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APPROPRIATIONS CALENDAR

HOUSE FILE

745

BY COMMITTEE ON APPROPRIATIONS

Passed House, Date ^(P. 1001) 3/31/99 Passed Senate, Date 4/12/99 ^(P. 1046)
 Vote: Ayes 91 Nays 5 Vote: Ayes 49 Nays 0
 Approved April 26, 1999
Item veto

A BILL FOR

1 An Act appropriating funds to the department of economic
 2 development, certain board of regents institutions, the
 3 department of workforce development, and the public employment
 4 relations board, making related statutory changes, and
 5 providing an effective date.

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

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745

1 Section 1. DEPARTMENT OF ECONOMIC DEVELOPMENT. There is
 2 appropriated from the general fund of the state and other
 3 designated funds to the department of economic development for
 4 the fiscal year beginning July 1, 1999, and ending June 30,
 5 2000, the following amounts, or so much thereof as is
 6 necessary, to be used for the purposes designated:

7 1. ADMINISTRATIVE SERVICES DIVISION

8 a. General administration

9 For salaries, support, maintenance, miscellaneous purposes,
 10 for allocating \$250,000 to the world food prize, and for
 11 providing that a business receiving moneys from the department
 12 for the purpose of job creation shall make available ten
 13 percent of the new jobs created for promise jobs program
 14 participants who are qualified for the jobs created, and for
 15 not more than the following full-time equivalent positions:

16	\$	1,748,534
17	FTEs	25.25

18 b. Film office

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

22	\$	260,066
23	FTEs	2.00

24 2. BUSINESS DEVELOPMENT DIVISION

25 a. Business development operations

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

29	\$	3,996,209
30	FTEs	22.75

31 Of the amount appropriated in this paragraph "a", \$350,000
 32 shall be allocated to support activities in conjunction with
 33 the Iowa manufacturing technology center, and \$150,000 shall
 34 be allocated to the graphic arts center.

35 b. Small business programs

1 For salaries, support, maintenance, miscellaneous purposes,
 2 and for not more than the following full-time equivalent
 3 positions for the small business program, the small business
 4 advisory council, and targeted small business program:

5 \$ 403,601
 6 FTEs 4.00

7 c. Federal procurement office

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

11 \$ 106,932
 12 FTEs 3.00

13 Notwithstanding section 8.33, moneys appropriated in this
 14 paragraph "c" that remain unencumbered or unobligated at the
 15 close of the fiscal year shall not revert but shall remain
 16 available for expenditure for the purposes designated until
 17 the close of the succeeding fiscal year.

18 d. Workforce recruitment initiative

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

23 \$ 550,000
 24 FTEs 3.00

25 Of the amount appropriated in this paragraph "d", \$150,000
 26 shall be allocated to a center for new Iowans if such a center
 27 is created by legislation enacted by the Seventy-eighth
 28 General Assembly, 1999 Session.

29 e. Strategic investment fund

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

33 \$ 6,115,799
 34 FTEs 12.50

35 The department may allocate from the strategic investment

1 fund up to \$100,000 for the microbusiness rural enterprise
2 assistance program under section 15.114.

3 The department may transfer up to \$1,000,000 from the
4 strategic investment fund to the physical infrastructure
5 assistance fund for the purpose of responding to critical
6 transportation gaps affecting economic development in Iowa.

7 By January 14, 2000, the department shall provide a report
8 to the members of the joint appropriations subcommittee on
9 economic development and the legislative fiscal bureau on the
10 progress made by the department in making the community
11 economic betterment program a self-sustaining, revolving loan
12 program.

13 f. Insurance economic development

14 There is appropriated from moneys collected by the division
15 of insurance in excess of the anticipated gross revenues under
16 section 505.7, subsection 3, to the department for the fiscal
17 year beginning July 1, 1999, and ending June 30, 2000, the
18 following amount, or so much thereof as is necessary, for
19 insurance economic development and international insurance
20 economic development:

21 \$ 200,000

22 g. Value-added agriculture

23 There is appropriated from the moneys available to support
24 value-added agricultural products and processes, 4 percent, or
25 so much thereof as is necessary, of the total moneys available
26 to support value-added agricultural products and processes
27 pursuant to section 423.24 each quarter for administration of
28 the value-added agricultural products and processes financial
29 assistance program as provided in section 15E.111, including
30 salaries, support, maintenance, miscellaneous purposes, and
31 for not more than 2.00 FTEs.

32 The department shall collaborate with the university of
33 northern Iowa on a strategic initiative to develop ag-based
34 industrial lubrication technology and to create projects to
35 deploy the technology in commercial applications.

1 Notwithstanding the requirements of section 15E.111 and the
2 administrative rules for value-added agricultural products and
3 processes, the department shall allocate \$250,000 for this
4 initiative.

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 board:

12	\$	774,468
13	FTEs	8.50

14 It is the intent of the general assembly that in fiscal
15 years subsequent to the fiscal year beginning July 1, 1999,
16 and ending June 30, 2000, the volunteer office of the governor
17 shall not receive funding from moneys appropriated under this
18 paragraph "a".

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	\$	431,937
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, 2000, shall not revert to any fund but
27 shall remain available for expenditure for purposes of the
28 contract during the fiscal year beginning July 1, 2000.

29 c. Community development program

30 For salaries, support, maintenance, miscellaneous purposes,
31 and for not more than the following full-time equivalent
32 positions, for rural resource coordination, rural community
33 leadership, rural innovations grant program, and the rural
34 enterprise fund:

35	\$	997,780
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1 FTEs 7.51

2 There is appropriated from the rural community 2000 program
3 revolving fund established in section 15.287 to provide to
4 Iowa's councils of governments funds for planning and
5 technical assistance to local governments:

6 \$ 150,000

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

12 \$ 370,000

13 Notwithstanding section 8.33, moneys committed to grantees
14 under contract from the general fund of the state or through
15 transfers from the Iowa community development loan fund or
16 from the rural community 2000 program revolving fund that
17 remain unexpended on June 30, 2000, shall not revert but shall
18 be available for expenditure for purposes of the contract
19 during the fiscal year beginning July 1, 2000.

20 d. Community development block grant and HOME

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

25 \$ 422,719

26 FTEs 21.75

27 e. Housing development and shelter assistance funds

28 For providing technical assistance to communities of all
29 sizes and local financial institutions to help meet local
30 housing needs, and to provide and transfer matching funds for
31 the HOME program, and to provide \$400,000 to the shelter
32 assistance fund, and for not more than the following full-time
33 equivalent position:

34 \$ 1,700,000

35 FTEs 1.00

1 Notwithstanding section 8.33, moneys committed to grantees
2 under contract from the housing development fund and moneys
3 transferred for matching funds for the HOME program that
4 remain unexpended or unobligated on June 30, 2000, shall not
5 revert to any fund but shall remain available for obligation
6 and expenditure for purposes of those programs during the
7 fiscal year beginning July 1, 2000.

8 4. INTERNATIONAL DIVISION

9 a. International trade operations

10 For salaries, support, maintenance, miscellaneous purposes,
11 for support of foreign representation and trade offices, and
12 for not more than the following full-time equivalent
13 positions:

14	\$ 2,143,222
15	FTEs 11.25

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

20 b. Export trade assistance program

21 For export trade activities, including a program to
22 encourage and increase participation in trade shows and trade
23 missions by providing financial assistance to businesses for a
24 percentage of their costs of participating in trade shows and
25 trade missions, by providing for the lease/sublease of
26 showcase space in existing world trade centers, by providing
27 temporary office space for foreign buyers, international
28 prospects, and potential reverse investors, and by providing
29 other promotional and assistance activities, including
30 salaries and support:

31	\$ 425,000
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32 Notwithstanding section 8.33, moneys appropriated in this
33 lettered paragraph that remain unencumbered or unobligated at
34 the close of the fiscal year shall not revert but shall remain
35 available for expenditure for the purposes designated until

1 the close of the succeeding fiscal year.

2 c. Agricultural product advisory council

3 For support, maintenance, and miscellaneous purposes:

4 \$ 1,300

5 d. For transfer to the partner state program which the

6 department may use to contract with private groups or

7 organizations which are the most appropriate to administer

8 this program and the groups and organizations participating in

9 the program shall, to the fullest extent possible, provide the

10 funds to match the appropriation made in this paragraph of the

11 funds transferred:

12 \$ 125,000

13 5. TOURISM DIVISION

14 Tourism operations and advertising

15 For salaries, support, maintenance, miscellaneous purposes,

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

17 positions:

18 \$ 5,062,837

19 FTEs 18.52

20 Any state-owned interstate welcome center located in

21 suitable, year-round facilities shall be operated on a year-

22 round basis.

23 The department shall not use the moneys appropriated in

24 this subsection, unless the department develops public-private

25 partnerships with Iowa businesses in the tourism industry,

26 Iowa tour groups, Iowa tourism organizations, and political

27 subdivisions in this state to assist in the development of

28 advertising efforts. The department shall, to the fullest

29 extent possible, develop cooperative efforts for advertising

30 with contributions from other sources.

31 Sec. 2. COMMUNITY DEVELOPMENT LOAN FUND. Notwithstanding

32 section 15E.120, subsections 5, 6, and 7, and section 15.287,

33 there is appropriated from the Iowa community development loan

34 fund all the moneys available during the fiscal year beginning

35 July 1, 1999, and ending June 30, 2000, to the department of

1 economic development for the community development program to
2 be used by the department for the purposes of the program.

3 Sec. 3. JOB TRAINING FUND. Notwithstanding section
4 15.251, subsection 2, there is appropriated from the job
5 training fund to the department of workforce development for
6 the fiscal year beginning July 1, 1999, and ending June 30,
7 2000, the following amount, or so much thereof as is
8 necessary, to be used for the purposes designated:

9 1. For the target alliance program:

10 \$ 30,000

11 2. After the appropriation in subsection 1 relating to
12 target alliance, all remaining moneys in the job training
13 fund, including any moneys appropriated or credited to the
14 fund during the fiscal year, shall be transferred to the
15 workforce development fund established pursuant to section
16 15.343.

