

Senate File 430 - Introduced

SENATE FILE 430

BY COMMITTEE ON APPROPRIATIONS

(SUCCESSOR TO SSB 1246)

A BILL FOR

1 An Act relating to appropriations to the department of cultural
2 affairs, the economic development authority, the board
3 of regents and certain board of regents institutions,
4 the department of workforce development, the Iowa finance
5 authority, and the public employment relations board,
6 providing for other properly related matters, and including
7 effective date and retroactive applicability provisions.
8 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

DIVISION I

FY 2013-2014 APPROPRIATIONS

1 Section 1. DEPARTMENT OF CULTURAL AFFAIRS. There is
2 appropriated from the general fund of the state to the
3 department of cultural affairs for the fiscal year beginning
4 July 1, 2013, and ending June 30, 2014, the following amounts,
5 or so much thereof as is necessary, to be used for the purposes
6 designated:

7 1. ADMINISTRATION

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

11	\$	171,813
12	FTEs	74.50

13 The department of cultural affairs shall coordinate
14 activities with the tourism office of the economic development
15 authority to promote attendance at the state historical
16 building and at this state's historic sites.

17 Full-time equivalent positions authorized under this
18 subsection shall be funded, in full or in part, using moneys
19 appropriated under this subsection and subsections 3 through 7.

20 2. COMMUNITY CULTURAL GRANTS

21 For planning and programming for the community cultural
22 grants program established under section 303.3:

23	\$	172,090
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24 3. HISTORICAL DIVISION

25 For the support of the historical division:

26	\$	3,267,701
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27 4. HISTORIC SITES

28 For the administration and support of historic sites:

29	\$	426,398
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30 5. ARTS DIVISION

31 For the support of the arts division:

32	\$	1,333,764
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33 Of the moneys appropriated in this subsection, the

1 department shall allocate \$400,000 for purposes of the film
2 office.

3 6. IOWA GREAT PLACES

4 For the Iowa great places program established under section
5 303.3C:

6 \$ 150,000

7 7. ARCHIVE IOWA GOVERNORS' RECORDS

8 For archiving the records of Iowa governors:

9 \$ 65,933

10 8. RECORDS CENTER RENT

11 For payment of rent for the state records center:

12 \$ 227,243

13 9. BATTLE FLAGS

14 For continuation of the project recommended by the Iowa
15 battle flag advisory committee to stabilize the condition of
16 the battle flag collection:

17 \$ 94,000

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

23 Sec. 2. GOALS AND ACCOUNTABILITY — ECONOMIC DEVELOPMENT.

24 1. For the fiscal year beginning July 1, 2013, the goals
25 for the economic development authority shall be to expand and
26 stimulate the state economy, increase the wealth of Iowans, and
27 increase the population of the state.

28 2. To achieve the goals in subsection 1, the economic
29 development authority shall do all of the following for the
30 fiscal year beginning July 1, 2013:

31 a. Concentrate its efforts on programs and activities that
32 result in commercially viable products and services.

33 b. Adopt practices and services consistent with free
34 market, private sector philosophies.

35 c. Ensure economic growth and development throughout the

1 state.

2 d. Work with businesses and communities to continually
3 improve the economic development climate along with the
4 economic well-being and quality of life for Iowans.

5 e. Coordinate with other state agencies to ensure that they
6 are attentive to the needs of an entrepreneurial culture.

7 f. Establish a strong and aggressive marketing image to
8 showcase Iowa's workforce, existing industry, and potential.
9 A priority shall be placed on recruiting new businesses,
10 business expansion, and retaining existing Iowa businesses.
11 Emphasis shall be placed on entrepreneurial development through
12 helping entrepreneurs secure capital, and developing networks
13 and a business climate conducive to entrepreneurs and small
14 businesses.

15 g. Encourage the development of communities and quality of
16 life to foster economic growth.

17 h. Prepare communities for future growth and development
18 through development, expansion, and modernization of
19 infrastructure.

20 i. Develop public-private partnerships with Iowa businesses
21 in the tourism industry, Iowa tour groups, Iowa tourism
22 organizations, and political subdivisions in this state to
23 assist in the development of advertising efforts.

24 j. Develop, to the fullest extent possible, cooperative
25 efforts for advertising with contributions from other sources.

26 Sec. 3. ECONOMIC DEVELOPMENT AUTHORITY.

27 1. APPROPRIATION

28 a. There is appropriated from the general fund of the state
29 to the economic development authority for the fiscal year
30 beginning July 1, 2013, and ending June 30, 2014, the following
31 amounts, or so much thereof as is necessary, to be used for the
32 purposes designated in this subsection, and for not more than
33 the following full-time equivalent positions:

34	\$ 16,093,118
35	FTEs 149.00

1 b. (1) For salaries, support, miscellaneous purposes,
2 programs, marketing, and the maintenance of an administration
3 division, a business development division, a community
4 development division, a small business development division,
5 and other divisions the authority may organize.

