

McLaren
Kramer
Flynn

SSB. 1224

Appropriation

Succeeded By
CF/HF 476

SENATE FILE _____
BY (PROPOSED COMMITTEE ON
APPROPRIATIONS BILL BY
CHAIRPERSON McLAREN)

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

A BILL FOR

1 An Act relating to financial assistance for air transportation
2 expansion and infrastructure and making an appropriation.
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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1 Section 1. NEW SECTION. 15E.221 AIR TRANSPORTATION
2 INFRASTRUCTURE.

3 1. There is appropriated from the Iowa comprehensive
4 petroleum underground storage tank fund created in section
5 455G.3 to the department of economic development for the
6 fiscal year beginning July 1, 1999, and ending June 30, 2000,
7 the sum of ten million dollars. The department shall use the
8 moneys for purposes of providing financial assistance in the
9 form of loans to meet air transportation expansion and
10 infrastructure needs in the state, notwithstanding section
11 455G.3. Under terms provided by the department, recipients of
12 financial assistance under this section shall repay the total
13 amount of any loan received under this section by June 30,
14 2006, and all loan repayments shall be deposited in the Iowa
15 comprehensive petroleum underground storage tank fund. All
16 loan repayments to be deposited in the Iowa comprehensive
17 petroleum underground storage tank fund shall include loan
18 principal and an interest rate on the loan principal
19 equivalent to the rate earned on the state pooled money fund
20 contained in chapter 12 during the period of the loan. Any
21 moneys received by the department from a recipient of the
22 loans in excess of the moneys deposited in the Iowa
23 comprehensive petroleum underground storage tank fund shall be
24 retained by the department and are appropriated to the
25 department for purposes of air transportation expansion needs
26 of the state. The department shall not draw down the
27 appropriation for purposes of providing financial assistance
28 unless all criteria provided in this section are met prior to
29 a disbursement by the department.

30 2. An initial round of air transportation infrastructure
31 financial assistance disbursements shall be made by the
32 department in installments of three million dollars on or
33 after July 1, 1999, and three million dollars on or after
34 January 1, 2000, provided the following criteria are met:

35 a. The applicant is an Iowa-based airline company with

1 immediate expansion and infrastructure needs.

2 b. The applicant provides a dollar-for-dollar private
3 sector equity match for every state dollar expended.

4 c. The applicant demonstrates the expansion and
5 infrastructure project has statewide economic impact.

6 d. The funds will be used for the costs associated with
7 direct expansion and infrastructure needs.

8 3. A second round of air transportation infrastructure
9 financial assistance disbursements totaling not more than four
10 million dollars may be made in any number of installments at
11 any time after January 1, 2000, by the department of economic
12 development only after a determination of necessity has been
13 made by the department of management and the legislative
14 council, and the department of management has certified the
15 determination to the department of economic development. The
16 department of economic development shall report quarterly to
17 the department of management and the legislative council
18 regarding the status of existing loans, the ongoing expansion
19 and air transportation infrastructure needs of financial
20 assistance recipients, the air transportation industry
21 conditions, and any other information deemed necessary by the
22 department of management or the legislative council for making
23 a determination of necessity.

24 4. Notwithstanding section 8.33, moneys appropriated in
25 this section that remain unencumbered or unobligated at the
26 close of the fiscal year shall not revert but shall remain
27 available for expenditure for the purposes designated.

28 EXPLANATION

29 This bill appropriates to the department of economic
30 development for the 1999-2000 fiscal year \$10 million from the
31 Iowa comprehensive petroleum underground storage tank fund for
32 purposes of providing financial assistance in the form of
33 loans to meet air transportation expansion and infrastructure
34 needs in the state. The bill provides that any loan shall be
35 repaid by June 30, 2006, and all loan repayments shall be

1 deposited in the Iowa comprehensive petroleum underground
2 storage tank fund. The bill provides that all loan repayments
3 to be deposited in the Iowa comprehensive petroleum
4 underground storage tank fund shall include loan principal and
5 an interest rate on the loan principal equivalent to the rate
6 earned on the state pooled money fund during the period of the
7 loan. The bill provides that any moneys received by the
8 department from a recipient of the loans in excess of the
9 moneys deposited in the Iowa comprehensive petroleum
10 underground storage tank fund shall be retained by the
11 department and are appropriated to the department for purposes
12 of air transportation expansion needs of the state.