17 Sec. 4. WORKFORCE DEVELOPMENT FUND. There is appropriated
18 from the workforce development fund account created in section
19 15.342A, to the workforce development fund created in section
20 15.343, for the fiscal year beginning July 1, 1999, and ending
21 June 30, 2000, the following amount, for the purposes of the
22 workforce development fund, and for not more than the
23 following full-time equivalent positions:

24 \$ 8,800,000

25 FTEs 4.00

26 Sec. 5. From funds appropriated or transferred to or
27 receipts credited to the workforce development fund created in
28 section 15.343, up to \$535,000 for the fiscal year beginning
29 July 1, 1999, and ending June 30, 2000, may be used for the
30 administration of workforce development activities.

31 Sec. 6. IOWA STATE UNIVERSITY. There is appropriated from
32 the general fund of the state to the Iowa state university of
33 science and technology for the fiscal year beginning July 1,
34 1999, and ending June 30, 2000, the following amounts, or so
35 much thereof as is necessary, to be used for the purposes

1 designated:

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

5 \$ 1,248,329

6 FTEs 5.80

7 2. For the Iowa state university of science and technology
8 research park, including salaries, support, maintenance,
9 miscellaneous purposes, and for not more than the following
10 full-time equivalent positions:

11 \$ 381,380

12 FTEs 4.31

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

18 \$ 4,477,948

19 FTEs 46.42

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

35 Iowa state university of science and technology shall

1 report annually to the joint appropriations subcommittee on
2 economic development and legislative fiscal bureau the total
3 amounts of private contributions, the proportion of
4 contributions from small businesses and other businesses, and
5 the proportion for directed contract research and nondirected
6 research of benefit to Iowa businesses and industrial sectors.

7 Notwithstanding section 8.33, moneys appropriated in this
8 section that remain unencumbered or unobligated at the close
9 of the fiscal year shall not revert but shall remain available
10 for expenditure for the purposes designated until the close of
11 the succeeding fiscal year.

12 Sec. 7. UNIVERSITY OF IOWA. There is appropriated from
13 the general fund of the state to the state university of Iowa
14 for the fiscal year beginning July 1, 1999, and ending June
15 30, 2000, the following amounts, or so much thereof as is
16 necessary, to be used for the purposes designated:

17 1. For the university of Iowa research park, including
18 salaries, support, maintenance, equipment, miscellaneous
19 purposes, and for not more than the following full-time
20 equivalent positions:

21	\$	340,118
22	FTEs	4.35

23 2. For funding the advanced drug development program at
24 the Oakdale research park, and for not more than the following
25 full-time equivalent positions:

26	\$	272,731
27	FTEs	2.85

28 The board of regents shall submit a report on the progress
29 of regents institutions in meeting the strategic plan for
30 technology transfer and economic development to the
31 chairpersons of the joint appropriations subcommittee on
32 economic development, the joint appropriations subcommittee on
33 education, the majority and minority leaders of the senate,
34 the majority and minority leaders of the house of
35 representatives, the secretary of the senate, the chief clerk

1 of the house of representatives, and the legislative fiscal
2 bureau by December 1, 1999.

3 Sec. 8. UNIVERSITY OF NORTHERN IOWA. There is
4 appropriated from the general fund of the state to the
5 university of northern Iowa for the fiscal year beginning July
6 1, 1999, and ending June 30, 2000, the following amounts, or
7 so much thereof as is necessary, to be used for the purposes
8 designated:

9 1. For the metal casting institute, including salaries,
10 support, maintenance, miscellaneous purposes, and for not more
11 than the following full-time equivalent positions:

12	\$	171,996
13	FTEs	2.60

14 2. For the institute of decision making, including
15 salaries, support, maintenance, miscellaneous purposes, and
16 for not more than the following full-time equivalent
17 positions:

18	\$	709,091
19	FTEs	8.00

20 Sec. 9. DEPARTMENT OF WORKFORCE DEVELOPMENT. There is
21 appropriated from the general fund of the state, to the
22 department of workforce development for the fiscal year
23 beginning July 1, 1999, and ending June 30, 2000, the
24 following amounts, or so much thereof as is necessary, for the
25 purposes designated:

26 1. DIVISION OF LABOR SERVICES

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

30	\$	3,036,408
31	FTEs	95.00

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

1 2. DIVISION OF WORKERS' COMPENSATION

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

5	\$	2,436,620
6	FTEs	34.00

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

13 3. For salaries, support, maintenance, miscellaneous
14 purposes, and for not more than the following full-time
15 equivalent position for the workforce development state and
16 regional boards:

17	\$	106,929
18	FTE	1.00

19 4. For salaries, support, maintenance, miscellaneous
20 purposes for collection of labor market information, and for
21 not more than the following full-time equivalent position:

22	\$	67,258
23	FTEs	1.20

24 5. WORKFORCE DEVELOPMENT AREAS

25 For salaries, support, maintenance, and miscellaneous
26 purposes for the development and maintenance of a workforce
27 sufficient in size and skill to meet the occupational demands
28 of each workforce development area, and for workforce
29 development programs, including those provided for in sections
30 84A.7, 84A.8, and 84A.9. Each region shall be required to
31 provide an equal amount of matching funds from local sources:

32	\$	1,480,022
33	FTEs	1.79

34 Notwithstanding section 8.33, moneys committed to grantees
35 under contract that remain unexpended on June 30, 2000, shall

1 not revert to any fund but shall remain available for
2 expenditure for purposes of the contract during the fiscal
3 year beginning July 1, 2000.

4 6. LABOR MANAGEMENT COORDINATOR

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

8	\$	67,759
9	FTE	0.50

10 The Iowa workforce development board shall be responsible
11 for the functions previously conducted by the state labor
12 management cooperation council. The board, the department of
13 workforce development, and the labor management coordinator
14 shall cooperate to improve communications and facilitate
15 dialogue between labor, management, and government on
16 workforce development problems facing the state, to form in-
17 plant labor management committees, and to provide technical
18 assistance to establish effective labor management policies in
19 the state. It is the intent of the general assembly that the
20 fiscal year beginning July 1, 1999, and ending June 30, 2000,
21 shall be the final year that the labor management coordinator
22 shall be funded. In subsequent fiscal years, the functions
23 and duties of the labor management coordinator shall be
24 assumed by the workforce development state and regional
25 advisory boards.

26 7. WELFARE-TO-WORK MATCHING FUNDS

27 For matching funds for welfare-to-work grants authorized
28 through the United States department of labor to provide
29 additional services for the hardest to employ recipients of
30 family investment program benefits and for salaries, support,
31 maintenance, miscellaneous purposes, and for not more than the
32 following full-time equivalent positions:

33	\$	888,633
34	FTEs	3.55

35 Notwithstanding section 8.33, moneys appropriated in this

1 subsection which remain unexpended or unobligated on June 30,
2 2000, shall not revert to the general fund of the state but
3 shall remain available for expenditure for the same purpose
4 during the fiscal year beginning July 1, 2000.

5 Sec. 10. ADMINISTRATIVE CONTRIBUTION SURCHARGE FUND.

6 There is appropriated from the administrative contribution
7 surcharge fund of the state to the department of workforce
8 development for the fiscal year beginning July 1, 1999, and
9 ending June 30, 2000, the following amount, or so much thereof
10 as is necessary, for the purposes designated:

11 Notwithstanding section 96.7, subsection 12, paragraph "c",
12 for salaries, support, maintenance, conducting labor
13 availability surveys, miscellaneous purposes, for workforce
14 development regional advisory board member expenses, and for
15 not more than the following full-time equivalent positions:

16	\$	7,500,000
17	FTEs	133.42

18 Sec. 11. EMPLOYMENT SECURITY CONTINGENCY FUND. There is
19 appropriated from the special employment security contingency
20 fund to the department of workforce development for the fiscal
21 year beginning July 1, 1999, and ending June 30, 2000, the
22 following amounts, or so much thereof as is necessary, for the
23 purposes designated:

24 1. DIVISION OF LABOR SERVICES

25 For salaries, support, maintenance, and miscellaneous
26 purposes:

27	\$	296,000
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28 2. DIVISION OF WORKERS' COMPENSATION

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

31	\$	175,000
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32 3. UNEMPLOYMENT INSURANCE FILINGS

33 For purposes of designing an electronic method for mass
34 unemployment insurance filings:

35	\$	100,000
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1 Any additional penalty and interest revenue may be used to
2 accomplish the mission of the department upon notification of
3 the use to the chairpersons and ranking members of the joint
4 appropriations subcommittee on economic development, the
5 department of management, and the legislative fiscal bureau.

6 Sec. 12. PUBLIC EMPLOYMENT RELATIONS BOARD. There is
7 appropriated from the general fund of the state to the public
8 employment relations board for the fiscal year beginning July
9 1, 1999, and ending June 30, 2000, the following amount, or so
10 much thereof as is necessary, for the purposes designated:

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

14	\$	886,407
15	FTEs	12.80

16 Sec. 13. SHELTER ASSISTANCE FUND. In providing moneys
17 from the shelter assistance fund to homeless shelter programs
18 in the fiscal year beginning July 1, 1999, the department of
19 economic development shall explore the potential of allocating
20 moneys to homeless shelter programs based in part on their
21 ability to move their clients toward self-sufficiency.

22 Sec. 14. BUDGET PROPOSALS. The department of economic
23 development and the department of workforce development shall
24 submit all budget proposals in the traditional format as well
25 as in the budgeting for results format for the fiscal year
26 beginning July 1, 2000.

27 Sec. 15. By December 31 of each year, the ISCC liquidation
28 corporation shall submit an annual report to the chairpersons
29 and the ranking members of the joint appropriations
30 subcommittee on economic development. The report shall
31 include an update on the financial condition of the
32 corporation relating to the status of any moneys, assets, or
33 contracts currently being held by the corporation or
34 transferred by the corporation during the prior year.

35 Sec. 16. FEDERAL GRANTS. All federal grants to and the

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

5 Sec. 17. Notwithstanding section 96.9, subsection 4,
6 paragraph "a", moneys credited to the state by the secretary
7 of the treasury of the United States pursuant to section 903
8 of the Social Security Act shall be appropriated to the
9 department of workforce development and shall be used by the
10 department for the administration of the unemployment
11 compensation program only. This appropriation shall not apply
12 to any fiscal year after December 31, 2002.

