26 ..... \$ 653,756

27 ..... FTEs 6.00

28 c. Federal procurement office

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

31 positions:

32 ..... \$ 96,492

33 ..... FTEs 3.00

34 Notwithstanding section 8.33, moneys remaining unencumbered  
35 or unobligated on June 30, 1997, shall not revert and shall be

1 available for expenditure during the fiscal year beginning  
2 July 1, 1997, for the same purposes.

3 d. Strategic investment fund

4 For deposit in the strategic investment fund for the  
5 purposes of the fund including providing funds for use in  
6 making awards from the community economic betterment account  
7 which, if under \$500,000, must be to businesses able to pay  
8 100 percent of the average county wage within two years of  
9 project initiation, and which, if \$500,000 or over, must be to  
10 businesses able to pay at least 130 percent of the average  
11 county wage, for providing that the wage cap in high wage  
12 counties tied to an appropriate inflator for determining  
13 eligibility for awards, and for reporting on the progress made  
14 by the department in making the community economic betterment  
15 program a self-sustaining, revolving loan program, and for  
16 salaries, support, not more than the following full-time  
17 equivalent positions, and for allocating \$500,000 to a new  
18 competitive grant program for innovative programs designed to  
19 increase per capita income in Iowa and for allocating \$222,792  
20 to the self-employment loan program for the purposes of the  
21 microbusiness rural enterprise assistance program under  
22 section 15.114:

23 .....	\$	6,231,151
24 .....	FTEs	10.50

25 e. Targeted small business incubator

26 Moneys appropriated for fiscal year 1994-1995 and not  
27 expended by June 30, 1996, shall not revert but shall be held  
28 by the department for funding, with local matching funds, the  
29 targeted small business incubator in Des Moines for the fiscal  
30 year beginning July 1, 1996, and ending June 30, 1997.

31 f. Insurance economic development

32 There is appropriated from moneys collected by the division  
33 of insurance in excess of the anticipated gross revenues under  
34 section 505.7, subsection 3, to the department for the fiscal  
35 year beginning July 1, 1996, and ending June 30, 1997, the

1 following amount, or so much thereof as is necessary, for  
2 insurance economic development and international insurance  
3 economic development:

4 ..... \$ 200,000

5 3. COMMUNITY DEVELOPMENT DIVISION

6 a. Community assistance

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

12 ..... \$ 578,943

13 ..... FTEs 8.50

14 There is also appropriated from the rural community 2000  
15 program revolving fund established in section 15.287 to the  
16 community assistance program for the purposes of the community  
17 economic preparedness program:

18 ..... \$ 50,000

19 b. Main street/rural main street program

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

22 ..... \$ 413,530

23 ..... FTEs 3.00

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

29 c. Rural development program

30 For salaries, support, maintenance, miscellaneous purposes,  
31 for not more than the following full-time equivalent positions  
32 for rural resource coordination, rural community leadership,  
33 and the rural enterprise fund and for allocating \$125,000 for  
34 the purposes of the microbusiness rural enterprise assistance  
35 program under section 15.114:

1 ..... \$ 736,181

2 ..... FTEs 4.50

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

8 ..... \$ 351,000

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

16 d. Community development block grant and HOME

17 For administration and related federal housing and urban  
18 development grant administration for salaries, support,  
19 maintenance, miscellaneous purposes, for not more than the  
20 following full-time equivalent positions and for directing 50  
21 percent of the community development and home funds received  
22 to councils of governments and counties not included in any  
23 council of governments on a per capita basis for local  
24 projects consistent with the purposes of those programs:

25 ..... \$ 403,974

26 ..... FTEs 18.75

27 Notwithstanding section 8.33, moneys committed to councils  
28 of governments under this lettered paragraph which remain  
29 unexpended on June 30 of the fiscal year shall not revert to  
30 the general fund but shall remain available for expenditure  
31 for projects consistent with the community development block  
32 grant and HOME programs during the succeeding fiscal year.

33 e. Councils of governments

34 There is appropriated from the rural community 2000 program  
35 revolving fund established in section 15.287 to provide to

1 Iowa's councils of governments funds for planning and  
2 technical assistance funds to assist local governments to  
3 develop community development strategies for addressing long-  
4 term and short-term community needs:  
5 ..... \$ 178,000

6 f. Councils of Governments  
7 For distributing on a per capita basis to each council of  
8 governments:  
9 ..... \$ 125,000

10 g. Housing development fund  
11 For providing technical assistance to communities of all  
12 sizes and local financial institutions to help meet local  
13 housing needs and to provide and transfer matching funds for  
14 the HOME program:  
15 ..... \$ 1,300,000

16 4. INTERNATIONAL DIVISION  
17 a. International trade operations  
18 For salaries, support, maintenance, miscellaneous purposes,  
19 for not more than the following full-time equivalent  
20 positions, and for allocating \$100,000 to promote trade  
21 opportunities in Korea and the Pacific rim:  
22 ..... \$ 1,027,950  
23 ..... FTEs 7.00

24 The department shall privatize international trade and  
25 export assistance programs by June 30, 1997. The department  
26 shall contract with a business and trade association that  
27 represents a broad segment of Iowa business and industry to  
28 promote international trade and export enhancement efforts for  
29 Iowa businesses. The contract will contain benchmarks and  
30 performance measures which the department shall monitor. The  
31 contract shall also require the association to provide an  
32 annual performance report to the international division of the  
33 department.

34 b. Foreign trade offices  
35 For salaries, support, maintenance, miscellaneous purposes,

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

3 ..... \$ 595,250

4 c. Export trade assistance program

5 For export trade activities, including a program to  
6 encourage and increase participation in trade shows and trade  
7 missions by providing financial assistance to businesses for a  
8 percentage of their costs of participating in trade shows and  
9 trade missions, by providing for the lease/sublease of  
10 showcase space in existing world trade centers, by providing  
11 temporary office space for foreign buyers, international  
12 prospects, and potential reverse investors, and by providing  
13 other promotional and assistance activities, including  
14 salaries and support for not more than the following full-time  
15 equivalent positions:

16 ..... \$ 275,000

17 ..... FTEs 0.25

18 d. Agricultural product advisory council

19 For support, maintenance, and miscellaneous purposes:

20 ..... \$ 1,300

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

28 ..... \$ 100,000

29 5. TOURISM DIVISION

30 a. Tourism operations

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

1 ..... \$ 725,212  
2 ..... FTEs 17.77

3 b. Tourism advertising

4 For contracting exclusively for tourism advertising for in-  
5 state and out-of-state tourism marketing services, tourism  
6 promotion programs, electronic media, print media, and printed  
7 materials and for making available up to one-half of the  
8 moneys appropriated in this lettered paragraph to regional  
9 tourism associations on a per capita basis for funding local  
10 and regional tourism projects and promotions:

11 ..... \$ 2,687,000

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

21 6. BUSINESS CONSORTIA AND SUPPLIER NETWORK TRAINING

22 For deposit in the workforce development fund for training  
23 directed at specific needs of businesses involved with  
24 business consortia and supplier networks on the condition that  
25 training shall not be provided to a business which uses  
26 outsourcing:

27 ..... \$ 150,000

28 Sec. 2. Notwithstanding section 15E.120, subsections 5, 6,  
29 and 7, and section 15.287, there is appropriated from the Iowa  
30 community development loan fund all the moneys available  
31 during the fiscal year beginning July 1, 1996, and ending June  
32 30, 1997, to the department of economic development for the  
33 rural development program to be used by the department for the  
34 purposes of the program.

35 Sec. 3. Notwithstanding section 15.251, subsection 2,

1 there is appropriated from the job training fund to the  
2 department of economic development for the fiscal year  
3 beginning July 1, 1996, and ending June 30, 1997, the  
4 following amounts, or so much thereof as is necessary, to be  
5 used for the purposes designated:

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

9 .....	\$	160,000
10 .....	FTEs	2.40

11 Appropriations to the department of economic development  
12 for administration of chapter 260E and the department of  
13 employment services for the target alliance program shall be  
14 funded on a proportional basis if receipts to the job training  
15 fund are insufficient to fund both appropriations in their  
16 entirety.

17 Sec. 4. Of all funds appropriated to or receipts credited  
18 to the job training fund created in section 260F.6, subsection  
19 1, up to \$125,000 for the fiscal year beginning July 1, 1996,  
20 and ending June 30, 1997, and some or all of the full-time  
21 equivalent positions may be used for the administration of the  
22 Iowa small business new job training Act.

23 Sec. 5. Notwithstanding section 8.33, funds remaining  
24 unobligated on June 30, 1996, in the Wallace technology  
25 transfer foundation shall be used by the department to develop  
26 a strategic plan for technology transfer and to support  
27 technology transfer.

28 Sec. 6. The Iowa seed capital corporation shall not make  
29 any new investments after June 30, 1996. The portfolio of  
30 investments held by the seed capital corporation on June 30,  
31 1996, shall be transferred to a private entity for management  
32 of the investments. Notwithstanding section 8.33, funds  
33 remaining unobligated in the Iowa seed capital corporation  
34 fund at the close of fiscal year 1995-1996 shall be  
35 transferred to the housing program fund created in section

1 16.40.

2 Sec. 7. There is appropriated from the general fund of the  
3 state to the Iowa state university of science and technology  
4 for the fiscal year beginning July 1, 1996, and ending June  
5 30, 1997, the following amounts, or so much thereof as is  
6 necessary, to be used for the purposes designated:

7 1. For funding and maintaining in their current locations  
8 the existing small business development centers, and for not  
9 more than the following full-time equivalent positions:

10 .....	\$	1,216,245
11 .....	FTEs	5.80

12 2. For funding the institute for physical research and  
13 technology, allocating \$142,212 for a new technology transfer  
14 program, and for not more than the following full-time  
15 equivalent positions:

16 .....	\$	4,266,819
17 .....	FTEs	46.42

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

33 Iowa state university shall report annually to the joint  
34 appropriations subcommittee or economic development of the  
35 senate and house appropriations committees the total amounts

1 of private contributions, the proportion of contributions from  
2 small businesses and other businesses, and the proportion for  
3 directed contract research and nondirected research of benefit  
4 to Iowa businesses and industrial sectors.

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

9 Sec. 8. There is appropriated from the general fund of the  
10 state to the state university of Iowa for the fiscal year  
11 beginning July 1, 1996, and ending June 30, 1997, the  
12 following amount, or so much thereof as is necessary, to be  
13 used for the purpose designated:

14 For funding the advanced drug development program at the  
15 Oakdale research park and for not more than the following  
16 full-time equivalent positions:

17 .....	\$	319,169
18 .....	FTEs	2.85

19 The board of regents shall submit a report on the progress  
20 of regents institutions in meeting the strategic plan for  
21 technology transfer and economic development to the  
22 chairpersons of the joint appropriations subcommittee on  
23 economic development, the joint appropriations subcommittee on  
24 education, the majority leader and minority leader of the  
25 senate, the majority and minority leaders of the house of  
26 representatives, the secretary of the senate, the chief clerk  
27 of the house of representatives, and the legislative fiscal  
28 bureau by December 1, 1996.

29 Sec. 9. DEPARTMENT OF EMPLOYMENT SERVICES. There is  
30 appropriated from the general fund of the state, to the  
31 department of employment services for the fiscal year  
32 beginning July 1, 1996, and ending June 30, 1997, the  
33 following amounts, or so much thereof as is necessary, for the  
34 purposes designated, including that the department of  
35 employment services, the department of personnel, and the

1 department of management shall ensure that all nonsupervisory  
2 full-time equivalent positions authorized and funded for the  
3 department of employment services in this section will be  
4 utilized during the fiscal year beginning July 1, 1996, and  
5 ending June 30, 1997, and during future fiscal years, and will  
6 not be held vacant, to ensure that the backlog of cases in  
7 that department will be reduced as rapidly as possible:

8 1. DIVISION OF LABOR SERVICES

9 For salaries, support, maintenance, miscellaneous purposes,  
10 and for not more than the following full-time equivalent  
11 positions contingent upon the enactment of section 11 of this  
12 Act and the provision which requires moneys appropriated from  
13 the special employment security contingency fund to first be  
14 used to fully fund the appropriation of \$296,000 to the  
15 division of labor services in subsection 1 of section 12 of  
16 this Act prior to funding the appropriation in section 12 of  
17 this Act to the division of industrial services:

18 ..... \$ 2,554,542  
19 ..... FTEs 85.50

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

24 2. DIVISION OF INDUSTRIAL SERVICES

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

28 ..... \$ 2,131,389  
29 ..... FTEs 33.00

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

34 ..... \$ 141,606  
35 ..... FTEs 1.00

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

4 ..... \$ 400,000

5 5. For salaries, support, maintenance, miscellaneous  
6 purposes for collection of labor market information, and for  
7 not more than the following full-time equivalent positions:

8 ..... \$ 173,250

9 ..... FTEs 3.20

10 6. For salaries, support, maintenance, and miscellaneous  
11 purposes for the mentoring project for family investment  
12 program participants, and for not more than the following  
13 full-time equivalent positions:

14 ..... \$ 72,000

15 ..... FTEs 1.50

16 7. a. Youth workforce programs

17 For purposes of the conservation corps, including salary,  
18 support, maintenance, and miscellaneous purposes, and for not  
19 more than the following full-time equivalent positions, and  
20 for allocating \$750,000 for the summer youth program to serve  
21 youth in areas with high juvenile crime rates and high  
22 minority populations in cities with populations exceeding  
23 50,000 according to the 1990 census:

24 ..... \$ 1,693,661

25 ..... FTEs 2.40

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

31 b. 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 workforce

1 investment program, for a competitive grant program by the  
2 department for projects that increase Iowa's pool of available  
3 labor via training and support services with priority given to  
4 projects which serve displaced homemakers or welfare  
5 recipients, including salaries and support:

6 .....	\$	903,000
7 .....	FTEs	.90

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

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

17 c. Labor management councils

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

21 .....	\$	100,338
22 .....	FTEs	0.50

23 Notwithstanding section 8.33, moneys committed to grantees  
24 under contract that remain unexpended on June 30 of the fiscal  
25 year shall not revert to any fund but shall be available for  
26 expenditure for purposes of the contract during the succeeding  
27 fiscal year. The department shall not use moneys appropriated  
28 in this lettered paragraph for grants to grantees who do not  
29 facilitate the active participation of labor as members of  
30 labor management councils or who fail to make a good faith  
31 effort to either schedule meetings during nonworking hours or  
32 obtain voluntary agreements with employers to allow employees  
33 time off to attend labor management council meetings with no  
34 loss of pay or other benefits.

35 Sec. 10. Notwithstanding section 15.251, subsection 2,

1 there is appropriated from the job training fund to the  
2 department of employment services for the fiscal year  
3 beginning July 1, 1996, and ending June 30, 1997, the  
4 following amount, or so much thereof as is necessary, to be  
5 used for the purpose designated:

6 For the target alliance program:  
7 ..... \$ 30,000

8 Sec. 11. ADMINISTRATIVE CONTRIBUTION SURCHARGE FUND.

9 There is appropriated from the administrative contribution  
10 surcharge fund of the state to the department of employment  
11 services for the fiscal year beginning July 1, 1996, and  
12 ending June 30, 1997, the following amount, or so much thereof  
13 as is necessary, for the purposes designated:

14 DIVISION OF JOB SERVICE

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

19 ..... \$ 6,310,000  
20 ..... FTEs 141.54

21 1. The department of employment services shall provide  
22 services throughout the fiscal year beginning July 1, 1996,  
23 and ending June 30, 1997, in all communities in which  
24 workforce centers are operating on July 1, 1993. However,  
25 this provision shall not prevent the consolidation of multiple  
26 offices within the same city or the colocation of workforce  
27 centers with another public agency.

28 2. The division of industrial services shall not reduce  
29 the number of scheduled hearings of contested cases or  
30 eliminate the venue of such hearings, as established by the  
31 division for the period beginning January 1, 1996, and ending  
32 January 20, 1997. The division shall also establish a  
33 substantially similar schedule for such hearings for the  
34 period beginning January 20, 1997, and ending June 30, 1997.  
35 The division shall report to the legislative fiscal bureau

1 concerning any modification of the established schedule, or  
2 any changes which the division determines are necessary in  
3 establishing the schedule for the period beginning January 20,  
4 1997, and ending June 30, 1997.

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

11 Sec. 12. EMPLOYMENT SECURITY CONTINGENCY FUND. There is  
12 appropriated from the special employment security contingency  
13 fund to the department of employment services for the fiscal  
14 year beginning July 1, 1996, and ending June 30, 1997, the  
15 following amounts, or so much thereof as is necessary, for the  
16 purposes designated and subject to the requirement that the  
17 appropriation to the division of labor services under this  
18 section be fully funded from the special employment security  
19 contingency fund prior to any amounts being used to fund the  
20 appropriation made to the division of industrial services  
21 under this section:

22 1. DIVISION OF LABOR SERVICES

23 For salaries, support, maintenance, and miscellaneous  
24 purposes:

25 ..... \$ 296,000

26 2. DIVISION OF INDUSTRIAL SERVICES

27 For salaries, support, maintenance, and miscellaneous  
28 purposes:

29 ..... \$ 175,000

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

32 Sec. 13. PUBLIC EMPLOYMENT RELATIONS BOARD. There is  
33 appropriated from the general fund of the state to the public  
34 employment relations board for the fiscal year beginning July  
35 1, 1996, and ending June 30, 1997, the following amount, or so

1 much thereof as is necessary, for the purposes designated:

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

5 .....	\$	777,164
6 .....	FTEs	12.80

7 Sec. 14. There is appropriated from the general fund of  
8 the state to the Iowa finance authority for the fiscal year  
9 beginning July 1, 1996, and ending June 30, 1997, the  
10 following amount, or so much thereof as is necessary, to be  
11 used for the purpose designated:

12 For deposit in the housing improvement fund created in  
13 section 16.100 for purposes of the fund:

14 .....	\$	700,000
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15 Sec. 15. NEW SECTION. 15.113 ECONOMIC DEVELOPMENT

16 ASSISTANCE -- REPORT. In order for the general assembly to  
17 have accurate and complete information regarding expenditures  
18 for economic development and job training incentives and to  
19 respond to the job training needs of Iowa workers, the  
20 department shall report to the general assembly by January 15  
21 of each year regarding all assistance or benefits provided  
22 under the community economic betterment program, the new jobs  
23 and income program, and the Iowa industrial new jobs training  
24 Act during the previous calendar year. The report shall  
25 identify by company name each individual business receiving  
26 any assistance or benefits and shall contain a breakdown by  
27 company name of the amount of assistance or benefits provided  
28 to each individual business, including the amount of local and  
29 state tax abatements, grants, loans, on-the-job and customized  
30 job training moneys received, and the actual or estimated tax  
31 credits taken.