13 The bill provides that an initial round of air
14 transportation infrastructure financial assistance
15 disbursements shall be made by the department in installments
16 of \$3 million on or after July 1, 1999, and \$3 million on or
17 after January 1, 2000, provided that certain criteria are met
18 by an applicant. The bill provides that a second round of air
19 transportation infrastructure financial assistance
20 disbursements totaling not more than \$4 million may be made in
21 any number of installments at any time after January 1, 2000,
22 by the department of economic development only after a
23 determination of necessity has been made by the department of
24 management and the legislative council. The bill provides
25 that the department of economic development shall report to
26 the department of management and the legislative council
27 quarterly in an effort to provide the department of management
28 and the legislative council with information necessary to make
29 a determination of necessity.

30 The bill provides that moneys appropriated from the Iowa
31 comprehensive petroleum underground storage tank fund that
32 remain unencumbered or unobligated at the close of the fiscal
33 year shall not revert.

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REPRINTED

SENATE FILE 476
BY COMMITTEE ON APPROPRIATIONS

(SUCCESSOR TO SSB 1224)

Passed Senate, Date 4/26/99 Passed House, Date _____
Vote: Ayes 37 Nays 13 Vote: Ayes _____ Nays _____
Approved _____

(p.1294)

A BILL FOR

1 An Act relating to financial assistance for air transportation
2 expansion and infrastructure and making an appropriation.
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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SF 476

1 Section 1. NEW SECTION. 15E.221 AIR TRANSPORTATION
2 INFRASTRUCTURE.

3 1. There is appropriated from the Iowa comprehensive
4 petroleum underground storage tank fund created in section
5 455G.3 to the department of economic development for the
6 fiscal year beginning July 1, 1999, and ending June 30, 2000,
7 the sum of ten million dollars. The department shall use the
8 moneys for purposes of providing financial assistance in the
9 form of loans to meet air transportation expansion and
10 infrastructure needs in the state, notwithstanding section
11 455G.3. Under terms provided by the department, recipients of
12 financial assistance under this section shall repay the total
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14 2006, and all loan repayments shall be deposited in the Iowa
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17 petroleum underground storage tank fund shall include loan
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25 department for purposes of air transportation expansion needs
26 of the state. The department shall not draw down the
27 appropriation for purposes of providing financial assistance
28 unless all criteria provided in this section are met prior to
29 a disbursement by the department.

30 2. An initial round of air transportation infrastructure
31 financial assistance disbursements shall be made by the
32 department in installments of three million dollars on or
33 after July 1, 1999, and three million dollars on or after
34 January 1, 2000, provided the following criteria are met:

35 a. The applicant is an Iowa-based airline company with

1 immediate expansion and infrastructure needs.

2 b. The applicant provides a dollar-for-dollar private
3 sector equity match for every state dollar expended.

4 c. The applicant demonstrates the expansion and
5 infrastructure project has statewide economic impact.

6 d. The funds will be used for the costs associated with
7 direct expansion and infrastructure needs.

8 3. A second round of air transportation infrastructure
9 financial assistance disbursements totaling not more than four
10 million dollars may be made in any number of installments at
11 any time after January 1, 2000, by the department of economic
12 development only after a determination of necessity has been
13 made by the department of management and the legislative
14 council, and the department of management has certified the
15 determination to the department of economic development. The
16 department of economic development shall report quarterly to
17 the department of management and the legislative council
18 regarding the status of existing loans, the ongoing expansion
19 and air transportation infrastructure needs of financial
20 assistance recipients, the air transportation industry
21 conditions, and any other information deemed necessary by the
22 department of management or the legislative council for making
23 a determination of necessity.