6 (2) The full-time equivalent positions authorized under
7 this section shall be funded, in whole or in part, by the
8 moneys appropriated under subsection 1 or by other moneys
9 received by the authority, including certain federal moneys.

10 (3) For business development operations and programs,
11 international trade, export assistance, workforce recruitment,
12 and the partner state program.

13 (4) For transfer to the strategic investment fund created
14 in section 15.313.

15 (5) For community economic development programs, tourism
16 operations, community assistance, plans for Iowa green corps
17 and summer youth programs, the mainstreet and rural mainstreet
18 programs, the school-to-career program, the community
19 development block grant, and housing and shelter-related
20 programs.

21 (6) For achieving the goals and accountability, and
22 fulfilling the requirements and duties required under this Act.

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

28 2. FINANCIAL ASSISTANCE RESTRICTIONS

29 a. A business creating jobs through moneys appropriated in
30 subsections 1, 6, and 7 shall be subject to contract provisions
31 requiring new and retained jobs to be filled by individuals who
32 are citizens of the United States who reside within the United
33 States or any person authorized to work in the United States
34 pursuant to federal law, including legal resident aliens in the
35 United States.

1 b. A vendor who receives moneys appropriated in subsections
2 1, 6, and 7 shall adhere to such contract provisions and
3 provide periodic assurances as the state shall require that the
4 jobs are filled solely by citizens of the United States who
5 reside within the United States or any person authorized to
6 work in the United States pursuant to federal law, including
7 legal resident aliens in the United States.

8 c. A business that receives financial assistance from the
9 authority from moneys appropriated in subsections 1, 6, and 7
10 shall only employ individuals legally authorized to work in
11 this state. In addition to all other applicable penalties
12 provided by current law, all or a portion of the assistance
13 received by a business which is found to knowingly employ
14 individuals not legally authorized to work in this state is
15 subject to recapture by the authority.

16 3. USES OF APPROPRIATIONS

17 a. From the moneys appropriated in subsections 1, 6, and 7,
18 the authority may provide financial assistance in the form of a
19 grant to a community economic development entity for conducting
20 a local workforce recruitment effort designed to recruit former
21 citizens of the state and former students at colleges and
22 universities in the state to meet the needs of local employers.

23 b. From the moneys appropriated in subsections 1, 6, and 7,
24 the authority may provide financial assistance to early stage
25 industry companies being established by women entrepreneurs.

26 c. From the moneys appropriated in subsections 1, 6, and 7,
27 the authority may provide financial assistance in the form of
28 grants, loans, or forgivable loans for advanced research and
29 commercialization projects involving value-added agriculture,
30 advanced technology, or biotechnology.

31 d. The authority shall not use any moneys appropriated in
32 subsections 1, 6, and 7 for purposes of providing financial
33 assistance for the Iowa green streets pilot project or for any
34 other program or project that involves the installation of
35 geothermal systems for melting snow and ice from streets or

1 sidewalks.

2 4. WORLD FOOD PRIZE

3 There is appropriated from the general fund of the state
4 to the economic development authority for the fiscal year
5 beginning July 1, 2013, and ending June 30, 2014, the following
6 amount for the world food prize and in lieu of the standing
7 appropriation in section 15.368, subsection 1:

8 \$ 1,000,000

9 5. IOWA COMMISSION ON VOLUNTEER SERVICE

10 There is appropriated from the general fund of the state
11 to the economic development authority for the fiscal year
12 beginning July 1, 2013, and ending June 30, 2014, the following
13 amount for allocation to the Iowa commission on volunteer
14 service for purposes of the Iowa state commission grant
15 program, the Iowa's promise and Iowa mentoring partnership
16 programs, and for not more than the following full-time
17 equivalent positions:

18 \$ 178,133

19 FTEs 7.00

20 Of the moneys appropriated in this subsection, the
21 authority shall allocate \$75,000 for purposes of the Iowa state
22 commission grant program and \$103,133 for purposes of the
23 Iowa's promise and Iowa mentoring partnership programs.

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

29 6. BUSINESS DEVELOPMENT FINANCIAL ASSISTANCE

30 There is appropriated from the general fund of the state
31 to the economic development authority for the fiscal year
32 beginning July 1, 2013, and ending June 30, 2014, the following
33 amounts to be used for the purposes of the high quality jobs
34 program as described in chapter 15, part 13:

35 \$ 18,000,000

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

6 7. EMPLOYEE STOCK OWNERSHIP PLANS FORMATION ASSISTANCE

7 a. There is appropriated from the general fund of the
8 state to the economic development authority for the fiscal
9 year beginning July 1, 2013, and ending June 30, 2014, the
10 following amounts to be used for the providing of financial
11 assistance, including establishment of a loan program, and
12 technical assistance, marketing, and education to businesses
13 interested in establishing employee stock ownership plans and
14 for procuring the services of an independent contractor with
15 expertise in the formation of the employee stock ownership
16 plans:

17 \$ 1,000,000

18 Notwithstanding section 8.33, moneys appropriated in this
19 subsection that remain unencumbered or unobligated at the close
20 of the fiscal year shall not revert but shall remain available
21 for expenditure for the purposes designated until the close of
22 the succeeding fiscal year. Notwithstanding section 12C.7,
23 subsection 2, earnings or interest on moneys appropriated
24 pursuant to this subsection shall be retained by the economic
25 development authority and used for the purposes designated
26 until expended.