32 Sec. 16. NEW SECTION. 15.114 MICROBUSINESS RURAL  
33 ENTERPRISE ASSISTANCE.

34 1. As used in this section:

35 a. "Department" means the department of economic

1 development.

2     b. "Microbusiness" or "microbusiness enterprise" means a  
3 business producing services with five or fewer full-time  
4 equivalent employee positions and with assistance requirements  
5 of not more than twenty-five thousand dollars.

6     c. "Microbusiness organization" means a nonprofit  
7 corporation organized under chapter 504A which is exempt from  
8 taxation pursuant to section 501(c) of the Internal Revenue  
9 Code and which has a principal mission of actively engaging in  
10 microbusiness development, training, technical assistance, and  
11 capital access for the start-up or expansion of  
12 microbusinesses.

13     2. The department shall contract with a microenterprise  
14 organization actively engaged in microbusiness enterprise to  
15 assist in the establishment of this program. In order to  
16 qualify for the contract, the microenterprise organization  
17 shall do all of the following:

18     a. Demonstrate a past performance of and a capacity to  
19 successfully engage in microbusiness development.

20     b. Have a statewide commitment to and focus on  
21 microbusiness development.

22     c. Provide training and technical assistance.

23     d. Demonstrate an ability to provide access to capital for  
24 start-up or expansion of a microbusiness.

25     e. Have established linkages with financial institutions.

26     f. Demonstrate an ability to provide follow-up technical  
27 assistance after a microbusiness start-up or expansion.

28     3. Moneys allocated pursuant to this section which remain  
29 unexpended or unobligated at the end of a fiscal year shall  
30 remain available to the department to support the assistance  
31 program or may be credited to the value-added agricultural  
32 products and processes financial assistance fund created in  
33 section 15E.112 and shall not revert notwithstanding section  
34 8.33.

35     4. The department shall submit a report in accordance with

1 section 7A.11 not later than November 1 of each year detailing  
2 the activities of the microenterprise organization and  
3 describing the success of the project.

4 Sec. 17. Section 15.313, subsection 2, Code 1995, is  
5 amended by adding the following new paragraphs:

6 NEW PARAGRAPH. g. The entrepreneurs with disabilities  
7 program, which provides technical and financial assistance to  
8 help persons with disabilities become self-sufficient and  
9 create additional employment opportunities by establishing or  
10 expanding small business ventures.

11 NEW PARAGRAPH. h. The job opportunities for persons with  
12 disabilities program, which provides service and technical  
13 assistance to rehabilitation organizations or agencies that  
14 create, expand, or spin off business ventures for persons with  
15 disabilities.

16 Sec. 18. NEW SECTION. 15.328 PUBLIC RECORDS.

17 Notwithstanding any other provision of the Code to the  
18 contrary, applications from businesses and communities and  
19 application files maintained by the department are public  
20 records. All details of an award under this part shall be  
21 disclosed to the public at the time public notice of the award  
22 is given.

23 Sec. 19. Section 15.343, Code Supplement 1995, is amended  
24 by adding the following new subsection:

25 NEW SUBSECTION. 4. Funds provided through the workforce  
26 development fund shall not be used to fund out-of-state travel  
27 or drug testing.

28 Sec. 20. NEW SECTION. 15A.4 COMPETITIVE PROGRAMS -- GOOD  
29 NEIGHBOR AGREEMENT -- ADDITIONAL CONSIDERATION.

30 For any program providing financial assistance for economic  
31 development in which the assistance is provided on a  
32 competitive basis, a business which enters into a good  
33 neighbor agreement shall receive extra consideration of at  
34 least ten points or the equivalent. A good neighbor agreement  
35 is an enforceable contract between the business and a

1 community group or coalition of community groups which  
2 requires the business to adhere to negotiated environmental,  
3 economic, labor, or other social and community standards.

4 A business which fails to abide by the good neighbor  
5 agreement shall repay all financial assistance received under  
6 the program.

7 Sec. 21. Section 159A.7, subsection 3, Code 1995, is  
8 amended to read as follows:

9 3. Until July 1, 2000, moneys shall be deposited in the  
10 fund as provided in section 423.24. Not more than ~~one~~-and  
11 ~~one-half~~ four percent of the total moneys available to support  
12 value-added agricultural products and processes pursuant to  
13 section 423.24 shall be allocated to the department for  
14 administration of the office.

15 Sec. 22. Section 260E.3, Code Supplement 1995, is amended  
16 by adding the following new subsection:

17 NEW SUBSECTION. 6. An agreement to establish or modify a  
18 project shall provide that all funds allocated for job  
19 training, except administrative expenses, shall be used solely  
20 and exclusively for that purpose, and that funds for the  
21 project shall not be used for out-of-state travel or drug  
22 testing.

23 Sec. 23. Section 260F.3, Code 1995, is amended by adding  
24 the following new subsection:

25 NEW SUBSECTION. 9. An agreement to establish or modify a  
26 project shall provide that funds for the project shall not be  
27 used for out-of-state travel or drug testing.

28 Sec. 24. Notwithstanding sections 15.108, 15.224 through  
29 15.230, 15.347, 15.348, and 239.22, the department of  
30 employment services shall administer the following programs:  
31 job training partnership Act, Iowa conservation corps,  
32 americorps, mentoring for PROMISE JOBS, food stamp employment  
33 and training, and the labor/management co-op programs.

34 Sec. 25. FEDERAL GRANTS. All federal grants to and the  
35 federal receipts of agencies appropriated funds under this

1 Act, not otherwise appropriated, are appropriated for the  
2 purposes set forth in the federal grants or receipts unless  
3 otherwise provided by the general assembly.

4 Sec. 26. PERFORMANCE AUDIT. The auditor of state shall  
5 conduct or cause to be conducted a performance audit of job  
6 training projects under the Iowa industrial new jobs training  
7 Act for at least the previous five years. The auditor shall  
8 report on the performance audit to the general assembly not  
9 later than January 15, 1997. The report shall contain at  
10 least the following:

- 11 1. The types of program services funded under the program.
- 12 2. The type and quality of program services actually  
13 provided.
- 14 3. The amount of job training actually provided, if any.
- 15 4. The relative numbers of job training recipients who are  
16 production versus management employees.
- 17 5. The demographic characteristics of recipients of the  
18 job training, including but not limited to gender, race, age,  
19 and disability status.

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SENATE FILE 2443

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1 Amend Senate File 2443, as amended, passed, and  
2 reprinted by the Senate, as follows:

3 1. By striking everything after the enacting  
4 clause and inserting the following:

5 "Section 1. There is appropriated from the general  
6 fund of the state and other designated funds to the  
7 department of economic development for the fiscal year  
8 beginning July 1, 1996, and ending June 30, 1997, the  
9 following amounts, or so much thereof as is necessary,  
10 to be used for the purposes designated:

11 1. ADMINISTRATIVE SERVICES DIVISION

12 a. General administration

13 For salaries, support, maintenance, miscellaneous  
14 purposes, for providing that a business receiving  
15 moneys from the department for the purpose of job  
16 creation shall make available ten percent of the new  
17 jobs created for PROMISE JOBS program participants who  
18 are qualified for the jobs created, and for not more  
19 than the following full-time equivalent positions:

20 ..... \$ 1,405,687  
21 ..... FTEs 23.75

22 The director shall coordinate efforts with the  
23 workforce coordinator and the department of workforce  
24 development, if established by Senate File 2409 or  
25 House File 2463, to implement the intent of the  
26 general assembly regarding businesses receiving job  
27 creation moneys and shall report to the joint economic  
28 development appropriations subcommittee regarding the  
29 number of jobs to be created by each business, the  
30 number of qualified PROMISE JOBS participants applying  
31 with the business, and the number of PROMISE JOBS  
32 participants hired.

33 b. Film office

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

37 ..... \$ 199,341  
38 ..... FTEs 2.00

39 2. BUSINESS DEVELOPMENT DIVISION

40 a. Business development operations

41 For salaries, support, maintenance, miscellaneous  
42 purposes, for allocating \$150,000 to the graphic arts  
43 technology center, allocating \$50,000 to the plastics  
44 technology center, and for not more than the following  
45 full-time equivalent positions:

46 ..... \$ 3,709,775  
47 ..... FTEs 17.75

48 The department may use up to \$60,000 of any funds  
49 remaining unobligated on June 30, 1996, in the Wallace  
50 technology transfer foundation fund, notwithstanding

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1 section 8.33, and add up to a 0.50 full-time  
2 equivalent position to administer the heartland  
3 technology network, the graphic arts technology  
4 center, and the plastics technology center.

5 The department may use up to \$75,000 of the funds  
6 remaining unobligated in the Wallace technology  
7 transfer foundation fund on June 30, 1996,  
8 notwithstanding section 8.33, for the purposes of the  
9 regulatory assistance program.

10 The department shall allocate \$100,000, or so much  
11 thereof as may be necessary, of the funds remaining  
12 unobligated in the Wallace technology transfer  
13 foundation fund on June 30, 1996, notwithstanding  
14 section 8.33, to the workforce development division  
15 for business consortia and supplier network training.

16 Unobligated funds remaining in the Wallace  
17 technology transfer foundation fund after making the  
18 allocations under this paragraph shall be transferred  
19 to the strategic investment fund for use in the  
20 community economic betterment program.

21 b. Small business programs

22 For salaries, support, maintenance, miscellaneous  
23 purposes, for the small business program, the small  
24 business advisory council, targeted small business  
25 program and the targeted small business compliance  
26 officer, and for not more than the following full-time  
27 equivalent positions:

28 .....	\$	448,756
29 .....	FTEs	6.00

30 c. Federal procurement office

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

34 .....	\$	96,492
35 .....	FTEs	3.00

36 Notwithstanding section 8.33, moneys remaining  
37 unencumbered or unobligated on June 30, 1997, shall  
38 not revert and shall be available for expenditure  
39 during the fiscal year beginning July 1, 1997, for the  
40 same purposes.

41 d. Strategic investment fund

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

45 .....	\$	7,731,151
46 .....	FTEs	10.50

47 e. Targeted small business incubator

48 Moneys appropriated for fiscal year 1995-1996 and  
49 not expended by June 30, 1996, shall not revert but  
50 shall be held by the department for funding, with

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1 local matching funds, the targeted small business  
2 incubator in Des Moines for the fiscal year beginning  
3 July 1, 1996, and ending June 30, 1997.

4 f. Insurance economic development

5 There is appropriated from moneys collected by the  
6 division of insurance in excess of the anticipated  
7 gross revenues under section 505.7, subsection 3, to  
8 the department for the fiscal year beginning July 1,  
9 1996, and ending June 30, 1997, the following amount,  
10 or so much thereof as is necessary, for insurance  
11 economic development and international insurance  
12 economic development:

13 ..... \$ 200,000

14 g. Value-added agriculture

15 There is appropriated from the moneys available to  
16 support value-added agricultural products and  
17 processes, four percent, or so much thereof as is  
18 necessary, of the total moneys available to support  
19 value-added agricultural products and processes  
20 pursuant to section 423.24 each quarter for  
21 administration of the value-added agricultural  
22 products and processes financial assistance program as  
23 provided in section 15E.111, including salaries,  
24 support, maintenance, miscellaneous purposes, and for  
25 not more than 2.00 FTEs.

26 3. COMMUNITY DEVELOPMENT DIVISION

27 a. Community assistance

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

34 ..... \$ 578,943

35 ..... FTEs 8.50

36 There is also appropriated from the rural community  
37 2000 program revolving fund established in section  
38 15.287 to the community assistance program for the  
39 purposes of the community economic preparedness  
40 program:

41 ..... \$ 50,000

42 b. Main street/rural main street program

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

45 ..... \$ 413,530

46 ..... FTEs 3.00

47 Notwithstanding section 8.33, moneys committed to  
48 grantees under contract from the general fund of the  
49 state that remain unexpended on June 30 of the fiscal  
50 year shall not revert to any fund but shall be

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1 available for expenditure for purposes of the contract  
2 during the succeeding fiscal year.

3 c. Rural development program

4 For salaries, support, maintenance, and  
5 miscellaneous purposes for rural resource  
6 coordination, rural community leadership, the rural  
7 enterprise fund, and for the rural innovations grants  
8 program, and for not more than the following full-time  
9 equivalent positions:

10 ..... \$ 611,181  
11 ..... FTEs 4.50

12 There is also appropriated from the rural community  
13 2000 program revolving fund established in section  
14 15.287 to the rural development program for the  
15 purposes of the program including the rural enterprise  
16 fund and collaborative skills development training:

17 ..... \$ 351,000

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

26 d. Community development block grant and HOME  
27 For administration and related federal housing and  
28 urban development grant administration for salaries,  
29 support, maintenance, miscellaneous purposes, and for  
30 not more than the following full-time equivalent  
31 positions:

32 ..... \$ 403,974  
33 ..... FTEs 18.75

34 e. Councils of governments

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

42 ..... \$ 178,000

43 f. Housing development fund

44 For providing technical assistance to communities  
45 of all sizes and local financial institutions to help  
46 meet local housing needs and to provide and transfer  
47 matching funds for the HOME program:

48 ..... \$ 1,300,000

49 Notwithstanding section 8.33, moneys committed to  
50 grantees under contract from the housing development

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1 fund and moneys transferred for matching funds for the  
2 HOME program that remain unexpended or unobligated on  
3 June 30 of the fiscal year shall not revert to any  
4 fund but shall be available for obligation and  
5 expenditure for purposes of those programs during the  
6 succeeding fiscal year.

7 4. INTERNATIONAL DIVISION

8 a. International trade operations

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

12 ..... \$ 927,950  
13 ..... FTEs 9.00

14 b. Foreign trade offices

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

17 ..... \$ 595,250

18 c. Export trade assistance program

19 For export trade activities, including a program to  
20 encourage and increase participation in trade shows  
21 and trade missions by providing financial assistance  
22 to businesses for a percentage of their costs of  
23 participating in trade shows and trade missions, by  
24 providing for the lease/sublease of showcase space in  
25 existing world trade centers, by providing temporary  
26 office space for foreign buyers, international  
27 prospects, and potential reverse investors, and by  
28 providing other promotional and assistance activities,  
29 including salaries, support, and for not more than the  
30 following full-time equivalent positions:

31 ..... \$ 275,000  
32 ..... FTEs 0.25

33 d. Agricultural product advisory council

34 For support, maintenance, and miscellaneous  
35 purposes:

36 ..... \$ 1,300

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

45 ..... \$ 100,000

46 5. TOURISM DIVISION

47 a. Tourism operations

48 For salaries, support, maintenance, and  
49 miscellaneous purposes, provided that the  
50 appropriation shall not be used for advertising

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1 placements for in-state and out-of-state tourism  
 2 marketing, and for not more than the following full-  
 3 time equivalent positions:  
 4 ..... \$ 725,212  
 5 ..... FTEs 18.52

6 b. Tourism advertising  
 7 For contracting exclusively for tourism advertising  
 8 for in-state and out-of-state tourism marketing  
 9 services, tourism promotion programs, electronic  
 10 media, print media, and printed materials:  
 11 ..... \$ 2,687,000

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

22 c. Welcome center program  
 23 To implement the recommendations of the statewide  
 24 long-range plan for developing and operating welcome  
 25 centers throughout the state and for allocating  
 26 \$150,000 for the construction of a new welcome center:  
 27 ..... \$ 390,000

28 6. WORKFORCE DEVELOPMENT DIVISION  
 29 Business consortia and supplier network training:  
 30 ..... \$ 150,000

31 Funds appropriated in this section shall be  
 32 transferred to the workforce development fund and used  
 33 for training directed at specific needs of businesses  
 34 involved with business consortia and supplier  
 35 networks.

36 Sec. 2. Notwithstanding section 15E.120,  
 37 subsections 5, 6, and 7, and section 15.287, there is  
 38 appropriated from the Iowa community development loan  
 39 fund all the moneys available during the fiscal year  
 40 beginning July 1, 1996, and ending June 30, 1997, to  
 41 the department of economic development for the rural  
 42 development program to be used by the department for  
 43 the purposes of the program.

44 Sec. 3. Notwithstanding section 15.251, subsection  
 45 2, there is appropriated from the job training fund to  
 46 the department of economic development for the fiscal  
 47 year beginning July 1, 1996, and ending June 30, 1997,  
 48 the following amount, or so much thereof as is  
 49 necessary, to be used for the purpose designated:

50 For administration of chapter 260E, including

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

4 .....	\$	160,000
5 .....	FTEs	2.40

6 Appropriations to the department of economic  
7 development for administration of chapter 260E and the  
8 department of employment services for the target  
9 alliance program shall be funded on a proportional  
10 basis if receipts to the job training fund are  
11 insufficient to fund both appropriations in their  
12 entirety.

13 Sec. 4. Of all funds appropriated to or receipts  
14 credited to the job training fund created in section  
15 260F.6, subsection 1, \$125,000 and not more than 1.30  
16 FTEs may be used for the administration of job  
17 training programs.

18 Sec. 5. There is appropriated from the general  
19 fund of the state to the Iowa seed capital corporation  
20 fund established in section 15E.89, for the fiscal  
21 year beginning July 1, 1996, and ending June 30, 1997,  
22 the following amount, or so much thereof as is  
23 necessary, for not more than the following full-time  
24 equivalent positions and for the purposes of the  
25 corporation:

26 .....	\$	330,275
27 .....	FTEs	5.00

28 It is the intent of the general assembly that the  
29 current manner in which seed capital investments are  
30 managed shall be changed by July 1, 1998. The  
31 department of economic development board shall appoint  
32 an advisory committee to make recommendations for  
33 managing seed capital investments after July 1, 1998.  
34 The committee shall report to the joint appropriations  
35 subcommittee on economic development by December 1,  
36 1996, regarding its recommendations.

37 Sec. 6. Upon payment in full of a certificate of  
38 participation or other obligation issued to fund a job  
39 training program under chapter 260E, the community  
40 college providing the job training program shall  
41 notify the department of revenue and finance and the  
42 department of management of the amount paid by the  
43 employer or business to the community college to  
44 retire the certificate during the previous twelve  
45 months. Twenty-five percent of that amount shall be  
46 appropriated each quarter of the fiscal year beginning  
47 July 1, 1996. If the actual amount of withholding  
48 from the business or employer during the fiscal year  
49 beginning July 1, 1996, is insufficient, the quarterly  
50 appropriation shall be prorated. The maximum amount

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1 from all employers which shall be transferred to the  
2 workforce development fund during the fiscal year is  
3 ten million dollars.

4 Sec. 7. There is allocated from the workforce  
5 development fund established in section 15.343, for  
6 the fiscal year beginning July 1, 1996, and ending  
7 June 30, 1997, the sum of \$50,000. The department of  
8 economic development shall award these funds for  
9 productivity enhancement projects through a request  
10 for proposal process.