24 4. Notwithstanding section 8.33, moneys appropriated in
25 this section that remain unencumbered or unobligated at the
26 close of the fiscal year shall not revert but shall remain
27 available for expenditure for the purposes designated.

28 EXPLANATION

29 This bill appropriates to the department of economic
30 development for the 1999-2000 fiscal year \$10 million from the
31 Iowa comprehensive petroleum underground storage tank fund for
32 purposes of providing financial assistance in the form of
33 loans to meet air transportation expansion and infrastructure
34 needs in the state. The bill provides that any loan shall be
35 repaid by June 30, 2006, and all loan repayments shall be

1 deposited in the Iowa comprehensive petroleum underground
2 storage tank fund. The bill provides that all loan repayments
3 to be deposited in the Iowa comprehensive petroleum
4 underground storage tank fund shall include loan principal and
5 an interest rate on the loan principal equivalent to the rate
6 earned on the state pooled money fund during the period of the
7 loan. The bill provides that any moneys received by the
8 department from a recipient of the loans in excess of the
9 moneys deposited in the Iowa comprehensive petroleum
10 underground storage tank fund shall be retained by the
11 department and are appropriated to the department for purposes
12 of air transportation expansion needs of the state.

13 The bill provides that an initial round of air
14 transportation infrastructure financial assistance
15 disbursements shall be made by the department in installments
16 of \$3 million on or after July 1, 1999, and \$3 million on or
17 after January 1, 2000, provided that certain criteria are met
18 by an applicant. The bill provides that a second round of air
19 transportation infrastructure financial assistance
20 disbursements totaling not more than \$4 million may be made in
21 any number of installments at any time after January 1, 2000,
22 by the department of economic development only after a
23 determination of necessity has been made by the department of
24 management and the legislative council. The bill provides
25 that the department of economic development shall report to
26 the department of management and the legislative council
27 quarterly in an effort to provide the department of management
28 and the legislative council with information necessary to make
29 a determination of necessity.

30 The bill provides that moneys appropriated from the Iowa
31 comprehensive petroleum underground storage tank fund that
32 remain unencumbered or unobligated at the close of the fiscal
33 year shall not revert.

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H. 4/26/99 Approp.
H. 4/28/99 Do Pass

SENATE FILE 476
BY COMMITTEE ON APPROPRIATIONS

(SUCCESSOR TO SSB 1224)

(AS AMENDED AND PASSED BY THE SENATE APRIL 26, 1999)

_____ - New Language by the Senate

Passed Senate, Date 4/26/99 (P.1294) Passed House, Date _____
Vote: Ayes 37 Nays 13 Vote: Ayes _____ Nays _____
Approved _____

A BILL FOR

1 An Act relating to financial assistance for air transportation
2 expansion and infrastructure and making an appropriation.
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:
4

SENATE FILE 476

S-3482

- 1 Amend Senate File 476 as follows:
- 2 1. Page 1, by striking lines 26 through 29 and
- 3 inserting the following: "of the state."
- 4 2. Page 1, line 31, by inserting after the word
- 5 "made" the following: "available".
- 6 3. Page 1, line 32, by striking the words "in
- 7 installments of" and inserting the following: "in an
- 8 amount up to".
- 9 4. Page 1, line 33, by inserting after the word
- 10 "and" the following: "in an amount up to".

By DERRYL McLAREN

S-3482 FILED APRIL 26, 1999

ADOPTED

(P.1292)

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1 Section 1. NEW SECTION. 15E.221 AIR TRANSPORTATION
2 INFRASTRUCTURE.