27 b. On or before January 15, 2015, the authority shall submit
28 a report to the general assembly and the governor's office
29 describing the expenditure of funds pursuant to this subsection
30 and evaluating the success of the assistance and promotion
31 program.

32 8. COUNCILS OF GOVERNMENTS — ASSISTANCE

33 There is appropriated from the general fund of the state
34 to the economic development authority for the fiscal year
35 beginning July 1, 2013, and ending June 30, 2014, the following

1 amounts to be used for the purposes of providing financial
2 assistance to Iowa's councils of governments:

3 \$ 175,000

4 Sec. 4. VISION IOWA PROGRAM — FTE AUTHORIZATION. For
5 purposes of administrative duties associated with the vision
6 Iowa program for the fiscal year beginning July 1, 2013, the
7 economic development authority is authorized an additional 2.25
8 FTEs above those otherwise authorized in this division of this
9 Act.

10 Sec. 5. INSURANCE ECONOMIC DEVELOPMENT. From the moneys
11 collected by the division of insurance in excess of the
12 anticipated gross revenues under section 505.7, subsection
13 3, during the fiscal year beginning July 1, 2013, \$100,000
14 shall be transferred to the economic development authority for
15 insurance economic development and international insurance
16 economic development.

17 Sec. 6. 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, 2013, and ending
21 June 30, 2014, the following amount, for purposes of the
22 workforce development fund:

23 \$ 6,000,000

24 Sec. 7. IOWA STATE UNIVERSITY.

25 1. There is appropriated from the general fund of the state
26 to Iowa state university of science and technology for the
27 fiscal year beginning July 1, 2013, and ending June 30, 2014,
28 the following amount, or so much thereof as is necessary, to
29 be used for small business development centers, the science
30 and technology research park, and the institute for physical
31 research and technology, and for not more than the following
32 full-time equivalent positions:

33 \$ 2,424,302

34 FTEs 56.63

35 2. Of the moneys appropriated in subsection 1, Iowa state

1 university of science and technology shall allocate at least
2 \$735,728 for purposes of funding small business development
3 centers. Iowa state university of science and technology may
4 allocate moneys appropriated in subsection 1 to the various
5 small business development centers in any manner necessary to
6 achieve the purposes of this subsection.

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

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

11 b. Provide emphasis to providing services to Iowa-based
12 companies.

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

28 Iowa state university of science and technology shall
29 report annually to the joint appropriations subcommittee on
30 economic development and the legislative services agency the
31 total amount of private contributions, the proportion of
32 contributions from small businesses and other businesses, and
33 the proportion for directed contract research and nondirected
34 research of benefit to Iowa businesses and industrial sectors.

35 5. There is appropriated from the general fund of the state

1 to Iowa state university for the fiscal year beginning July 1,
2 2013, and ending June 30, 2014, the following amount, or so
3 much thereof as is necessary, for the purposes of implementing
4 the bioeconomy initiative, and for not more than the following
5 full-time equivalent positions:

6	\$	3,750,000
7	FTEs	9.65

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

13 Sec. 8. UNIVERSITY OF IOWA.

14 1. There is appropriated from the general fund of the state
15 to the state university of Iowa for the fiscal year beginning
16 July 1, 2013, and ending June 30, 2014, the following amount,
17 or so much thereof as is necessary, to be used for the state
18 university of Iowa research park and for the advanced drug
19 development program at the Oakdale research park, including
20 salaries, support, maintenance, equipment, miscellaneous
21 purposes, and for not more than the following full-time
22 equivalent positions:

23	\$	209,279
24	FTEs	6.00

25 2. The state university of Iowa shall do all of the
26 following:

27 a. Direct expenditures for research toward projects that
28 will provide economic stimulus for Iowa.

29 b. Provide emphasis to providing services to Iowa-based
30 companies.

31 3. There is appropriated from the general fund of the
32 state to the state university of Iowa for the fiscal year
33 beginning July 1, 2013, and ending June 30, 2014, the following
34 amount, or so much thereof as is necessary, for the purpose
35 of implementing the entrepreneurship and economic growth

1 initiative, and for not more than the following full-time
2 equivalent positions:

3	\$	2,000,000
4	FTEs	8.00

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

10 Sec. 9. UNIVERSITY OF NORTHERN IOWA.

11 1. There is appropriated from the general fund of the
12 state to the university of northern Iowa for the fiscal year
13 beginning July 1, 2013, and ending June 30, 2014, the following
14 amount, or so much thereof as is necessary, to be used for the
15 metal casting institute, the MyEntreNet internet application,
16 and the institute of decision making, including salaries,
17 support, maintenance, miscellaneous purposes, and for not more
18 than the following full-time equivalent positions:

19	\$	1,074,716
20	FTEs	9.75

21 2. Of the moneys appropriated pursuant to subsection
22 1, the university of northern Iowa shall allocate at least
23 \$617,639 for purposes of support of entrepreneurs through the
24 university's regional business center and economic gardening
25 program.

