

House Study Bill 706

HOUSE FILE _____
BY (PROPOSED COMMITTEE ON
APPROPRIATIONS BILL BY
HOUSE APPROPRIATIONS
SUBCOMMITTEE ON ECONOMIC
DEVELOPMENT BILL)

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

A BILL FOR

1 An Act relating to and making appropriations to the department of
2 economic development, certain board of regents institutions,
3 the department of workforce development, the Iowa finance
4 authority, and the public employment relations board, and
5 related matters, and providing effective and retroactive
6 applicability dates.
7 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:
8 TLSB 5191HB 81
9 tm/cf/24

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1 1 ECONOMIC DEVELOPMENT
1 2 Section 1. GOALS AND ACCOUNTABILITY.
1 3 1. The goals for the department of economic development
1 4 shall be to expand and stimulate the state economy, increase
1 5 the wealth of Iowans, and increase the population of the
1 6 state.
1 7 2. To achieve the goals in subsection 1, the department of
1 8 economic development shall do all of the following:
1 9 a. Concentrate its efforts on programs and activities that
1 10 result in commercially viable products and services.
1 11 b. Adopt practices and services consistent with free
1 12 market, private sector philosophies.
1 13 c. Ensure economic growth and development throughout the
1 14 state.
1 15 Sec. 2. DEPARTMENT OF ECONOMIC DEVELOPMENT. There is
1 16 appropriated from the general fund of the state to the
1 17 department of economic development for the fiscal year
1 18 beginning July 1, 2006, and ending June 30, 2007, the
1 19 following amounts, or so much thereof as is necessary, to be
1 20 used for the purposes designated:
1 21 1. ADMINISTRATION DIVISION
1 22 a. General administration
1 23 For salaries, support, maintenance, miscellaneous purposes,
1 24 programs, for transfer to the Iowa state commission grant
1 25 program, and for not more than the following full-time
1 26 equivalent positions:
1 27 \$ 1,990,845
1 28 FTEs 28.75
1 29 b. The department shall work with businesses and
1 30 communities to continually improve the economic development
1 31 climate along with the economic well-being and quality of life
1 32 for Iowans. The administration division shall coordinate with
1 33 other state agencies ensuring that all state departments are
1 34 attentive to the needs of an entrepreneurial culture.
1 35 2. BUSINESS DEVELOPMENT DIVISION
2 1 a. Business development operations
2 2 For business development operations and programs,
2 3 international trade, export assistance, workforce recruitment,
2 4 the partner state program, for transfer to the strategic
2 5 investment fund, for transfer to the value-added agricultural
2 6 products and processes financial assistance fund, salaries,
2 7 support, maintenance, miscellaneous purposes, and for not more
2 8 than the following full-time equivalent positions:
2 9 \$ 6,215,394
2 10 FTEs 57.00
2 11 b. The department shall establish a strong and aggressive
2 12 marketing image to showcase Iowa's workforce, existing

2 13 industry, and potential. A priority shall be placed on
2 14 recruiting new businesses, business expansion, and retaining
2 15 existing Iowa businesses. Emphasis shall also be placed on
2 16 entrepreneurial development through helping to secure capital
2 17 for entrepreneurs, and developing networks and a business
2 18 climate conducive to entrepreneurs and small business.
2 19 c. A business creating jobs with economic development
2 20 assistance through moneys appropriated in this subsection
2 21 shall be subject to contract provisions stating that new and
2 22 retained jobs shall be filled by individuals who are citizens
2 23 of the United States who reside within the United States, or
2 24 any person authorized to work in the United States pursuant to
2 25 federal law, including legal resident aliens in the United
2 26 States. Any vendor who receives such public moneys shall
2 27 adhere to such contract provisions and provide periodic
2 28 assurances as the state shall require, that the jobs are
2 29 filled solely by citizens of the United States who reside
2 30 within the United States, or any person authorized to work in
2 31 the United States pursuant to federal law, including legal
2 32 resident aliens in the United States.

2 33 d. From the moneys appropriated in this subsection, the
2 34 department may provide financial assistance in the form of a
2 35 grant to a community economic development entity for
3 1 conducting a local workforce recruitment effort designed to
3 2 recruit former citizens of the state and former students at
3 3 colleges and universities in the state to meet the needs of
3 4 local employers.

3 5 e. From the moneys appropriated under this subsection, the
3 6 department may provide financial assistance to early-stage
3 7 industry companies being established by women entrepreneurs.

