House Study Bill 174 - Introduced

HOUSE FILE _____

BY (PROPOSED COMMITTEE ON STATE GOVERNMENT BILL BY CHAIRPERSON RIZER)

A BILL FOR

- 1 An Act relating to certain state regulations, including
- 2 certificate of need requirements, the practice of certain
- 3 professions, the oversight of state preserves, and
- 4 elimination of the Iowa capital investment board, and
- 5 including effective date and transition provisions.
- 6 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 DIVISION I

- 2 CERTIFICATE OF NEED REQUIREMENT
- 3 Section 1. Section 135.61, subsection 14, paragraph a, Code
- 4 2017, is amended by striking the paragraph.
- 5 Sec. 2. Section 135.61, subsection 18, Code 2017, is amended
- 6 by adding the following new paragraphs:
- 7 NEW PARAGRAPH. n. The addition of swing-beds by a hospital
- 8 resulting in a swing-bed capacity of twenty-five or more swing
- 9 beds, or the addition of nursing facility beds or skilled
- 10 nursing facility beds by a hospital.
- 11 NEW PARAGRAPH. o. The construction, development, or other
- 12 establishment of a hospital in a county with a population of
- 13 less than eighty thousand, or of a hospital in a county with a
- 14 population of greater than eighty thousand if the hospital is
- 15 to be located within thirty-five miles of a hospital located in
- 16 a county with a population of less than eighty thousand.
- 17 Sec. 3. Section 135.61, Code 2017, is amended by adding the
- 18 following new subsection:
- 19 NEW SUBSECTION. 21A. "Proposed institutional health
- 20 service or "institutional health service proposed" includes an
- 21 institutional health service and the new institutional health
- 22 service or changed institutional health service specified in
- 23 subsection 18, paragraph "n" or "o".
- 24 Sec. 4. Section 135.63, subsection 2, paragraph g,
- 25 subparagraph (1), subparagraph division (a), Code 2017, is
- 26 amended to read as follows:
- 27 (a) The institutional health facility reports to the
- 28 department the number and type of beds reduced on a form
- 29 prescribed by the department at least thirty days before the
- 30 reduction. In the case of a health care facility, the new bed
- 31 total must be consistent with the number of licensed beds at
- 32 the facility. In the case of a hospital, the number of beds
- 33 must be consistent with bed totals reported to the department
- 34 of inspections and appeals for purposes of licensure and
- 35 certification.

- 1 Sec. 5. Section 135.63, subsection 2, paragraphs k and n,
- 2 Code 2017, are amended by striking the paragraphs.
- 3 Sec. 6. Section 135.63, subsection 2, paragraphs 1 and m,
- 4 Code 2017, are amended to read as follows:
- 5 1. The replacement or modernization of any institutional
- 6 health facility if the replacement or modernization does
- 7 not add new health services or additional bed capacity for
- 8 existing health services, notwithstanding any provision in this
- 9 division to the contrary. With respect to a nursing facility,
- 10 "replacement" means establishing a new facility within the same
- 11 county as the prior facility to be closed. With reference to
- 12 a hospital, "replacement" means establishing a new hospital
- 13 that demonstrates compliance with all of the following criteria
- 14 through evidence submitted to the department:
- 15 (1) Is designated as a critical access hospital pursuant to
- 16 42 U.S.C. §1395i-4.
- 17 (2) Serves at least seventy-five percent of the same service
- 18 area that was served by the prior hospital to be closed and
- 19 replaced by the new hospital.
- 20 (3) Provides at least seventy-five percent of the same
- 21 services that were provided by the prior hospital to be closed
- 22 and replaced by the new hospital.
- 23 (4) Is staffed by at least seventy-five percent of the
- 24 same staff, including medical staff, contracted staff, and
- 25 employees, as constituted the staff of the prior hospital to be
- 26 closed and replaced by the new hospital.
- 27 m. Hemodialysis services provided by a hospital or
- 28 freestanding facility, notwithstanding any provision in this
- 29 division to the contrary.
- 30 Sec. 7. Section 135.63, subsection 2, Code 2017, is amended
- 31 by adding the following new paragraph:
- 32 NEW PARAGRAPH. q. A facility that primarily provides
- 33 services to a person with a primary diagnosis of mental illness
- 34 as defined in section 229.1.
- 35 Sec. 8. Section 135P.1, subsection 3, Code 2017, is amended