3 1. There is appropriated from the Iowa comprehensive
4 petroleum underground storage tank fund created in section
5 455G.3 to the department of economic development for the
6 fiscal year beginning July 1, 1999, and ending June 30, 2000,
7 the sum of ten million dollars. The department shall use the
8 moneys for purposes of providing financial assistance in the
9 form of loans to meet air transportation expansion and
10 infrastructure needs in the state, notwithstanding section
11 455G.3. Under terms provided by the department, recipients of
12 financial assistance under this section shall repay the total
13 amount of any loan received under this section by June 30,
14 2006, and all loan repayments shall be deposited in the Iowa
15 comprehensive petroleum underground storage tank fund. All
16 loan repayments to be deposited in the Iowa comprehensive
17 petroleum underground storage tank fund shall include loan
18 principal and an interest rate on the loan principal
19 equivalent to the rate earned on the state pooled money fund
20 contained in chapter 12 during the period of the loan. Any
21 moneys received by the department from a recipient of the
22 loans in excess of the moneys deposited in the Iowa
23 comprehensive petroleum underground storage tank fund shall be
24 retained by the department and are appropriated to the
25 department for purposes of air transportation expansion needs
26 of the state.

27 2. An initial round of air transportation infrastructure
28 financial assistance disbursements shall be made available by
29 the department in an amount up to three million dollars on or
30 after July 1, 1999, and in an amount up to three million
31 dollars on or after January 1, 2000, provided the following
32 criteria are met:

33 a. The applicant is an Iowa-based airline company with
34 immediate expansion and infrastructure needs.

35 b. The applicant provides a dollar-for-dollar private

1 sector equity match for every state dollar expended.

2 c. The applicant demonstrates the expansion and
3 infrastructure project has statewide economic impact.

4 d. The funds will be used for the costs associated with
5 direct expansion and infrastructure needs.

6 3. A second round of air transportation infrastructure
7 financial assistance disbursements totaling not more than four
8 million dollars may be made in any number of installments at
9 any time after January 1, 2000, by the department of economic
10 development only after a determination of necessity has been
11 made by the department of management and the legislative
12 council, and the department of management has certified the
13 determination to the department of economic development. The
14 department of economic development shall report quarterly to
15 the department of management and the legislative council
16 regarding the status of existing loans, the ongoing expansion
17 and air transportation infrastructure needs of financial
18 assistance recipients, the air transportation industry
19 conditions, and any other information deemed necessary by the
20 department of management or the legislative council for making
21 a determination of necessity.

22 4. Notwithstanding section 8.33, moneys appropriated in
23 this section that remain unencumbered or unobligated at the
24 close of the fiscal year shall not revert but shall remain
25 available for expenditure for the purposes designated.

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SENATE FILE 476

H-1865

1 Amend Senate File 476, as amended, passed, and
2 reprinted by the Senate, as follows:
3 1. Page 2, line 10, by inserting after the word
4 "after" the following: "a loan recipient demonstrates
5 that air fares offered by the recipient at all
6 airports in the state that the recipient serves are
7 equal to or lower than all competing air fares for the
8 same routes and only after".

By CORMACK of Webster

H-1865 FILED APRIL 28, 1999

SENATE FILE 476

H-1886

1 Amend Senate File 476, as amended, passed, and
2 reprinted by the Senate, as follows:
3 1. Page 1, line 9, by striking the words
4 "expansion and".
5 2. Page 1, line 34, by striking the words
6 "expansion and".
7 3. Page 2, line 1, by striking the word "equity".
8 4. Page 2, line 2, by striking the words
9 "expansion and".
10 5. Page 2, line 5, by striking the words
11 "expansion and".
12 6. Page 2, lines 16 and 17, by striking the words
13 "expansion and".
14 7. Title page, line 2, by striking the words
15 "expansion and".