11 Sec. 8. There is appropriated from the general  
12 fund of the state to the Iowa state university of  
13 science and technology for the fiscal year beginning  
14 July 1, 1996, and ending June 30, 1997, the following  
15 amounts, or so much thereof as is necessary, to be  
16 used for the purposes designated:

17 1. For funding and maintaining in their current  
18 locations the existing small business development  
19 centers, and for not more than the following full-time  
20 equivalent positions:

21 .....	\$	1,216,245
22 .....	FTEs	5.80

23 2. For funding the institute for physical research  
24 and technology, and for not more than the following  
25 full-time equivalent positions:

26 .....	\$	4,124,607
27 .....	FTEs	46.42

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

45 Iowa state university shall report annually to the  
46 joint economic development subcommittee of the senate  
47 and house appropriations committees the total amounts  
48 of private contributions, the proportion of  
49 contributions from small businesses and other  
50 businesses, and the proportion for directed contract

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1 research and nondirected research of benefit to Iowa  
2 businesses and industrial sectors.

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

8 3. For the research park:

9 ..... \$ 370,000

10 Sec. 9. There is appropriated from the general  
11 fund of the state to the state university of Iowa for  
12 the fiscal year beginning July 1, 1996, and ending  
13 June 30, 1997, the following amounts, or so much  
14 thereof as is necessary, to be used for the purposes  
15 designated:

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

19 ..... \$ 319,169

20 ..... FTEs 2.85

21 The board of regents shall submit a report on the  
22 progress of regents institutions in meeting the  
23 strategic plan for technology transfer and economic  
24 development to the chairpersons of the joint  
25 appropriations subcommittee on economic development,  
26 the joint appropriations subcommittee on education,  
27 the majority leader, and minority leader of the  
28 senate, the majority and minority leaders of the house  
29 of representatives, the secretary of the senate, the  
30 chief clerk of the house of representatives, and the  
31 legislative fiscal bureau by December 1, 1996.

32 2. For the research park:

33 ..... \$ 321,000

34 Sec. 10. There is appropriated from the general  
35 fund of the state to the university of northern Iowa  
36 for the fiscal year beginning July 1, 1996, and ending  
37 June 30, 1997, the following amount, or so much  
38 thereof as is necessary, to be used for the metal  
39 casting center:

40 ..... \$ 160,000

41 Sec. 11. DEPARTMENT OF EMPLOYMENT SERVICES. There  
42 is appropriated from the general fund of the state to  
43 the department of employment services for the fiscal  
44 year beginning July 1, 1996, and ending June 30, 1997,  
45 the following amounts, or so much thereof as is  
46 necessary, for the purposes designated:

47 1. DIVISION OF LABOR SERVICES

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

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1	.....	\$	2,729,542
2	.....	FTEs	89.50

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

8 2. DIVISION OF INDUSTRIAL SERVICES

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

12	.....	\$	2,101,389
13	.....	FTEs	33.00

14 3. WORKFORCE DEVELOPMENT

15 For salaries, support, maintenance, and  
 16 miscellaneous purposes for the workforce development  
 17 coordinator and council, for the workforce development  
 18 initiative to be used to create model workforce  
 19 development centers and provide an integrated  
 20 management information system, for purposes of the  
 21 conservation corps, for the mentoring project for  
 22 family investment program participants, for allocating  
 23 \$425,000 for funding, to the extent possible, the  
 24 currently existing high technology apprenticeship  
 25 programs, under section 260C.44 at the community  
 26 colleges, and for the purposes of the workforce  
 27 investment program, for a competitive grant program by  
 28 the department for projects that increase Iowa's pool  
 29 of available labor via training and support services  
 30 with priority given to projects which serve displaced  
 31 homemakers or welfare recipients, including salaries  
 32 and support and for not more than the following full-  
 33 time equivalent positions:

34	.....	\$	2,310,267
35	.....	FTEs	32.15

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

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

47 Notwithstanding section 8.33, moneys committed to  
 48 grantees under contract that remain unexpended at the  
 49 end of the fiscal year under the workforce investment  
 50 program shall not revert to any fund but shall be

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1 available for expenditure for purposes of the contract  
2 during the succeeding fiscal year.

3 4. For salaries, support, maintenance, and  
4 miscellaneous purposes for collection of labor market  
5 information:

6 ..... \$ 173,250

7 5. Labor management councils

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

11 ..... \$ 70,338

12 ..... FTEs 0.50

13 It is the intent of the general assembly that labor  
14 management councils take steps toward self-sufficiency  
15 and away from the need for continued state funding.

16 Notwithstanding section 8.33, moneys committed to  
17 grantees under contract that remain unexpended on June  
18 30 of the fiscal year shall not revert to any fund but  
19 shall be available for expenditure for purposes of the  
20 contract during the succeeding fiscal year.

21 Sec. 12. Notwithstanding section 15.251,  
22 subsection 2, there is appropriated from the job  
23 training fund to the department of employment services  
24 for the fiscal year beginning July 1, 1996, and ending  
25 June 30, 1997, the following amount, or so much  
26 thereof as is necessary, to be used for the purpose  
27 designated:

28 For the target alliance program:

29 ..... \$ 30,000

30 Sec. 13. ADMINISTRATIVE CONTRIBUTION SURCHARGE  
31 FUND. There is appropriated from the administrative  
32 contribution surcharge fund of the state to the  
33 department of employment services for the fiscal year  
34 beginning July 1, 1996, and ending June 30, 1997, the  
35 following amount, or so much thereof as is necessary,  
36 for the purposes designated:

37 DIVISION OF JOB SERVICE

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

43 ..... \$ 6,310,000

44 ..... FTEs 141.54

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

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1 Sec. 14. 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, 1996, and ending June 30, 1997, the following  
6 amounts, or so much thereof as is necessary, for the  
7 purposes designated:

8 1. DIVISION OF LABOR SERVICES

9 For salaries, support, maintenance, and  
10 miscellaneous purposes:

11 ..... \$ 296,000

12 2. DIVISION OF INDUSTRIAL SERVICES

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

15 ..... \$ 175,000

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

18 Sec. 15. PUBLIC EMPLOYMENT RELATIONS BOARD. There  
19 is appropriated from the general fund of the state to  
20 the public employment relations board for the fiscal  
21 year beginning July 1, 1996, and ending June 30, 1997,  
22 the following amount, or so much thereof as is  
23 necessary, for the purposes designated:

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

27 ..... \$ 777,164  
28 ..... FTEs 12.80

29 Sec. 16. There is appropriated from the general  
30 fund of the state to the Iowa finance authority for  
31 the fiscal year beginning July 1, 1996, and ending  
32 June 30, 1997, the following amount, or so much  
33 thereof as is necessary, to be used for the purpose  
34 designated:

35 For deposit in the housing improvement fund created  
36 in section 16.100 for purposes of the fund:

37 ..... \$ 100,000

38 Sec. 17. FEDERAL GRANTS. All federal grants to  
39 and the federal receipts of agencies appropriated  
40 funds under this Act, not otherwise appropriated, are  
41 appropriated for the purposes set forth in the federal  
42 grants or receipts unless otherwise provided by the  
43 general assembly.

44 Sec. 18. Section 15.108, subsection 1, paragraph  
45 d, Code 1995, is amended by striking the paragraph.

46 Sec. 19. Section 15.313, subsection 2, Code 1995,  
47 is amended by adding the following new paragraphs:

48 NEW PARAGRAPH. g. The entrepreneurs with  
49 disabilities program, which provides technical and  
50 financial assistance to help persons with disabilities

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1 become self-sufficient and create additional  
2 employment opportunities by establishing or expanding  
3 small business ventures.

4 NEW PARAGRAPH. h. The disabled job opportunities  
5 program, which provides service and technical  
6 assistance to rehabilitation organizations or agencies  
7 that create, expand, or spin off business ventures for  
8 persons with disabilities.

9 Sec. 20. Section 15.343, subsection 1, paragraph  
10 c, Code Supplement 1995, is amended by striking the  
11 paragraph and inserting in lieu thereof the following:

12 c. Moneys appropriated to the fund by the general  
13 assembly.

14 Sec. 21. Section 15E.112, subsection 1, Code 1995,  
15 is amended to read as follows:

16 1. A value-added agricultural products and  
17 processes financial assistance fund is created within  
18 the state treasury under the control of the  
19 department. The fund shall consist of any money  
20 appropriated by the general assembly and any other  
21 moneys available to and obtained or accepted by the  
22 department from the federal government or private  
23 sources for placement in the fund. ~~Until July 1,~~  
24 ~~2000, moneys shall be deposited in the fund as~~  
25 ~~provided in section 423.24. -- Not more than one percent~~  
26 ~~of the total moneys available to support value added~~  
27 ~~agricultural products and processes pursuant to~~  
28 ~~section 423.24 during each quarter shall be used by~~  
29 ~~the department for administration of the value added~~  
30 ~~agricultural products and processes financial~~  
31 ~~assistance program, as provided in section 15E.111.~~

32 The assets of the fund shall be used by the department  
33 only for carrying out the purposes of section 15E.111.

34 Sec. 22. Sections 15E.81 through 15E.94, Code  
35 1995, are repealed.

36 Sec. 23. Section 422.16A, Code Supplement 1995, is  
37 repealed.

38 Sec. 24. Notwithstanding sections 15.108, 15.224  
39 through 15.230, 15.347, 15.348, and 239.22, the  
40 department of employment services shall administer the  
41 following programs: job training partnership Act,  
42 Iowa conservation corps, americorps, mentoring for  
43 PROMISE JOBS, food stamp employment and training, and  
44 the labor/management co-op programs.

45 Sec. 25. The Iowa quality coalition shall revert  
46 to the Wallace technology transfer fund by August 1,  
47 1996, all funds remaining unexpended on the effective  
48 date of this Act which have been appropriated to the  
49 Iowa quality coalition.

50 Sec. 26. Section 22 of this Act, being deemed of

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1 immediate importance, takes effect upon enactment.

2 Sec. 27. Sections 17 and 20 of this Act take

3 effect July 1, 1998."

4 2. Title page, line 2, by inserting after the  
5 word "authority," the following: "the Iowa seed  
6 capital corporation,".

7 3. Title page, line 4, by inserting after the  
8 word "services," the following: "providing effective  
9 dates,".

By COMMITTEE ON APPROPRIATIONS  
MILLAGE of Scott, Chairperson

H-5419 FILED MARCH 14, 1996

*Adopted*  
*3/20/96*

*(p. 885)*

## SENATE FILE 2443

H-5497

1 Amend the amendment, H-5419, to Senate File 2443,  
 2 as amended, passed, and reprinted by the Senate, as  
 3 follows:  
 4 1. Page 2, by inserting after line 46 the  
 5 following:  
 6 "The director of the department shall manage the  
 7 strategic investment fund so that the appropriation  
 8 made in this section is sufficient to fund programs  
 9 through the strategic investment fund for the entire  
 10 fiscal year without the need for a supplemental  
 11 appropriation."

By WARNSTADT of Woodbury

H-5497 FILED MARCH 20, 1996

LOST

(P. 883)

## SENATE FILE 2443

H-5473

1 Amend the amendment, H-5419, to Senate File 2443,  
 2 as amended, passed, and reprinted by the Senate, as  
 3 follows:  
 4 1. Page 1, line 42, by striking the figure  
 5 "150,000" and inserting the following: "100,000".  
 6 2. Page 1, line 43, by striking the figure  
 7 "50,000" and inserting the following: "100,000".

By BRUNKHORST of Bremer

H-5473 FILED MARCH 20, 1996

Lost 3/20/96

## SENATE FILE 2443

H-5476

1 Amend the amendment, H-5419, to Senate File 2443,  
 2 as amended, passed, and reprinted by the Senate, as  
 3 follows:  
 4 1. Page 5, line 10, by inserting after the word  
 5 "purposes," the following: "for promotion of export  
 6 sales of Iowa's agricultural commodities and value-  
 7 added agricultural products,".  
 8 2. Page 5, line 13, by striking the figure "9.00"  
 9 and inserting the following: "12.00".  
 10 3. Page 5, by inserting after line 13 the  
 11 following:  
 12 "From among the full-time equivalent positions  
 13 authorized by this paragraph, one position shall be  
 14 dedicated to the export sale of grain, one to the  
 15 export sale of livestock, and one to the export sale  
 16 of value-added agricultural products."

By GREIG of Emmet

SALTON of Palo Alto

KLEMME of Plymouth

MEYER of Sac

MERTZ of Kossuth

MUNDIE of Webster

WISE of Lee

HAHN of Muscatine

H-5476 FILED MARCH 20, 1996

WITHDRAWN

3/20/96

(P. 874)

## SENATE FILE 2443

H-5493

1 Amend the amendment, H-5419, to Senate File 2443,  
2 as amended, passed, and reprinted by the Senate, as  
3 follows:

4 1. Page 3, line 17, by striking the word "four"  
5 and inserting the following: "one".

6 2. Page 13, by inserting after line 33 the  
7 following:

8 "Sec. 101. Section 15E.112, subsection 3, Code  
9 1995, is amended to read as follows:

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

23 Sec. \_\_\_\_ . Section 423.24, subsection 1, paragraph  
24 b, subparagraph (1), Code Supplement 1995, is amended  
25 to read as follows:

26 (1) Ninety-one and one-quarter percent of these  
27 moneys or so much thereof as is necessary to bring the  
28 balance in the value-added agricultural products and  
29 processes financial assistance fund created in section  
30 15E.122 up to two million dollars shall be deposited  
31 in the value-added agricultural products and processes  
32 financial assistance fund ~~as created in section~~  
33 ~~15E.112~~. The remainder of the ninety-one and one-  
34 quarter percent shall be transferred and credited to  
35 the road use tax fund as created in section 312.1."

36 3. Page 13, line 50, by striking the word and  
37 figure "Section 22" and inserting the following:  
38 "Sections 101 and 22".

39 4. Page 14, line 1, by striking the word "takes"  
40 and inserting the following: "take".

41 5. By renumbering as necessary.

By KOENIGS of Mitchell

H-5493 FILED MARCH 20, 1996

LOST

(p. 884)

## SENATE FILE 2443

H-5491

1 Amend the amendment, H-5419, to Senate File 2443,  
2 as amended, passed, and reprinted by the Senate, as  
3 follows:

4 1. Page 2, by inserting after line 15 the  
5 following: "The department shall allocate \$30,000 of  
6 the funds remaining unobligated in the Wallace  
7 technology transfer foundation fund on June 30, 1996,  
8 notwithstanding section 8.33, for labor management  
9 councils."

By OLLIE of Clinton

H-5491 FILED MARCH 20, 1996

LOST

(P.882)

## SENATE FILE 2443

H-5492

1 Amend the amendment, H-5419, to Senate File 2443,  
2 as amended, passed, and reprinted by the Senate, as  
3 follows:

4 1. Page 5, line 12, by striking the figure  
5 "927,950" and inserting the following: "730,950".  
6 2. Page 5, line 13, by striking the figure "9.00"  
7 and inserting the following: "7.00".

By SCHRADER of Marion  
KOENIGS of Mitchell

H-5492 FILED MARCH 20, 1996

LOST

(P.876)

## SENATE FILE 2443

H-5489

1 Amend the amendment, H-5419, to Senate File 2443,  
2 as amended, passed, and reprinted by the Senate, as  
3 follows:

A 4 1. Page 6, line 26, by striking the words "the  
5 construction of".

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

8 "Sec. . . . NEW SECTION. 15A.4 CONTROLLED  
9 SUBSTANCE OFFENSE -- REPAYMENT OF ASSISTANCE RECEIVED  
10 BY BUSINESS.

11 A business which receives economic development  
12 assistance shall enter into an agreement with the  
13 governmental entity providing the assistance providing  
14 that the business shall repay the assistance received  
15 by the business if one of the following individuals is  
16 convicted of a violation of chapter 124 committed  
17 during the period in which the agreement is in effect,  
18 which shall not be less than one year:

19 1. The owner, if the business is a sole  
20 proprietorship.

21 2. A partner or managing partner, if the business  
22 is a partnership or limited partnership.

B 23 3. A member of a limited liability company with  
24 management responsibilities.

25 4. The chief operating officer of a corporation."

26 3. By renumbering as necessary.

By RANTS of Woodbury

H-5489 FILED MARCH 20, 1996

DIV. A - ADOPTED DIV B - NOT GERMANE

(P. 876)

(P. 882)

## SENATE FILE 2443

H-5490

1 Amend the amendment, H-5419, to Senate File 2443,  
2 as amended, passed, and reprinted by the Senate, as  
3 follows:

4 1. Page 5, line 10, by inserting after the word  
5 "purposes," the following: "for promotion of export  
6 sales of Iowa's agricultural commodities and value-  
7 added agricultural products,".

8 2. Page 5, line 13, by striking the figure "9.00"  
9 and inserting the following: "10.00".

10 3. Page 5, by inserting after line 13 the  
11 following:

12 "From among the full-time equivalent positions  
13 authorized by this paragraph, one position shall  
14 concentrate on the export sale of grain, one to the  
15 export sale of livestock, and one to the export sale  
16 of value-added agricultural products."

By GREIG of Emmet

H-5490 FILED MARCH 20, 1996

ADOPTED

(P. 875)

## SENATE FILE 2443

H-5487

1 Amend the amendment, H-5419, to Senate File 2443,  
2 as amended, passed, and reprinted by the Senate, as  
3 follows:

4 1. Page 13, by inserting after line 8 the  
5 following:

6 "Sec. \_\_\_\_ . Section 15.327, Code 1995, is amended  
7 by adding the following new subsection:

8 NEW SUBSECTION. 3A. "Economic development area"  
9 means a site or sites designated by the department for  
10 the purpose of attracting an eligible business to  
11 locate facilities within the state.

12 Sec. \_\_\_\_ . NEW SECTION. 15.331B EXEMPTION FROM  
13 LAND OWNERSHIP RESTRICTIONS FOR NONRESIDENT ALIENS --  
14 PILOT PROJECT.

15 1. The eligible business, to the extent the  
16 eligible business is not actively engaged in farming  
17 within the economic development area, may acquire,  
18 own, and lease up to one thousand two hundred eighty  
19 acres of land in the economic development area,  
20 notwithstanding the provisions of sections 9H.4, 9H.5,  
21 and 567.3 if the eligible business has been designated  
22 a pilot project business under subsection 3. The  
23 eligible business may receive one or more one-year  
24 extensions of the time limit for complying with the  
25 requirements of section 567.4. Each extension must be  
26 approved by the community prior to approval by the  
27 department. The eligible business shall comply with  
28 the remaining provisions of chapters 9H and 567 to the  
29 extent they do not conflict with this subsection.