- 1 to read as follows:
- "Health facility" means an institutional health
- 3 facility as defined in section 135.61, hospital as defined
- 4 in section 135B.1, hospice licensed under chapter 135J, home
- 5 health agency as defined in section 144D.1, assisted living
- 6 program certified under chapter 231C, clinic, or community
- 7 health center, and includes any corporation, professional
- 8 corporation, partnership, limited liability company, limited
- 9 liability partnership, or other entity comprised of such health
- 10 facilities.
- 11 Sec. 9. STATE HEALTH FACILITIES COUNCIL CERTIFICATE OF
- 12 NEED STUDY AND REPORT.
- 13 1. The state health facilities council established in
- 14 section 135.62 shall conduct a study regarding the continued
- 15 need for the certificate of need process.
- 16 2. The state health facilities council shall submit a report
- 17 to the governor's office and the legislative services agency
- 18 by July 1, 2018, including its findings and recommendations
- 19 regarding the future of the certificate of need process.
- 20 Sec. 10. EFFECTIVE UPON ENACTMENT. This division of this
- 21 Act, being deemed of immediate importance, takes effect upon
- 22 enactment.
- 23 DIVISION II
- 24 PRACTICE OF DENTISTRY MODIFICATION AND INTERIOR DESIGN
- 25 EXAMINING BOARD REPEAL
- Sec. 11. Section 153.13, subsection 3, Code 2017, is amended
- 27 by striking the subsection.
- Sec. 12. Section 546.10, subsection 1, paragraph f, Code
- 29 2017, is amended by striking the paragraph.
- 30 Sec. 13. Section 546.10, subsection 5, Code 2017, is amended
- 31 to read as follows:
- Fees collected under chapters 542, 542B, 543B, 544A,
- 33 and $544B_{7}$ and 544C shall be paid to the treasurer of state
- 34 and credited to the general fund of the state. All expenses
- 35 required in the discharge of the duties and responsibilities

- 1 imposed upon the professional licensing and regulation bureau
- 2 of the banking division of the department of commerce, the
- 3 administrator, and the licensing boards by the laws of this
- 4 state shall be paid from moneys appropriated by the general
- 5 assembly for those purposes. All fees deposited into the
- 6 general fund of the state, as provided in this subsection,
- 7 shall be subject to the requirements of section 8.60.
- 8 Sec. 14. REPEAL. Chapter 544C, Code 2017, is repealed.
- 9 Sec. 15. TRANSITION PROVISIONS.
- 10 l. Any moneys remaining in any account or fund under
- 11 the control of the interior design examining board on the
- 12 effective date of this division of this Act and relating to the
- 13 provisions of this division of this Act shall be transferred to
- 14 the general fund.
- 2. An administrative hearing or court proceeding arising
- 16 out of an enforcement action under chapter 544C or related
- 17 administrative rules pending on the effective date of this
- 18 division of this Act shall not be affected by this division
- 19 of this Act. Any cause of action or statute of limitation
- 20 relating to an action taken by the interior design examining
- 21 board shall not be affected by this division of this Act.
- 22 DIVISION III
- 23 REPEAL OF STATE ADVISORY BOARD FOR PRESERVES
- 24 Sec. 16. Section 455A.8, subsections 1 and 2, Code 2017, are
- 25 amended to read as follows:
- 26 l. a. The Brushy creek recreation trails advisory board
- 27 shall be organized within the department and shall be composed
- 28 of nine eight voting members and one ex officio nonvoting
- 29 member as follows:
- 30 (1) The director of the department or the director's
- 31 designee who shall serve as the nonvoting ex officio member.
- 32 (2) The park employee who is primarily responsible for
- 33 maintenance of the Brushy creek recreation area.
- 34 (3) A member of the state advisory board for preserves
- 35 established under chapter 465C.