13 Sec. 18. In lieu of the appropriation made in section
14 15.365, subsection 3, there is appropriated for the fiscal
15 year beginning July 1, 1999, and ending June 30, 2000,
16 \$100,000, or so much thereof as is necessary from the general
17 fund of the state to the department of economic development to
18 pay refunds as provided under section 15.365.

19 Sec. 19. Notwithstanding section 8.33, all unencumbered
20 and unobligated moneys remaining in the economic development
21 deaf interpreters revolving fund established in section
22 15.108, shall transfer to the rural community 2000 program
23 revolving fund established in section 15.287 on the effective
24 date of this Act.

25 Sec. 20. Section 15.108, subsection 7, paragraph j, Code
26 1999, is amended by striking the paragraph.

27 Sec. 21. Section 15.313, Code 1999, is amended by adding
28 the following new subsection:

29 NEW SUBSECTION. 2A. The assets of the fund may be used
30 for purposes of administering and operating the
31 entrepreneurial ventures assistance program established in
32 section 15.339.

33 Sec. 22. Section 15A.1, Code 1999, is amended by adding
34 the following new subsection:

35 NEW SUBSECTION. 4. A state agency shall disburse public

1 moneys used for grants, loans, tax incentives, or other
2 financial assistance for economic development without
3 discrimination or without the use of terms or conditions which
4 are more onerous than those regularly extended to persons of
5 similar economic backgrounds and based on an applicant's age,
6 color, creed, national origin, race, religion, marital status,
7 sex, physical disability, or familial status.

8 Sec. 23. EFFECTIVE DATES. The following sections of this
9 Act, being deemed of immediate importance, take effect upon
10 enactment:

11 1. Section 19, relating to the reversion of moneys to the
12 rural community 2000 program revolving fund.

13 2. Section 20, relating to the economic development deaf
14 interpreters revolving fund.

15 EXPLANATION

16 This bill makes appropriations and transfers from the
17 general fund of the state and other funds to the department of
18 economic development, the university of Iowa, the university
19 of northern Iowa, Iowa state university, the department of
20 workforce development, and the public employment relations
21 board for the 1999-2000 fiscal year.

22 The bill provides that the department of economic
23 development shall explore allocating shelter assistance moneys
24 to homeless shelter programs based in part on their ability to
25 move their clients toward self-sufficiency. The bill requires
26 the department of economic development to file a report
27 relating to issues involving international trade. The bill
28 requires the ISCC liquidation corporation to submit a report
29 relating to the activities of the corporation during the
30 previous year.

31 The bill provides for the transfer of unobligated and
32 unencumbered moneys from the economic development deaf
33 interpreters revolving fund to the rural community 2000
34 program revolving fund. The bill strikes the economic
35 development deaf interpreter revolving fund from the Code.

1 These provisions of the bill take effect upon enactment.
2 The bill amends Code section 15.313 relating to the use of
3 strategic investment fund moneys, to allow such moneys to be
4 used for administering and operating the entrepreneurial
5 ventures assistance program. Similar language exists in Code
6 section 15.339, subsection 5.
7 The bill reduces the standing limited appropriation for the
8 school to career program employer refunds from \$500,000 to
9 \$100,000 for the 1999-2000 fiscal year.
10 The bill provides that a state agency shall disburse public
11 moneys used for grants, loans, tax incentives, or other
12 financial assistance for economic development without
13 discrimination.
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HOUSE FILE 745

H-1254

1 Amend House File 745 as follows:

2 1. Page 11, by striking line 18 and inserting the
3 following:

4 "..... \$ 746,591"

By JENKINS of Black Hawk
DOTZLER of Black Hawk

H-1254 FILED MARCH 25, 1999

Adapted
3/31/99 (P.993)

HOUSE FILE 745

H-1255

1 Amend House File 745 as follows:

2 1. Page 1, by striking line 29 and inserting the
3 following:

4 "..... \$ 4,345,209"

5 2. Page 1, line 31, by striking the figure
6 "\$350,000" and inserting the following: "\$700,000".

By STEVENS of Dickinson

H-1255 FILED MARCH 25, 1999

Adapted
3/31/99 (P.992)

HOUSE FILE 745

H-1256

1 Amend House File 745 as follows:

2 1. Page 13, by striking lines 19 through 25 and
3 inserting the following: "the state."

By DOTZLER of Black Hawk

H-1256 FILED MARCH 25, 1999

lost
3/31/99 (P.995)

HOUSE FILE 745

H-1263

1 Amend House File 745 as follows:

2 1. Page 17, by striking line 7 and inserting the
3 following: "sex, physical disability, familial
4 status, or population if the applicant is a
5 municipality."

By WEIGEL of Chickasaw

H-1263 FILED MARCH 25, 1999

lost 3/31/99
(P.999)

HOUSE FILE 745

H-1264

1 Amend House File 745 as follows:

2 1. Page 2, by striking line 33 and inserting the
3 following:

4 "..... \$ 6,712,345"

By MURPHY of Dubuque

H-1264 FILED MARCH 25, 1999

lost
3/31/99
(P.1000)

HOUSE FILE 745

H-1251

1 Amend House File 745 as follows:

2 1. Page 11, by striking lines 30 and 31 and
3 inserting the following:

4 "..... \$ 3,113,983
5 FTEs 98.00"

- | | |
|--------------------------|-----------------------|
| By REYNOLDS of Van Buren | LARKIN of Lee |
| SHOULTZ of Black Hawk | MASCHER of Johnson |
| BELL of Jasper | MAY of Worth |
| BUKTA of Clinton | MERTZ of Kossuth |
| BURNETT of Story | MUNDIE of Webster |
| CHAPMAN of Linn | MURPHY of Dubuque |
| COHOON of Des Moines | MYERS of Johnson |
| DODERER of Johnson | O'BRIEN of Boone |
| DOTZLER of Black Hawk | OSTERHAUS of Jackson |
| DREES of Carroll | PARMENTER of Story |
| FALCK of Fayette | RICHARDSON of Warren |
| FALLON of Polk | SCHERRMAN of Dubuque |
| FOEGE of Linn | SCHRADER of Marion |
| FORD of Polk | STEVENS of Dickinson |
| FREVERT of Palo Alto | TAYLOR of Linn |
| HOLVECK of Polk | THOMAS of Clayton |
| HUSER of Polk | WARNSTADT of Woodbury |
| JOCHUM of Dubuque | WHITEAD of Woodbury |
| KREIMAN of Davis | WISE of Lee |
| KUHN of Floyd | WITT of Black Hawk |

H-1251 FILED MARCH 25, 1999

Lost
3/31/99 (p. 994)

HOUSE FILE 745

H-1252

1 Amend House File 745 as follows:

2 1. Page 4, by striking lines 14 through 18.
By HOLVECK of Polk

H-1252 FILED MARCH 25, 1999

Lost
3/31/99
(p. 992)

HOUSE FILE 745

H-1253

1 Amend House File 745 as follows:

2 1. Page 11, by striking lines 30 and 31 and
3 inserting the following:

4 "..... \$ 3,271,708
5 FTEs 99.00"

By REYNOLDS of Van Buren

H-1253 FILED MARCH 25, 1999

Lost
3/31/99
(p. 992)

HOUSE FILE 745

H-1273

1 Amend House File 745 as follows:

2 1. Page 17, by inserting after line 7 the
3 following:

4 "Sec. _____. Section 16.5, subsection 15, Code 1999,
5 is amended to read as follows:

6 15. Through the title guaranty division, make and
7 issue title guaranties on Iowa real property in a form
8 acceptable to the secondary market, to fix and collect
9 the charges for the guaranties and to procure
10 reinsurance against any loss in connection with the
11 guaranties. Fees or rates charged for the guaranties
12 and to procure such reinsurance shall be established
13 by rules adopted pursuant to chapter 17A.

14 Sec. _____. The title guaranty division in the Iowa
15 finance authority shall reduce the rates charged for
16 an owner's guaranty, a lender's guaranty, and the
17 various endorsements that will be offered by the
18 division. The reduction in rates shall be by an
19 amount of no less than fifty percent based upon the
20 rates published by the division, made available to
21 mortgage lenders, and in effect on March 22, 1999.
22 The reduction in rates shall be implemented by the
23 division on July 1, 1999.

24 Upon reducing the rates pursuant to this section,
25 the authority, as soon as practicable, shall adopt
26 rules to establish the fees or rates charged for the
27 guaranties, as required under section 16.5, subsection
28 15."

29 2. By renumbering as necessary.

By METCALF of Polk

H-1273 FILED MARCH 26, 1999

WITHDRAWN

3/31/99

HOUSE FILE 745

H-1269

1 Amend House File 745 as follows:

2 1. Page 1, by striking line 16 and inserting the
3 following:

4 "..... \$ 1,754,984"

5 2. Page 2, by striking line 5 and inserting the
6 following:

7 "..... \$ 452,252"

8 3. Page 4, by striking line 12 and inserting the
9 following:

10 "..... \$ 848,038"

By HEATON of Henry

H-1269 FILED MARCH 26, 1999

Withdrawn
3/31/99 (p. 991)

HOUSE FILE 745

H-1270

1 Amend House File 745 as follows:

2 1. Page 1, by striking lines 16 and 17 and
3 inserting the following:

4 "..... \$ 1,754,984

5 FTEs 25.75"

6 2. Page 2, by striking lines 5 and 6 and
7 inserting the following:

8 "..... \$ 452,252

9 FTEs 5.00"

10 3. Page 3, line 3, by striking the words "The
11 department" and inserting the following: "Upon
12 enactment, the department".

13 4. Page 3, by inserting after line 12 the
14 following: "The department may expend up to \$150,000
15 from the strategic investment fund to enhance or
16 upgrade the human resource recruitment web site."