26 3. The university of northern Iowa shall do all of the
27 following:

28 a. Direct expenditures for research toward projects that
29 will provide economic stimulus for Iowa.

30 b. Provide emphasis to providing services to Iowa-based
31 companies.

32 4. Notwithstanding section 8.33, moneys appropriated in
33 this section that remain unencumbered or unobligated at the
34 close of the fiscal year shall not revert but shall remain
35 available for expenditure for the purposes designated until the

1 close of the succeeding fiscal year.

2 Sec. 10. REGENTS INNOVATION FUND.

3 1. There is appropriated from the general fund of the state
4 to the state board of regents for the fiscal year beginning
5 July 1, 2013, and ending June 30, 2014, the following amount to
6 be used for the purposes provided in this section:

7 \$ 5,000,000

8 Of the moneys appropriated pursuant to this section, 35
9 percent shall be allocated for Iowa state university, 35
10 percent shall be allocated for the university of Iowa, and 30
11 percent shall be allocated for the university of northern Iowa.

12 2. The institutions shall use moneys appropriated in
13 this section for capacity building infrastructure in areas
14 related to technology commercialization, marketing and
15 business development efforts in areas related to technology
16 commercialization, entrepreneurship, and business growth,
17 and infrastructure projects and programs needed to assist in
18 implementation of activities under chapter 262B.

19 3. The institutions shall provide a one-to-one match
20 of additional moneys for the activities funded with moneys
21 appropriated under this section.

22 4. The state board of regents shall annually submit a
23 report by December 1 of each year to the governor, the general
24 assembly, and the legislative services agency regarding
25 the activities, projects, and programs funded with moneys
26 allocated under this section. The report shall be provided
27 in an electronic format and shall include a list of metrics
28 and criteria mutually agreed to in advance by the board of
29 regents and the economic development authority. The metrics
30 and criteria shall allow the governor's office and the general
31 assembly to quantify and evaluate the progress of the board of
32 regents institutions with regard to their activities, projects,
33 and programs in the areas of technology commercialization,
34 entrepreneurship, regional development, and market research.

35 5. Notwithstanding section 8.33, moneys appropriated in

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

5 Sec. 11. BOARD OF REGENTS REPORT. The state board of
6 regents shall submit a report on the progress of regents
7 institutions in meeting the strategic plan for technology
8 transfer and economic development to the secretary of the
9 senate, the chief clerk of the house of representatives, and
10 the legislative services agency by January 15, 2014.

11 Sec. 12. IOWA FINANCE AUTHORITY.

12 1. There is appropriated from the general fund of the state
13 to the Iowa finance authority for the fiscal year beginning
14 July 1, 2013, and ending June 30, 2014, the following amount,
15 or so much thereof as is necessary, to be used to provide
16 reimbursement for rent expenses to eligible persons under the
17 rent subsidy program:

18 \$ 713,146

19 2. Participation in the rent subsidy program shall be
20 limited to only those persons who meet the requirements for the
21 nursing facility level of care for home and community-based
22 services waiver services as in effect on July 1, 2013, and
23 to those individuals who are eligible for the federal money
24 follows the person grant program under the medical assistance
25 program. Of the moneys appropriated in this section, not more
26 than \$35,000 may be used for administrative costs.

27 Sec. 13. IOWA FINANCE AUTHORITY AUDIT. The auditor of state
28 is requested to review the audit of the Iowa finance authority
29 performed by the auditor hired by the authority.

30 Sec. 14. PUBLIC EMPLOYMENT RELATIONS BOARD.

31 1. There is appropriated from the general fund of the state
32 to the public employment relations board for the fiscal year
33 beginning July 1, 2013, and ending June 30, 2014, the following
34 amount, or so much thereof as is necessary, for the purposes
35 designated:

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

4 \$ 1,341,926
5 FTEs 10.00

6 2. Of the moneys appropriated in this section, the board
7 shall allocate \$15,000 for maintaining a website that allows
8 searchable access to a database of collective bargaining
9 information.

10 Sec. 15. DEPARTMENT OF WORKFORCE DEVELOPMENT. There
11 is appropriated from the general fund of the state to the
12 department of workforce development for the fiscal year
13 beginning July 1, 2013, and ending June 30, 2014, the following
14 amounts, or so much thereof as is necessary, for the purposes
15 designated:

16 1. DIVISION OF LABOR SERVICES

17 a. For the division of labor services, including salaries,
18 support, maintenance, miscellaneous purposes, and for not more
19 than the following full-time equivalent positions:

20 \$ 3,602,000
21 FTEs 66.00

22 b. From the contractor registration fees, the division of
23 labor services shall reimburse the department of inspections
24 and appeals for all costs associated with hearings under
25 chapter 91C, relating to contractor registration.

