

MAR 5 2003  
ECONOMIC GROWTH

HOUSE FILE 443  
BY SHOULTZ

Passed House, Date \_\_\_\_\_ Passed Senate, Date \_\_\_\_\_  
Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_ Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_  
Approved \_\_\_\_\_

**A BILL FOR**

1 An Act relating to eligibility, program costs, and program  
2 services under the industrial new jobs training Act.  
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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HE 443

1 Section 1. Section 260E.2, subsections 9 and 13, Code  
2 2003, are amended to read as follows:

3 9. "Industry" means a any of the following:

4 a. A business engaged in interstate or intrastate commerce  
5 for the purpose of manufacturing, processing, or assembling  
6 products, conducting research and development, or providing  
7 services in interstate commerce, but excludes retail, health,  
8 or professional services, which business pays wages for the  
9 jobs for which the new jobs credit from withholding is taken  
10 of at least the average county wage or average regional wage,  
11 whichever is lower, as compiled annually by the department of  
12 economic development for the community economic betterment  
13 program. For purposes of this subsection, the average  
14 regional wage shall be compiled based upon the service  
15 delivery areas in section 84B.2.

16 b. A business eligible for benefits under section 15A.9.

17 c. A business eligible for benefits under section 15E.196.

18 d. A business eligible for benefits under the new jobs and  
19 income program in chapter 15, subchapter II, part 13.

20 "Industry" does not include a business which closes or  
21 substantially reduces its operation in one area of the state  
22 of Iowa and relocates substantially the same operation in  
23 another area of the state of Iowa. This subsection does not  
24 prohibit a business from expanding its operations in another  
25 area of the state provided that existing operations of a  
26 similar nature are not closed or substantially reduced.

27 13. "Program costs" means all necessary and incidental  
28 costs of providing program services and may include the costs  
29 of actual wages and benefits paid to workers receiving  
30 classroom or off-site training for the new jobs created  
31 through the new jobs credit from withholding.

32 Sec. 2. Section 260E.2, subsection 14, paragraph e, Code  
33 2003, is amended by striking the paragraph.

34 Sec. 3. Section 260E.3, subsection 3, Code 2003, is  
35 amended by striking the subsection.

## EXPLANATION

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This bill relates to eligibility, program costs, and program services under the industrial new jobs training Act.

The bill limits the type of industry for which new jobs training programs may be established under the industrial new jobs training Act. The bill defines the term "industry" to mean one of four different types of business, including:

1. A business eligible for benefits under the quality jobs enterprise zone program.

2. A business eligible for benefits under the enterprise zone program.

3. A business eligible for benefits under the new jobs and income program.

4. A business engaged in interstate or intrastate commerce for the purpose of manufacturing, processing, or assembling products, conducting research and development, or providing services in interstate commerce, but excludes retail, health, or professional services, which business pays wages for the jobs for which the new jobs credit from withholding is taken of at least the average county wage or average regional wage, whichever is lower.

The bill provides that program costs may include the costs of actual wages and benefits paid to workers receiving classroom or off-site training for new jobs.

The bill eliminates provisions allowing on-the-job training to be included as a program service.