17 5. Page 4, by striking lines 12 and 13 and
18 inserting the following:

19 "..... \$ 848,038

20 FTEs 10.50"

By GIPP of Winneshiek

H-1270 FILED MARCH 26, 1999

Adopted
3/31/99
(p. 991)

WINNESHIEK

HOUSE FILE 745

H-1286

- 1 Amend House File 745 as follows:
- 2 1. Page 2, by inserting after line 34 the
- 3 following: "The department shall transfer \$50,000 of
- 4 the moneys appropriated under this paragraph "e" to
- 5 the tourism division to be used for purposes of
- 6 planning and coordinating with local and state
- 7 agencies, other states, and the federal national parks
- 8 service, to administer activities and programs leading
- 9 up to and through the celebrating of the Lewis and
- 10 Clark bicentennial of 2003 through 2006."

By WARNSTADT of Woodbury

H-1286 FILED MARCH 29, 1999

Roet
3/31/99 (P. 992)

HOUSE FILE 745

H-1288

- 1 Amend the amendment, H-1264, to House File 745 as
- 2 follows:
- 3 1. Page 1, by striking line 4 and inserting the
- 4 following:
- 5 "..... \$ 6,583,674"

By MURPHY of Dubuque

H-1288 FILED MARCH 29, 1999

WITHDRAWN

3/31/99

WITHDRAWN

H-1284

1 Amend House File 745 as follows:

2 1. Page 2, by striking line 5 and inserting the
3 following:

4 "..... \$ 452,252"

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

7 "By February 1, 2000, the department shall report
8 to the general assembly on whether the duties of one
9 small business entrepreneurial case manager position
10 which was not filled on March 15, 1999, was performed
11 by a personal services contractor between March 15,
12 1999, and February 1, 2000, and whether the personal
13 services contractor duties need to be transitioned to
14 a full-time equivalent position."

15 3. Page 3, line 3, by striking the words "The
16 department" and inserting the following: "Upon
17 enactment, the department".

18 4. Page 3, by inserting after line 12 the
19 following:

20 "The department may expend up to \$150,000 from the
21 strategic investment fund to enhance or upgrade the
22 human resource recruitment web site."

23 5. Page 4, by striking line 12 and inserting the
24 following:

25 "..... \$ 848,038"

26 6. Page 4, by inserting after line 23 the
27 following:

28 "By February 1, 2000, the department shall report
29 to the general assembly on whether the duties of two
30 community consultant positions which were not filled
31 on March 15, 1999, were performed by a personal
32 services contractor between March 15, 1999, and
33 February 1, 2000, and whether the personal services
34 contractor duties need to be transitioned to full-time
35 equivalent positions."

By BOGGESS of Taylor

H-1284 FILED MARCH 29, 1999

WITHDRAWN

3/31/99

ITIW

HOUSE FILE 745

H-1289

1 Amend House File 745 as follows:

2 1. Page 16, by inserting after line 24 the
3 following:

4 "Sec. 100. Section 12.34, Code 1999, is amended to
5 read as follows:

6 12.34 LINKED INVESTMENTS -- LIMITATIONS -- RULES
7 -- MATURITY AND RENEWAL OF CERTIFICATES.

8 1. The treasurer of state may invest up to the
9 lesser of sixty-eight one hundred fifty million
10 dollars or ten percent of the balance of the state
11 pooled money fund in certificates of deposit in
12 eligible lending institutions pursuant to as provided
13 in this division. The moneys invested pursuant to
14 this section shall be used as follows:

15 a. The treasurer of state may invest the first
16 sixty-eight million dollars to support programs
17 provided in this division other than the emergency
18 assistance linked deposit program for swine or cattle
19 producers provided in section 12.43A.

20 b. The treasurer of state shall invest the
21 remaining amount to support the emergency assistance
22 linked deposit program for swine or cattle producers
23 as provided in section 12.43A. The treasurer of state
24 shall not make the investment unless a market
25 emergency exists. If a market emergency exists, the
26 treasurer of state shall make the investment
27 immediately. For purposes of this paragraph, a market
28 emergency exists as follows:

29 (1) For swine, a market emergency exists when the
30 market price paid in this state and southern Minnesota
31 for swine per hundredweight on a live basis is less
32 than thirty dollars for thirty consecutive days,
33 according to market news reports published by the
34 agricultural marketing service of the United States
35 department of agriculture.

36 (2) For cattle, a market emergency exists when the
37 market price paid in the midwest and high plains
38 states for cattle per hundredweight on a live basis is
39 less than fifty-six dollars for thirty consecutive
40 days, according to market news reports published by
41 the agricultural marketing service of the United
42 States department of agriculture.

43 2. The treasurer of state shall adopt rules
44 pursuant to chapter 17A to administer this division.
45 The treasurer of state shall consult with the
46 department of agriculture and land stewardship in
47 adopting rules for the administration of the emergency
48 assistance linked deposit program for swine or cattle
49 producers.

50 3. Certificates of deposit placed by the treasurer

H-1289

1 of state on or after July 1, 1996, pursuant to this
 2 division may be renewed at the option of the treasurer
 3 of state. The initial certificate of deposit for a
 4 given borrower shall have a maturity of one year and
 5 may be renewed for eight additional one-year periods.
 6 Sec. 101. NEW SECTION. 12.43A EMERGENCY
 7 ASSISTANCE LINKED DEPOSIT PROGRAM FOR SWINE OR CATTLE
 8 PRODUCERS.

9 1. As used in this section, unless the context
 10 otherwise requires:

11 a. "Actively engaged in farming" means the same as
 12 defined in section 10.1.

13 b. "Farming" means the same as defined in section
 14 9H.1.

15 2. The treasurer of state shall adopt rules to
 16 implement an emergency assistance linked deposit
 17 program for swine or cattle producers. The purpose of
 18 the program is to increase the availability of lower
 19 cost loans to provide emergency financial assistance
 20 to farmers threatened with financial calamity due to
 21 the market price of swine or cattle.

22 3. The loan shall be subject to all of the
 23 following:

24 a. In order to qualify as an eligible borrower,
 25 all of the following must apply:

26 (1) The applicant must be a resident of this
 27 state.

28 (2) The applicant for the loan must be actively
 29 engaged in farming in this state.

30 (3) If the market emergency exists because of the
 31 market price paid for swine, the applicant must not
 32 have marketed more than five thousand swine during the
 33 last twelve months. If the market emergency exists
 34 because of the market price paid for cattle, the
 35 applicant must not have marketed more than one
 36 thousand cattle during the last twelve months.

37 (4) If the market emergency exists because of the
 38 market price paid for swine, the applicant must not
 39 have provided for the care and feeding of swine under
 40 contract. If the market emergency exists because of
 41 the market price paid for cattle, the applicant must
 42 not have provided for the care and feeding of cattle
 43 under contract.

44 (5) The applicant must not have received a loan
 45 under this program during the previous twelve months.

46 b. The purpose of the loan must be used to support
 47 farming operations on an emergency basis, and may be
 48 used to refinance existing debt.

49 4. The maximum loan amount that an eligible
 50 borrower may receive under this program is one hundred

1 thousand dollars."

2 2. Page 17, by inserting after line 14 the
 3 following:

4 "3. Sections 100 and 101, relating to linked
 5 investments."

6 3. By renumbering as necessary.

By FREVERT of Palo Alto
 SCHERRMAN of Dubuque

*Not Germane
 motion to Suspend Rules. Lost 3/31/99*

(p. 999)

HOUSE FILE 745

H-1300

1 Amend the amendment, H-1264, to House File 745 as
2 follows:

3 1. Page 1, by striking line 4 and inserting the
4 following:

5 ""..... \$ 6,240,124

6 . Page 2, by inserting after line 34 the following:

7 "The department shall allocate \$125,000 from the moneys
8 appropriated under this paragraph "e" for a child care facility
9 assistance program. The program shall provide loans and grants
10 for the construction, expansion, or renovation of child care
11 centers licensed pursuant to section 237A.2. The department, in
12 consultation with the department of human services and the
13 department of workforce development, shall adopt rules pursuant
14 to chapter 17A to administer this program."

By MURPHY of Dubuque
JOCHUM of Dubuque

H-1300 FILED MARCH 30, 1999

*With drawn
3/31/99 (p.1000)*

HOUSE FILE 745

H-1324

1 Amend House File 745 as follows:

2 1. Page 12, line 7, by striking the words
3 "industrial services" and inserting the following:
4 "workers' compensation".

By BOGGESS of Taylor

H-1324 FILED MARCH 30, 1999

*Adopted
3/31/99 (p.995)*

HOUSE FILE 745

H-1364

1 Amend the amendment, H-1264, to House File 745 as
2 follows:

3 1. Page 1, by striking line 4 and inserting the
4 following:

5 ""..... \$ 6,196,174

6 . Page 2, by inserting after line 34 the following:

7 "The department shall allocate \$200,000 from the moneys
8 appropriated under this paragraph "e" for a child care facility
9 assistance program. The program shall provide loans and grants
10 for the construction, expansion, or renovation of child care
11 centers licensed pursuant to section 237A.2. The department, in
12 consultation with the department of human services and the
13 department of workforce development, shall adopt rules pursuant
14 to chapter 17A to administer this program."

By MURPHY of Dubuque
JOCHUM of Dubuque

H-1364 FILED MARCH 31, 1999

ADOPTED

(p.1000)

S. 4/5/99 Approp.
S. 4/8/99 Amend/Do Pass w/S-3308

745

HOUSE FILE
BY COMMITTEE ON APPROPRIATIONS

(As Amended and Passed by the House, March 31, 1999)

Passed House, Date _____ Passed Senate, Date 4/12/99
Vote: Ayes _____ Nays _____ Vote: Ayes 49 Nays 0

(P. 1046)

Approved
Stewart
retol

April 26, 1999

A BILL FOR

1 An Act appropriating funds to the department of economic
2 development, certain board of regents institutions, the
3 department of workforce development, and the public employment
4 relations board, making related statutory changes, and
5 providing an effective date.