3 8 f. From the moneys appropriated under this subsection, the
3 9 department may provide financial assistance in the form of
3 10 grants, loans, or forgivable loans for advanced research and
3 11 commercialization projects involving value-added agriculture,
3 12 advanced technology, or biotechnology.

3 13 g. Notwithstanding section 8.33, moneys appropriated in
3 14 this subsection that remain unencumbered or unobligated at the
3 15 close of the fiscal year shall not revert but shall remain
3 16 available for expenditure for the purposes designated until
3 17 the close of the succeeding fiscal year.

3 18 3. COMMUNITY DEVELOPMENT DIVISION

3 19 a. Community development programs

3 20 For salaries, support, maintenance, miscellaneous purposes,
3 21 community economic development programs, tourism operations,
3 22 community assistance, the film office, the mainstreet and
3 23 rural mainstreet programs, the school-to-career program, the
3 24 community development block grant, and housing and shelter=
3 25 related programs and for not more than the following full-time
3 26 equivalent positions:

3 27 \$ 5,654,173
3 28 FTEs 61.26

3 29 b. For purposes of providing cooperative marketing
3 30 opportunities for tourism:

3 31 \$ 250,000

3 32 c. The department shall encourage development of
3 33 communities and quality of life to foster economic growth.
3 34 The department shall prepare communities for future growth and
3 35 development through development, expansion, and modernization
4 1 of infrastructure.

4 2 d. The department shall develop public-private
4 3 partnerships with Iowa businesses in the tourism industry,
4 4 Iowa tour groups, Iowa tourism organizations, and political
4 5 subdivisions in this state to assist in the development of
4 6 advertising efforts. The department shall, to the fullest
4 7 extent possible, develop cooperative efforts for advertising
4 8 with contributions from other sources.

4 9 e. Notwithstanding section 8.33, moneys appropriated in
4 10 this subsection that remain unencumbered or unobligated at the
4 11 close of the fiscal year shall not revert to any fund but
4 12 shall remain available for expenditure for the designated
4 13 purposes during the succeeding fiscal year.

4 14 f. The department shall not charge a nonprofit, public
4 15 entity a fee for placement of informational materials in a
4 16 welcome center.

4 17 4. For allocating moneys for the world food prize:

4 18 \$ 285,000

4 19 Sec. 3. WORLD FOOD PRIZE. In addition to moneys allocated
4 20 to the world food prize in section 2 of this Act,
4 21 notwithstanding section 8.39, the department of economic
4 22 development shall allocate an additional \$115,000 to the world
4 23 food prize from moneys appropriated to the department from the

4 24 general fund of the state in this Act.

4 25 Sec. 4. VISION IOWA PROGRAM == FTE AUTHORIZATION. For
4 26 purposes of administrative duties associated with the vision
4 27 Iowa program, the department of economic development is
4 28 authorized an additional 2.25 full-time equivalent positions
4 29 above those otherwise authorized in this Act.

4 30 Sec. 5. RURAL COMMUNITY 2000 PROGRAM. There is
4 31 appropriated from loan repayments on loans under the former
4 32 rural community 2000 program, sections 15.281 through 15.288,
4 33 Code 2001, to the department of economic development for the
4 34 fiscal year beginning July 1, 2006, and ending June 30, 2007,
4 35 the following amounts, or so much thereof as is necessary, to
5 1 be used for the purposes designated:

5 2 1. For providing financial assistance to Iowa's councils
5 3 of governments that provide technical and planning assistance
5 4 to local governments:

5 5 \$ 150,000

5 6 2. For the rural development program for the purposes of
5 7 the program including the rural enterprise fund and
5 8 collaborative skills development training:

5 9 \$ 120,000

5 10 Sec. 6. INSURANCE ECONOMIC DEVELOPMENT. There is
5 11 appropriated from moneys collected by the division of
5 12 insurance in excess of the anticipated gross revenues under
5 13 section 505.7, subsection 3, to the department of economic
5 14 development for the fiscal year beginning July 1, 2006, and
5 15 ending June 30, 2007, the following amount, or so much thereof
5 16 as is necessary, for insurance economic development and
5 17 international insurance economic development:

5 18 \$ 100,000

5 19 Sec. 7. COMMUNITY DEVELOPMENT LOAN FUND. Notwithstanding
5 20 section 15E.120, subsection 5, there is appropriated from the
5 21 Iowa community development loan fund all the moneys available
5 22 during the fiscal year beginning July 1, 2006, and ending June
5 23 30, 2007, to the department of economic development for the
5 24 community development program to be used by the department for
5 25 the purposes of the program.