26 c. Of the moneys appropriated under this subsection, the
27 department shall allocate \$106,560 for the purpose of employing
28 additional investigators to investigate wage enforcement.

29 2. DIVISION OF WORKERS' COMPENSATION

30 a. For the division of workers' compensation, including
31 salaries, support, maintenance, miscellaneous purposes, and for
32 not more than the following full-time equivalent positions:

33 \$ 3,259,044
34 FTEs 30.00

35 b. The division of workers' compensation shall charge a

1 \$100 filing fee for workers' compensation cases. The filing
2 fee shall be paid by the petitioner of a claim. However, the
3 fee can be taxed as a cost and paid by the losing party, except
4 in cases where it would impose an undue hardship or be unjust
5 under the circumstances. The moneys generated by the filing
6 fee allowed under this subsection are appropriated to the
7 department of workforce development to be used for purposes of
8 administering the division of workers' compensation.

9 3. WORKFORCE DEVELOPMENT OPERATIONS

10 a. For the operation of field offices, the workforce
11 development board, and for not more than the following
12 full-time equivalent positions:

13 \$ 9,179,413
14 FTEs 130.00

15 b. Of the moneys appropriated in paragraph "a" of this
16 subsection, the department shall allocate at least \$1,130,602
17 for the operation of satellite field offices in Decorah,
18 Fort Madison, Iowa City, and Webster City, and of the moneys
19 appropriated in paragraph "a" of this subsection, the
20 department shall allocate \$150,000 to the state library for the
21 purpose of licensing an online resource which prepares persons
22 to succeed in the workplace through programs which improve job
23 skills and vocational test-taking abilities.

24 4. FIELD OFFICE OPENING

25 For the purpose of reopening satellite field offices in
26 Ames, Atlantic, Denison, Newton, and Clinton and for not more
27 than the following full-time equivalent positions:

28 \$ 2,760,000
29 FTEs 27.00

30 5. OFFENDER REENTRY PROGRAM

31 a. For the development and administration of an offender
32 reentry program to provide offenders with employment skills,
33 and for not more than the following full-time equivalent
34 positions:

35 \$ 284,464

1 FTEs 4.00

2 b. The department of workforce development shall partner
3 with the department of corrections to provide staff within the
4 correctional facilities to improve offenders' abilities to find
5 and retain productive employment.

6 6. NONREVERSION

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

12 Sec. 16. GENERAL FUND — EMPLOYEE MISCLASSIFICATION
13 PROGRAM. There is appropriated from the general fund of the
14 state to the department of workforce development for the fiscal
15 year beginning July 1, 2013, and ending June 30, 2014, the
16 following amount, or so much thereof as is necessary, to be
17 used for the purposes designated:

18 For enhancing efforts to investigate employers that
19 misclassify workers and for not more than the following
20 full-time equivalent positions:

21 \$ 451,458
22 FTEs 8.10

23 Sec. 17. GENERAL FUND — SKILLS TRAINING PROGRAM. There
24 is appropriated from the general fund of the state to the
25 department of workforce development for the fiscal year
26 beginning July 1, 2013, and ending June 30, 2014, the following
27 amount, or so much thereof as is necessary, to be used for the
28 purposes designated:

29 To develop a long-term sustained program to train unemployed
30 and underemployed central Iowans with skills necessary to
31 advance to higher-paying jobs with full benefits:

32 \$ 100,000

33 Sec. 18. SPECIAL EMPLOYMENT SECURITY CONTINGENCY FUND.

34 1. There is appropriated from the special employment
35 security contingency fund to the department of workforce

1 development for the fiscal year beginning July 1, 2013, and
2 ending June 30, 2014, the following amount, or so much thereof
3 as is necessary, to be used for field offices:

4 \$ 1,766,084

5 2. Any remaining additional penalty and interest revenue
6 collected by the department of workforce development is
7 appropriated to the department for the fiscal year beginning
8 July 1, 2013, and ending June 30, 2014, to accomplish the
9 mission of the department.

10 Sec. 19. UNEMPLOYMENT COMPENSATION RESERVE FUND —
11 FIELD OFFICES. Notwithstanding section 96.9, subsection 8,
12 paragraph "e", there is appropriated from interest earned on
13 the unemployment compensation reserve fund to the department
14 of workforce development for the fiscal year beginning July 1,
15 2013, and ending June 30, 2014, the following amount or so much
16 thereof as is necessary, for the purposes designated:

17 For the operation of field offices:
18 \$ 494,000

19 Sec. 20. VIRTUAL ACCESS WORKFORCE DEVELOPMENT OFFICES. The
20 department of workforce development shall require a unique
21 identification login for all users of workforce development
22 centers operated through electronic means. All costs
23 associated with the development, implementation, and
24 administration of the requirement in this section shall come
25 out of the penalty and interest revenue from the special
26 employment security contingency fund.