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

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House Amendments _____

1 Section 1. DEPARTMENT OF ECONOMIC DEVELOPMENT. There is
2 appropriated from the general fund of the state and other
3 designated funds to the department of economic development for
4 the fiscal year beginning July 1, 1999, and ending June 30,
5 2000, the following amounts, or so much thereof as is
6 necessary, to be used for the purposes designated:

7 1. ADMINISTRATIVE SERVICES DIVISION

8 a. General administration

9 For salaries, support, maintenance, miscellaneous purposes,
10 for allocating \$250,000 to the world food prize, and for
11 providing that a business receiving moneys from the department
12 for the purpose of job creation shall make available ten
13 percent of the new jobs created for promise jobs program
14 participants who are qualified for the jobs created, and for
15 not more than the following full-time equivalent positions:

16	\$	1,754,984
17	FTEs	25.75

18 b. Film office

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

22	\$	260,066
23	FTEs	2.00

24 2. BUSINESS DEVELOPMENT DIVISION

25 a. Business development operations

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

29	\$	4,345,209
30	FTEs	22.75

31 Of the amount appropriated in this paragraph "a", \$700,000
32 shall be allocated to support activities in conjunction with
33 the Iowa manufacturing technology center, and \$150,000 shall
34 be allocated to the graphic arts center.

35 b. Small business programs

1 For salaries, support, maintenance, miscellaneous purposes,
2 and for not more than the following full-time equivalent
3 positions for the small business program, the small business
4 advisory council, and targeted small business program:

5	\$	452,252
6	FTEs	5.00

7 c. Federal procurement office

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

11	\$	106,932
12	FTEs	3.00

13 Notwithstanding section 8.33, moneys appropriated in this
14 paragraph "c" that remain unencumbered or unobligated at the
15 close of the fiscal year shall not revert but shall remain
16 available for expenditure for the purposes designated until
17 the close of the succeeding fiscal year.

18 d. Workforce recruitment initiative

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

23	\$	550,000
24	FTEs	3.00

25 Of the amount appropriated in this paragraph "d", \$150,000
26 shall be allocated to a center for new Iowans if such a center
27 is created by legislation enacted by the Seventy-eighth
28 General Assembly, 1999 Session.

29 e. Strategic investment fund

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

33	\$	6,115,799
34	FTEs	12.50

35 The department may allocate from the strategic investment

1 fund up to \$100,000 for the microbusiness rural enterprise
2 assistance program under section 15.114.

3 Upon enactment, the department may transfer up to
4 \$1,000,000 from the strategic investment fund to the physical
5 infrastructure assistance fund for the purpose of responding
6 to critical transportation gaps affecting economic development
7 in Iowa.

8 By January 14, 2000, the department shall provide a report
9 to the members of the joint appropriations subcommittee on
10 economic development and the legislative fiscal bureau on the
11 progress made by the department in making the community
12 economic betterment program a self-sustaining, revolving loan
13 program. The department may expend up to \$150,000 from the
14 strategic investment fund to enhance or upgrade the human
15 resource recruitment web site.

16 f. Insurance economic development

17 There is appropriated from moneys collected by the division
18 of insurance in excess of the anticipated gross revenues under
19 section 505.7, subsection 3, to the department for the fiscal
20 year beginning July 1, 1999, and ending June 30, 2000, the
21 following amount, or so much thereof as is necessary, for
22 insurance economic development and international insurance
23 economic development:

24 \$ 200,000

25 g. Value-added agriculture

26 There is appropriated from the moneys available to support
27 value-added agricultural products and processes, 4 percent, or
28 so much thereof as is necessary, of the total moneys available
29 to support value-added agricultural products and processes
30 pursuant to section 423.24 each quarter for administration of
31 the value-added agricultural products and processes financial
32 assistance program as provided in section 15E.111, including
33 salaries, support, maintenance, miscellaneous purposes, and
34 for not more than 2.00 FTEs.

35 The department shall collaborate with the university of

1 northern Iowa on a strategic initiative to develop ag-based
 2 industrial lubrication technology and to create projects to
 3 deploy the technology in commercial applications.
 4 Notwithstanding the requirements of section 15E.111 and the
 5 administrative rules for value-added agricultural products and
 6 processes, the department shall allocate \$250,000 for this
 7 initiative.

8 3. COMMUNITY DEVELOPMENT DIVISION

9 a. Community assistance

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

15	\$	848,038
16	FTEs	10.50

17 It is the intent of the general assembly that in fiscal
 18 years subsequent to the fiscal year beginning July 1, 1999,
 19 and ending June 30, 2000, the volunteer office of the governor
 20 shall not receive funding from moneys appropriated under this
 21 paragraph "a".

22 b. Main street/rural main street program

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

25	\$	431,937
26	FTEs	3.00

27 Notwithstanding section 8.33, moneys committed to grantees
 28 under contract from the general fund of the state that remain
 29 unexpended on June 30, 2000, shall not revert to any fund but
 30 shall remain available for expenditure for purposes of the
 31 contract during the fiscal year beginning July 1, 2000.

32 c. Community development program

33 For salaries, support, maintenance, miscellaneous purposes,
 34 and for not more than the following full-time equivalent
 35 positions, for rural resource coordination, rural community

1 leadership, rural innovations grant program, and the rural
2 enterprise fund:

3 \$ 997,780
4 FTEs 7.51

5 There is appropriated from the rural community 2000 program
6 revolving fund established in section 15.287 to provide to
7 Iowa's councils of governments funds for planning and
8 technical assistance to local governments:

9 \$ 150,000

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

15 \$ 370,000

16 Notwithstanding section 8.33, moneys committed to grantees
17 under contract from the general fund of the state or through
18 transfers from the Iowa community development loan fund or
19 from the rural community 2000 program revolving fund that
20 remain unexpended on June 30, 2000, shall not revert but shall
21 be available for expenditure for purposes of the contract
22 during the fiscal year beginning July 1, 2000.

23 d. Community development block grant and HOME

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

28 \$ 422,719
29 FTEs 21.75

30 e. Housing development and shelter assistance funds

31 For providing technical assistance to communities of all
32 sizes and local financial institutions to help meet local
33 housing needs, and to provide and transfer matching funds for
34 the HOME program, and to provide \$400,000 to the shelter
35 assistance fund, and for not more than the following full-time

1 equivalent position:
2 \$ 1,700,000
3 FTEs 1.00

4 Notwithstanding section 8.33, moneys committed to grantees
5 under contract from the housing development fund and moneys
6 transferred for matching funds for the HOME program that
7 remain unexpended or unobligated on June 30, 2000, shall not
8 revert to any fund but shall remain available for obligation
9 and expenditure for purposes of those programs during the
10 fiscal year beginning July 1, 2000.

11 4. INTERNATIONAL DIVISION

12 a. International trade operations

13 For salaries, support, maintenance, miscellaneous purposes,
14 for support of foreign representation and trade offices, and
15 for not more than the following full-time equivalent
16 positions:

17 \$ 2,143,222
18 FTEs 11.25

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

23 b. Export trade assistance program

24 For export trade activities, including a program to
25 encourage and increase participation in trade shows and trade
26 missions by providing financial assistance to businesses for a
27 percentage of their costs of participating in trade shows and
28 trade missions, by providing for the lease/sublease of
29 showcase space in existing world trade centers, by providing
30 temporary office space for foreign buyers, international
31 prospects, and potential reverse investors, and by providing
32 other promotional and assistance activities, including
33 salaries and support:

34 \$ 425,000

35 Notwithstanding section 8.33, moneys appropriated in this

1 lettered paragraph that remain unencumbered or unobligated at
2 the close of the fiscal year shall not revert but shall remain
3 available for expenditure for the purposes designated until
4 the close of the succeeding fiscal year.

5 c. Agricultural product advisory council

6 For support, maintenance, and miscellaneous purposes:

7 \$ 1,300

8 d. For transfer to the partner state program which the
9 department may use to contract with private groups or
10 organizations which are the most appropriate to administer
11 this program and the groups and organizations participating in
12 the program shall, to the fullest extent possible, provide the
13 funds to match the appropriation made in this paragraph of the
14 funds transferred:

15 \$ 125,000

16 5. TOURISM DIVISION

17 Tourism operations and advertising

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

21 \$ 5,062,837

22 FTEs 18.52

23 Any state-owned interstate welcome center located in
24 suitable, year-round facilities shall be operated on a year-
25 round basis.

26 The department shall not use the moneys appropriated in
27 this subsection, unless the department develops public-private
28 partnerships with Iowa businesses in the tourism industry,
29 Iowa tour groups, Iowa tourism organizations, and political
30 subdivisions in this state to assist in the development of
31 advertising efforts. The department shall, to the fullest
32 extent possible, develop cooperative efforts for advertising
33 with contributions from other sources.

34 Sec. 2. COMMUNITY DEVELOPMENT LOAN FUND. Notwithstanding
35 section 15E.120, subsections 5, 6, and 7, and section 15.287,

1 there is appropriated from the Iowa community development loan
 2 fund all the moneys available during the fiscal year beginning
 3 July 1, 1999, and ending June 30, 2000, to the department of
 4 economic development for the community development program to
 5 be used by the department for the purposes of the program.

6 Sec. 3. JOB TRAINING FUND. Notwithstanding section
 7 15.251, subsection 2, there is appropriated from the job
 8 training fund to the department of workforce development for
 9 the fiscal year beginning July 1, 1999, and ending June 30,
 10 2000, the following amount, or so much thereof as is
 11 necessary, to be used for the purposes designated:

12 1. For the target alliance program:

13 \$ 30,000

14 2. After the appropriation in subsection 1 relating to
 15 target alliance, all remaining moneys in the job training
 16 fund, including any moneys appropriated or credited to the
 17 fund during the fiscal year, shall be transferred to the
 18 workforce development fund established pursuant to section
 19 15.343.

20 Sec. 4. WORKFORCE DEVELOPMENT FUND. There is appropriated
 21 from the workforce development fund account created in section
 22 15.342A, to the workforce development fund created in section
 23 15.343, for the fiscal year beginning July 1, 1999, and ending
 24 June 30, 2000, the following amount, for the purposes of the
 25 workforce development fund, and for not more than the
 26 following full-time equivalent positions:

27 \$ 8,800,000

28 FTEs 4.00

29 Sec. 5. From funds appropriated or transferred to or
 30 receipts credited to the workforce development fund created in
 31 section 15.343, up to \$535,000 for the fiscal year beginning
 32 July 1, 1999, and ending June 30, 2000, may be used for the
 33 administration of workforce development activities.