- 1 (4) Seven persons appointed by the natural resource 2 commission.
- 3 b. The director shall provide the natural resource
- 4 commission with nominations of prospective board members.
- 5 Each person appointed by the natural resource commission must
- 6 actively participate in recreational trail activities such
- 7 as hiking, bicycling, an equestrian sport, or a winter sport
- 8 at the Brushy creek recreation area. The nine eight voting
- 9 members shall elect a chairperson at the board's first meeting 10 each year.
- 11 2. Each voting member of the board shall serve for terms
- 12 of three years, and shall be eligible for reappointment. A
- 13 vacancy on the board shall be filled for the remainder of the
- 14 original term. However, a vacancy in the membership slot
- 15 designated for the park employee shall be filled by the park
- 16 employee's successor, and the person representing the state
- 17 advisory board for preserves shall serve at the pleasure of the
- 18 board. The department shall reimburse each member, other than
- 19 the director or the director's designee and the park employee,
- 20 for actual expenses incurred by the member in performance
- 21 of the duties of the board. A majority of voting members
- 22 constitutes a quorum, and the affirmative vote of a majority
- 23 present is necessary for any action taken by the board, except
- 24 that a lesser number may adjourn a meeting. A vacancy in the
- 25 membership of the board does not impair the rights of a quorum
- 26 to exercise all rights and perform all duties of the board.
- 27 The board shall meet as required, but at least twice a year.
- 28 The board shall meet upon call of the chairperson, or upon
- 29 written request of three members of the board. Written notice
- 30 of the time and place of the meeting shall be given to each
- 31 member.
- 32 Sec. 17. Section 461A.42, subsection 1, paragraph a, Code
- 33 2017, is amended to read as follows:
- 34 a. A firearm or other weapon authorized for hunting may be
- 35 used in preserves or parts of preserves designated by the state

- 1 advisory board on preserves at the request of the commission.
- Sec. 18. Section 465C.1, subsection 2, Code 2017, is amended 2
- 3 by striking the subsection.
- Section 465C.1, subsection 4, Code 2017, is amended Sec. 19.
- 5 to read as follows:
- 4. "Dedication" means the allocation of an area as a
- 7 preserve by a public agency or by a private owner by written
- 8 stipulation in a form approved by the state advisory board for
- 9 preserves commission.
- 10 Sec. 20. Section 465C.9, Code 2017, is amended to read as
- 11 follows:
- 12 465C.9 Articles of dedication.
- The public agency or private owner shall complete 13
- 14 articles of dedication on forms approved by the board
- 15 commission. When the articles of dedication have been approved
- 16 by the governor, the board commission shall record them with
- 17 the county recorder for the county or counties in which the
- 18 area is located.
- 2. The articles of dedication may contain restrictions
- 20 on development, sale, transfer, method of management, public
- 21 access, and commercial or other use, and may contain such other
- 22 provisions as may be necessary to further the purposes of this
- 23 chapter. They may define the respective jurisdictions of the
- 24 owner or operating agency and the board commission. They may
- 25 provide procedures to be applied in case of violation of the
- 26 dedication. They may recognize reversionary rights.
- 27 vary in provisions from one preserve to another in accordance
- 28 with differences in relative conditions.
- 29 Sec. 21. Section 465C.10, Code 2017, is amended to read as
- 30 follows:
- 31 465C.10 When dedicated as a preserve.
- 32 An area shall become a preserve when it has been approved by
- 33 the board commission for dedication as a preserve, whether in
- 34 public or private ownership, formally dedicated as a preserve
- 35 within the system by a public agency or private owner and

1 designated by the governor as a preserve.

- 2 Sec. 22. Section 465C.11, Code 2017, is amended to read as
- 3 follows:
- 4 465C.11 Area held in trust.
- 5 l. An area designated as a preserve within the system is
- 6 hereby declared put to its highest, best, and most important
- 7 use for public benefit. It shall be held in trust and shall not
- 8 be alienated except to another public use upon a finding by the
- 9 board commission of imperative and unavoidable public necessity
- 10 and with the approval of the commission, the general assembly
- 11 by concurrent resolution, and the governor. The board's
- 12 commission's interest or interests in any area designated as a
- 13 preserve shall not be taken under the condemnation statutes of
- 14 this state without such a finding of imperative and unavoidable
- 15 public necessity by the board commission, and with the
- 16 consent of the commission, the general assembly by concurrent
- 17 resolution, and the governor.
- 18 2. The board commission, with the approval of the governor,
- 19 may enter into amendments to any articles of dedication upon
- 20 its finding that such amendment will not permit an impairment,
- 21 disturbance, or development of the area inconsistent with the
- 22 purposes of this chapter.
- 23 3. Before the board commission shall make a finding of
- 24 imperative and unavoidable public necessity, or shall enter
- 25 into any amendment to articles of dedication, it shall provide
- 26 notice of such proposal and opportunity for any person to be
- 27 heard. Such notice shall be published at least once in a
- 28 newspaper with a general circulation in the county or counties
- 29 wherein the area directly affected is situated, and mailed
- 30 within ten days of such published notice to all persons who
- 31 have requested notice of all such proposed actions. Each
- 32 notice shall set forth the substance of the proposed action and
- 33 describe, with or without legal description, the area affected,
- 34 and shall set forth a place and time not less than sixty days
- 35 thence for all persons desiring to be heard to have reasonable