By FREVERT of Palo Alto

H-1886 FILED APRIL 28, 1999

SENATE FILE 476

H-1864

1 Amend Senate File 476, as amended, passed, and
2 reprinted by the Senate, as follows:

3 1. Page 1, by striking lines 1 through 32 and
4 inserting the following:

5 "Section 1. Section 12.34, subsection 1, Code
6 1999, is amended to read as follows:

7 1. The treasurer of state may invest up to the
8 lesser of ~~sixty-eight~~ eighty-eight million dollars or
9 ten percent of the balance of the state pooled money
10 fund in certificates of deposit in eligible lending
11 institutions pursuant to this division. Of the moneys
12 invested by the treasurer of state, twenty million
13 dollars shall be reserved for purposes of section
14 12.42 only.

15 Sec. ____ . NEW SECTION. 12.42 AIR TRANSPORTATION
16 INFRASTRUCTURE.

17 1. The treasurer of state shall adopt rules to
18 implement an air transportation infrastructure linked
19 investments program to increase the availability of
20 lower cost funds for air transportation expansion and
21 infrastructure needs in the state.

22 2. In order to be an eligible borrower, all of the
23 following criteria must be met:"

24 2. Page 1, line 33, by striking the word
25 "applicant" and inserting the following: "borrower".

26 3. By striking page 1, line 35, through page 2,
27 line 1.

28 4. Page 2, line 2, by striking the words "c. The
29 applicant" and inserting the following: "b. The
30 borrower".

31 5. Page 2, line 4, by striking the words "d.
32 The" and inserting the following: "c. The".

33 6. Page 2, by striking lines 6 through 25 and
34 inserting the following:

35 "3. During the lifetime of this loan program, the
36 maximum amount of assistance that an eligible borrower
37 or a business may receive through this loan program
38 shall be twenty million dollars.

39 Sec. ____ . If House File 779 is enacted and if
40 House File 779 amends section 12.34, subsection 1,
41 Code 1999, by changing the maximum amount the
42 treasurer of state may invest from sixty-eight million
43 dollars to a different amount, the amended amount in
44 section 12.34, subsection 1, Code 1999, as amended by
45 this Act, shall not prevail, but rather the amended
46 amount in section 12.34, subsection 1, Code 1999, as
47 amended by House File 779, shall be increased by
48 twenty million dollars."

49 7. Title page, line 2, by striking the words "and
50 making an appropriation".

By KETTERING of Sac
BRUNKHORST of Bremer
CORMACK of Webster

SENATE FILE 476

H-1860

1 Amend Senate File 476, as amended, passed, and
2 reprinted by the Senate, as follows:
3 1. Page 1, by striking lines 24 through 26 and
4 inserting the following: "deposited in the Iowa
5 comprehensive petroleum underground storage tank
6 fund."

By THOMAS of Clayton

H-1860 FILED APRIL 28, 1999

SENATE FILE 476

H-1861

1 Amend Senate File 476, as amended, passed, and
2 reprinted by the Senate, as follows:
3 1. Page 2, by inserting after line 25 the
4 following:
5 "Sec. _____. It is the intent of the general
6 assembly that, other than the appropriation made in
7 this Act, moneys in the Iowa comprehensive petroleum
8 underground storage tank fund shall not be
9 appropriated for purposes other than those provided
10 for in chapter 455G."
11 2. By renumbering as necessary.

By THOMAS of Clayton

H-1861 FILED APRIL 28, 1999

SENATE FILE 476

H-1862

1 Amend Senate File 476, as amended, passed, and
2 reprinted by the Senate, as follows:
3 1. Page 1, lines 13 and 14, by striking the words
4 "by June 30, 2006" and inserting the following:
5 "within one year from the time the loan agreement is
6 entered into".
7 2. Page 1, line 15, by inserting after the word
8 "fund." the following: "The term of repayment of any
9 loan received under this section may be extended upon
10 mutual agreement between the department and the loan
11 recipient for two additional one-year periods."

By WEIGEL of Chickasaw

H-1862 FILED APRIL 28, 1999