27 Sec. 21. UNEMPLOYMENT COMPENSATION PROGRAM. Notwithstanding
28 section 96.9, subsection 4, paragraph "a", moneys credited to
29 the state by the secretary of the treasury of the United
30 States pursuant to section 903 of the Social Security
31 Act are appropriated to the department of workforce
32 development and shall be used by the department for the
33 administration of the unemployment compensation program only.
34 This appropriation shall not apply to any fiscal year
35 beginning after December 31, 2013.

1 Sec. 22. Section 15.106B, subsection 2, paragraph d,
2 subparagraph (1), Code 2013, is amended by adding the following
3 new subparagraph division:

4 NEW SUBPARAGRAPH DIVISION. (i) Services pertaining to the
5 pursuit and possible establishment of a regional hub under
6 the federal national network of manufacturing institutes to
7 accelerate development and adoption of innovative manufacturing
8 technologies for making new globally competitive products.

9 Sec. 23. Section 15.251, Code 2013, is amended to read as
10 follows:

11 **15.251 Industrial new job training program certificates —**
12 **fee.**

13 The authority may charge, within thirty days following the
14 sale of certificates under chapter 260E, the board of directors
15 of the merged area a fee of up to one percent of the gross sale
16 amount of the certificates issued. The amount of this fee
17 shall be deposited and allowed to accumulate in a job training
18 fund created in the authority. ~~At the end of each fiscal~~
19 ~~year, all funds deposited under this subsection into the job~~
20 ~~training fund during the fiscal year shall be transferred to~~
21 ~~the workforce development fund account established in section~~
22 ~~15.342A~~ Moneys in the fund are appropriated to the authority
23 for purposes of workforce development program coordination and
24 activities including salaries, support, maintenance, legal and
25 compliance, and miscellaneous purposes.

26 Sec. 24. Section 15.342A, Code 2013, is amended to read as
27 follows:

28 **15.342A Workforce development fund account.**

29 A workforce development fund account is established in the
30 office of the treasurer of state under the control of the
31 authority. The account shall receive funds pursuant to section
32 422.16A up to a maximum of ~~four~~ six million dollars per year.
33 The account shall also receive funds pursuant to section 15.251
34 with no dollar limitation.

35 Sec. 25. Section 15.343, subsection 2, paragraphs a and d,

1 Code 2013, are amended by striking the paragraphs.

2 Sec. 26. Section 15.343, subsection 3, paragraph a, Code
3 2013, is amended to read as follows:

4 a. ~~Three~~ Five million dollars shall be used for purposes
5 provided in section 260F.6.

6 Sec. 27. Section 260C.18A, subsection 2, paragraph e, Code
7 2013, is amended by striking the paragraph.

8 Sec. 28. Section 260F.6, subsection 2, Code 2013, is amended
9 to read as follows:

10 2. To provide funds for the present payment of the costs
11 of a training program by the business, the community college
12 may provide to the business an advance of the moneys to be used
13 to pay for the program costs as provided in the agreement.
14 To receive the funds for this advance from the job training
15 fund established in subsection 1, the community college shall
16 submit an application to the economic development authority.
17 The amount of the advance shall not exceed ~~twenty-five~~ fifty
18 thousand dollars for any business site, or ~~fifty~~ one hundred
19 thousand dollars within a three-fiscal-year period for any
20 business site. If the project involves a consortium of
21 businesses, the maximum award per project shall not exceed
22 fifty one hundred thousand dollars. Participation in a
23 consortium does not affect a business site's eligibility for
24 individual project assistance. Prior to approval a business
25 shall agree to match program amounts in accordance with
26 criteria established by the authority.

27 Sec. 29. Section 303A.4, subsection 4, Code 2013, is amended
28 to read as follows:

29 4. a. The treasurer of state shall act as custodian of
30 the fund, shall invest moneys in the trust fund, and shall
31 transfer the interest attributable to the investment of trust
32 fund moneys to the grant account created in section 303A.7.
33 The trust fund's principal shall not be used or accessed by the
34 department or the board for any purpose.

35 b. Notwithstanding paragraph "a", for each of the following

1 fiscal years, the treasurer of state shall transfer the
2 following amounts from the principal of the trust fund to the
3 grant account created in section 303A.7:

4 (1) For the fiscal year beginning July 1, 2013, and ending
5 June 30, 2014, seventy-eight thousand six hundred two dollars.

6 (2) For the fiscal year beginning July 1, 2014, and ending
7 June 30, 2015, seventy-eight thousand six hundred two dollars.

8 (3) For the fiscal year beginning July 1, 2015, and ending
9 June 30, 2016, seventy-eight thousand six hundred two dollars.