5 26 Sec. 8. WORKFORCE DEVELOPMENT FUND. There is appropriated
5 27 from the workforce development fund account created in section
5 28 15.342A, to the workforce development fund created in section
5 29 15.343, for the fiscal year beginning July 1, 2006, and ending
5 30 June 30, 2007, the following amount, for the purposes of the
5 31 workforce development fund, and for not more than the
5 32 following full-time equivalent positions:

5 33 \$ 4,000,000

5 34 FTEs 4.00

5 35 Sec. 9. WORKFORCE DEVELOPMENT ADMINISTRATION. From funds
6 1 appropriated or transferred to or receipts credited to the
6 2 workforce development fund created in section 15.343, up to
6 3 \$400,000 for the fiscal year beginning July 1, 2006, and
6 4 ending June 30, 2007, may be used for the administration of
6 5 workforce development activities including salaries, support,
6 6 maintenance, and miscellaneous purposes and for not more than
6 7 4.00 full-time equivalent positions.

6 8 Sec. 10. JOB TRAINING FUND. Notwithstanding section
6 9 15.251, all remaining moneys in the job training fund on July
6 10 1, 2006, and any moneys appropriated or credited to the fund
6 11 during the fiscal year beginning July 1, 2006, shall be
6 12 transferred to the workforce development fund established
6 13 pursuant to section 15.343.

6 14 Sec. 11. IOWA FINANCE AUTHORITY. There is appropriated
6 15 from the general fund of the state to the Iowa finance
6 16 authority for the fiscal year beginning July 1, 2006, and
6 17 ending June 30, 2007, the following amount, or so much thereof
6 18 as is necessary, to be used for the purpose designated:

6 19 For the entrepreneurs with disabilities program:

6 20 \$ 200,000

6 21 Sec. 12. IOWA STATE UNIVERSITY.

6 22 1. There is appropriated from the general fund of the
6 23 state to the Iowa state university of science and technology
6 24 for the fiscal year beginning July 1, 2006, and ending June
6 25 30, 2007, the following amount, or so much thereof as is
6 26 necessary, to be used for small business development centers,
6 27 the science and technology research park, the institute for
6 28 physical research, and for not more than the following full-
6 29 time equivalent positions:

6 30 \$ 2,363,557

6 31 FTEs 56.63

6 32 2. Of the moneys appropriated in subsection 1, Iowa state
6 33 university shall allocate at least \$550,000 for purposes of
6 34 funding small business development centers. Iowa state

6 35 university may allocate moneys appropriated in subsection 1 to
7 1 the various small business development centers in any manner
7 2 necessary to achieve the purposes of this subsection.

7 3 3. Iowa state university of science and technology shall
7 4 do all of the following:

7 5 a. Direct expenditures for research toward projects that
7 6 will provide economic stimulus for Iowa.

7 7 b. Provide emphasis to providing services to Iowa-based
7 8 companies.

7 9 4. It is the intent of the general assembly that the
7 10 industrial incentive program focus on Iowa industrial sectors
7 11 and seek contributions and in-kind donations from businesses,
7 12 industrial foundations, and trade associations and that moneys
7 13 for the institute for physical research and technology
7 14 industrial incentive program shall only be allocated for
7 15 projects which are matched by private sector moneys for
7 16 directed contract research or for nondirected research. The
7 17 match required of small businesses as defined in section
7 18 15.102, subsection 4, for directed contract research or for
7 19 nondirected research shall be \$1 for each \$3 of state funds.
7 20 The match required for other businesses for directed contract
7 21 research or for nondirected research shall be \$1 for each \$1
7 22 of state funds. The match required of industrial foundations
7 23 or trade associations shall be \$1 for each \$1 of state funds.

7 24 Iowa state university of science and technology shall
7 25 report annually to the joint appropriations subcommittee on
7 26 economic development and the legislative services agency the
7 27 total amount of private contributions, the proportion of
7 28 contributions from small businesses and other businesses, and
7 29 the proportion for directed contract research and nondirected
7 30 research of benefit to Iowa businesses and industrial sectors.
7 31 Notwithstanding section 8.33, moneys appropriated in this
7 32 section that remain unencumbered or unobligated at the close
7 33 of the fiscal year shall not revert but shall remain available
7 34 for expenditure for the purposes designated until the close of
7 35 the succeeding fiscal year.