34 Sec. 6. IOWA STATE UNIVERSITY. There is appropriated from
 35 the general fund of the state to the Iowa state university of

1 science and technology for the fiscal year beginning July 1,
2 1999, and ending June 30, 2000, the following amounts, or so
3 much thereof as is necessary, to be used for the purposes
4 designated:

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

8 \$ 1,248,329
9 FTEs 5.80

10 2. For the Iowa state university of science and technology
11 research park, including salaries, support, maintenance,
12 miscellaneous purposes, and for not more than the following
13 full-time equivalent positions:

14 \$ 381,380
15 FTEs 4.31

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

21 \$ 4,477,948
22 FTEs 46.42

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

1 of state funds. The match required of industrial foundations
2 or trade associations shall be \$1 for each \$1 of state funds.

3 Iowa state university of science and technology shall
4 report annually to the joint appropriations subcommittee on
5 economic development and legislative fiscal bureau the total
6 amounts of private contributions, the proportion of
7 contributions from small businesses and other businesses, and
8 the proportion for directed contract research and nondirected
9 research of benefit to Iowa businesses and industrial sectors.

10 Notwithstanding section 8.33, moneys appropriated in this
11 section that remain unencumbered or unobligated at the close
12 of the fiscal year shall not revert but shall remain available
13 for expenditure for the purposes designated until the close of
14 the succeeding fiscal year.

15 Sec. 7. UNIVERSITY OF IOWA. There is appropriated from
16 the general fund of the state to the state university of Iowa
17 for the fiscal year beginning July 1, 1999, and ending June
18 30, 2000, the following amounts, or so much thereof as is
19 necessary, to be used for the purposes designated:

20 1. For the university of Iowa research park, including
21 salaries, support, maintenance, equipment, miscellaneous
22 purposes, and for not more than the following full-time
23 equivalent positions:

24	\$	340,118
25	FTEs	4.35

26 2. For funding the advanced drug development program at
27 the Oakdale research park, and for not more than the following
28 full-time equivalent positions:

29	\$	272,731
30	FTEs	2.85

31 The board of regents shall submit a report on the progress
32 of regents institutions in meeting the strategic plan for
33 technology transfer and economic development to the
34 chairpersons of the joint appropriations subcommittee on
35 economic development, the joint appropriations subcommittee on

1 education, the majority and minority leaders of the senate,
2 the majority and minority leaders of the house of
3 representatives, the secretary of the senate, the chief clerk
4 of the house of representatives, and the legislative fiscal
5 bureau by December 1, 1999.

6 Sec. 8. UNIVERSITY OF NORTHERN IOWA. There is
7 appropriated from the general fund of the state to the
8 university of northern Iowa for the fiscal year beginning July
9 1, 1999, and ending June 30, 2000, the following amounts, or
10 so much thereof as is necessary, to be used for the purposes
11 designated:

12 1. For the metal casting institute, including salaries,
13 support, maintenance, miscellaneous purposes, and for not more
14 than the following full-time equivalent positions:

15	\$	171,996
16	FTEs	2.60

17 2. For the institute of decision making, including
18 salaries, support, maintenance, miscellaneous purposes, and
19 for not more than the following full-time equivalent
20 positions:

21	\$	746,591
22	FTEs	8.00

23 Sec. 9. DEPARTMENT OF WORKFORCE DEVELOPMENT. There is
24 appropriated from the general fund of the state, to the
25 department of workforce development for the fiscal year
26 beginning July 1, 1999, and ending June 30, 2000, the
27 following amounts, or so much thereof as is necessary, for the
28 purposes designated:

29 1. DIVISION OF LABOR SERVICES

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

33	\$	3,036,408
34	FTEs	95.00

35 From the contractor registration fees, the division of

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

4 2. DIVISION OF WORKERS' COMPENSATION

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

8	\$	2,436,620
9	FTEs	34.00

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

16 3. For salaries, support, maintenance, miscellaneous
17 purposes, and for not more than the following full-time
18 equivalent position for the workforce development state and
19 regional boards:

20	\$	106,929
21	FTE	1.00

22 4. For salaries, support, maintenance, miscellaneous
23 purposes for collection of labor market information, and for
24 not more than the following full-time equivalent position:

25	\$	67,258
26	FTEs	1.20

27 5. WORKFORCE DEVELOPMENT AREAS

28 For salaries, support, maintenance, and miscellaneous
29 purposes for the development and maintenance of a workforce
30 sufficient in size and skill to meet the occupational demands
31 of each workforce development area, and for workforce
32 development programs, including those provided for in sections
33 84A.7, 84A.8, and 84A.9. Each region shall be required to
34 provide an equal amount of matching funds from local sources:

35	\$	1,480,022
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745

1 FTEs 1.79

2 Notwithstanding section 8.33, moneys committed to grantees
3 under contract that remain unexpended on June 30, 2000, shall
4 not revert to any fund but shall remain available for
5 expenditure for purposes of the contract during the fiscal
6 year beginning July 1, 2000.

7 6. LABOR MANAGEMENT COORDINATOR

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

11	\$	67,759
12	FTE	0.50

13 The Iowa workforce development board shall be responsible
14 for the functions previously conducted by the state labor
15 management cooperation council. The board, the department of
16 workforce development, and the labor management coordinator
17 shall cooperate to improve communications and facilitate
18 dialogue between labor, management, and government on
19 workforce development problems facing the state, to form in-
20 plant labor management committees, and to provide technical
21 assistance to establish effective labor management policies in
22 the state. It is the intent of the general assembly that the
23 fiscal year beginning July 1, 1999, and ending June 30, 2000,
24 shall be the final year that the labor management coordinator
25 shall be funded. In subsequent fiscal years, the functions
26 and duties of the labor management coordinator shall be
27 assumed by the workforce development state and regional
28 advisory boards.

29 7. WELFARE-TO-WORK MATCHING FUNDS

30 For matching funds for welfare-to-work grants authorized
31 through the United States department of labor to provide
32 additional services for the hardest to employ recipients of
33 family investment program benefits and for salaries, support,
34 maintenance, miscellaneous purposes, and for not more than the
35 following full-time equivalent positions:

1 \$ 888,633
2 FTEs 3.55

3 Notwithstanding section 8.33, moneys appropriated in this
4 subsection which remain unexpended or unobligated on June 30,
5 2000, shall not revert to the general fund of the state but
6 shall remain available for expenditure for the same purpose
7 during the fiscal year beginning July 1, 2000.

8 Sec. 10. ADMINISTRATIVE CONTRIBUTION SURCHARGE FUND.

9 There is appropriated from the administrative contribution
10 surcharge fund of the state to the department of workforce
11 development for the fiscal year beginning July 1, 1999, and
12 ending June 30, 2000, the following amount, or so much thereof
13 as is necessary, for the purposes designated:

14 Notwithstanding section 96.7, subsection 12, paragraph "c",
15 for salaries, support, maintenance, conducting labor
16 availability surveys, miscellaneous purposes, for workforce
17 development regional advisory board member expenses, and for
18 not more than the following full-time equivalent positions:
19 \$ 7,500,000
20 FTEs 133.42

21 Sec. 11. EMPLOYMENT SECURITY CONTINGENCY FUND. There is
22 appropriated from the special employment security contingency
23 fund to the department of workforce development for the fiscal
24 year beginning July 1, 1999, and ending June 30, 2000, the
25 following 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 miscellaneous
29 purposes:

30 \$ 296,000

31 2. DIVISION OF WORKERS' COMPENSATION

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

34 \$ 175,000

35 3. UNEMPLOYMENT INSURANCE FILINGS

1 For purposes of designing an electronic method for mass
2 unemployment insurance filings:

3 \$ 100,000

4 Any additional penalty and interest revenue may be used to
5 accomplish the mission of the department upon notification of
6 the use to the chairpersons and ranking members of the joint
7 appropriations subcommittee on economic development, the
8 department of management, and the legislative fiscal bureau.

9 Sec. 12. PUBLIC EMPLOYMENT RELATIONS BOARD. There is
10 appropriated from the general fund of the state to the public
11 employment relations board for the fiscal year beginning July
12 1, 1999, and ending June 30, 2000, the following amount, or so
13 much thereof as is necessary, for the purposes designated:

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

17 \$ 886,407

18 FTEs 12.80

19 Sec. 13. SHELTER ASSISTANCE FUND. In providing moneys
20 from the shelter assistance fund to homeless shelter programs
21 in the fiscal year beginning July 1, 1999, the department of
22 economic development shall explore the potential of allocating
23 moneys to homeless shelter programs based in part on their
24 ability to move their clients toward self-sufficiency.

25 Sec. 14. BUDGET PROPOSALS. The department of economic
26 development and the department of workforce development shall
27 submit all budget proposals in the traditional format as well
28 as in the budgeting for results format for the fiscal year
29 beginning July 1, 2000.

30 Sec. 15. By December 31 of each year, the ISCC liquidation
31 corporation shall submit an annual report to the chairpersons
32 and the ranking members of the joint appropriations
33 subcommittee on economic development. The report shall
34 include an update on the financial condition of the
35 corporation relating to the status of any moneys, assets, or

1 contracts currently being held by the corporation or
2 transferred by the corporation during the prior year.

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

8 Sec. 17. Notwithstanding section 96.9, subsection 4,
9 paragraph "a", moneys credited to the state by the secretary
10 of the treasury of the United States pursuant to section 903
11 of the Social Security Act shall be appropriated to the
12 department of workforce development and shall be used by the
13 department for the administration of the unemployment
14 compensation program only. This appropriation shall not apply
15 to any fiscal year after December 31, 2002.

16 Sec. 18. In lieu of the appropriation made in section
17 15.365, subsection 3, there is appropriated for the fiscal
18 year beginning July 1, 1999, and ending June 30, 2000,
19 \$100,000, or so much thereof as is necessary from the general
20 fund of the state to the department of economic development to
21 pay refunds as provided under section 15.365.

22 Sec. 19. Notwithstanding section 8.33, all unencumbered
23 and unobligated moneys remaining in the economic development
24 deaf interpreters revolving fund established in section
25 15.108, shall transfer to the rural community 2000 program
26 revolving fund established in section 15.287 on the effective
27 date of this Act.