- 1 opportunity to be heard prior to the finding of the board
- 2 commission.
- 3 Sec. 23. REPEAL. Sections 465C.2, 465C.3, 465C.4, 465C.5,
- 4 465C.6, 465C.7, and 465C.8, Code 2017, are repealed.
- 5 Sec. 24. TRANSITION PROVISIONS.
- 6 l. Any rule, regulation, form, order, or directive
- 7 promulgated by the state advisory board for preserves as
- 8 required to administer and enforce the provisions of chapter
- 9 465C, Code 2017, shall continue in full force and effect until
- 10 amended, repealed, or supplemented by affirmative action of the
- 11 natural resource commission.
- 12 2. Any moneys remaining in any account or fund under the
- 13 control of the state advisory board for preserves on the
- 14 effective date of this division of this Act and relating
- 15 to the provisions of this division of this Act shall be
- 16 transferred to a comparable fund or account under the control
- 17 of the department of natural resources for such purposes.
- 18 Notwithstanding section 8.33, the moneys transferred in
- 19 accordance with this subsection shall not revert to the account
- 20 or fund from which appropriated or transferred.
- 21 DIVISION IV
- 22 ELECTRICAL EXAMINING ADVISORY COUNCIL
- 23 Sec. 25. Section 100C.10, subsection 3, Code 2017, is
- 24 amended to read as follows:
- 25 3. The state fire marshal, or the state fire marshal's
- 26 designee, and the chairperson of the electrical examining board
- 27 advisory council created in section 103.2 shall be nonvoting ex
- 28 officio members of the board.
- 29 Sec. 26. Section 103.1, subsections 1, 2, 3, 4, 7, 10, 17,
- 30 and 18, Code 2017, are amended to read as follows:
- 31 1. "Apprentice electrician" means any person who, as such
- 32 person's principal occupation, is engaged in learning and
- 33 assisting in the installation, alteration, and repair of
- 34 electrical wiring, apparatus, and equipment as an employee of
- 35 a person licensed under this chapter, and who is licensed by

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- 1 the board department and is progressing toward completion of
- 2 an apprenticeship training program registered by the office
- 3 of apprenticeship of the United States department of labor.
- 4 For purposes of this chapter, persons who are not engaged in
- 5 the installation, alteration, or repair of electrical wiring,
- 6 apparatus, and equipment, either inside or outside buildings,
- 7 shall not be considered apprentice electricians.
- 8 2. "Board" "Council" means the electrical examining board
 9 advisory council created under section 103.2.
- 10 3. "Class A journeyman electrician" means a person
- 11 having the necessary qualifications, training, experience,
- 12 and technical knowledge to wire for or install electrical
- 13 wiring, apparatus, and equipment and to supervise apprentice
- 14 electricians and who is licensed by the board department.
- 15 4. "Class A master electrician" means a person having the
- 16 necessary qualifications, training, experience, and technical
- 17 knowledge to properly plan, lay out, and supervise the
- 18 installation of electrical wiring, apparatus, and equipment for
- 19 light, heat, power, and other purposes and who is licensed by
- 20 the board department.
- 21 7. "Electrical contractor" means a person affiliated with
- 22 an electrical contracting firm or business who is, or who
- 23 employs a person who is, licensed by the board department as
- 24 either a class A or class B master electrician and who is also
- 25 registered with the state of Iowa as a contractor pursuant to
- 26 chapter 91C.
- 27 10. "Inspector" means a person certified as an electrical
- 28 inspector upon such reasonable conditions as may be adopted by
- 29 the board department. The board department may permit more
- 30 than one class of electrical inspector.
- 31 17. "Special electrician" means a person having the
- 32 necessary qualifications, training, and experience in wiring
- 33 or installing special classes of electrical wiring, apparatus,
- 34 equipment, or installations which shall include irrigation
- 35 system wiring, disconnecting and reconnecting of existing air