8 1 Sec. 13. UNIVERSITY OF IOWA.

8 2 1. There is appropriated from the general fund of the
8 3 state to the state university of Iowa for the fiscal year
8 4 beginning July 1, 2006, and ending June 30, 2007, the
8 5 following amount, or so much thereof as is necessary, to be
8 6 used for the university of Iowa research park and for the
8 7 advanced drug development program at the Oakdale research
8 8 park, including salaries, support, maintenance, equipment,
8 9 miscellaneous purposes, and for not more than the following
8 10 full-time equivalent positions:

| | | |
|------------|------|---------|
| 8 11 | \$ | 247,005 |
| 8 12 | FTEs | 6.00 |

8 13 2. The university of Iowa shall do all of the following:

8 14 a. Direct expenditures for research toward projects that
8 15 will provide economic stimulus for Iowa.

8 16 b. Provide emphasis to providing services to Iowa-based
8 17 companies.

8 18 3. Notwithstanding section 8.33, moneys appropriated in
8 19 this section that remain unencumbered or unobligated at the
8 20 close of the fiscal year shall not revert but shall remain
8 21 available for expenditure for the purposes designated until
8 22 the close of the succeeding fiscal year.

8 23 Sec. 14. UNIVERSITY OF NORTHERN IOWA.

8 24 1. There is appropriated from the general fund of the
8 25 state to the university of northern Iowa for the fiscal year
8 26 beginning July 1, 2006, and ending June 30, 2007, the
8 27 following amount, or so much thereof as is necessary, to be
8 28 used for the metal casting institute, and for the institute of
8 29 decision making, including salaries, support, maintenance,
8 30 miscellaneous purposes, and for not more than the following
8 31 full-time equivalent positions:

| | | |
|------------|------|---------|
| 8 32 | \$ | 361,291 |
| 8 33 | FTEs | 4.75 |

8 34 2. The university of northern Iowa shall do all of the
8 35 following:

9 1 a. Direct expenditures for research toward projects that
9 2 will provide economic stimulus for Iowa.

9 3 b. Provide emphasis to providing services to Iowa-based
9 4 companies.

9 5 3. Notwithstanding section 8.33, moneys appropriated in
9 6 this section that remain unencumbered or unobligated at the
9 7 close of the fiscal year shall not revert but shall remain
9 8 available for expenditure for the purposes designated until
9 9 the close of the succeeding fiscal year.

9 10 Sec. 15. BOARD OF REGENTS REPORT. The state board of

9 11 regents shall submit a report on the progress of regents
9 12 institutions in meeting the strategic plan for technology
9 13 transfer and economic development to the secretary of the
9 14 senate, the chief clerk of the house of representatives, and
9 15 the legislative services agency by January 15, 2007.

9 16 Sec. 16. DEPARTMENT OF WORKFORCE DEVELOPMENT.

9 17 1. There is appropriated from the general fund of the
9 18 state to the department of workforce development for the
9 19 fiscal year beginning July 1, 2006, and ending June 30, 2007,
9 20 the following amount, or so much thereof as is necessary, for
9 21 the division of labor services, the division of workers'
9 22 compensation, the workforce development state and regional
9 23 boards, the new employment opportunity fund, immigration
9 24 services centers, for transfer to the elevator safety fund,
9 25 salaries, support, maintenance, miscellaneous purposes, and
9 26 for not more than the following full-time equivalent
9 27 positions:

9 28 \$ 5,278,800
9 29 FTEs 89.45

9 30 Of the moneys appropriated in this subsection, the
9 31 department shall allocate \$225,000 for purposes of reducing
9 32 the backlog of cases before the commissioner of workers'
9 33 compensation and for increasing support for the voluntary
9 34 compliance program.

9 35 2. There is appropriated from the general fund of the
10 1 state to the department of workforce development for the
10 2 fiscal year beginning July 1, 2006, and ending June 30, 2007,
10 3 the following amount, or so much thereof as is necessary, to
10 4 be used for the purpose designated:

10 5 For deposit in the field office operating fund and for not
10 6 more than the following full-time equivalent positions:

10 7 \$ 6,856,655
10 8 FTEs 86.04

10 9 3. From the contractor registration fees, the division of
10 10 labor services shall reimburse the department of inspections
10 11 and appeals for all costs associated with hearings under
10 12 chapter 91C, relating to contractor registration.