30 2. "Actively engaged in farming" means any of the  
31 following:

32 a. Inspecting agricultural production activities  
33 within the economic development area periodically and  
34 furnishing at least half of the value of the tools and  
35 paying at least half the direct cost of production.

36 b. Regularly and frequently making or taking an  
37 important part in making management decisions  
38 substantially contributing to or affecting the success  
39 of the farm operations within the economic development  
40 area.

41 c. Performing physical work which significantly  
42 contributes to crop or livestock production.

43 3. The department may designate up to a total of  
44 five eligible businesses as pilot project businesses  
45 for the purposes of the exemption contained in this  
46 section. An eligible business shall not receive the  
47 exemption under this section unless it has applied to  
48 be designated a pilot project business by July 1,  
49 1997."

50 2. Page 13, by inserting after line 49 the

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Page 2

1 following:

2 "Sec. \_\_\_\_ . MONITORING AND REPORT. The department  
3 of economic development shall monitor the activities  
4 of eligible businesses under section 15.331B and  
5 report to the general assembly by December 15 of each  
6 year."

7 3. By renumbering as necessary.

By MUNDIE of Webster

H-5487 FILED MARCH 20, 1996

NOT GERMANE (p. 880)

## SENATE FILE 2443

H-5488

1 Amend the amendment, H-5419, to Senate File 2443,  
2 as amended, passed, and reprinted by the Senate, as  
3 follows:

4 1. Page 2, by striking lines 10 through 15.

5 2. Page 2, by striking lines 19 and 20 and

6 inserting the following: "to the Iowa finance  
7 authority for deposit in the housing improvement fund  
8 created in section 16.100."

9 3. Page 2, line 45, by striking the figure  
10 "7,731,151" and inserting the following: "7,556,151".

11 4. Page 6, lines 25 and 26, by striking the words  
12 "and for allocating \$150,000 for the construction of a  
13 new welcome center".

14 5. Page 6, line 27, by striking the figure  
15 "390,000" and inserting the following: "240,000".

16 6. Page 12, line 37, by striking the figure  
17 "100,000" and inserting the following: "425,000".

By WISE of Lee

H-5488 FILED MARCH 20, 1996

LOST

(p. 869)

## SENATE FILE 2443

H-5468

1 Amend Senate File 2443, as amended, passed, and  
 2 reprinted by the Senate, as follows:  
 3 1. Page 6, line 18, by inserting after the word  
 4 "purposes," the following: "promotion of export sales  
 5 of Iowa's agricultural commodities and value-added  
 6 agricultural products, and".  
 7 2. Page 6, line 23, by striking the figure "7.00"  
 8 and inserting the following: "10.00".  
 9 3. Page 6, by inserting after line 23 the  
 10 following:  
 11 "From among the full-time equivalent positions  
 12 authorized by this paragraph, one position shall be  
 13 dedicated to the export sale of grain, one to the  
 14 export sale of livestock, and one to the export sale  
 15 of value-added agricultural products."  
 By GREIG of Emmet WISE of Lee  
 SALTON of Palo Alto HAHN of Muscatine  
 KLEMME of Plymouth EDDIE of Buena Vista  
 MEYER of Sac VANDE HOEF of Osceola  
 MERTZ of Kossuth DRAKE of Pottawattamie  
 MUNDIE of Webster

H-5468 FILED MARCH 19, 1996

*our order 3/20/96 (p. 885)*

## SENATE FILE 2443

H-5469

1 Amend the amendment, H-5419, to Senate File 2443,  
 2 as amended, passed, and reprinted by the Senate, as  
 3 follows:  
 4 1. Page 13, by inserting after line 13 the  
 5 following:  
 6 "Sec. \_\_\_\_ . NEW SECTION. 15A.4 CONTROLLED  
 7 SUBSTANCE OFFENSE -- REPAYMENT OF ASSISTANCE.  
 8 A business which receives economic development  
 9 assistance shall enter into an agreement with the  
 10 governmental entity providing the assistance to repay  
 11 the assistance received by the business if one of the  
 12 following individuals is convicted of a violation of  
 13 chapter 124 committed during the period in which the  
 14 agreement is in effect:  
 15 1. The owner, if the business is a sole  
 16 proprietorship.  
 17 2. A partner or managing partner, if the business  
 18 is a partnership or limited partnership.  
 19 3. A member of a limited liability company with  
 20 management responsibilities.  
 21 4. The chief operating officer of a corporation."  
 22 2. By renumbering as necessary.

By MURPHY of Dubuque

H-5469 FILED MARCH 19, 1996

*Not Referred 3/20/96  
(p. 882)*

## SENATE FILE 2443

H-5457

1 Amend the amendment, H-5419, to Senate File 2443,  
2 as amended, passed, and reprinted by the Senate, as  
3 follows:

4 1. Page 2, by striking lines 42 through 44 and  
5 inserting the following:

6 "For deposit in the strategic investment fund for  
7 the purposes of the fund including providing funds for  
8 use in making awards from the community economic  
9 betterment account which, if under \$500,000, must be  
10 to businesses able to pay 100 percent of the average  
11 county wage within two years of project initiation,  
12 and which, if \$500,000 or over, must be to businesses  
13 able to pay at least 130 percent of the average county  
14 wage, for providing that the wage cap in high wage  
15 counties tied to an appropriate inflator for  
16 determining eligibility for awards, and for reporting  
17 on the progress made by the department in making the  
18 community economic betterment program a self-  
19 sustaining, revolving loan program, and for salaries,  
20 support, and not more than the following full-time  
21 equivalent positions:"

22 2. Page 12, by inserting after line 45 the  
23 following:

24 "Sec. \_\_\_\_ . NEW SECTION. 15.113 ECONOMIC  
25 DEVELOPMENT ASSISTANCE -- REPORT.

26 In order for the general assembly to have accurate  
27 and complete information regarding expenditures for  
28 economic development and job training incentives and  
29 to respond to the job training needs of Iowa workers,  
30 the department shall report to the general assembly by  
31 January 15 of each year regarding all assistance or  
32 benefits provided under the community economic  
33 betterment program, the new jobs and income program,  
34 and the Iowa industrial new jobs training Act during  
35 the previous calendar year. The report shall identify  
36 by company name each individual business receiving any  
37 assistance or benefits and shall contain a breakdown  
38 by company name of the amount of assistance or  
39 benefits provided to each individual business,  
40 including the amount of local and state tax  
41 abatements, grants, loans, on-the-job and customized  
42 job training moneys received, and the actual or  
43 estimated tax credits taken."

44 3. Page 13, by inserting after line 13 the  
45 following:

46 "Sec. \_\_\_\_ . NEW SECTION. 15A.4 COMPETITIVE  
47 PROGRAMS -- GOOD NEIGHBOR AGREEMENT -- ADDITIONAL  
48 CONSIDERATION.

49 For any program providing financial assistance for  
50 economic development in which the assistance is

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Page 2

1 provided on a competitive basis, a business which  
 2 enters into a good neighbor agreement shall receive  
 3 extra consideration of at least ten points or the  
 4 equivalent. A good neighbor agreement is an  
 5 enforceable contract between the business and a  
 6 community group or coalition of community groups which  
 7 requires the business to adhere to negotiated  
 8 environmental, economic, labor, or other social and  
 9 community standards.

10 A business which fails to abide by the good  
 11 neighbor agreement shall repay all financial  
 12 assistance received under the program."

13 4. By renumbering as necessary.

By WISE of Lee	BURNETT of Story
LARKIN of Lee	MURPHY of Dubuque
MORELAND of Wapello	OLLIE of Clinton
McCOY of Polk	SHOULTZ of Black Hawk
MYERS of Johnson	O'BRIEN of Boone
COHOON of Des Moines	HOLVECK of Polk
BELL of Jasper	DODERER of Johnson
OSTERHAUS of Jackson	WARNSTADT of Woodbury

H-5457 FILED MARCH 19, 1996

*Lost 3/20/96 (p. 874)*

SENATE FILE 2443

H-5455

1 Amend the amendment, H-5419, to Senate File 2443,  
 2 as amended, passed, and reprinted by the Senate, as  
 3 follows:  
 4 1. Page 13, by inserting after line 33 the  
 5 following:  
 6 "Sec. \_\_\_\_ . NEW SECTION. 476.4B UNIFORM TOLL  
 7 RATES.  
 8 Except as otherwise specifically provided for by  
 9 this chapter, a telephone company subject to rate  
 10 regulation shall provide for uniform toll rates to be  
 11 charged to all customers of the telephone company and  
 12 shall not charge a different rate to a particular  
 13 customer or class of customers than that charged to  
 14 any other customer of the telephone company.  
 15 Sec. \_\_\_\_ . Section 476.97, subsection 3, Code  
 16 Supplement 1995, is amended by adding the following  
 17 new paragraph:  
 18 NEW PARAGRAPH. f. Providing for uniform toll  
 19 rates to be charged to all customers of the local  
 20 exchange carrier."  
 21 2. By renumbering as necessary.

By WEIGEL of Chickasaw

H-5455 FILED MARCH 19, 1996

WITHDRAWN 3/20/96 (P 882)

SENATE FILE 2443

H-5452

1 Amend the amendment, H-5419, to Senate File 2443,  
 2 as amended, passed, and reprinted by the Senate, as  
 3 follows:  
 4 1. Page 2, by striking lines 10 through 15.  
 5 2. Page 2, by striking lines 19 and 20 and  
 6 inserting the following: "to the Iowa finance  
 7 authority for deposit in the housing improvement fund  
 8 created in section 16.100."  
 9 3. Page 6, lines 25 and 26, by striking the words  
 10 "and for allocating \$150,000 for the construction of a  
 11 new welcome center".  
 12 4. Page 6, line 27, by striking the figure  
 13 "390,000" and inserting the following: "240,000".  
 14 5. Page 10, line 1, by striking the figure  
 15 "2,729,542" and inserting the following: "2,554,542".  
 16 6. Page 12, line 37, by striking the figure  
 17 "100,000" and inserting the following: "425,000".

By WISE of Lee JOCHUM of Dubuque  
 TAYLOR of Linn OSTERHAUS of Jackson  
 WITT of Black Hawk DODERER of Johnson  
 HOLVECK of Polk OLLIE of Clinton  
 NELSON of Pottawattamie COHOON of Des Moines  
 HARPER of Black Hawk LARKIN of Lee  
 SHOULTZ of Black Hawk MURPHY of Dubuque  
 BURNETT of Story

WITHDRAWN 3/20/96

H-5452 FILED MARCH 19, 1996

(P. 869)

WITHDRAWN

## SENATE FILE 2443

H-5458

1 Amend the amendment, H-5419, to Senate File 2443,  
2 as amended, passed, and reprinted by the Senate, as  
3 follows:  
4 1. Page 13, by inserting after line 33 the  
5 following:  
6 "Sec. \_\_\_\_ . Section 99E.9, subsection 3, paragraph  
7 b, Code Supplement 1995, is amended to read as  
8 follows:  
9 b. The types of lottery games to be conducted.  
10 Rules governing the operation of a class of games are  
11 subject to chapter 17A. However, rules governing the  
12 particular features of specific games within a class  
13 of games are not subject to chapter 17A. Such rules  
14 may include, but are not limited to, setting the name  
15 and prize structure of the game and shall be made  
16 available to the public prior to the time the games go  
17 on sale and shall be kept on file at the office of the  
18 commissioner. The board shall authorize instant  
19 lottery and on-line lotto games and may authorize the  
20 use of any type of lottery game that on May 3, 1985,  
21 has been conducted by a state lottery of another state  
22 in the United States, or any game that the board  
23 determines will achieve the revenue objectives of the  
24 lottery and is consistent with subsection 1. However,  
25 the board shall not authorize a game using an  
26 electronic computer terminal or other device if, upon  
27 winning a game, the terminal or device immediately  
28 dispenses coins or currency or a ticket, credit or  
29 token which is redeemable for cash or a prize. The  
30 board shall also not authorize a game which may be  
31 played directly from private residences through cable  
32 telecast, satellite, electronic computer terminal, or  
33 other electronic device if, upon winning a game,  
34 credit is awarded which may be redeemed for cash or a  
35 prize. In a game utilizing instant tickets other than  
36 pull-tab tickets, each ticket in the game shall bear a  
37 unique consecutive serial number distinguishing it  
38 from every other ticket in the game, and each lottery  
39 number or symbol shall be accompanied by a confirming  
40 caption consisting of a repetition of a symbol or a  
41 description of the symbol in words. In the game other  
42 than an instant game which uses tangible evidence of  
43 participation, each ticket shall bear a unique serial  
44 number distinguishing it from every other ticket in  
45 the game."

By GRUBBS of Scott

H-5458 FILED MARCH 19, 1996

WITHDRAWN

3/20/96

(P. 885)

## SENATE FILE 2443

H-5453

1 Amend the amendment, H-5419, to Senate File 2443,  
2 as amended, passed, and reprinted by the Senate, as  
3 follows:

4 1. Page 2, by striking lines 42 through 44 and  
5 inserting the following:

6 "For deposit in the strategic investment fund for  
7 the purposes of the fund including providing funds for  
8 use in making awards from the community economic  
9 betterment account which, if under \$500,000, must be  
10 to businesses able to pay 100 percent of the average  
11 county wage within two years of project initiation,  
12 and which, if \$500,000 or over, must be to businesses  
13 able to pay at least 130 percent of the average county  
14 wage, for providing that the wage cap in high wage  
15 counties tied to an appropriate inflator for  
16 determining eligibility for awards, and for reporting  
17 on the progress made by the department in making the  
18 community economic betterment program a self-  
19 sustaining, revolving loan program, and for salaries,  
20 support, and not more than the following full-time  
21 equivalent positions:"

22 2. Page 12, by inserting after line 45 the  
23 following:

24 "Sec. \_\_\_\_ . NEW SECTION. 15.113 ECONOMIC  
25 DEVELOPMENT ASSISTANCE -- REPORT.

26 In order for the general assembly to have accurate  
27 and complete information regarding expenditures for  
28 economic development and job training incentives and  
29 to respond to the job training needs of Iowa workers,  
30 the department shall report to the general assembly by  
31 January 15 of each year regarding all assistance or  
32 benefits provided under the community economic  
33 betterment program, the new jobs and income program,  
34 and the Iowa industrial new jobs training Act during  
35 the previous calendar year. The report shall identify  
36 by company name each individual business receiving any  
37 assistance or benefits and shall contain a breakdown  
38 by company name of the amount of assistance or  
39 benefits provided to each individual business,  
40 including the amount of local and state tax  
41 abatements, grants, loans, on-the-job and customized  
42 job training moneys received, and the actual or  
43 estimated tax credits taken."

44 3. Page 13, by inserting after line 8 the  
45 following:

46 "Sec. \_\_\_\_ . NEW SECTION. 15.328 PUBLIC RECORDS.

47 Notwithstanding any other provision of the Code to  
48 the contrary, applications from businesses and  
49 communities and application files maintained by the  
50 department are public records. All details of an

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1 award under this part shall be disclosed to the public  
2 at the time public notice of the award is given."

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

5 "Sec. \_\_\_\_ . NEW SECTION. 15A.4 COMPETITIVE  
6 PROGRAMS -- GOOD NEIGHBOR AGREEMENT -- ADDITIONAL  
7 CONSIDERATION.

8 For any program providing financial assistance for  
9 economic development in which the assistance is  
10 provided on a competitive basis, a business which  
11 enters into a good neighbor agreement shall receive  
12 extra consideration of at least ten points or the  
13 equivalent. A good neighbor agreement is an  
14 enforceable contract between the business and a  
15 community group or coalition of community groups which  
16 requires the business to adhere to negotiated  
17 environmental, economic, labor, or other social and  
18 community standards.

19 A business which fails to abide by the good  
20 neighbor agreement shall repay all financial  
21 assistance received under the program."

22 5. By renumbering as necessary.

By WISE of Lee

LARKIN of Lee

MORELAND of Wapello

McCOY of Polk

MYERS of Johnson

COHOON of Des Moines

BELL of Jasper

OSTERHAUS of Jackson

BURNETT of Story

MURPHY of Dubuque

OLLIE of Clinton

SHOULTZ of Black Hawk

O'BRIEN of Boone

HOLVECK of Polk

DODERER of Johnson

WARNSTADT of Woodbury

H-5453 FILED MARCH 19, 1996

WITHDRAWN

3/20/96

(p. 872)

## SENATE FILE 2443

H-5448

1 Amend the amendment, H-5419, to Senate File 2443,  
2 as amended, passed, and reprinted by the Senate, as  
3 follows:

4 1. Page 2, line 42, by inserting after the words  
5 "fund for" the following: "allocating \$222,792 to the  
6 self-employment loan program for the purposes of the  
7 microbusiness rural enterprise assistance program  
8 under section 15.114 and for".

9 2. Page 12, by inserting after line 45, the  
10 following:

11 "Sec. \_\_\_\_ . NEW SECTION. 15.114 MICROBUSINESS  
12 RURAL ENTERPRISE ASSISTANCE.

13 1. As used in this section:

14 a. "Department" means the department of economic  
15 development.

16 b. "Microbusiness" or "microbusiness enterprise"  
17 means a business producing services with five or fewer  
18 full-time equivalent employee positions and with  
19 assistance requirements of not more than twenty-five  
20 thousand dollars.

21 c. "Microbusiness organization" means a nonprofit  
22 corporation organized under chapter 504A which is  
23 exempt from taxation pursuant to section 501(c) of the  
24 Internal Revenue Code and which has a principal  
25 mission of actively engaging in microbusiness  
26 development, training, technical assistance, and  
27 capital access for the start-up or expansion of  
28 microbusinesses.

29 2. The department shall contract with a  
30 microenterprise organization actively engaged in  
31 microbusiness enterprise to assist in the  
32 establishment of this program. In order to qualify  
33 for the contract, the microenterprise organization  
34 shall do all of the following:

35 a. Demonstrate a past performance of and a  
36 capacity to successfully engage in microbusiness  
37 development.

38 b. Have a statewide commitment to and focus on  
39 microbusiness development.

40 c. Provide training and technical assistance.

41 d. Demonstrate an ability to provide access to  
42 capital for start-up or expansion of a microbusiness.

43 e. Have established linkages with financial  
44 institutions.

45 f. Demonstrate an ability to provide follow-up  
46 technical assistance after a microbusiness start-up or  
47 expansion.

48 3. Moneys allocated pursuant to this section which  
49 remain unexpended or unobligated at the end of a  
50 fiscal year shall remain available to the department

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1 to support the assistance program or may be credited  
 2 to the value-added agricultural products and processes  
 3 financial assistance fund created in section 15E.112  
 4 and shall not revert notwithstanding section 8.33.  
 5 4. The department shall submit a report in  
 6 accordance with section 7A.11 not later than November  
 7 1 of each year detailing the activities of the  
 8 microenterprise organization and describing the  
 9 success of the project."  
 10 3. By renumbering as necessary.

