

3/20/97

FILED MAR 3 - 1997

*Substituted for
HF 251 (p. 768)
3/23/97*

SENATE FILE 272

BY COMMITTEE ON SMALL BUSINESS,
ECONOMIC DEVELOPMENT AND
TOURISM

(SUCCESSOR TO SSB 75)

Passed Senate, Date 3/18/97 (p. 684) Passed House, Date 3/25/97 (p. 768)
Vote: Ayes 49 Nays 0 Vote: Ayes 97 Nays 0
Approved April 3, 1997

A BILL FOR

1 An Act relating to the implementation of certain assistance
2 programs of the department of economic development.
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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S.F. 272

1 Section 1. Section 15.108, subsection 1, paragraph c, Code
2 1997, is amended to read as follows:

3 c. Provide financial assistance to local development
4 corporations as provided for in sections 15E.25 to through
5 15E.29. Such financial assistance is subject to the
6 availability of funds in the building loan fund established in
7 section 15E.26.

8 Sec. 2. Section 15.108, subsection 7, paragraph i, Code
9 1997, is amended to read as follows:

10 i. Assist in the development, promotion, implementation,
11 and administration of a statewide network of regional
12 corporations designed to increase the availability of
13 financing for small businesses as provided for in sections
14 15.261 through 15.268. The department shall administer this
15 paragraph subject to the availability of funds in the small
16 business economic development corporation fund established in
17 section 15.263.

18 EXPLANATION

19 The department of economic development has the
20 responsibility of providing financial assistance to local
21 development corporations. These corporations are formed by
22 citizens interested in economic growth in their communities
23 through financing construction of buildings to attract
24 business or industry. This bill provides that financial
25 assistance to these corporations is subject to the
26 availability of funds in the building loan fund.

27 The department is also responsible for assisting in the
28 development, promotion, implementation, and administration of
29 a statewide network of regional corporations designed to
30 increase the availability of financing for small businesses.
31 This bill provides that such assistance is subject to the
32 availability of funds in the small business economic
33 development corporation fund.

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Douglas, Chair
McCoy
Bretzger

SSB 75
Small Business
Econ. Develop. &
Tourism Succeeded By
SENATE/HOUSE FILE SE/HE 272
BY (PROPOSED DEPARTMENT OF
ECONOMIC DEVELOPMENT BILL)

Passed Senate, Date _____ Passed House, Date _____
Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____
Approved _____

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MEMORANDUM ON PROPOSED LEGISLATION
LSB # 1327DP

TO: Members of the Iowa General Assembly
FROM: Iowa Department of Economic Development
DATE: January 8, 1997
RE: Implementation of Financial Assistance Programming

Financial Assistance for Local Development Corporations and the Small Business
Economic Development Corporation Fund.

The office of the Iowa State Auditor has cited sections of the Code which state that the Iowa Department of Economic Development (IDED) has the responsibility for implementing financial assistance to the Building Loan Fund for local development corporations (IC 15.108(1)) as well as the Statewide Network of Regional Corporations for small business economic development corporations (IC 15.108(7) and IC 15.261). However, resources have never been appropriated by the Iowa General Assembly for either of these initiatives.

IDED, therefore, proposes amendments to the Code which would clarify that the department will implement financial assistance to these programs if and when money is appropriated to their respective funding sources.

Comments or questions regarding this issue? Contact IDED's Legislative Liaison,
Elliott Smith (ph: 242-4777).

business economic development corporation fund established in section 15.263.

SENATE FILE 272

AN ACT

RELATING TO THE IMPLEMENTATION OF CERTAIN ASSISTANCE PROGRAMS
OF THE DEPARTMENT OF ECONOMIC DEVELOPMENT.

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

Section 1. Section 15.108, subsection 1, paragraph c, Code 1997, is amended to read as follows:

c. Provide financial assistance to local development corporations as provided for in sections 15E.25 to through 15E.29. Such financial assistance is subject to the availability of funds in the building loan fund established in section 15E.26.

Sec. 2. Section 15.108, subsection 7, paragraph i, Code 1997, is amended to read as follows:

i. Assist in the development, promotion, implementation, and administration of a statewide network of regional corporations designed to increase the availability of financing for small businesses as provided for in sections 15.261 through 15.268. The department shall administer this paragraph subject to the availability of funds in the small

MARY E. KRAMER
President of the Senate

RON J. CORBETT
Speaker of the House

I hereby certify that this bill originated in the Senate and is known as Senate File 272, Seventy-seventh General Assembly.

Approved  , 1997

MARY PAT GUNDERSON
Secretary of the Senate

TERRY E. BRANSTAD
Governor