28 Sec. 20. Section 15.108, subsection 7, paragraph j, Code
29 1999, is amended by striking the paragraph.

30 Sec. 21. Section 15.313, Code 1999, is amended by adding
31 the following new subsection:

32 NEW SUBSECTION. 2A. The assets of the fund may be used
33 for purposes of administering and operating the
34 entrepreneurial ventures assistance program established in
35 section 15.339.

1 Sec. 22. Section 15A.1, Code 1999, is amended by adding
2 the following new subsection:

3 NEW SUBSECTION. 4. A state agency shall disburse public
4 moneys used for grants, loans, tax incentives, or other
5 financial assistance for economic development without
6 discrimination or without the use of terms or conditions which
7 are more onerous than those regularly extended to persons of
8 similar economic backgrounds and based on an applicant's age,
9 color, creed, national origin, race, religion, marital status,
10 sex, physical disability, or familial status.

11 Sec. 23. EFFECTIVE DATES. The following sections of this
12 Act, being deemed of immediate importance, take effect upon
13 enactment:

14 1. Section 19, relating to the reversion of moneys to the
15 rural community 2000 program revolving fund.

16 2. Section 20, relating to the economic development deaf
17 interpreters revolving fund.

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HOUSE FILE 745

S-3308

1 Amend House File 745, as amended, passed, and
2 reprinted by the House, as follows:

3 1. Page 11, by striking line 22 and inserting the
4 following:

5 "..... FTEs 9.00"

6 2. Page 16, by inserting after line 27 the
7 following:

8 "Sec. _____. The department of workforce
9 development, in cooperation with the legislative
10 fiscal bureau, shall submit to the joint
11 appropriations subcommittee on economic development
12 during the 2000 regular session of the general
13 assembly a budget request that provides revenues,
14 expenditures, and balances for each program within all
15 appropriations and funds controlled by the department.
16 This section does not alter any requirements provided
17 under chapter 8."

18 3. By renumbering and correcting internal
19 references as necessary.

By COMMITTEE ON APPROPRIATIONS
DERRYL McLAREN, Chairperson

M/D 4/12/99 (p. 1045)

S-3308 FILED APRIL 8, 1999

HOUSE FILE 745

S-3315

1 Amend House File 745, as amended, passed, and
2 reprinted by the House, as follows:

3 1. Page 11, by striking lines 33 and 34 and
4 inserting the following:

5 "..... \$ 3,113,983
6 FTEs 98.00"

By BETTY A. SOUKUP

S-3315 FILED APRIL 8, 1999

*Lost
4/12/99
(p. 1046)*



THOMAS J. VILSACK
GOVERNOR

OFFICE OF THE GOVERNOR
STATE CAPITOL
DES MOINES, IOWA 50319
515 281-5211
FAX 515-281-6611

SALLY J. PEDERSON
LT. GOVERNOR

April 26, 1999

The Honorable Chester Culver
Secretary of State
State Capitol Building
LOCAL

APR 28 1999
RECEIVED
STATE OF IOWA

Dear Mr. Secretary:

I hereby transmit House File 745, an act appropriating funds to the Department of Economic Development, certain Board of Regents institutions, the Department of Workforce Development, and the Public Employment Relations Board, making related statutory changes, and providing an effective date.

I am unable to approve Section 1, Subsection 3a, unnumbered paragraph 1. The volunteer office of the Governor is a corner stone of the Iowa community betterment program. The work performed by volunteers on community and statewide projects is invaluable to Iowa. While I understand the general assembly's concern regarding the manner in which this effort has been funded in the past it is premature for the legislature to rule out possible avenues for funding of these services in the future. It would be better for the department of economic development to work with the Governors office, the legislature and volunteer organizations to determine and recommend the most appropriate means for carrying out these services.

For the above reasons, I hereby respectfully approve House File 745 with the exception noted above.

Sincerely,

Thomas J. Vilsack
Governor

TJV:jmc

cc: Secretary of the Senate
Chief Clerk of the House



Item Vetoed

AN ACT

APPROPRIATING FUNDS TO THE DEPARTMENT OF ECONOMIC DEVELOPMENT, CERTAIN BOARD OF REGENTS INSTITUTIONS, THE DEPARTMENT OF WORKFORCE DEVELOPMENT, AND THE PUBLIC EMPLOYMENT RELATIONS BOARD, MAKING RELATED STATUTORY CHANGES, AND PROVIDING AN EFFECTIVE DATE.

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

Section 1. DEPARTMENT OF ECONOMIC DEVELOPMENT. 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, 1999, and ending June 30, 2000, 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, for allocating \$250,000 to the world food prize, 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:

.....	\$	1,754,984
.....	FTEs	25.75

b. Film office

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

.....	\$	260,066
.....	FTEs	2.00

2. BUSINESS DEVELOPMENT DIVISION

a. Business development operations

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

.....	\$	4,345,209
.....	FTEs	22.75

Of the amount appropriated in this paragraph "a", \$700,000 shall be allocated to support activities in conjunction with the Iowa manufacturing technology center, and \$150,000 shall be allocated to the graphic arts center.

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:

.....	\$	452,252
.....	FTEs	5.00

c. Federal procurement office

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

.....	\$	106,932
.....	FTEs	3.00

Notwithstanding section 8.33, moneys appropriated in this paragraph "c" that remain unencumbered or unobligated at the close of the fiscal year shall not revert but shall remain available for expenditure for the purposes designated until the close of the succeeding fiscal year.

d. Workforce recruitment initiative

For workforce recruitment initiative purposes, including salaries, support, maintenance, miscellaneous purposes, and

HF 745

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

.....	\$	550,000
.....	FTEs	3.00

Of the amount appropriated in this paragraph "d", \$150,000 shall be allocated to a center for new Iowans if such a center is created by legislation enacted by the Seventy-eighth General Assembly, 1999 Session.

e. Strategic investment fund

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

.....	\$	6,115,799
.....	FTEs	12.50

The department may allocate from the strategic investment fund up to \$100,000 for the microbusiness rural enterprise assistance program under section 15.114.

Upon enactment, the department may transfer up to \$1,000,000 from the strategic investment fund to the physical infrastructure assistance fund for the purpose of responding to critical transportation gaps affecting economic development in Iowa.

By January 14, 2000, the department shall provide a report to the members of the joint appropriations subcommittee on economic development and the legislative fiscal bureau on the progress made by the department in making the community economic betterment program a self-sustaining, revolving loan program.

The department may expend up to \$150,000 from the strategic investment fund to enhance or upgrade the human resource recruitment web site.

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, 1999, and ending June 30, 2000, 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, 4 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 15E.111, including salaries, support, maintenance, miscellaneous purposes, and for not more than 2.00 FTEs.

The department shall collaborate with the university of northern Iowa on a strategic initiative to develop ag-based industrial lubrication technology and to create projects to deploy the technology in commercial applications. Notwithstanding the requirements of section 15E.111 and the administrative rules for value-added agricultural products and processes, the department shall allocate \$250,000 for this initiative.

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 board:

.....	\$	848,038
.....	FTEs	10.50

It is the intent of the general assembly that in fiscal years subsequent to the fiscal year beginning July 1, 1999, and ending June 30, 2000, the volunteer office of the governor shall not receive funding from moneys appropriated under this paragraph "a".

b. Main street/rural main street program

Deleted

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

.....	\$	431,937
.....	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, 2000, shall not revert to any fund but shall remain available for expenditure for purposes of the contract during the fiscal year beginning July 1, 2000.

c. Community development program

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

.....	\$	997,780
.....	FTEs	7.51

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 to local governments:

.....	\$	150,000
-------	----	---------

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

.....	\$	370,000
-------	----	---------

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 on June 30, 2000, shall not revert but shall be available for expenditure for purposes of the contract during the fiscal year beginning July 1, 2000.

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:

.....	\$	422,719
.....	FTEs	21.75

e. Housing development and shelter assistance funds

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, and to provide \$400,000 to the shelter assistance fund, and for not more than the following full-time equivalent position:

.....	\$	1,700,000
.....	FTEs	1.00

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, 2000, shall not revert to any fund but shall remain available for obligation and expenditure for purposes of those programs during the fiscal year beginning July 1, 2000.

4. INTERNATIONAL DIVISION

a. International trade operations

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

.....	\$	2,143,222
.....	FTEs	11.25

From among the full-time equivalent positions authorized by this lettered 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. 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:

..... \$ 425,000

Notwithstanding section 8.33, moneys appropriated in this lettered paragraph that remain unencumbered or unobligated at the close of the fiscal year shall not revert but shall remain available for expenditure for the purposes designated until the close of the succeeding fiscal year.

c. Agricultural product advisory council

For support, maintenance, and miscellaneous purposes:

..... \$ 1,300

d. 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 paragraph of the funds transferred:

..... \$ 125,000

5. TOURISM DIVISION

Tourism operations and advertising

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

..... \$ 5,062,837

..... FTEs 18.52

Any state-owned interstate welcome center located in suitable, year-round facilities shall be operated on a year-round basis.

The department shall not use the moneys appropriated in this subsection, 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.

Sec. 2. COMMUNITY DEVELOPMENT LOAN FUND. 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, 1999, and ending June 30, 2000, to the department of economic development for the community development program to be used by the department for the purposes of the program.

Sec. 3. JOB TRAINING FUND. Notwithstanding section 15.251, subsection 2, there is appropriated from the job training fund to the department of workforce development for the fiscal year beginning July 1, 1999, and ending June 30, 2000, the following amount, or so much thereof as is necessary, to be used for the purposes designated:

1. For the target alliance program:

..... \$ 30,000

2. After the appropriation in subsection 1 relating to target alliance, all remaining moneys in the job training fund, including any moneys appropriated or credited to the fund during the fiscal year, shall be transferred to the workforce development fund established pursuant to section 15.343.