By BAKER of Polk  
 O'BRIEN of Boone  
 MERTZ of Kossuth  
 MYERS of Johnson

H-5448 FILED MARCH 18, 1996

*Lost 3/20/96*

*(p. 872)*

SENATE FILE 2443

H-5450

1 Amend the amendment, H-5419, to Senate File 2443,  
 2 as amended, passed, and reprinted by the Senate, as  
 3 follows:  
 4 1. Page 2, by inserting after line 15 the  
 5 following:  
 6 "The department shall allocate \$100,000 of the  
 7 funds remaining unobligated in the Wallace technology  
 8 transfer foundation fund on June 30, 1996,  
 9 notwithstanding section 8.33, to the international  
 10 division to promote trade opportunities in Korea and  
 11 the Pacific rim."

By WISE of Lee  
 LARKIN of Lee  
 MORELAND of Wappello  
 MYERS of Johnson  
 McCOY of Polk

MAY of Worth  
 COHOON of Des Moines  
 BELL of Jasper  
 NELSON of Pottawattamie  
 BURNETT of Story

H-5450 FILED MARCH 18, 1996

*Lost  
 3/20/96  
 (p. 869)*

SENATE FILE 2443

H-5451

1 Amend the amendment, H-5419, to Senate File 2443,  
2 as amended, passed, and reprinted by the Senate, as  
3 follows:

4 1. Page 12, by inserting after line 43 the  
5 following:

6 "Sec. \_\_\_\_ . Section 15.106, subsection 2, Code  
7 1995, is amended to read as follows:

8 2. Employ personnel as necessary to carry out the  
9 duties and responsibilities of the department,  
10 consistent with the merit system provisions of chapter  
11 19A for nonprofessional employees. ~~Professional-staff  
12 of-the-department-are-exempt-from-the-merit-system  
13 provisions-of-chapter-19A.~~"

14 2. By renumbering as necessary.

- |                      |                         |
|----------------------|-------------------------|
| By MURPHY of Dubuque | OSTERHAUS of Jackson    |
| LARKIN of Lee        | WISE of Lee             |
| MORELAND of Wapello  | WARNSTADT of Woodbury   |
| MYERS of Johnson     | HARPER of Black Hawk    |
| McCOY of Polk        | BURNETT of Story        |
| MAY of Worth         | HOLVECK of Polk         |
| WITT of Black Hawk   | MERTZ of Kossuth        |
| KOENIGS of Mitchell  | O'BRIEN of Boone        |
| DODERER of Johnson   | JOCHUM of Dubuque       |
| COHOON of Des Moines | NELSON of Pottawattamie |
| BELL of Jasper       | TAYLOR of Linn          |

H-5451 FILED MARCH 18, 1996

*Not Germane 3/20/96  
(p. 828)*

## SENATE FILE 2443

H-5440

1 Amend the amendment, H-5419, to Senate File 2443,  
2 as amended, passed, and reprinted by the Senate, as  
3 follows:  
4 1. Page 8, by inserting after line 10 the  
5 following:  
6 "Sec. \_\_\_\_\_. Notwithstanding section 423.24,  
7 subsection 1, paragraph "b", subparagraph (1), there  
8 is appropriated for the fiscal year beginning July 1,  
9 1996, and ending June 30, 1997, \$100,000 of the total  
10 revenues collected pursuant to section 423.7 and  
11 deposited in the value-added agricultural products and  
12 processes financial assistance fund, pursuant to  
13 section 423.24, subsection 1, paragraph "b".  
14 subparagraph (1), to the Iowa cooperative extension  
15 service in agriculture and home economics at Iowa  
16 state university of science and technology for  
17 administration of the Iowa grain quality initiative."  
18 2. By renumbering as necessary.

By EDDIE of Buena Vista

H-5440 FILED MARCH 18, 1996

*adopted 3/20/96 (p. 877)*

## SENATE FILE 2443

H-5447

1 Amend the amendment, H-5419, to Senate File 2443,  
2 as amended, passed, and reprinted by the Senate, as  
3 follows:  
4 1. Page 7, line 26, by striking the figure  
5 "330,275" and inserting the following: "30,275".  
6 2. Page 10, line 26, by inserting after the word  
7 "colleges," the following: "for allocating \$300,000  
8 for the career opportunity program under chapter  
9 260C,".  
10 3. Page 10, line 34, by striking the figure  
11 "2,310,267" and inserting the following: "2,610,267".  
By BAKER of Polk MYERS of Johnson  
SHOULTZ of Black Hawk HARPER of Black Hawk  
MERTZ of Kossuth

H-5447 FILED MARCH 18, 1996

WITHDRAWN

*3/20/96**(p. 877)*

HOUSE AMENDMENT TO  
SENATE FILE 2443

S-5459

1 Amend Senate File 2443, as amended, passed, and  
2 reprinted by the Senate, as follows:

3 1. By striking everything after the enacting  
4 clause and inserting the following:

5 "Section 1. There is appropriated from the general  
6 fund of the state and other designated funds to the  
7 department of economic development for the fiscal year  
8 beginning July 1, 1996, and ending June 30, 1997, the  
9 following amounts, or so much thereof as is necessary,  
10 to be used for the purposes designated:

11 1. ADMINISTRATIVE SERVICES DIVISION

12 a. General administration

13 For salaries, support, maintenance, miscellaneous  
14 purposes, for providing that a business receiving  
15 moneys from the department for the purpose of job  
16 creation shall make available ten percent of the new  
17 jobs created for PROMISE JOBS program participants who  
18 are qualified for the jobs created, and for not more  
19 than the following full-time equivalent positions:

20 ..... \$ 1,405,687  
21 ..... FTEs 23.75

22 The director shall coordinate efforts with the  
23 workforce coordinator and the department of workforce  
24 development, if established by Senate File 2409 or  
25 House File 2463, to implement the intent of the  
26 general assembly regarding businesses receiving job  
27 creation moneys and shall report to the joint economic  
28 development appropriations subcommittee regarding the  
29 number of jobs to be created by each business, the  
30 number of qualified PROMISE JOBS participants applying  
31 with the business, and the number of PROMISE JOBS  
32 participants hired.

33 b. Film office

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

37 ..... \$ 199,341  
38 ..... FTEs 2.00

39 2. BUSINESS DEVELOPMENT DIVISION

40 a. Business development operations

41 For salaries, support, maintenance, miscellaneous  
42 purposes, for allocating \$150,000 to the graphic arts  
43 technology center, allocating \$50,000 to the plastics  
44 technology center, and for not more than the following  
45 full-time equivalent positions:

46 ..... \$ 3,709,775  
47 ..... FTEs 17.75

48 The department may use up to \$60,000 of any funds  
49 remaining unobligated on June 30, 1996, in the Wallace  
50 technology transfer foundation fund, notwithstanding

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1 section 8.33, and add up to a 0.50 full-time  
2 equivalent position to administer the heartland  
3 technology network, the graphic arts technology  
4 center, and the plastics technology center.

5 The department may use up to \$75,000 of the funds  
6 remaining unobligated in the Wallace technology  
7 transfer foundation fund on June 30, 1996,  
8 notwithstanding section 8.33, for the purposes of the  
9 regulatory assistance program.

10 The department shall allocate \$100,000, or so much  
11 thereof as may be necessary, of the funds remaining  
12 unobligated in the Wallace technology transfer  
13 foundation fund on June 30, 1996, notwithstanding  
14 section 8.33, to the workforce development division  
15 for business consortia and supplier network training.

16 Unobligated funds remaining in the Wallace  
17 technology transfer foundation fund after making the  
18 allocations under this paragraph shall be transferred  
19 to the strategic investment fund for use in the  
20 community economic betterment program.

21 b. Small business programs

22 For salaries, support, maintenance, miscellaneous  
23 purposes, for the small business program; the small  
24 business advisory council, targeted small business  
25 program and the targeted small business compliance  
26 officer, and for not more than the following full-time  
27 equivalent positions:

28 .....	\$	448,756
29 .....	FTEs	6.00

30 c. Federal procurement office

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

34 .....	\$	96,492
35 .....	FTEs	3.00

36 Notwithstanding section 8.33, moneys remaining  
37 unencumbered or unobligated on June 30, 1997, shall  
38 not revert and shall be available for expenditure  
39 during the fiscal year beginning July 1, 1997, for the  
40 same purposes.

41 d. Strategic investment fund

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

45 .....	\$	7,731,151
46 .....	FTEs	10.50

47 e. Targeted small business incubator

48 Moneys appropriated for fiscal year 1995-1996 and  
49 not expended by June 30, 1996, shall not revert but  
50 shall be held by the department for funding, with

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1 local matching funds, the targeted small business  
2 incubator in Des Moines for the fiscal year beginning  
3 July 1, 1996, and ending June 30, 1997.

4 f. Insurance economic development

5 There is appropriated from moneys collected by the  
6 division of insurance in excess of the anticipated  
7 gross revenues under section 505.7, subsection 3, to  
8 the department for the fiscal year beginning July 1,  
9 1996, and ending June 30, 1997, the following amount,  
10 or so much thereof as is necessary, for insurance  
11 economic development and international insurance  
12 economic development:

13 ..... \$ 200,000

14 g. Value-added agriculture

15 There is appropriated from the moneys available to  
16 support value-added agricultural products and  
17 processes, four percent, or so much thereof as is  
18 necessary, of the total moneys available to support  
19 value-added agricultural products and processes  
20 pursuant to section 423.24 each quarter for  
21 administration of the value-added agricultural  
22 products and processes financial assistance program as  
23 provided in section 15E.111, including salaries,  
24 support, maintenance, miscellaneous purposes, and for  
25 not more than 2.00 FTEs.

26 3. COMMUNITY DEVELOPMENT DIVISION

27 a. Community assistance

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

34 ..... \$ 578,943

35 ..... FTEs 8.50

36 There is also appropriated from the rural community  
37 2000 program revolving fund established in section  
38 15.287 to the community assistance program for the  
39 purposes of the community economic preparedness  
40 program:

41 ..... \$ 50,000

42 b. Main street/rural main street program

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

45 ..... \$ 413,530

46 ..... FTEs 3.00

47 Notwithstanding section 8.33, moneys committed to  
48 grantees under contract from the general fund of the  
49 state that remain unexpended on June 30 of the fiscal  
50 year shall not revert to any fund but shall be

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1 available for expenditure for purposes of the contract  
2 during the succeeding fiscal year.

3 c. Rural development program

4 For salaries, support, maintenance, and

5 miscellaneous purposes for rural resource

6 coordination, rural community leadership, the rural

7 enterprise fund, and for the rural innovations grants

8 program, and for not more than the following full-time

9 equivalent positions:

10 ..... \$ 611,181

11 ..... FTEs 4.50

12 There is also appropriated from the rural community

13 2000 program revolving fund established in section

14 15.287 to the rural development program for the

15 purposes of the program including the rural enterprise

16 fund and collaborative skills development training:

17 ..... \$ 351,000

18 Notwithstanding section 8.33, moneys committed to

19 grantees under contract from the general fund of the

20 state or through transfers from the Iowa community

21 development loan fund or from the rural community 2000

22 program revolving fund that remain unexpended at the

23 end of the fiscal year shall not revert but shall be

24 available for expenditure for purposes of the contract

25 during the succeeding fiscal year.

26 d. Community development block grant and HOME

27 For administration and related federal housing and

28 urban development grant administration for salaries,

29 support, maintenance, miscellaneous purposes, and for

30 not more than the following full-time equivalent

31 positions:

32 ..... \$ 403,974

33 ..... FTEs 18.75

34 e. Councils of governments

35 There is appropriated from the rural community 2000

36 program revolving fund established in section 15.287

37 to provide to Iowa's councils of governments funds for

38 planning and technical assistance funds to assist

39 local governments to develop community development

40 strategies for addressing long-term and short-term

41 community needs:

42 ..... \$ 178,000

43 f. Housing development fund

44 For providing technical assistance to communities

45 of all sizes and local financial institutions to help

46 meet local housing needs and to provide and transfer

47 matching funds for the HOME program:

48 ..... \$ 1,300,000

49 Notwithstanding section 8.33, moneys committed to

50 grantees under contract from the housing development

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1 fund and moneys transferred for matching funds for the  
2 HOME program that remain unexpended or unobligated on  
3 June 30 of the fiscal year shall not revert to any  
4 fund but shall be available for obligation and  
5 expenditure for purposes of those programs during the  
6 succeeding fiscal year.

7 4. INTERNATIONAL DIVISION

8 a. International trade operations

9 For salaries, support, maintenance, miscellaneous  
10 purposes, for promotion of export sales of Iowa's  
11 agricultural commodities and value-added agricultural  
12 products, and for not more than the following full-  
13 time equivalent positions:

14 ..... \$ 927,950  
15 ..... FTEs 10.00

16 From among the full-time equivalent positions  
17 authorized by this paragraph, one position shall  
18 concentrate on the export sale of grain, one to the  
19 export sale of livestock, and one to the export sale  
20 of value-added agricultural products.

21 b. Foreign trade offices

22 For salaries, support, maintenance, and  
23 miscellaneous purposes:

24 ..... \$ 595,250

25 c. Export trade assistance program

26 For export trade activities, including a program to  
27 encourage and increase participation in trade shows  
28 and trade missions by providing financial assistance  
29 to businesses for a percentage of their costs of  
30 participating in trade shows and trade missions, by  
31 providing for the lease/sublease of showcase space in  
32 existing world trade centers, by providing temporary  
33 office space for foreign buyers, international  
34 prospects, and potential reverse investors, and by  
35 providing other promotional and assistance activities,  
36 including salaries, support, and for not more than the  
37 following full-time equivalent positions:

38 ..... \$ 275,000  
39 ..... FTEs 0.25

40 d. Agricultural product advisory council

41 For support, maintenance, and miscellaneous  
42 purposes:

43 ..... \$ 1,300

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

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1 funds transferred:

2 ..... \$ 100,000

3 5. TOURISM DIVISION

4 a. Tourism operations

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

11 ..... \$ 725,212

12 ..... FTEs 18.52

13 b. Tourism advertising

14 For contracting exclusively for tourism advertising  
15 for in-state and out-of-state tourism marketing  
16 services, tourism promotion programs, electronic  
17 media, print media, and printed materials:

18 ..... \$ 2,687,000

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

29 c. Welcome center program

30 To implement the recommendations of the statewide  
31 long-range plan for developing and operating welcome  
32 centers throughout the state and for allocating  
33 \$150,000 for a new welcome center:

34 ..... \$ 390,000

35 6. WORKFORCE DEVELOPMENT DIVISION

36 Business consortia and supplier network training:

37 ..... \$ 150,000

38 Funds appropriated in this section shall be  
39 transferred to the workforce development fund and used  
40 for training directed at specific needs of businesses  
41 involved with business consortia and supplier  
42 networks.

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, 1996, and ending June 30, 1997, 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 to  
 3 the department of economic development for the fiscal  
 4 year beginning July 1, 1996, and ending June 30, 1997,  
 5 the following amount, or so much thereof as is  
 6 necessary, to be used for the purpose designated:

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

11 .....	\$	160,000
12 .....	FTEs	2.40

13 Appropriations to the department of economic  
 14 development for administration of chapter 260E and the  
 15 department of employment services for the target  
 16 alliance program shall be funded on a proportional  
 17 basis if receipts to the job training fund are  
 18 insufficient to fund both appropriations in their  
 19 entirety.

20 Sec. 4. Of all funds appropriated to or receipts  
 21 credited to the job training fund created in section  
 22 260F.6, subsection 1, \$125,000 and not more than 1.30  
 23 FTEs may be used for the administration of job  
 24 training programs.

25 Sec. 5. There is appropriated from the general  
 26 fund of the state to the Iowa seed capital corporation  
 27 fund established in section 15E.89, for the fiscal  
 28 year beginning July 1, 1996, and ending June 30, 1997,  
 29 the following amount, or so much thereof as is  
 30 necessary, for not more than the following full-time  
 31 equivalent positions and for the purposes of the  
 32 corporation:

33 .....	\$	330,275
34 .....	FTEs	5.00

35 It is the intent of the general assembly that the  
 36 current manner in which seed capital investments are  
 37 managed shall be changed by July 1, 1998. The  
 38 department of economic development board shall appoint  
 39 an advisory committee to make recommendations for  
 40 managing seed capital investments after July 1, 1998.  
 41 The committee shall report to the joint appropriations  
 42 subcommittee on economic development by December 1,  
 43 1996, regarding its recommendations.

44 Sec. 6. Upon payment in full of a certificate of  
 45 participation or other obligation issued to fund a job  
 46 training program under chapter 260E, the community  
 47 college providing the job training program shall  
 48 notify the department of revenue and finance and the  
 49 department of management of the amount paid by the  
 50 employer or business to the community college to

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1 retire the certificate during the previous twelve  
2 months. Twenty-five percent of that amount shall be  
3 appropriated each quarter of the fiscal year beginning  
4 July 1, 1996. If the actual amount of withholding  
5 from the business or employer during the fiscal year  
6 beginning July 1, 1996, is insufficient, the quarterly  
7 appropriation shall be prorated. The maximum amount  
8 from all employers which shall be transferred to the  
9 workforce development fund during the fiscal year is  
10 ten million dollars.

11 Sec. 7. There is allocated from the workforce  
12 development fund established in section 15.343, for  
13 the fiscal year beginning July 1, 1996, and ending  
14 June 30, 1997, the sum of \$50,000. The department of  
15 economic development shall award these funds for  
16 productivity enhancement projects through a request  
17 for proposal process.

18 Sec. 8. Notwithstanding section 423.24, subsection  
19 1, paragraph "b", subparagraph (1), there is  
20 appropriated for the fiscal year beginning July 1,  
21 1996, and ending June 30, 1997, \$100,000 of the total  
22 revenues collected pursuant to section 423.7 and  
23 deposited in the value-added agricultural products and  
24 processes financial assistance fund, pursuant to  
25 section 423.24, subsection 1, paragraph "b",  
26 subparagraph (1), to the Iowa cooperative extension  
27 service in agriculture and home economics at Iowa  
28 state university of science and technology for  
29 administration of the Iowa grain quality initiative.

