SENATE/HOUSE FILE _____ BY (PROPOSED DEPARTMENT OF

ECONOMIC DEVELOPMENT BILL)

A BILL FOR

- 1 An Act establishing an Iowa innovation council in the
- 2 department of economic development.
- 3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 15.102, Code Supplement 2009, is amended 2 by adding the following new subsection:

3 <u>NEW SUBSECTION</u>. 6A. "*Targeted industries"* means the same as 4 defined in section 15.411, subsection 1.

5 Sec. 2. Section 15.117, Code 2009, is amended to read as 6 follows:

7 15.117 Chief technology officer.

The governor shall appoint a chief technology officer 8 9 for the state. The chief technology officer shall serve 10 a four-year two-year term and shall have national or 11 international stature as a senior executive at a technology 12 business in one of the targeted industries. The chief 13 technology officer shall coordinate the activities of the 14 technology commercialization specialist employed pursuant to 15 section 15.115. The chief technology officer shall serve as 16 a spokesperson for the department for purposes of promoting 17 to private sector businesses the technology commercialization 18 efforts of the department and the research and technology 19 capabilities of institutions of higher learning in the state. Sec. 3. NEW SECTION. 15.117A Iowa innovation council. 20 1. An Iowa innovation council is established within the 21 22 department. The department shall provide the council with 23 staff and administrative support. The department may expend 24 moneys allocated to the innovation and commercialization 25 division in order to provide such support. The department may 26 adopt rules for the implementation of this section. 27 2. The council shall consist of the following members: 28 Twenty-seven voting members as follows: а. 29 (1) Twenty members selected by the board to serve staggered, 30 two-year terms beginning and ending as provided in section 31 69.19. Of the members selected by the board, seven shall be 32 representatives from businesses in the targeted industries 33 and thirteen shall be individuals who serve on the technology 34 commercialization committee created in section 15.116, or 35 other committees of the board, and who have expertise with the

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1 targeted industries. At least ten of the members selected 2 pursuant to this subparagraph shall be executives actively 3 engaged in the management of a business in a targeted industry. 4 The members selected pursuant to this paragraph shall reflect 5 the size and diversity of businesses in the targeted industries 6 and of the various geographic areas of the state.

7 (2) One member, selected by the governor, who also serves on 8 the Iowa capital investment board created in section 15E.63.

9 (3) The director of the department, or the director's 10 designee.

11 (4) The chief technology officer appointed pursuant to
12 section 15.117.

13 (5) The person designated as the chief information officer 14 pursuant to section 8A.104, subsection 12, or, if no person 15 has been so designated, the director of the department of 16 administrative services, or the director's designee.

17 (6) The president of the state university of Iowa, or the 18 president's designee.

19 (7) The president of Iowa state university of science and20 technology, or the president's designee.

21 (8) The president of the university of northern Iowa, or the 22 president's designee.

b. Four members of the general assembly serving two-year terms in a nonvoting, ex officio capacity, with two from the senate and two from the house of representatives and not more than one member from each chamber being from the same political party. The two senators shall be designated one member each by the president of the senate after consultation with the majority leader of the senate, and by the minority leader of the senate. The two representatives shall be designated one member each by the speaker of the house of representatives after consultation with the majority leader of the house of representatives, and by the minority leader of the house of representatives.

35 3. To be eligible to serve as a designee pursuant to

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subsection 2, a person must have sufficient authority to make
 decisions on behalf of the organization being represented.
 A person named as a designee pursuant to subsection 2 shall
 not name a designee nor permit a substitute to attend council
 meetings.

6 4. The chief technology officer appointed pursuant to 7 section 15.117 shall be the chairperson of the council and 8 shall be responsible for convening meetings of the council and 9 coordinating its activities and shall convene the council at 10 least annually. The council shall annually elect one of the 11 voting members to serve as vice chairperson. A majority of 12 the members of the council constitutes a quorum. However, 13 the chief technology officer shall not convene a meeting of 14 the council unless the director of the department, or the 15 director's designee, is present at the meeting.

16 5. The council is not subject to the provisions of sections 17 69.16 and 69.16A.