10 13 4. The division of workers' compensation shall continue
10 14 charging a \$65 filing fee for workers' compensation cases.
10 15 The filing fee shall be paid by the petitioner of a claim.
10 16 However, the fee can be taxed as a cost and paid by the losing
10 17 party, except in cases where it would impose an undue hardship
10 18 or be unjust under the circumstances. The moneys generated by
10 19 the filing fee allowed under this subsection are appropriated
10 20 to the department of workforce development to be used for
10 21 purposes of administering the division of workers'
10 22 compensation.

10 23 5. The department of workforce development shall maintain
10 24 pilot immigration services centers that offer one-stop
10 25 services to deal with the multiple issues related to
10 26 immigration and employment. The pilot centers shall be
10 27 designed to support workers, businesses, and communities with
10 28 information, referrals, job placement assistance, translation,
10 29 language training, resettlement, as well as technical and
10 30 legal assistance on such issues as forms and documentation.
10 31 Through the coordination of local, state, and federal service
10 32 providers, and through the development of partnerships with
10 33 public, private, and nonprofit entities with established
10 34 records of international service, these pilot centers shall
10 35 seek to provide a seamless service delivery system for new
11 1 Iowans.

11 2 6. Notwithstanding section 8.33, moneys appropriated in
11 3 this section that remain unencumbered or unobligated at the
11 4 close of the fiscal year shall not revert but shall remain
11 5 available for expenditure for the purposes designated until
11 6 the close of the succeeding fiscal year.

11 7 Sec. 17. EMPLOYMENT SECURITY CONTINGENCY FUND. There is
11 8 appropriated from the special employment security contingency
11 9 fund to the department of workforce development for the fiscal
11 10 year beginning July 1, 2006, and ending June 30, 2007, the
11 11 following amounts, or so much thereof as is necessary, for the
11 12 purposes designated:

11 13 For the division of workers' compensation, salaries,
11 14 support, maintenance, and miscellaneous purposes:

11 15 \$ 471,000

11 16 Any remaining additional penalty and interest revenue may
11 17 be allocated and used to accomplish the mission of the
11 18 department.

11 19 Sec. 18. PUBLIC EMPLOYMENT RELATIONS BOARD. There is
11 20 appropriated from the general fund of the state to the public
11 21 employment relations board for the fiscal year beginning July

11 22 1, 2006, and ending June 30, 2007, the following amount, or so
11 23 much thereof as is necessary, for the purposes designated:

11 24 For salaries, support, maintenance, miscellaneous purposes,
11 25 and for not more than the following full-time equivalent
11 26 positions:

11 27 \$ 1,030,607
11 28 FTEs 10.00

11 29 Sec. 19. Section 15G.111, subsection 6, paragraph b, Code
11 30 Supplement 2005, is amended to read as follows:

11 31 b. Of the moneys appropriated in this subsection, the
11 32 department shall transfer three hundred fifty thousand dollars
11 33 each fiscal year for the fiscal period beginning July 1, 2005,
11 34 and ending June 30, 2015, to Iowa state university of science
11 35 and technology, for purposes of providing financial assistance
12 1 to establish small business development centers in areas of
12 2 the state previously served by a small business development
12 3 center, to develop business succession plans, and to maintain
12 4 existing small business development centers. Financial
12 5 assistance for a small business development center shall not
12 6 be awarded unless the city or county where the center is
12 7 located or scheduled to be located demonstrates the ability to
12 8 obtain local matching moneys ~~on a dollar-for-dollar basis. An~~
~~12 9 award of financial assistance to a small business development~~
~~12 10 center under this paragraph shall not exceed twenty thousand~~
~~12 11 dollars.~~

12 12 Sec. 20. Section 91C.1, Code 2005, is amended to read as
12 13 follows:

12 14 91C.1 DEFINITION == EXEMPTION.

12 15 1. As used in this chapter, unless the context otherwise
12 16 requires, "contractor" means a person who engages in the
12 17 business of construction, as the term "construction" is
12 18 defined in the Iowa administrative code for purposes of the
12 19 Iowa employment security law. However, a person who earns
12 20 less than ~~one~~ ten thousand dollars annually or who performs
12 21 work or has work performed on the person's own property is not
12 22 a contractor for purposes of this chapter. The state, its
12 23 boards, commissions, agencies, departments, and its political
12 24 subdivisions including school districts and other special
12 25 purpose districts, are not contractors for purposes of this
12 26 chapter.