30 Sec. 9. There is appropriated from the general  
31 fund of the state to the Iowa state university of  
32 science and technology for the fiscal year beginning  
33 July 1, 1996, and ending June 30, 1997, the following  
34 amounts, or so much thereof as is necessary, to be  
35 used for the purposes designated:

36 1. For funding and maintaining in their current  
37 locations the existing small business development  
38 centers, and for not more than the following full-time  
39 equivalent positions:

40 ..... \$ 1,216,245  
41 ..... FTEs 5.80

42 2. For funding the institute for physical research  
43 and technology, and for not more than the following  
44 full-time equivalent positions:

45 ..... \$ 4,124,607  
46 ..... FTEs 46.42

47 It is the intent of the general assembly that the  
48 incentive program focus on Iowa industrial sectors and  
49 seek contributions and in-kind donations from  
50 businesses, industrial foundations, and trade

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

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

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

27 3. For the research park:

28 ..... \$ 370,000

29 Sec. 10. There is appropriated from the general  
 30 fund of the state to the state university of Iowa for  
 31 the fiscal year beginning July 1, 1996, and ending  
 32 June 30, 1997, the following amounts, or so much  
 33 thereof as is necessary, to be used for the purposes  
 34 designated:

35 1. For funding the advanced drug development  
 36 program at the Oakdale research park and for not more  
 37 than the following full-time equivalent positions:

38 ..... \$ 319,169

39 ..... FTEs 2.85

40 The board of regents shall submit a report on the  
 41 progress of regents institutions in meeting the  
 42 strategic plan for technology transfer and economic  
 43 development to the chairpersons of the joint  
 44 appropriations subcommittee on economic development,  
 45 the joint appropriations subcommittee on education,  
 46 the majority leader, and minority leader of the  
 47 senate, the majority and minority leaders of the house  
 48 of representatives, the secretary of the senate, the  
 49 chief clerk of the house of representatives, and the  
 50 legislative fiscal bureau by December 1, 1996.

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1 2. For the research park:

2 ..... \$ 321,000

3 Sec. 11. There is appropriated from the general  
4 fund of the state to the university of northern Iowa  
5 for the fiscal year beginning July 1, 1996, and ending  
6 June 30, 1997, the following amount, or so much  
7 thereof as is necessary, to be used for the metal  
8 casting center:

9 ..... \$ 160,000

10 Sec. 12. DEPARTMENT OF EMPLOYMENT SERVICES. There  
11 is appropriated from the general fund of the state to  
12 the department of employment services for the fiscal  
13 year beginning July 1, 1996, and ending June 30, 1997,  
14 the following amounts, or so much thereof as is  
15 necessary, for the purposes designated:

16 1. DIVISION OF LABOR SERVICES

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

20 ..... \$ 2,729,542  
21 ..... FTEs 89.50

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

27 2. DIVISION OF INDUSTRIAL SERVICES

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

31 ..... \$ 2,101,389  
32 ..... FTEs 33.00

33 3. WORKFORCE DEVELOPMENT

34 For salaries, support, maintenance, and  
35 miscellaneous purposes for the workforce development  
36 coordinator and council, for the workforce development  
37 initiative to be used to create model workforce  
38 development centers and provide an integrated  
39 management information system, for purposes of the  
40 conservation corps, for the mentoring project for  
41 family investment program participants, for allocating  
42 \$425,000 for funding, to the extent possible, the  
43 currently existing high technology apprenticeship  
44 programs, under section 260C.44 at the community  
45 colleges, and for the purposes of the workforce  
46 investment program, for a competitive grant program by  
47 the department for projects that increase Iowa's pool  
48 of available labor via training and support services  
49 with priority given to projects which serve displaced  
50 homemakers or welfare recipients, including salaries

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

3 ..... \$ 2,310,267  
4 ..... FTEs 32.15

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

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

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

22 4. For salaries, support, maintenance, and  
23 miscellaneous purposes for collection of labor market  
24 information:

25 ..... \$ 173,250

26 5. Labor management councils

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

30 ..... \$ 70,338  
31 ..... FTEs 0.50

32 It is the intent of the general assembly that labor  
33 management councils take steps toward self-sufficiency  
34 and away from the need for continued state funding.

35 Notwithstanding section 8.33, moneys committed to  
36 grantees under contract that remain unexpended on June  
37 30 of the fiscal year shall not revert to any fund but  
38 shall be available for expenditure for purposes of the  
39 contract during the succeeding fiscal year.

40 Sec. 13. Notwithstanding section 15.251,  
41 subsection 2, there is appropriated from the job  
42 training fund to the department of employment services  
43 for the fiscal year beginning July 1, 1996, and ending  
44 June 30, 1997, the following amount, or so much  
45 thereof as is necessary, to be used for the purpose  
46 designated:

47 For the target alliance program:

48 ..... \$ 30,000

49 Sec. 14. ADMINISTRATIVE CONTRIBUTION SURCHARGE  
50 FUND. There is appropriated from the administrative

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1 contribution surcharge fund of the state to the  
2 department of employment services for the fiscal year  
3 beginning July 1, 1996, and ending June 30, 1997, the  
4 following amount, or so much thereof as is necessary,  
5 for the purposes designated:

6 DIVISION OF JOB SERVICE

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

12 .....	\$	6,310,000
13 .....	FTEs	141.54

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

20 Sec. 15. EMPLOYMENT SECURITY CONTINGENCY FUND.

21 There is appropriated from the special employment  
22 security contingency fund to the department of  
23 employment services for the fiscal year beginning July  
24 1, 1996, and ending June 30, 1997, the following  
25 amounts, or so much thereof as is necessary, for the  
26 purposes designated:

27 1. DIVISION OF LABOR SERVICES

28 For salaries, support, maintenance, and  
29 miscellaneous purposes:

30 .....	\$	296,000
----------	----	---------

31 2. DIVISION OF INDUSTRIAL SERVICES

32 For salaries, support, maintenance, and  
33 miscellaneous purposes:

34 .....	\$	175,000
----------	----	---------

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

37 Sec. 16. PUBLIC EMPLOYMENT RELATIONS BOARD. There  
38 is appropriated from the general fund of the state to  
39 the public employment relations board for the fiscal  
40 year beginning July 1, 1996, and ending June 30, 1997,  
41 the following amount, or so much thereof as is  
42 necessary, for the purposes designated:

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

46 .....	\$	777,164
47 .....	FTEs	12.80

48 Sec. 17. There is appropriated from the general  
49 fund of the state to the Iowa finance authority for  
50 the fiscal year beginning July 1, 1996, and ending

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1 June 30, 1997, the following amount, or so much  
2 thereof as is necessary, to be used for the purpose  
3 designated:

4 For deposit in the housing improvement fund created  
5 in section 16.100 for purposes of the fund:  
6 ..... \$ 100,000

7 Sec. 18. FEDERAL GRANTS. All federal grants to  
8 and the federal receipts of agencies appropriated  
9 funds under this Act, not otherwise appropriated, are  
10 appropriated for the purposes set forth in the federal  
11 grants or receipts unless otherwise provided by the  
12 general assembly.

13 Sec. 19. Section 15.108, subsection 1, paragraph  
14 d, Code 1995, is amended by striking the paragraph.

15 Sec. 20. Section 15.313, subsection 2, Code 1995,  
16 is amended by adding the following new paragraphs:

17 NEW PARAGRAPH. g. The entrepreneurs with  
18 disabilities program, which provides technical and  
19 financial assistance to help persons with disabilities  
20 become self-sufficient and create additional  
21 employment opportunities by establishing or expanding  
22 small business ventures.

23 NEW PARAGRAPH. h. The disabled job opportunities  
24 program, which provides service and technical  
25 assistance to rehabilitation organizations or agencies  
26 that create, expand, or spin off business ventures for  
27 persons with disabilities.

28 Sec. 21. Section 15.343, subsection 1, paragraph  
29 c, Code Supplement 1995, is amended by striking the  
30 paragraph and inserting in lieu thereof the following:

31 c. Moneys appropriated to the fund by the general  
32 assembly.

33 Sec. 22. Section 15E.112, subsection 1, Code 1995,  
34 is amended to read as follows:

35 1. A value-added agricultural products and  
36 processes financial assistance fund is created within  
37 the state treasury under the control of the  
38 department. The fund shall consist of any money  
39 appropriated by the general assembly and any other  
40 moneys available to and obtained or accepted by the  
41 department from the federal government or private  
42 sources for placement in the fund. ~~Until July 17~~  
43 ~~2000, moneys shall be deposited in the fund as~~  
44 ~~provided in section 423.24. Not more than one percent~~  
45 ~~of the total moneys available to support value-added~~  
46 ~~agricultural products and processes pursuant to~~  
47 ~~section 423.24 during each quarter shall be used by~~  
48 ~~the department for administration of the value-added~~  
49 ~~agricultural products and processes financial~~  
50 ~~assistance program, as provided in section 15E.111.~~

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1 The assets of the fund shall be used by the department  
 2 only for carrying out the purposes of section 15E.111.  
 3 Sec. 23. Sections 15E.81 through 15E.94, Code  
 4 1995, are repealed.  
 5 Sec. 24. Section 422.16A, Code Supplement 1995, is  
 6 repealed.  
 7 Sec. 25. Notwithstanding sections 15.108, 15.224  
 8 through 15.230, 15.347, 15.348, and 239.22, the  
 9 department of employment services shall administer the  
 10 following programs: job training partnership Act,  
 11 Iowa conservation corps, americorps, mentoring for  
 12 PROMISE JOBS, food stamp employment and training, and  
 13 the labor/management co-op programs.  
 14 Sec. 26. The Iowa quality coalition shall revert  
 15 to the Wallace technology transfer fund by August 1,  
 16 1996, all funds remaining unexpended on the effective  
 17 date of this Act which have been appropriated to the  
 18 Iowa quality coalition.  
 19 Sec. 27. Section 23 of this Act, being deemed of  
 20 immediate importance, takes effect upon enactment.  
 21 Sec. 28. Sections 18 and 21 of this Act take  
 22 effect July 1, 1998."  
 23 2. Title page, line 2, by inserting after the  
 24 word "authority," the following: "the Iowa seed  
 25 capital corporation,".  
 26 3. Title page, line 4, by inserting after the  
 27 word "services," the following: "providing effective  
 28 dates,".

RECEIVED FROM THE HOUSE

S-5459 FILED MARCH 20, 1996

*Senate  
 Refused  
 3/27/96  
 (p. 1099)  
 Juviate*

*House  
 3/28/96  
 (p. 1124)*

REPORT OF THE CONFERENCE COMMITTEE  
ON SENATE FILE 2443

To the President of the Senate and the Speaker of the House of Representatives:

We, the undersigned members of the conference committee appointed to resolve the differences between the Senate and the House of Representatives on Senate File 2443, a bill for An Act appropriating funds to the department of economic development, the Iowa finance authority, certain board of regents institutions, the public employment relations board, and the department of employment services, and making related statutory changes, respectfully make the following report:

- 1. That the House recedes from its amendment, S-5459.
- 2. That Senate File 2443, as amended, passed, and reprinted by the Senate, is amended as follows:

- 1. By striking everything after the enacting clause and inserting the following:

"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, 1996, and ending June 30, 1997, 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, 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 created and for not more than the following full-time equivalent positions:

.....	\$ 1,405,687
.....	FTEs 23.75

The director shall coordinate efforts with the workforce

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coordinator and the department of workforce development if enacted by Senate File 2409, to implement the intent of the general assembly regarding businesses receiving job creation moneys and shall report to the joint appropriations subcommittee on economic development 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. Film office

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

.....	\$	199,341
.....	FTEs	2.00

2. BUSINESS DEVELOPMENT DIVISION

a. Business development operations

For salaries, support, maintenance, miscellaneous purposes, for not more than the following full-time equivalent positions, for allocating \$495,000 to the heartland technology network, \$150,000 to the graphic arts center, and \$100,000 to the university of northern Iowa for operation of industrial technology programs at the Iowa plastics technology center located in Waverly, Iowa, for allocating \$75,000 for the purposes of the regulatory assistance program, and for allocating \$60,000, and up to a 0.50 full-time equivalent position to administer the heartland technology network, the graphic arts technology center, and the plastics technology center:

.....	\$	3,890,775
.....	FTEs	17.75

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, and targeted small business program:

.....	\$	498,756
.....	FTEs	6.00

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c. Federal procurement office

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

.....	\$	96,492
.....	FTEs	3.00

Notwithstanding section 8.33, moneys remaining unencumbered or unobligated on June 30, 1997, shall not revert and shall be available for expenditure during the fiscal year beginning July 1, 1997, for the same purposes.

d. Strategic investment fund

For deposit in the strategic investment fund for salaries, support, for not more than the following full-time equivalent positions, [and for allocating from the funds remaining unobligated in the Wallace technology transfer foundation fund on June 30, 1996, notwithstanding section 8.33, \$200,000 for a study regarding the feasibility of establishing an Iowa-based airline]:

.....	\$	7,007,638
.....	FTEs	10.50

As a condition of any portion of the appropriation made under this lettered paragraph being used for awards from the community economic betterment account, the department shall provide that awards under the program of \$500,000 or more must be to businesses able to pay at least 130 percent of the average county wage, shall review the wage cap in high wage counties and provide that it is tied to an appropriate inflator for determining eligibility for awards, and shall provide, in addition to all other existing requirements for awards from the community economic betterment account, that the remaining 10 percent of the funds shall be transferred by the department to other programs within the strategic investment fund and used for purposes other than the community economic betterment program if, after 90 percent of funds in the account have been obligated for the fiscal year, either of the following conditions have not been met:

- (1) All projects approved have starting wages not less

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than 90 percent of the lesser of either the average county wage or the average regional wage, as compiled annually by the department for the community economic betterment program. For the purposes of this lettered paragraph, the average regional wage shall be compiled based upon the service delivery areas in section 84B.2, if enacted by 1996 Iowa Acts, Senate File 2409.

(2) The average starting wage for the businesses for which the awards were made under the program shall exceed 100 percent of the statewide average wage.

Additionally, the department shall provide an annual report on the progress made by the department in making the community economic betterment program a self-sustaining, revolving loan program.

e. Targeted small business incubator

Moneys appropriated for fiscal year 1995-1996 and not expended by June 30, 1996, 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, 1996, and ending June 30, 1997.

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, 1996, and ending June 30, 1997, the following amount, or so much thereof as is necessary, for insurance economic development and international insurance economic development:

..... \$ 200,000

g. Value-added agriculture

There is appropriated from the moneys available to support value-added agricultural products and processes, four percent, or so much thereof as is necessary, of the total moneys available to support value-added agricultural products and processes pursuant to section 423.24 each quarter for administration of the value-added agricultural products and processes financial assistance program as provided in section

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15E.111, including salaries, support, maintenance, miscellaneous purposes, and for not more than 2.00 FTEs.

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:

.....	\$	578,943
.....	FTEs	8.50

There is also appropriated from the rural community 2000 program revolving fund established in section 15.287 to the community assistance program for the purposes of the community economic preparedness program:

.....	\$	50,000
-------	----	--------

b. Main street/rural main street program

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

.....	\$	413,530
.....	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, rural innovations grant program, and the rural enterprise fund and for allocating \$100,000 for the purposes of the microbusiness rural enterprise assistance program under section 15.114:

.....	\$	711,181
.....	FTEs	4.50

There is also appropriated from the rural community 2000

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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:

..... \$ 351,000

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:

..... \$ 403,974

..... FTEs 18.75

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. Councils of governments

For distributing on a per capita basis to each council of governments:

..... \$ 50,000

g. Housing development fund

For providing technical assistance to communities of all sizes and local financial institutions to help meet local housing needs and to provide and transfer matching funds for the HOME program:

..... \$ 1,300,000

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Notwithstanding section 8.33, moneys committed to grantees under contract from the housing development fund and moneys transferred for matching funds for the HOME program that remain unexpended or unobligated on June 30 of the fiscal year shall not revert to any fund but shall be available for obligation and expenditure for purposes of those programs during the succeeding fiscal year.

4. INTERNATIONAL DIVISION

a. International trade operations

For salaries, support, maintenance, miscellaneous purposes, for not more than the following full-time equivalent positions, and for allocating \$100,000 to promote trade opportunities in Korea and the Pacific rim:

.....	\$	1,027,950
.....	FTEs	10.00

From among the full-time equivalent positions authorized by this paragraph, one position shall concentrate on the export sale of grain, one on the export sale of livestock, and one on the export sale of value-added agricultural products.

b. Foreign trade offices

For salaries, support, maintenance, and miscellaneous purposes:

.....	\$	595,250
-------	----	---------

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, including salaries and support for not more than the following full-time equivalent position:

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

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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, and for allocating \$300,000 for a soccer facility:

..... \$ 1,025,212

..... FTEs 18.52

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:

..... \$ 2,737,000

The department shall not use the moneys appropriated in this lettered paragraph, 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

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To provide tourism materials for welcome centers and for allocating \$150,000 for a new welcome center:

..... \$ 250,000

6. BUSINESS CONSORTIA AND SUPPLIER NETWORK TRAINING

For deposit in the workforce development fund for training directed at specific needs of businesses involved with business consortia and supplier networks on the condition that training shall not be provided to a business which uses outsourcing:

..... \$ 150,000

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, 1996, and ending June 30, 1997, 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 to the department of economic development for the fiscal year beginning July 1, 1996, and ending June 30, 1997, the following amounts, or so much thereof as is necessary, to be used for the purposes designated:

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

Appropriations to the department of economic development for administration of chapter 260E and the department of employment services for the target alliance program shall be funded on a proportional basis if receipts to the job training fund are insufficient to fund both appropriations in their entirety.

Sec. 4. Of all funds appropriated to or receipts credited to the job training fund created in section 260F.6, subsection 1, up to \$125,000 for the fiscal year beginning July 1, 1996,

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and ending June 30, 1997, and not more than 1.30 of the full-time equivalent positions may be used for the administration of the Iowa small business new job training Act.

Sec. 5. Notwithstanding section 423.24, subsection 1, paragraph "b", subparagraph (1), there is appropriated for the fiscal year beginning July 1, 1996, and ending June 30, 1997, \$100,000 of the total revenues collected pursuant to section 423.7 and deposited in the value-added agricultural products and processes financial assistance fund, pursuant to section 423.24, subsection 1, paragraph "b", subparagraph (1), to the Iowa cooperative extension service in agriculture and home economics at Iowa state university of science and technology for administration of the Iowa grain quality initiative.

Sec. 6. The Iowa seed capital corporation is authorized up to 5.00 FTEs. The seed capital corporation shall not make any new investments after June 30, 1997. The portfolio of investments held by the seed capital corporation on June 30, 1997, shall be transferred to a private entity for management of the investments.

Sec. 7. 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, 1996, and ending June 30, 1997, 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, and for not more than the following full-time equivalent positions:

.....	\$	1,216,245
.....	FTEs	5.80

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

.....	\$	4,124,607
.....	FTEs	46.42

It is the intent of the general assembly that the incentive

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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 appropriations subcommittee on economic development 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. 8. There is appropriated from the general fund of the state to the state university of Iowa for the fiscal year beginning July 1, 1996, and ending June 30, 1997, 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:

.....	\$	319,169
.....	FTEs	2.85

The board of regents shall submit a report on the progress of regents institutions in meeting the strategic plan for

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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, 1996.