The purpose of the council is to advise the department 18 6. 19 on the development and implementation of public policies 20 that enhance innovation and entrepreneurship in the targeted 21 industries, with a particular focus on the information, 22 technology, and skills that increasingly dominate the 23 twenty-first century economy. Such advice may include 24 evaluating Iowa's competitive position in the global economy, 25 reviewing the technology typically utilized in the state's 26 manufacturing sector, assessing the state's overall scientific 27 research capacity, keeping abreast of the latest scientific 28 research and technological breakthroughs and offering guidance 29 as to their impact on public policy, recommending strategies 30 that foster innovation, increase new business formation, and 31 otherwise promote economic growth in the targeted industries, 32 and offering guidance about future developments in the targeted 33 industries.

34 7. The council shall do all of the following:

35 *a.* Create a comprehensive strategic plan for implementing

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1 specific policies that further the purpose of the council as
2 described in subsection 6.

b. Review annually all the economic development programs administered by the department and the board that relate to the targeted industries and make recommendations for adjustments that enhance efficiency and effectiveness. In reviewing the programs, the council shall, to the greatest extent possible, utilize economic development data and research in order to make objective, fact-based recommendations.

10 c. Act as a forum where issues affecting the research 11 community, the targeted industries, and policymakers can be 12 discussed and addressed and where collaborative relationships 13 can be formed.

14 d. Coordinate state government applications for federal 15 funds relating to research and economic development affecting 16 the targeted industries.

17 e. Conduct industry research and draft documents that 18 provide background information for use in decision making by 19 the general assembly, the governor, the department, and other 20 policymaking bodies within state government.

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EXPLANATION

22 This bill establishes an Iowa innovation council within the 23 department of economic development.

The bill amends the term and duties of the chief technology officer appointed pursuant to Code section 15.117 and provides that the chief technology officer is the chairperson of the council.

The council consists of 27 voting members. Twenty of the members are selected by the economic development board to serve staggered two-year terms. Of the members selected by the board, seven are representatives from businesses in the targeted industries and 13 are individuals who also serve on the technology commercialization committee created in Code section 15.116, or other committees of the board, and who have expertise with the targeted industries. At least 10 of

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1 the members selected by the board must be executives actively 2 engaged in the management of a business in a targeted industry. 3 The remaining seven members consist of the following: one 4 member, selected by the governor, who also serves on the Iowa 5 capital investment board, the director of the department, or 6 the director's designee, the chief technology officer, the 7 chief information officer from the department of administrative 8 services, and the presidents of the regents universities or 9 their designees.

10 There are four legislative members serving on the council 11 in a nonvoting, ex officio capacity: two from the senate and 12 two from the house of representatives. These four members are 13 appointed by majority and minority leadership and there may 14 not be more than one member from each chamber from the same 15 political party.

16 The chief technology officer is responsible for convening 17 meetings of the council and coordinating its activities. The 18 council must annually elect one of the voting members to serve 19 as vice chairperson. The chief technology officer cannot 20 convene a meeting of the council unless the director of the 21 department, or the director's designee, is present at the 22 meeting.

The purpose of the council is to advise the department on the development and implementation of public policies that enhance innovation and entrepreneurship in the targeted industries, with a particular focus on the information, technology, and r skills that increasingly dominate the twenty-first century economy.

The bill provides that the council is not subject to the 30 political affiliation and gender balance requirements of Code 31 sections 69.16 and 69.16A.

32 The bill provides that the council must: create a 33 comprehensive strategic plan for implementing specific policies 34 that further the purpose of the council; review annually 35 all the economic development programs administered by the

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1 department and the board that relate to the targeted industries 2 and make recommendations for adjustments that enhance 3 efficiency and effectiveness; act as a forum where issues 4 affecting the research community, the targeted industries, 5 and policymakers can be discussed and addressed and where 6 collaborative relationships can be formed; coordinate state 7 government applications for federal funds relating to research 8 and economic development affecting the targeted industries; 9 conduct industry research and draft documents that provide 10 background information for use by the general assembly, the 11 governor, the department, and other policymaking bodies within 12 state government.

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