10 Sec. 30. Section 422.16A, Code 2013, is amended to read as
11 follows:

12 **422.16A Job training withholding — certification and**
13 **transfer.**

14 Upon the completion by a business of its repayment
15 obligation for a training project funded under chapter
16 260E, including a job training project funded under section
17 15A.8 or repaid in whole or in part by the supplemental new
18 jobs credit from withholding under section 15A.7 or section
19 15E.197, the sponsoring community college shall report to
20 the economic development authority the amount of withholding
21 paid by the business to the community college during the
22 final twelve months of withholding payments. The economic
23 development authority shall notify the department of revenue
24 of that amount. The department shall credit to the workforce
25 development fund account established in section 15.342A
26 twenty-five percent of that amount each quarter for a period
27 of ten years. If the amount of withholding from the business
28 or employer is insufficient, the department shall prorate the
29 quarterly amount credited to the workforce development fund
30 account. The maximum amount from all employers which shall be
31 transferred to the workforce development fund account in any
32 year is ~~four~~ six million dollars.

33 Sec. 31. 2011 Iowa Acts, chapter 130, section 1, subsection
34 6, is amended to read as follows:

35 6. IOWA GREAT PLACES

1 Sec. 36. 2009 Iowa Acts, chapter 179, section 7, is amended
2 by adding the following new subsection:

3 NEW SUBSECTION. 4. Loan payments or repayments and
4 recaptures of principal, interest, or other moneys accruing
5 to the economic development authority pursuant to an economic
6 development agreement under a program funded using moneys
7 appropriated in 2004 Acts, First Extraordinary Session, chapter
8 1002, from the federal economic stimulus and jobs holding fund
9 shall be transferred to a fund established by the authority in
10 the state treasury under the control of the authority pursuant
11 to section 15.106A, subsection 1, paragraph "o".

12 Sec. 37. 2011 Iowa Acts, chapter 133, is amended by adding
13 the following new section:

14 SEC. 13A. TRANSITION UPON REPEAL.

15 1. Upon repeal of chapter 15G, subchapter I, the authority
16 shall transfer all unencumbered and unobligated moneys accruing
17 to the authority pursuant to an agreement under chapter 15G,
18 subchapter I, to a fund established by the authority in the
19 state treasury under the control of the authority pursuant to
20 section 15.106A, subsection 1, paragraph "o".

21 2. Loan payments or repayments and recaptures of principal,
22 interest, or other moneys accruing to the authority on or after
23 June 30, 2012, pursuant to an agreement under chapter 15G,
24 subchapter I, shall be transferred to a fund established by
25 the authority in the state treasury under the control of the
26 authority pursuant to section 15.106A, subsection 1, paragraph
27 "o".

28 Sec. 38. USE OF TRANSFERRED FUNDS.

29 1. Of the moneys transferred pursuant to 2009 Iowa Acts,
30 chapter 179, section 7, as amended in this division of this
31 Act, and 2011 Iowa Acts, chapter 133, as amended in this
32 division of this Act, the economic development authority shall
33 allocate the following amounts for the following purposes:

- 34 a. For purposes of the main street Iowa program:
- 35 \$ 3,000,000

1 b. For purposes of infrastructure building and site
2 development at a proposed manufacturing center of excellence:
3 \$ 2,000,000

4 c. For purposes of pursuing a regional hub under the
5 federal national network of manufacturing institutes to
6 accelerate development and adoption of innovative manufacturing
7 technologies for making new globally competitive products:
8 \$ 500,000

9 2. Of the moneys transferred pursuant to 2009 Iowa Acts,
10 chapter 179, section 7, as amended in this division of this
11 Act, and 2011 Iowa Acts, chapter 133, as amended in this
12 division of this Act, the economic development authority shall
13 transfer the following amounts for the following purposes to
14 the following places:

15 a. To the small business microloan program revolving fund,
16 if created pursuant to 2013 Iowa Acts, Senate File 417, if
17 enacted, or its successor. Moneys transferred pursuant to
18 this paragraph are appropriated to the economic development
19 authority for the purpose of establishing and administering
20 a small business microloan program that provides loans to
21 local economic organizations to provide microloans to small
22 businesses:

23 \$ 500,000

24 b. To the river enhancement community attraction and
25 tourism fund. Moneys transferred pursuant to this paragraph
26 are appropriated to the economic development authority for the
27 purposes of providing river enhancement planning grants to
28 communities:

29 \$ 500,000

30 c. To the university of northern Iowa for the metal
31 castings lab. Moneys transferred pursuant to this paragraph
32 are appropriated to the university of northern Iowa for the
33 purpose of the metal castings program and the purchase of a
34 three-dimensional printer.

35 \$ 1,200,000

1 Sec. 39. EFFECTIVE UPON ENACTMENT. This division of this
 2 Act, being deemed of immediate importance, takes effect upon
 3 enactment.

4 Sec. 40. RETROACTIVE APPLICABILITY. The section of this
 5 division of this Act amending 2009 Acts, chapter 179, applies
 6 retroactively to May 26, 2009.