Sec. 9. DEPARTMENT OF EMPLOYMENT SERVICES OR DEPARTMENT OF WORKFORCE DEVELOPMENT. As used in this section, references to the department of employment services shall include the department of workforce development if enacted by Senate File 2409. There is appropriated from the general fund of the state, to the department of employment services for the fiscal year beginning July 1, 1996, and ending June 30, 1997, 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, 1996, and ending June 30, 1997, 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:

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 12 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 13 of this Act prior to funding the appropriation in section 13 of this Act to the division of industrial services:

.....	\$	2,729,542
.....	FTEs	89.50

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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:

.....	\$	2,131,389
.....	FTEs	33.00

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

.....	\$	141,606
.....	FTEs	1.00

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

.....	\$	275,000
-------	----	---------

5. For salaries, support, maintenance, miscellaneous purposes for collection of labor market information, and for not more than the following full-time equivalent positions:

.....	\$	173,250
.....	FTEs	3.20

6. For salaries, support, maintenance, and miscellaneous purposes for the mentoring project for family investment program participants, and for not more than the following full-time equivalent positions:

.....	\$	72,000
.....	FTEs	1.50

7. a. Youth workforce programs

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

.....	\$	918,661
.....	FTEs	2.40

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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. Workforce investment program

For allocating \$425,000 to the workforce development fund under section 15.343 for funding, to the extent possible, the currently existing high technology apprenticeship programs, under section 260C.44 at the community colleges, for the purposes of the workforce investment program, and for a competitive grant program by the department 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, and not more than the following full-time equivalent position:

.....	\$	903,000
.....	FTEs	0.90

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.

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.

c. Labor management councils

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

.....	\$	100,338
.....	FTEs	0.50

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

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expenditure for purposes of the contract during the succeeding fiscal year. 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.

Sec. 10. Notwithstanding section 15.251, subsection 2, there is appropriated from the job training fund to the department of employment services for the fiscal year beginning July 1, 1996, and ending June 30, 1997, the following amount, or so much thereof as is necessary, to be used for the purpose designated:

For the target alliance program:

..... \$ 30,000

Sec. 11. 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, 1996, and ending June 30, 1997, 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:

..... \$ 6,310,000

..... FTEs 141.54

1. The department of employment services shall provide services throughout the fiscal year beginning July 1, 1996, and ending June 30, 1997, in all communities in which workforce centers were 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.

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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, 1996, and ending January 20, 1997. The division shall also establish a substantially similar schedule for such hearings for the period beginning January 20, 1997, and ending June 30, 1997. 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, 1997, and ending June 30, 1997.

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. 12. 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, 1996, and ending June 30, 1997, 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

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

Sec. 13. 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, 1996, and ending June 30, 1997, 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:

.....	\$	777,164
.....	FTEs	12.80

Sec. 14. There is appropriated from the general fund of the state to the Iowa finance authority for the fiscal year beginning July 1, 1996, and ending June 30, 1997, 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:

.....	\$	400,000
-------	----	---------

Sec. 15. There is allocated from the unobligated funds remaining in the Wallace technology transfer foundation fund, after the allocation in section 1, subsection 2, paragraph "d", of this Act, on June 30, 1996, \$100,000 for deposit in the housing improvement fund created in section 16.100 for the purposes of the fund. Any funds remaining shall not revert to any fund, notwithstanding section 8.33. Unobligated funds remaining on June 30, 1997, shall revert to the general fund of the state.

Sec. 16. NEW SECTION. 15.113 ECONOMIC DEVELOPMENT ASSISTANCE -- REPORT.

In order for the general assembly to have accurate and complete information regarding expenditures for economic development and job training incentives and to respond to the job training needs of Iowa workers, the department shall provide to the legislative fiscal bureau by January 15 of each year data on all assistance or benefits provided under the

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community economic betterment program, the new jobs and income program, and the Iowa industrial new jobs training Act during the previous calendar year. The department shall meet with the legislative fiscal bureau prior to submitting the data to assure that its form and specificity are sufficient to provide accurate and complete information to the general assembly. The department shall also contact other state agencies providing financial assistance to Iowa businesses and, to the extent practical coordinate the submission of the data to the legislative fiscal bureau.

Sec. 17. NEW SECTION. 15.114 MICROBUSINESS RURAL ENTERPRISE ASSISTANCE.

1. As used in this section:

a. "Department" means the department of economic development.

b. "Microbusiness" or "microbusiness enterprise" means a business producing services with five or fewer full-time equivalent employee positions and with assistance requirements of not more than twenty-five thousand dollars.

c. "Microbusiness organization" means a nonprofit corporation organized under chapter 504A which is exempt from taxation pursuant to section 501(c) of the Internal Revenue Code and which has a principal mission of actively engaging in microbusiness development, training, technical assistance, and capital access for the start-up or expansion of microbusinesses.

2. The department shall contract with a microenterprise organization actively engaged in microbusiness enterprise to assist in the establishment of this program. In order to qualify for the contract, the microenterprise organization shall do all of the following:

a. Demonstrate a past performance of and a capacity to successfully engage in microbusiness development.

b. Have a statewide commitment to and focus on microbusiness development.

c. Provide training and technical assistance.

d. Demonstrate an ability to provide access to capital for

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Page 19

start-up or expansion of a microbusiness.

e. Have established linkages with financial institutions.

f. Demonstrate an ability to provide follow-up technical assistance after a microbusiness start-up or expansion.

3. Moneys allocated pursuant to this section which remain unexpended or unobligated at the end of a fiscal year shall remain available to the department to support the assistance program or may be credited to the value-added agricultural products and processes financial assistance fund created in section 15E.112 and shall not revert notwithstanding section 8.33.

4. The department shall submit a report in accordance with section 7A.11 not later than November 1 of each year detailing the activities of the microenterprise organization and describing the success of the project.

Sec. 18. Section 15.313, subsection 2, Code 1995, is amended by adding the following new paragraphs:

NEW PARAGRAPH. g. The entrepreneurs with disabilities program, which provides technical and financial assistance to help persons with disabilities become self-sufficient and create additional employment opportunities by establishing or expanding small business ventures.

NEW PARAGRAPH. h. The job opportunities for persons with disabilities program, which provides service and technical assistance to rehabilitation organizations or agencies that create, expand, or spin off business ventures for persons with disabilities.

Sec. 19. NEW SECTION. 15A.4 COMPETITIVE PROGRAMS -- GOOD NEIGHBOR AGREEMENT -- ADDITIONAL CONSIDERATION.

For any program providing financial assistance for economic development in which the assistance is provided on a competitive basis, a business which enters into a good neighbor agreement shall receive extra consideration of at least ten points or the equivalent. A good neighbor agreement is an enforceable contract between the business and a community group or coalition of community groups which requires the business to adhere to negotiated environmental,

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economic, labor, or other social and community standards.

A business which fails to abide by the good neighbor agreement shall repay all financial assistance received under the program.

Sec. 20. Section 15E.112, subsection 1, Code 1995, is amended to read as follows:

1. A value-added agricultural products and processes financial assistance fund is created within the state treasury under the control of the department. The fund shall consist of any money appropriated by the general assembly and any other moneys available to and obtained or accepted by the department from the federal government or private sources for placement in the fund. ~~Until July 17, 2000, moneys shall be deposited in the fund as provided in section 423.24. Not more than one percent of the total moneys available to support value-added agricultural products and processes pursuant to section 423.24 during each quarter shall be used by the department for administration of the value-added agricultural products and processes financial assistance program, as provided in section 15E.111.~~ The assets of the fund shall be used by the department only for carrying out the purposes of section 15E.111.

Sec. 21. For the fiscal year beginning July 1, 1996, and ending June 30, 1997, section 15.343, subsection 2, paragraph "d", as amended in Senate File 2351, if enacted, shall be available for the funding of innovative training and career opportunity programming for minorities, provided such funding is matched on a dollar-for-dollar basis by a participating community college.

Sec. 22. Notwithstanding sections 15.108, 15.224 through 15.230, 15.347, 15.348, and 239.22, the department of employment services shall administer the following programs: job training partnership Act, Iowa conservation corps, americorps, mentoring for promise jobs, food stamp employment and training, and the labor/management co-op programs.

Sec. 23. FEDERAL GRANTS. All federal grants to and the federal receipts of agencies appropriated funds under this

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Act, not otherwise appropriated, are appropriated for the purposes set forth in the federal grants or receipts unless otherwise provided by the general assembly."

ON THE PART OF THE SENATE:

ON THE PART OF THE HOUSE:

TOM VILSACK, Chairperson  
TONY BISIGNANO  
STEVEN D. HANSEN

STEVEN W. CHURCHILL, Chairpers  
TOM BAKER  
PHIL WISE

(R1559)

*Adopted  
5/1/96*

*House Refused  
5/1/96*

*2nd Conf. Comm. appointed  
5/1/96 P. 2098*

CCS-2443.3 FILED APRIL 29, 1996

Vilsack  
Murphy  
Burlingame

SSB. 2337  
Appropriations

SENATE FILE S ~~HE~~ 2443  
BY (PROPOSED COMMITTEE ON  
APPROPRIATIONS BILL BY  
SENATE APPROPRIATIONS  
SUBCOMMITTEE ON ECONOMIC  
DEVELOPMENT)

Passed Senate, Date \_\_\_\_\_ Passed House, Date \_\_\_\_\_  
Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_ Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_  
Approved \_\_\_\_\_

**A BILL FOR**

1 An Act appropriating funds to the department of economic  
2 development, the Iowa finance authority, certain board of  
3 regents institutions, the public employment relations board,  
4 and the department of employment services, and making  
5 statutory changes.

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

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2000090808  
7/1/72

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 1996, and ending June 30, 1997, on the condition that the  
5 department shall not use any moneys appropriated under this  
6 Act for further expansion of industrial site locator programs  
7 until the industrial site locator program at the university of  
8 northern Iowa is completed and fully implemented and the  
9 department and the university have reported to the general  
10 assembly on plans for coordination and cooperation between the  
11 department and the university, including access by the  
12 department to the database and technology of the university  
13 program, the following amounts, or so much thereof as is  
14 necessary, to be used for the purposes designated:

15 1. ADMINISTRATIVE SERVICES DIVISION

16 a. General administration

17 For salaries, support, maintenance, miscellaneous purposes,  
18 and for providing that a business receiving moneys from the  
19 department for the purpose of job creation shall make  
20 available ten percent of the new jobs created for promise jobs  
21 program participants who are qualified for the jobs and for  
22 not more than the following full-time equivalent positions:

23 .....	\$	945,502
24 .....	FTEs	22.00

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

33 b. Primary research and computer center

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

1 positions:

2 ..... \$ 335,185

3 ..... FTEs 5.50

4 c. Film office

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

7 positions:

8 ..... \$ 199,341

9 ..... FTEs 2.00

10 2. BUSINESS DEVELOPMENT DIVISION

11 a. Business development operations

12 For salaries, support, maintenance, miscellaneous purposes,  
13 for not more than the following full-time equivalent positions  
14 for allocating \$495,000 to the heartland technology network,  
15 \$90,000 to be divided between manufacturing modernization  
16 technology resource and technology access programs, \$150,000  
17 to the graphic arts center, and \$100,000 to the plastics  
18 technology center:

19 ..... \$ 3,849,775

20 ..... FTEs 17.00

21 b. Small business programs

22 For salaries, support, maintenance, miscellaneous purposes,  
23 and for not more than the following full-time equivalent  
24 positions for the small business program, the small business  
25 advisory council, and targeted small business program:

26 ..... \$ 653,756

27 ..... FTEs 6.00

28 c. Federal procurement office

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

31 positions:

32 ..... \$ 96,492

33 ..... FTEs 3.00

34 Notwithstanding section 8.33, moneys remaining unencumbered  
35 or unobligated on June 30, 1997, shall not revert and shall be

1 available for expenditure during the fiscal year beginning  
2 July 1, 1997, for the same purposes.

3 d. Strategic investment fund

4 For deposit in the strategic investment fund for the  
5 purposes of the fund including providing funds for use in  
6 making awards from the community economic betterment account  
7 which, if under \$500,000, must be to businesses able to pay  
8 100 percent of the average county wage within two years of  
9 project initiation, and which, if \$500,000 or over, must be to  
10 businesses able to pay at least 130 percent of the average  
11 county wage, for providing that the wage cap in high wage  
12 counties tied to an appropriate inflator for determining  
13 eligibility for awards, and for reporting on the progress made  
14 by the department in making the community economic betterment  
15 program a self-sustaining, revolving loan program, and for  
16 salaries, support, not more than the following full-time  
17 equivalent positions, and for allocating \$500,000 to a new  
18 competitive grant program for innovative programs designed to  
19 increase per capita income in Iowa:

20 ..... \$ 6,231,151

21 ..... FTEs 10.50

22 e. Targeted small business incubator

23 Moneys appropriated for fiscal year 1994-1995 and not  
24 expended by June 30, 1996, shall not revert but shall be held  
25 by the department for funding, with local matching funds, the  
26 targeted small business incubator in Des Moines for the fiscal  
27 year beginning July 1, 1996, and ending June 30, 1997.

28 f. Insurance economic development

29 There is appropriated from moneys collected by the division  
30 of insurance in excess of the anticipated gross revenues under  
31 section 505.7, subsection 3, to the department for the fiscal  
32 year beginning July 1, 1996, and ending June 30, 1997, the  
33 following amount, or so much thereof as is necessary, for  
34 insurance economic development and international insurance  
35 economic development:

1 ..... \$ 200,000

2 3. COMMUNITY DEVELOPMENT DIVISION

3 a. Community assistance

4 For salaries, support, maintenance, miscellaneous purposes,

5 and for not more than the following full-time equivalent

6 positions for administration of the community economic

7 preparedness program, the Iowa community betterment program,

8 and the city development boards:

9 ..... \$ 578,943

10 ..... FTEs 8.50

11 There is also appropriated from the rural community 2000

12 program revolving fund established in section 15.287 to the

13 community assistance program for the purposes of the community

14 economic preparedness program:

15 ..... \$ 50,000

16 b. Main street/rural main street program

17 For salaries and support for not more than the following

18 full-time equivalent positions:

19 ..... \$ 413,530

20 ..... FTEs 3.00

21 Notwithstanding section 8.33, moneys committed to grantees

22 under contract from the general fund of the state that remain

23 unexpended on June 30 of the fiscal year shall not revert to

24 any fund but shall be available for expenditure for purposes

25 of the contract during the succeeding fiscal year.

26 c. Rural development program

27 For salaries, support, maintenance, miscellaneous purposes,

28 for not more than the following full-time equivalent positions

29 for rural resource coordination, rural community leadership,

30 and the rural enterprise fund and for allocating \$125,000 for

31 the purposes of the microbusiness rural enterprise assistance

32 program under section 15.114:

33 ..... \$ 736,181

34 ..... FTEs 4.50

35 There is also appropriated from the rural community 2000

1 program revolving fund established in section 15.287 to the  
2 rural development program for the purposes of the program  
3 including the rural enterprise fund and collaborative skills  
4 development training:

5 ..... \$ 351,000

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

13 d. Community development block grant and HOME

14 For administration and related federal housing and urban  
15 development grant administration for salaries, support,  
16 maintenance, miscellaneous purposes, for not more than the  
17 following full-time equivalent positions and for directing 50  
18 percent of the community development and home funds received  
19 to councils of governments on a per capita basis for local  
20 projects consistent with the purposes of those programs:

21 ..... \$ 403,974

22 ..... FTEs 18.75

23 Notwithstanding section 8.33, moneys committed to councils  
24 of governments under this lettered paragraph which remain  
25 unexpended on June 30 of the fiscal year shall not revert to  
26 the general fund but shall remain available for expenditure  
27 for projects consistent with the community development block  
28 grant and HOME programs during the succeeding fiscal year.

29 e. Councils of governments

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

1 ..... \$ 178,000  
 2 f. Councils of Governments  
 3 For distributing on a per capita basis to each council of  
 4 governments:  
 5 ..... \$ 125,000  
 6 g. Housing development fund  
 7 For providing technical assistance to communities of all  
 8 sizes and local financial institutions to help meet local  
 9 housing needs and to provide and transfer matching funds for  
 10 the HOME program:  
 11 ..... \$ 1,300,000  
 12 4. INTERNATIONAL DIVISION  
 13 a. International trade operations  
 14 For salaries, support, maintenance, miscellaneous purposes,  
 15 for not more than the following full-time equivalent  
 16 positions, and for allocating \$100,000 to promote trade  
 17 opportunities in Korea and the Pacific rim:  
 18 ..... \$ 1,027,950  
 19 ..... FTEs 7.00  
 20 The department shall privatize international trade and  
 21 export assistance programs by June 30, 1997. The department  
 22 shall contract with a business and trade association that  
 23 represents a broad segment of Iowa business and industry to  
 24 promote international trade and export enhancement efforts for  
 25 Iowa businesses. The contract will contain benchmarks and  
 26 performance measures which the department shall monitor. The  
 27 contract shall also require the association to provide an  
 28 annual performance report to the international division of the  
 29 department.  
 30 b. Foreign trade offices  
 31 For salaries, support, maintenance, miscellaneous purposes,  
 32 and for not more than the following full-time equivalent  
 33 positions:  
 34 ..... \$ 595,250  
 35 c. Export trade assistance program

1 For export trade activities, including a program to  
2 encourage and increase participation in trade shows and trade  
3 missions by providing financial assistance to businesses for a  
4 percentage of their costs of participating in trade shows and  
5 trade missions, by providing for the lease/sublease of  
6 showcase space in existing world trade centers, by providing  
7 temporary office space for foreign buyers, international  
8 prospects, and potential reverse investors, and by providing  
9 other promotional and assistance activities, including  
10 salaries and support for not more than the following full-time  
11 equivalent positions:

12 ..... \$ 275,000  
13 ..... FTEs 0.25

14 d. Agricultural product advisory council

15 For support, maintenance, and miscellaneous purposes:

16 ..... \$ 1,300

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

24 ..... \$ 100,000

25 5. TOURISM DIVISION

26 a. Tourism operations

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

32 ..... \$ 725,212  
33 ..... FTEs 17.77

34 b. Tourism advertising

35 For contracting exclusively for tourism advertising for in-

1 state and out-of-state tourism marketing services, tourism  
2 promotion programs, electronic media, print media, and printed  
3 materials and for making available one-half of the moneys  
4 appropriated in this lettered paragraph to councils of  
5 governments on a per capita basis for funding local and  
6 regional tourism groups:

7 ..... \$ 2,687,000

8 The department shall not use the moneys appropriated in  
9 this lettered paragraph, unless the department develops  
10 public-private partnerships with Iowa businesses in the  
11 tourism industry, Iowa tour groups, Iowa tourism  
12 organizations, and political subdivisions in this state to  
13 assist in the development of advertising efforts. The  
14 department shall, to the fullest extent possible, develop  
15 cooperative efforts for advertising with contributions from  
16 other sources.

