

Senate File 2085 - Introduced

SENATE FILE 2085

BY DOTZLER

A BILL FOR

1 An Act related to the Iowa cultural trust fund and board of
2 trustees by requiring the board to spend down the balance
3 of the trust fund and by subsequently eliminating the
4 trust fund, related accounts, and the board, and including
5 effective date provisions.

6 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

DIVISION I

IOWA CULTURAL TRUST FUND

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2
3 Section 1. Section 303A.4, subsection 4, paragraph b,
4 subparagraphs (1) and (2), Code 2016, are amended by striking
5 the subparagraphs and inserting in lieu thereof the following:

6 (1) For the fiscal year beginning July 1, 2016, and ending
7 June 30, 2017, six hundred thousand dollars.

8 (2) For the fiscal year beginning July 1, 2017, and ending
9 June 30, 2018, six hundred thousand dollars.

10 (3) For the fiscal year beginning July 1, 2018, and ending
11 June 30, 2019, six hundred thousand dollars.

12 (4) For the fiscal year beginning July 1, 2019, and ending
13 June 30, 2020, six hundred thousand dollars.

14 (5) For the fiscal year beginning July 1, 2020, and ending
15 June 30, 2021, six hundred thousand dollars.

16 (6) For the fiscal year beginning July 1, 2021, and ending
17 June 30, 2022, six hundred thousand dollars.

18 (7) For the fiscal year beginning July 1, 2022, and ending
19 June 30, 2023, six hundred thousand dollars.

20 (8) For the fiscal year beginning July 1, 2023, and ending
21 June 30, 2024, six hundred thousand dollars.

22 (9) For the fiscal year beginning July 1, 2024, and ending
23 June 30, 2025, six hundred thousand dollars.

24 (10) For the fiscal year beginning July 1, 2025, and ending
25 June 30, 2026, an amount equal to the remaining balance of the
26 trust fund on June 30, 2025.

27 Sec. 2. Section 303A.7, subsection 1, Code 2016, is amended
28 to read as follows:

29 1. a. An Iowa cultural trust grant account is created in
30 the office of the treasurer of state under the control of the
31 board to receive interest attributable to the investment of
32 trust fund moneys as required by section 303A.4, subsection 4,
33 paragraph "a", and moneys transferred to the account pursuant
34 to section 303A.4, subsection 4, paragraph "b". ~~The~~ Except as
35 otherwise provided in this section, the moneys in the grant

1 account are appropriated to the board for purposes of the
2 Iowa cultural trust created in [section 303A.4](#). Moneys in the
3 grant account shall not be subject to appropriation for any
4 other purpose by the general assembly, but shall be used only
5 for the purposes of the Iowa cultural trust or as otherwise
6 provided in this section. The treasurer of state shall act as
7 custodian of the grant account and disburse moneys contained
8 in the grant account as directed by the board. The board shall
9 make expenditures from the grant account consistent with the
10 purposes of the Iowa cultural trust or with paragraph "b" of
11 this subsection.

12 b. Fifty percent of the moneys transferred to the account
13 each year pursuant to section 303A.4, subsection 4, paragraph
14 "b", shall be used to provide grants to qualified organizations
15 to provide for exhibit development, traveling exhibits, and
16 operational costs. The other fifty percent of the moneys
17 transferred to the account each year pursuant to section
18 303A.4, subsection 4, paragraph "b", shall be used to provide
19 for statewide educational programs and exhibits and as grants
20 for collections processing and digitalization.

21 Sec. 3. **NEW SECTION. 303A.8 Future repeal.**

22 This chapter is repealed July 1, 2026.

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DIVISION II

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CORRESPONDING CHANGES AND TRANSFER PROVISIONS

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26 Sec. 4. Section 303.1A, subsection 1, paragraph f, Code
27 2016, is amended by striking the paragraph.

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29 Sec. 5. Section 303.3B, subsection 3, Code 2016, is amended
30 to read as follows:

31

32 3. The department of cultural affairs shall encourage
33 development projects and activities located in certified
34 cultural and entertainment districts through incentives under
35 cultural grant programs pursuant to [section 303.3](#), ~~chapter~~
~~303A~~, and any other grant programs.

36

37 Sec. 6. TRANSFERS UPON REPEAL. Any moneys in the Iowa
38 cultural trust fund created in Code section 303A.4 or the

1 Iowa cultural trust grant account created in Code section
2 303A.7 that remain unobligated as of June 30, 2026, or any
3 moneys credited to the fund or account on or after that date
4 shall be transferred to the rebuild Iowa infrastructure fund,
5 created in section 8.57, subsection 5. The authority shall
6 provide notification to the department of management and to the
7 legislative services agency at the time of any transfer under
8 this section.

9 Sec. 7. EFFECTIVE DATES.

10 1. The sections of this division of this Act amending
11 sections 303.1A and 303.3B take effect July 1, 2026.

12 2. The section of this division of this Act providing for
13 the transfer of moneys from the Iowa cultural grant account
14 takes effect June 30, 2026.

15 EXPLANATION

16 The inclusion of this explanation does not constitute agreement with
17 the explanation's substance by the members of the general assembly.

18 This bill relates to the Iowa cultural trust fund by
19 requiring the board of trustees to spend down the balance
20 of the trust fund over 10 fiscal years and by subsequently
21 eliminating the trust fund and the board.

22 The bill provides for annual transfers of \$600,000 from the
23 balance of the trust fund to the Iowa cultural trust grant
24 account during each fiscal year in the fiscal period beginning
25 July 1, 2016, and ending June 30, 2025. The bill provides for
26 the transfer of the remaining balance of the trust fund to the
27 account for the 2025-2026 fiscal year. Under the bill, 50
28 percent of new annual transfers to the account are required to
29 be used to provide grants for exhibit development, traveling
30 exhibits, and operational costs of certain organizations.
31 The other 50 percent is required to be used to provide for
32 statewide educational programs and exhibits and as grants for
33 collections processing and digitalization. The bill maintains
34 current law related to the transfer and use of interest
35 attributable to the investment of moneys in the trust fund.

S.F. 2085

1 The bill provides for the repeal of the Iowa cultural trust,
2 Code chapter 303A, on July 1, 2026. Under the bill, any moneys
3 remaining in the fund or account on June 30, 2026, are required
4 to be transferred to the rebuild Iowa infrastructure fund.