12 27 2. If a contractor's registration application shows that
12 28 the contractor is self-employed, does not pay more than ~~one~~
12 29 ten thousand dollars annually to employ other persons in the
12 30 business, and does not work with or for other contractors in
12 31 the same phases of construction, the contractor is exempt from
12 32 the fee requirements under this chapter.

12 33 Sec. 21. Section 96.7A, subsection 3, Code 2005, is
12 34 amended to read as follows:

12 35 3. FY 2006=2007 \$ ~~3,262,500~~
13 1 0

13 2 Sec. 22. TRAVEL POLICY.

13 3 1. For the fiscal year beginning July 1, 2006, each
13 4 department or independent agency receiving an appropriation in
13 5 this Act shall review the employee policy for daily or short=
13 6 term travel including but not limited to the usage of motor
13 7 pool vehicles under the department of administrative services,
13 8 employee mileage reimbursement for the use of a personal
13 9 vehicle, and the usage of private automobile rental companies.
13 10 Following the review, the department or agency shall implement
13 11 revisions in the employee policy for daily or short-term
13 12 travel as necessary to minimize oil consumption and maximize
13 13 cost savings.

13 14 2. Each department or independent agency subject to
13 15 subsection 1 shall report to the general assembly's standing
13 16 committees on government oversight regarding the policy
13 17 revisions implemented and the consumption reduction and
13 18 savings realized from the changes. An initial report shall be
13 19 submitted on or before December 1, 2006, and a follow-up
13 20 report shall be submitted on or before December 1, 2007.

13 21 Sec. 23. VALUE-ADDED AGRICULTURAL PRODUCTS AND PROCESSES
13 22 FINANCIAL ASSISTANCE FUND MONEYS. The office of renewable
13 23 fuels and coproducts may apply to the department of economic
13 24 development for moneys in the value-added agricultural
13 25 products and processes financial assistance fund for deposit
13 26 in the renewable fuels and coproducts fund created in section
13 27 159A.7.

13 28 Sec. 24. IOWA FINANCE AUTHORITY AUDIT. The auditor of
13 29 state is requested to review the audit of the Iowa finance
13 30 authority performed by the auditor hired by the authority.
13 31 The auditor of state is also requested to conduct a
13 32 performance audit of the authority to determine the

13 33 effectiveness of the authority and the programs of the
13 34 authority.

13 35 Sec. 25. APPLICATION FOR DEPARTMENT OF ECONOMIC
14 1 DEVELOPMENT MONEYS. For the fiscal year beginning July 1,
14 2 2006, any entity that was specifically identified in 2001 Iowa
14 3 Acts, chapter 188, to receive funding from the department of
14 4 economic development, excluding any entity identified to
14 5 receive a direct appropriation beginning July 1, 2006, may
14 6 apply to the department for assistance through the appropriate
14 7 program. The department shall provide application criteria
14 8 necessary to implement this section.

14 9 Sec. 26. SHELTER ASSISTANCE FUND. In providing moneys
14 10 from the shelter assistance fund to homeless shelter programs
14 11 in the fiscal year beginning July 1, 2006, and ending June 30,
14 12 2007, the department of economic development shall explore the
14 13 potential of allocating moneys to homeless shelter programs
14 14 based in part on their ability to move their clients toward
14 15 self-sufficiency.

14 16 Sec. 27. UNEMPLOYMENT COMPENSATION PROGRAM.
14 17 Notwithstanding section 96.9, subsection 4, paragraph "a",
14 18 moneys credited to the state by the secretary of the treasury
14 19 of the United States pursuant to section 903 of the Social
14 20 Security Act shall be appropriated to the department of
14 21 workforce development and shall be used by the department for
14 22 the administration of the unemployment compensation program
14 23 only. This appropriation shall not apply to any fiscal year
14 24 beginning after December 31, 2006.

14 25 Sec. 28. EFFECTIVE AND RETROACTIVE APPLICABILITY DATES.
14 26 This Act, being deemed of immediate importance, takes effect
14 27 upon enactment and is retroactively applicable to June 9,
14 28 2005.

14 29 EXPLANATION

14 30 This bill makes appropriations and transfers from the
14 31 general fund of the state to the department of economic
14 32 development, the university of Iowa, the university of
14 33 northern Iowa, Iowa state university, the department of
14 34 workforce development, and the public employment relations
14 35 board for the 2006=2007 fiscal year.