17 6. BUSINESS CONSORTIA AND SUPPLIER NETWORK TRAINING

18 For deposit in the workforce development fund for training  
19 directed at specific needs of businesses involved with  
20 business consortia and supplier networks on the condition that  
21 training shall not be provided to a business which uses  
22 outsourcing:

23 ..... \$ 150,000

24 Sec. 2. Notwithstanding section 15E.120, subsections 5, 6,  
25 and 7, and section 15.287, there is appropriated from the Iowa  
26 community development loan fund all the moneys available  
27 during the fiscal year beginning July 1, 1996, and ending June  
28 30, 1997, to the department of economic development for the  
29 rural development program to be used by the department for the  
30 purposes of the program.

31 Sec. 3. Notwithstanding section 15.251, subsection 2,  
32 there is appropriated from the job training fund to the  
33 department of economic development for the fiscal year  
34 beginning July 1, 1996, and ending June 30, 1997, the  
35 following amounts, or so much thereof as is necessary, to be

1 used for the purposes designated:

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

5 .....	\$	160,000
6 .....	FTEs	2.40

7 Appropriations to the department of economic development  
8 for administration of chapter 260E and the department of  
9 employment services for the target alliance program shall be  
10 funded on a proportional basis if receipts to the job training  
11 fund are insufficient to fund both appropriations in their  
12 entirety.

13 Sec. 4. Of all funds appropriated to or receipts credited  
14 to the job training fund created in section 260F.6, subsection  
15 1, up to \$125,000 for the fiscal year beginning July 1, 1996,  
16 and ending June 30, 1997, and some or all of the full-time  
17 equivalent positions may be used for the administration of the  
18 Iowa small business new job training Act.

19 Sec. 5. Notwithstanding section 8.33, funds remaining  
20 unobligated on June 30, 1996, in the Wallace technology  
21 transfer foundation shall be used by the department to develop  
22 a strategic plan for technology transfer and to support  
23 technology transfer.

24 Sec. 6. The Iowa seed capital corporation shall not make  
25 any new investments after June 30, 1996. The portfolio of  
26 investments held by the seed capital corporation on June 30,  
27 1996, shall be transferred to a private entity for management  
28 of the investments. Notwithstanding section 8.33, funds  
29 remaining unobligated in the Iowa seed capital corporation  
30 fund at the close of fiscal year 1995-1996 shall be  
31 transferred to the housing program fund created in section  
32 16.40.

33 Sec. 7. 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, 1996, and ending June

1 30, 1997, 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, and for not  
5 more than the following full-time equivalent positions:

6 ..... \$ 1,216,245  
7 ..... FTEs 5.80

8 2. For funding the institute for physical research and  
9 technology, allocating \$142,212 for a new technology transfer  
10 program, and for not more than the following full-time  
11 equivalent positions:

12 ..... \$ 4,266,819  
13 ..... FTEs 46.42

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

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

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

5 Sec. 8. There is appropriated from the general fund of the  
6 state to the state university of Iowa for the fiscal year  
7 beginning July 1, 1996, and ending June 30, 1997, the  
8 following amount, or so much thereof as is necessary, to be  
9 used for the purpose designated:

10 For funding the advanced drug development program at the  
11 Oakdale research park and for not more than the following  
12 full-time equivalent positions:

13 .....	\$	319,169
14 .....	FTEs	2.85

15 The board of regents shall submit a report on the progress  
16 of regents institutions in meeting the strategic plan for  
17 technology transfer and economic development to the  
18 chairpersons of the joint appropriations subcommittee on  
19 economic development, the joint appropriations subcommittee on  
20 education, the majority leader, and minority leader of the  
21 senate, the majority and minority leaders of the house of  
22 representatives, the secretary of the senate, the chief clerk  
23 of the house of representatives, and the legislative fiscal  
24 bureau by December 1, 1996.

25 Sec. 9. DEPARTMENT OF EMPLOYMENT SERVICES. There is  
26 appropriated from the general fund of the state, to the  
27 department of employment services for the fiscal year  
28 beginning July 1, 1996, and ending June 30, 1997, the  
29 following amounts, or so much thereof as is necessary, for the  
30 purposes designated, including that the department of  
31 employment services, the department of personnel, and the  
32 department of management shall ensure that all nonsupervisory  
33 full-time equivalent positions authorized and funded for the  
34 department of employment services in this section will be  
35 utilized during the fiscal year beginning July 1, 1996, and

1 ending June 30, 1997, and during future fiscal years, and will  
2 not be held vacant, to ensure that the backlog of cases in  
3 that department will be reduced as rapidly as possible:

4 1. DIVISION OF LABOR SERVICES

5 For salaries, support, maintenance, miscellaneous purposes,  
6 and for not more than the following full-time equivalent  
7 positions contingent upon the enactment of section 11 of this  
8 Act and the provision which requires moneys appropriated from  
9 the special employment security contingency fund to first be  
10 used to fully fund the appropriation of \$296,000 to the  
11 division of labor services in subsection 1 of section 12 of  
12 this Act prior to funding the appropriation in section 12 of  
13 this Act to the division of industrial services:

14 ..... \$ 2,554,542  
15 ..... FTEs 85.50

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

20 2. DIVISION OF INDUSTRIAL SERVICES

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

24 ..... \$ 2,131,389  
25 ..... FTEs 33.00

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

30 ..... \$ 141,606  
31 ..... FTEs 1.00

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

35 ..... \$ 400,000

1 5. For salaries, support, maintenance, miscellaneous  
2 purposes for collection of labor market information, and for  
3 not more than the following full-time equivalent positions:

4 ..... \$ 173,250  
5 ..... FTEs 3.20

6 6. For salaries, support, maintenance, and miscellaneous  
7 purposes for the mentoring project for family investment  
8 program participants, and for not more than the following  
9 full-time equivalent positions:

10 ..... \$ 72,000  
11 ..... FTEs 1.50

12 7. a. Youth work force programs

13 For purposes of the conservation corps, including salary,  
14 support, maintenance, and miscellaneous purposes, and for not  
15 more than the following full-time equivalent positions, and  
16 for allocating \$750,000 for the summer youth program to serve  
17 youth in areas with high juvenile crime rates and high  
18 minority populations in cities with populations exceeding  
19 66,500 according to the 1990 census:

20 ..... \$ 1,693,661  
21 ..... FTEs 2.40

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 b. Workforce investment program

28 For allocating \$425,000 for funding, to the extent  
29 possible, the currently existing high technology  
30 apprenticeship programs, under section 260C.44 at the  
31 community colleges, and for the purposes of the workforce  
32 investment program, for a competitive grant program by the  
33 department for projects that increase Iowa's pool of available  
34 labor via training and support services with priority given to  
35 projects which serve displaced homemakers or welfare

1 recipients, including salaries and support:

2 ..... \$ 903,000

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

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

12 c. Labor management councils

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

16 ..... \$ 100,338

17 ..... FTEs 0.50

18 Notwithstanding section 8.33, moneys committed to grantees  
19 under contract that remain unexpended on June 30 of the fiscal  
20 year shall not revert to any fund but shall be available for  
21 expenditure for purposes of the contract during the succeeding  
22 fiscal year. The department shall not use moneys appropriated  
23 in this lettered paragraph for grants to grantees who do not  
24 facilitate the active participation of labor as members of  
25 labor management councils or who fail to make a good faith  
26 effort to either schedule meetings during nonworking hours or  
27 obtain voluntary agreements with employers to allow employees  
28 time off to attend labor management council meetings with no  
29 loss of pay or other benefits.

30 Sec. 10. Notwithstanding section 15.251, subsection 2,  
31 there is appropriated from the job training fund to the  
32 department of employment services for the fiscal year  
33 beginning July 1, 1996, and ending June 30, 1997, the  
34 following amount, or so much thereof as is necessary, to be  
35 used for the purpose designated:

1 For the target alliance program:

2 ..... \$ 30,000

3 Sec. 11. ADMINISTRATIVE CONTRIBUTION SURCHARGE FUND.

4 There is appropriated from the administrative contribution  
5 surcharge fund of the state to the department of employment  
6 services for the fiscal year beginning July 1, 1996, and  
7 ending June 30, 1997, the following amount, or so much thereof  
8 as is necessary, for the purposes designated:

9 DIVISION OF JOB SERVICE

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

14 ..... \$ 6,310,000

15 ..... FTEs 141.54

16 1. The department of employment services shall provide  
17 services throughout the fiscal year beginning July 1, 1996,  
18 and ending June 30, 1997, in all communities in which  
19 workforce centers are operating on July 1, 1993. However,  
20 this provision shall not prevent the consolidation of multiple  
21 offices within the same city or the colocation of workforce  
22 centers with another public agency.

23 2. The division of industrial services shall not reduce  
24 the number of scheduled hearings of contested cases or  
25 eliminate the venue of such hearings, as established by the  
26 division for the period beginning January 1, 1996, and ending  
27 January 20, 1997. The division shall also establish a  
28 substantially similar schedule for such hearings for the  
29 period beginning January 20, 1997, and ending June 30, 1997.  
30 The division shall report to the legislative fiscal bureau  
31 concerning any modification of the established schedule, or  
32 any changes which the division determines are necessary in  
33 establishing the schedule for the period beginning January 20,  
34 1997, and ending June 30, 1997.

35 3. The division shall continue charging a \$65 filing fee

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

6 Sec. 12. EMPLOYMENT SECURITY CONTINGENCY FUND. There is  
7 appropriated from the special employment security contingency  
8 fund to the department of employment services for the fiscal  
9 year beginning July 1, 1996, and ending June 30, 1997, the  
10 following amounts, or so much thereof as is necessary, for the  
11 purposes designated and subject to the requirement that the  
12 appropriation to the division of labor services under this  
13 section be fully funded from the special employment security  
14 contingency fund prior to any amounts being used to fund the  
15 appropriation made to the division of industrial services  
16 under this section:

17 1. DIVISION OF LABOR SERVICES

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

20 ..... \$ 296,000

21 2. DIVISION OF INDUSTRIAL SERVICES

22 For salaries, support, maintenance, and miscellaneous  
23 purposes:

24 ..... \$ 175,000

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

27 Sec. 13. PUBLIC EMPLOYMENT RELATIONS BOARD. There is  
28 appropriated from the general fund of the state to the public  
29 employment relations board for the fiscal year beginning July  
30 1, 1996, and ending June 30, 1997, the following amount, or so  
31 much thereof as is necessary, for the purposes designated:

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

35 ..... \$ 777,164

1 ..... FTEs 12.80

2 Sec. 14. There is appropriated from the general fund of  
3 the state to the Iowa finance authority for the fiscal year  
4 beginning July 1, 1996, and ending June 30, 1997, the  
5 following amount, or so much thereof as is necessary, to be  
6 used for the purpose designated:

7 For deposit in the housing improvement fund created in  
8 section 16.100 for purposes of the fund:

9 ..... \$ 700,000

10 Sec. 15. NEW SECTION. 15.113 ECONOMIC DEVELOPMENT  
11 ASSISTANCE -- REPORT.

12 The business development division of the department shall  
13 provide a report to the general assembly by January 15 of each  
14 year regarding all assistance or benefits provided under the  
15 community economic betterment program, the new jobs and income  
16 program, and the Iowa industrial new jobs training Act. The  
17 report shall contain a breakdown of each type and amount of  
18 assistance received by each business, including local and  
19 state tax abatements, grants, loans, and job-training moneys.  
20 The department shall coordinate this report with the  
21 department of revenue and finance, the department of  
22 employment services, and the department of education.

23 Sec. 16. NEW SECTION. 15.114 MICROBUSINESS RURAL  
24 ENTERPRISE ASSISTANCE.

25 1. As used in this section:

26 a. "Department" means the department of economic  
27 development.

28 b. "Microbusiness" or "microbusiness enterprise" means a  
29 business producing services with five or fewer full-time  
30 equivalent employee positions and with assistance requirements  
31 of not more than twenty-five thousand dollars.

32 c. "Microbusiness organization" means a nonprofit  
33 corporation organized under chapter 504A which is exempt from  
34 taxation pursuant to section 501(c) of the Internal Revenue  
35 Code and which has a principal mission of actively engaging in

1 microbusiness development, training, technical assistance, and  
2 capital access for the start-up or expansion of  
3 microbusinesses.

4 2. The department shall contract with a microenterprise  
5 organization actively engaged in microbusiness enterprise to  
6 assist in the establishment of this program. In order to  
7 qualify for the contract, the microenterprise organization  
8 shall do all of the following:

9 a. Demonstrate a past performance of and a capacity to  
10 successfully engage in microbusiness development.

11 b. Have a statewide commitment to and focus on  
12 microbusiness development.

13 c. Provide training and technical assistance.

14 d. Demonstrate an ability to provide access to capital for  
15 start-up or expansion of a microbusiness.

16 e. Have established linkages with financial institutions.

17 f. Demonstrate an ability to provide follow-up technical  
18 assistance after a microbusiness start-up or expansion.

19 3. Moneys allocated pursuant to this section which remain  
20 unexpended or unobligated at the end of a fiscal year shall  
21 remain available to the department to support the assistance  
22 program or may be credited to the value-added agricultural  
23 products and processes financial assistance fund created in  
24 section 15E.112 and shall not revert notwithstanding section  
25 8.33.

26 4. The department shall submit a report in accordance with  
27 section 7A.11 not later than November 1 of each year detailing  
28 the activities of the microenterprise organization and  
29 describing the success of the project.

30 Sec. 17. Section 15.313, subsection 2, Code 1995, is  
31 amended by adding the following new paragraphs:

32 NEW PARAGRAPH. g. The entrepreneurs with disabilities  
33 program, which provides technical and financial assistance to  
34 help persons with disabilities become self-sufficient and  
35 create additional employment opportunities by establishing or

1 expanding small business ventures.

2 NEW PARAGRAPH. h. The disabled job opportunities program,  
3 which provides service and technical assistance to  
4 rehabilitation organizations or agencies that create, expand,  
5 or spin off business ventures for persons with disabilities.

6 Sec. 18. Section 15.343, Code Supplement 1995, is amended  
7 by adding the following new subsection:

8 NEW SUBSECTION. 4. Funds provided through the workforce  
9 development fund shall not be used to fund out-of-state travel  
10 or drug testing.

11 Sec. 19. NEW SECTION. 15A.4 COMPETITIVE PROGRAMS -- GOOD  
12 NEIGHBOR AGREEMENT -- ADDITIONAL CONSIDERATION.

13 For any program providing financial assistance for economic  
14 development in which the assistance is provided on a  
15 competitive basis, a business which enters into a good  
16 neighbor agreement shall receive extra consideration of at  
17 least ten points or the equivalent. A good neighbor agreement  
18 is an agreement by the business to provide a report containing  
19 the results of the business's water and air discharge  
20 analyses, efforts to reduce air and water pollution, and  
21 efforts to mitigate noise, light, hazardous material storage,  
22 transportation, and traffic problems and to maintain a file of  
23 all public environmental and occupational safety and health  
24 documents filed with the federal and state agencies related to  
25 the local facility of the business.

26 A business which fails to abide by the good neighbor  
27 agreement shall repay all financial assistance received under  
28 the program.

29 Sec. 20. Section 159A.7, subsection 3, Code 1995, is  
30 amended to read as follows:

31 3. Until July 1, 2000, moneys shall be deposited in the  
32 fund as provided in section 423.24. Not more than ~~one~~-and  
33 ~~one-half~~ four percent of the total moneys available to support  
34 value-added agricultural products and processes pursuant to  
35 section 423.24 shall be allocated to the department for

1 administration of the office.

2 Sec. 21. Section 260E.3, Code Supplement 1995, is amended  
3 by adding the following new subsection:

4 NEW SUBSECTION. 6. An agreement to establish or modify a  
5 project shall provide that funds for the project shall not be  
6 used for out-of-state travel or drug testing.

7 Sec. 22. Section 260F.3, Code 1995, is amended by adding  
8 the following new subsection:

9 NEW SUBSECTION. 9. An agreement to establish or modify a  
10 project shall provide that funds for the project shall not be  
11 used for out-of-state travel or drug testing.

12 Sec. 23. Notwithstanding sections 15.108, 15.224 through  
13 15.230, 15.347, 15.348, and 239.22, the department of  
14 employment services shall administer the following programs:  
15 job training partnership Act, Iowa conservation corps,  
16 americorps, mentoring for PROMISE JOBS, food stamp employment  
17 and training, and the labor/management co-op programs.

18 Sec. 24. FEDERAL GRANTS. All federal grants to and the  
19 federal receipts of agencies appropriated funds under this  
20 Act, not otherwise appropriated, are appropriated for the  
21 purposes set forth in the federal grants or receipts unless  
22 otherwise provided by the general assembly.

23 EXPLANATION

24 This bill makes appropriations and transfers from the  
25 general fund and other funds to the department of economic  
26 development, the Iowa finance authority, the insurance  
27 division of the department of commerce, the university of  
28 Iowa, Iowa state university, the department of employment  
29 services, and the public employment relations board.

30 The bill also provides as follows:

31 1. The business development division of the department of  
32 economic development is to provide a report to the general  
33 assembly regarding all assistance and benefits provided under  
34 the community economic betterment program, the now jobs and  
35 income program, and the Iowa industrial new jobs training Act

1 (chapter 260E).

2 2. Two new programs are added to those which may be funded  
3 through the strategic investment fund, the entrepreneurs with  
4 disabilities program and the disabled job opportunity program.

5 3. Funds provided under the workforce development fund or  
6 chapter 260E or 260F (small business new jobs training) shall  
7 not be used for drug testing or out-of-state travel.

8 4. Any business seeking competitively awarded economic  
9 development financing assistance shall receive additional  
10 consideration if it enters into a good neighbor agreement  
11 regarding pollution mitigation efforts which shall be open to  
12 public inspection.

13 5. The amount which may be spent for administration of the  
14 office of renewable fuels and coproducts is increased from 1.5  
15 to 4 percent of the total moneys available to support value-  
16 added agricultural products and processes.

17 6. The job training partnership Act, Iowa conservation  
18 corps, Americorps, mentoring for PROMISE JOBS, food stamp  
19 employment and training, and the labor/management coop  
20 programs are to be administered by the department of  
21 employment services.

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