7 Sec. 41. RETROACTIVE APPLICABILITY. The section of this
 8 division of this Act amending 2011 Acts, chapter 133, applies
 9 retroactively to July 1, 2011.

10

EXPLANATION

11 This bill makes appropriations and transfers from the
 12 general fund of the state and other funds to the department of
 13 cultural affairs, the economic development authority, the board
 14 of regents, the university of Iowa, the university of northern
 15 Iowa, Iowa state university, the department of workforce
 16 development, the Iowa finance authority, and the public
 17 employment relations board for the 2013-2014 fiscal year.

18 Division I of the bill relates to FY 2013-2014
 19 appropriations and related changes. The bill provides that the
 20 goals for the economic development authority shall be to expand
 21 and stimulate the state economy, increase the wealth of Iowans,
 22 and increase the population of the state.

23 The bill transfers moneys collected by the division of
 24 insurance in excess of the anticipated gross revenues to the
 25 economic development authority for purposes of insurance
 26 economic development and international insurance economic
 27 development.

28 The bill appropriates moneys from the workforce development
 29 fund account to the workforce development fund.

30 The bill requires the state board of regents to submit a
 31 report on the progress of regents institutions in meeting
 32 the strategic plan for technology transfer and economic
 33 development.

34 The bill requests the auditor of state to review the audit
 35 of the Iowa finance authority performed by the auditor hired

1 by the authority.

2 The bill appropriates moneys to the department of workforce
3 development for an employee misclassification program.

4 The bill appropriates moneys from the special employment
5 security contingency fund to the department of workforce
6 development for field offices.

7 The bill appropriates interest earned on the unemployment
8 compensation reserve fund to the department of workforce
9 development for the operation of field offices.

10 The bill requires the department of workforce development
11 to require a unique identification login for all users of
12 workforce development centers operated through electronic
13 means.

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

19 The bill adds that the economic development authority may
20 delegate the function of services pertaining to pursuit and
21 establishment of a regional hub under the federal national
22 network of manufacturing institutes to the Iowa innovation
23 corporation.

24 The bill increases the maximum amount that can be
25 transferred from \$4 million to \$6 million to the workforce
26 development fund account established in Code section 15.342A
27 for job training withholding moneys pursuant to Code section
28 422.16A relating to certain job training programs. The bill
29 makes changes relating to the purposes for which moneys in the
30 workforce development fund can be used. The bill increases
31 the amount that a community college can advance to a business
32 or consortium of businesses to cover the cost of job training
33 under Code chapter 260F.

34 The bill requires the treasurer of state to transfer moneys
35 from the principal of the cultural trust fund to the cultural

1 grant account over fiscal years 2013-2014 through 2015-2016.

2 The bill provides that moneys appropriated to the department
3 of cultural affairs for FY 2012-2013 that remain unencumbered
4 or unobligated at the end of the fiscal year in which the
5 funds were appropriated do not revert but remain available
6 for expenditure for the succeeding fiscal year. Moneys
7 appropriated to the department of cultural affairs for the
8 great places program for FY 2011-2012 that remain unencumbered
9 or unobligated at the end of that fiscal year also do not
10 revert. The bill makes these sections retroactively applicable
11 to the original date for each appropriation.

12 The bill provides that the rent subsidy program for FY
13 2012-2013 is limited to persons who meet requirements for
14 nursing facility level of care for home and community-based
15 services waiver services as are in effect on July 1, 2012, and
16 makes the Code section retroactively applicable to July 1,
17 2011.

18 Division II of the bill requires the economic development
19 authority to transfer loan payments or repayments and
20 recaptures of principal, interest, or other moneys accruing
21 pursuant to an economic development agreement under a program
22 funded using moneys from the federal economic stimulus and
23 jobs holding fund into a fund established by the economic
24 development authority.

25 The bill also requires the economic development authority
26 to transfer all unencumbered and unobligated moneys as well
27 as loan payments or repayments and recaptures of principal,
28 interest, or other moneys accruing from an agreement entered
29 into under the grow Iowa values fund to a fund established
30 by the economic development authority. The grow Iowa values
31 program and fund were repealed effective June 30, 2012.

32 Division II of the bill takes effect upon enactment. The
33 provision of the division of the bill allowing the transfer
34 of moneys from the federal economic stimulus and jobs holding
35 account applies retroactively to May 26, 2009. The provision

1 of the division of the bill allowing the transfer of grow Iowa
2 values fund moneys applies retroactively to July 1, 2011.

3 Of the moneys transferred in the division, the bill
4 allocates moneys for the main street program, infrastructure
5 building and site development for a manufacturing center, and
6 pursuing a regional hub under the federal national network of
7 manufacturing institute. Of the moneys transferred in the
8 division, the bill also requires the economic development
9 authority to transfer moneys to the small business microloan
10 program revolving fund, the river enhancement community
11 attraction and tourism fund, and the university of northern
12 Iowa.