Sec. 4. WORKFORCE DEVELOPMENT FUND. There is appropriated from the workforce development fund account created in section 15.342A, to the workforce development fund created in section 15.343, for the fiscal year beginning July 1, 1999, and ending June 30, 2000, the following amount, for the purposes of the workforce development fund, and for not more than the following full-time equivalent positions:

..... \$ 8,800,000

..... FTEs 4.00

Sec. 5. From funds appropriated or transferred to or receipts credited to the workforce development fund created in section 15.343, up to \$535,000 for the fiscal year beginning July 1, 1999, and ending June 30, 2000, may be used for the administration of workforce development activities.

Sec. 6. IOWA STATE UNIVERSITY. 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, 1999, and ending June 30, 2000, 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:
..... \$ 1,248,329
..... FTEs 5.80

2. For the Iowa state university of science and technology research park, including salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:
..... \$ 381,380
..... FTEs 4.31

3. 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:
..... \$ 4,477,948
..... FTEs 46.42

It is the intent of the general assembly that the industrial incentive program focus on Iowa industrial sectors and seek contributions and in-kind donations from businesses, industrial foundations, and trade associations and that moneys for the institute for physical research and technology industrial incentive program shall only be allocated for projects which are matched by private sector moneys for directed contract research or for nondirected research. The

match required of small businesses as defined in section 15.102, subsection 4, for directed contract research or for nondirected research shall be \$1 for each \$3 of state funds. The match required for other businesses for directed contract research or for nondirected research shall be \$1 for each \$1 of state funds. The match required of industrial foundations or trade associations shall be \$1 for each \$1 of state funds.

Iowa state university of science and technology shall report annually to the joint appropriations subcommittee on economic development and legislative fiscal bureau 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 in this section that remain unencumbered or unobligated at the close of the fiscal year shall not revert but shall remain available for expenditure for the purposes designated until the close of the succeeding fiscal year.

Sec. 7. UNIVERSITY OF IOWA. There is appropriated from the general fund of the state to the state university of Iowa for the fiscal year beginning July 1, 1999, and ending June 30, 2000, the following amounts, or so much thereof as is necessary, to be used for the purposes designated:

1. For the university of Iowa research park, including salaries, support, maintenance, equipment, miscellaneous purposes, and for not more than the following full-time equivalent positions:
..... \$ 340,118
..... FTEs 4.35

2. For funding the advanced drug development program at the Oakdale research park, and for not more than the following full-time equivalent positions:
..... \$ 272,731
..... FTEs 2.85

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

technology transfer and economic development to the chairpersons of the joint appropriations subcommittee on economic development, the joint appropriations subcommittee on education, the majority and minority leaders 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, 1999.

Sec. 8. UNIVERSITY OF NORTHERN IOWA. There is appropriated from the general fund of the state to the university of northern Iowa for the fiscal year beginning July 1, 1999, and ending June 30, 2000, the following amounts, or so much thereof as is necessary, to be used for the purposes designated:

1. For the metal casting institute, including salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:
..... \$ 171,996
..... FTEs 2.60

2. For the institute of decision making, including salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:
..... \$ 746,591
..... FTEs 8.00

Sec. 9. DEPARTMENT OF WORKFORCE DEVELOPMENT. There is appropriated from the general fund of the state, to the department of workforce development for the fiscal year beginning July 1, 1999, and ending June 30, 2000, the following amounts, or so much thereof as is necessary, for the purposes designated:

1. DIVISION OF LABOR SERVICES
For the division of labor services, including salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:
..... \$ 3,036,408
..... FTEs 95.00

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 WORKERS' COMPENSATION

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

..... \$ 2,436,620
..... FTEs 34.00

The division of workers' compensation 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.

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

..... \$ 106,929
..... FTE 1.00

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

..... \$ 67,258
..... FTEs 1.20

5. WORKFORCE DEVELOPMENT AREAS

For salaries, support, maintenance, and miscellaneous purposes for the development and maintenance of a workforce sufficient in size and skill to meet the occupational demands of each workforce development area, and for workforce development programs, including those provided for in sections 84A.7, 84A.8, and 84A.9. Each region shall be required to provide an equal amount of matching funds from local sources:

..... \$ 1,480,022
..... FTEs 1.79

Notwithstanding section 8.33, moneys committed to grantees under contract that remain unexpended on June 30, 2000, shall not revert to any fund but shall remain available for expenditure for purposes of the contract during the fiscal year beginning July 1, 2000.

6. LABOR MANAGEMENT COORDINATOR

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

.....	\$	67,759
.....	FTE	0.50

The Iowa workforce development board shall be responsible for the functions previously conducted by the state labor management cooperation council. The board, the department of workforce development, and the labor management coordinator shall cooperate to improve communications and facilitate dialogue between labor, management, and government on workforce development problems facing the state, to form in-plant labor management committees, and to provide technical assistance to establish effective labor management policies in the state. It is the intent of the general assembly that the fiscal year beginning July 1, 1999, and ending June 30, 2000, shall be the final year that the labor management coordinator shall be funded. In subsequent fiscal years, the functions and duties of the labor management coordinator shall be assumed by the workforce development state and regional advisory boards.

7. WELFARE-TO-WORK MATCHING FUNDS

For matching funds for welfare-to-work grants authorized through the United States department of labor to provide additional services for the hardest to employ recipients of family investment program benefits and for salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

.....	\$	888,633
.....	FTEs	3.55

Notwithstanding section 8.33, moneys appropriated in this subsection which remain unexpended or unobligated on June 30, 2000, shall not revert to the general fund of the state but shall remain available for expenditure for the same purpose during the fiscal year beginning July 1, 2000.

Sec. 10. ADMINISTRATIVE CONTRIBUTION SURCHARGE FUND.

There is appropriated from the administrative contribution surcharge fund of the state to the department of workforce development for the fiscal year beginning July 1, 1999, and ending June 30, 2000, the following amount, or so much thereof as is necessary, for the purposes designated:

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

.....	\$	7,500,000
.....	FTEs	133.42

Sec. 11. EMPLOYMENT SECURITY CONTINGENCY FUND. There is appropriated from the special employment security contingency fund to the department of workforce development for the fiscal year beginning July 1, 1999, and ending June 30, 2000, the following amounts, or so much thereof as is necessary, for the purposes designated:

1. DIVISION OF LABOR SERVICES

For salaries, support, maintenance, and miscellaneous purposes:

.....	\$	296,000
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2. DIVISION OF WORKERS' COMPENSATION

For salaries, support, maintenance, and miscellaneous purposes:

.....	\$	175,000
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3. UNEMPLOYMENT INSURANCE FILINGS

For purposes of designing an electronic method for mass unemployment insurance filings:

.....	\$	100,000
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Any additional penalty and interest revenue may be used to accomplish the mission of the department upon notification of the use to the chairpersons and ranking members of the joint appropriations subcommittee on economic development, the department of management, and the legislative fiscal bureau.

Sec. 12. PUBLIC EMPLOYMENT RELATIONS BOARD. There is appropriated from the general fund of the state to the public employment relations board for the fiscal year beginning July 1, 1999, and ending June 30, 2000, 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:

.....	\$	886,407
.....	FTEs	12.80

Sec. 13. SHELTER ASSISTANCE FUND. In providing moneys from the shelter assistance fund to homeless shelter programs in the fiscal year beginning July 1, 1999, the department of economic development shall explore the potential of allocating moneys to homeless shelter programs based in part on their ability to move their clients toward self-sufficiency.

Sec. 14. BUDGET PROPOSALS. The department of economic development and the department of workforce development shall submit all budget proposals in the traditional format as well as in the budgeting for results format for the fiscal year beginning July 1, 2000.

Sec. 15. By December 31 of each year, the ISCC liquidation corporation shall submit an annual report to the chairpersons and the ranking members of the joint appropriations subcommittee on economic development. The report shall include an update on the financial condition of the corporation relating to the status of any moneys, assets, or contracts currently being held by the corporation or transferred by the corporation during the prior year.

Sec. 16. FEDERAL GRANTS. All federal grants to and the federal receipts of agencies appropriated funds under this Act, not otherwise appropriated, are appropriated for the

purposes set forth in the federal grants or receipts unless otherwise provided by the general assembly.

Sec. 17. Notwithstanding section 96.9, subsection 4, paragraph "a", moneys credited to the state by the secretary of the treasury of the United States pursuant to section 903 of the Social Security Act shall be appropriated to the department of workforce development and shall be used by the department for the administration of the unemployment compensation program only. This appropriation shall not apply to any fiscal year after December 31, 2002.

Sec. 18. In lieu of the appropriation made in section 15.365, subsection 3, there is appropriated for the fiscal year beginning July 1, 1999, and ending June 30, 2000, \$100,000, or so much thereof as is necessary from the general fund of the state to the department of economic development to pay refunds as provided under section 15.365.

Sec. 19. Notwithstanding section 8.33, all unencumbered and unobligated moneys remaining in the economic development deaf interpreters revolving fund established in section 15.108, shall transfer to the rural community 2000 program revolving fund established in section 15.287 on the effective date of this Act.

Sec. 20. Section 15.108, subsection 7, paragraph j, Code 1999, is amended by striking the paragraph.

Sec. 21. Section 15.313, Code 1999, is amended by adding the following new subsection:

NEW SUBSECTION. 2A. The assets of the fund may be used for purposes of administering and operating the entrepreneurial ventures assistance program established in section 15.339.

Sec. 22. Section 15A.1, Code 1999, is amended by adding the following new subsection:

NEW SUBSECTION. 4. A state agency shall disburse public moneys used for grants, loans, tax incentives, or other financial assistance for economic development without discrimination or without the use of terms or conditions which are more onerous than those regularly extended to persons of

similar economic backgrounds and based on an applicant's age, color, creed, national origin, race, religion, marital status, sex, physical disability, or familial status.

Sec. 23. EFFECTIVE DATES. The following sections of this Act, being deemed of immediate importance, take effect upon enactment:

1. Section 19, relating to the reversion of moneys to the rural community 2000 program revolving fund.

2. Section 20, relating to the economic development deaf interpreters revolving fund.

RON J. CORBETT
Speaker of the House

MARY E. KRAMER
President of the Senate

I hereby certify that this bill originated in the House and is known as House File 745, Seventy-eighth General Assembly.

Item Voted
approved April 26, 1999

ELIZABETH ISAACSON
Chief Clerk of the House

THOMAS J. VILSACK
Governor