15 1 The bill provides that the goals for the department of
15 2 economic development shall be to expand and stimulate the
15 3 state economy, increase the wealth of Iowans, and increase the
15 4 population of the state.

15 5 The bill appropriates from loan repayments on loans under
15 6 the former rural community 2000 program to the department of
15 7 economic development moneys for providing financial assistance
15 8 to Iowa's councils of governments that provide technical and
15 9 planning assistance to local governments and for the rural
15 10 development program for the purposes of the program including
15 11 the rural enterprise fund and collaborative skills development
15 12 training.

15 13 The bill appropriates moneys collected by the division of
15 14 insurance in excess of the anticipated gross revenues to the
15 15 department of economic development for purposes of insurance
15 16 economic development and international insurance economic
15 17 development.

15 18 The bill appropriates moneys from the Iowa community
15 19 development loan fund to the department of economic
15 20 development for purposes of the community development program.

15 21 The bill appropriates moneys from the workforce development
15 22 fund account to the workforce development fund.

15 23 The bill provides that moneys appropriated or transferred
15 24 to or receipts credited to the workforce development fund may
15 25 be used for administration of workforce development
15 26 activities.

15 27 The bill appropriates moneys from the general fund of the
15 28 state to the Iowa finance authority for the entrepreneurs with
15 29 disabilities program.

15 30 The bill provides that all moneys remaining in the job
15 31 training fund on July 1, 2006, and any moneys appropriated or
15 32 credited to the fund during the fiscal year beginning July 1,
15 33 2006, shall be transferred to the workforce development fund.

15 34 The bill requires the state board of regents to submit a
15 35 report on the progress of regents institutions in meeting the
16 1 strategic plan for technology transfer and economic
16 2 development.

16 3 The bill appropriates moneys from the special employment
16 4 security contingency fund to the department of workforce
16 5 development for the division of workers' compensation.

16 6 The bill provides that, in addition to other purposes, Iowa
16 7 state university shall use moneys from the grow Iowa values
16 8 fund for purposes of developing business succession plans at

16 9 small business development centers. The bill eliminates a
16 10 dollar-for-dollar local match requirement for financial
16 11 assistance for small business development centers and only
16 12 requires local matching moneys to be obtained. The bill
16 13 eliminates a limit of \$20,000 for such financial assistance.
16 14 These provisions take effect upon enactment and apply
16 15 retroactively to June 9, 2005.

16 16 The bill provides that a person who earns less than \$10,000
16 17 annually or who performs work or has work performed on the
16 18 person's own property is not a contractor for purposes of Code
16 19 chapter 91C and is exempt from contractor fee requirements.

16 20 The bill eliminates an appropriation from the general fund
16 21 of the state to the department of workforce development for FY
16 22 2006=2007 for workforce development field offices.

16 23 The bill includes a directive for the departments and
16 24 independent agencies receiving an appropriation in the bill to
16 25 review employee policy for daily or short-term travel and to
16 26 implement policy revisions to maximize cost savings and
16 27 minimize oil consumption. The directive includes requirements
16 28 for reporting to the committees on government oversight.

16 29 The bill allows the office of renewable fuels and
16 30 coproducts to apply to the department of economic development
16 31 for moneys in the value-added agricultural products and
16 32 processes financial assistance fund for deposit in the
16 33 renewable fuels and coproducts fund.

16 34 The bill provides that, for the fiscal year beginning July
16 35 1, 2006, any entity that was specifically identified in 2001
17 1 Iowa Acts, chapter 188, to receive funding from the department
17 2 of economic development, excluding any entity identified to
17 3 receive a direct appropriation beginning July 1, 2006, may
17 4 apply to the department for assistance through the appropriate
17 5 program.

17 6 The bill provides that, in providing moneys from the
17 7 shelter assistance fund to homeless shelter programs, the
17 8 department of economic development shall explore the potential
17 9 of allocating moneys to programs based in part on their
17 10 ability to move their clients toward self-sufficiency.

17 11 The bill appropriates moneys from moneys credited to the
17 12 state by the secretary of the treasury of the United States
17 13 pursuant to the Social Security Act to the department of
17 14 workforce development for the administration of the
17 15 unemployment compensation program only.

17 16 LSB 5191HB 81

17 17 tm:mg/cf/24