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- 1 conditioning and refrigeration, and sign installation and who
- 2 is licensed by the board department.
- 3 18. "Unclassified person" means any person, other than an
- 4 apprentice electrician or other person licensed under this
- 5 chapter, who, as such person's principal occupation, is engaged
- 6 in learning and assisting in the installation, alteration, and
- 7 repair of electrical wiring, apparatus, and equipment as an
- 8 employee of a person licensed under this chapter, and who is
- 9 licensed by the board department as an unclassified person.
- 10 For purposes of this chapter, persons who are not engaged in
- 11 the installation, alteration, or repair of electrical wiring,
- 12 apparatus, and equipment, either inside or outside buildings,
- 13 shall not be considered unclassified persons.
- 14 Sec. 27. Section 103.1, Code 2017, is amended by adding the
- 15 following new subsection:
- 16 NEW SUBSECTION. 6A. "Department" means the department of
- 17 public safety created under chapter 80.
- 18 Sec. 28. Section 103.2, subsections 1 and 3, Code 2017, are
- 19 amended to read as follows:
- An electrical examining board advisory council is
- 21 created within the division of state fire marshal of the
- 22 department of public safety. The board council shall consist
- 23 of eleven ten voting members appointed by the governor and
- 24 subject to senate confirmation department, all of whom shall be
- 25 residents of this state.
- 26 3. The public members of the board shall be allowed to
- 27 participate in administrative, clerical, or ministerial
- 28 functions incident to giving a licensure examination, but shall
- 29 not determine the content of the examination or determine the
- 30 correctness of the answers. Professional associations or
- 31 societies composed of licensed electricians may recommend to
- 32 the governor department the names of potential board council
- 33 members whose profession is representative of that association
- 34 or society. However, the governor department is not bound
- 35 by the recommendations. A board council member shall not

- 1 be required to be a member of any professional electrician
- 2 association or society.
- 3 Sec. 29. Section 103.3, subsections 1 and 2, Code 2017, are
- 4 amended to read as follows:
- 5 l. Appointments to the board council, other than the state
- 6 fire marshal or a representative of the state fire marshal's
- 7 office, shall be for three-year staggered terms and shall
- 8 commence and end as provided by section 69.19. The most
- 9 recently appointed state fire marshal, or a representative of
- 10 the state fire marshal's office, shall be appointed to the
- 11 board on an ongoing basis. Vacancies shall be filled for the
- 12 unexpired term by appointment of the governor and shall be
- 13 subject to senate confirmation. Members shall serve no more
- 14 than three terms or nine years, whichever is least.
- 15 2. Members of the board council are entitled to receive
- 16 all actual expenses incurred in the discharge of their duties
- 17 within the limits of funds appropriated to the board. Each
- 18 member of the board may also be eligible to receive council but
- 19 shall serve without compensation as provided in section 7E.6.
- Sec. 30. Section 103.3, subsection 3, Code 2017, is amended
- 21 by striking the subsection.
- Sec. 31. Section 103.4, Code 2017, is amended to read as
- 23 follows:
- 24 103.4 Organization of the board council.
- 25 The board council shall elect annually from its members a
- 26 chairperson and a vice chairperson, and shall hire and provide
- 27 staff to assist the board in administering this chapter. An
- 28 executive secretary designated by the board council shall
- 29 report to the state fire marshal for purposes of routine
- 30 board council administrative functions, and shall report
- 31 directly to the board for purposes of execution of board policy
- 32 such as application of licensing criteria and processing of
- 33 applications. The board council shall hold at least one
- 34 meeting quarterly at the location of the board's department's
- 35 principal office, and meetings shall be called at other times

- 1 by the chairperson or four members of the board council.
- 2 At any meeting of the board council, a majority of members
- 3 constitutes a quorum.
- 4 Sec. 32. Section 103.6, Code 2017, is amended to read as
- 5 follows:
- 6 103.6 Powers and duties of department.
- 7 1. The board department shall:
- 8 a. Adopt rules pursuant to chapter 17A and in doing so
- 9 shall be governed by the minimum standards set forth in the
- 10 most current publication of the national electrical code issued
- 11 and adopted by the national fire protection association, and
- 12 amendments to the code, which code and amendments shall be
- 13 filed in the offices of the state law library and the board
- 14 department and shall be a public record. The board department
- 15 shall adopt rules reflecting updates to the code and amendments
- 16 to the code. The board department shall promulgate and adopt
- 17 rules establishing wiring standards that protect public safety
- 18 and health and property and that apply to all electrical wiring
- 19 which is installed subject to this chapter.
- 20 b. Revoke, suspend, or refuse to renew any license granted
- 21 pursuant to this chapter when the licensee does any of the
- 22 following:
- 23 (1) Fails or refuses to pay any examination, license, or
- 24 renewal fee required by law.
- 25 (2) Is an electrical contractor and fails or refuses to
- 26 provide and keep in force a public liability insurance policy
- 27 and surety bond as required by the board department.
- 28 (3) Violates any political subdivision's inspection
- 29 ordinances.
- 30 c. Adopt rules for continuing education requirements for
- 31 each classification of licensure established pursuant to this
- 32 chapter, and adopt all rules, not inconsistent with the law,
- 33 necessary for the proper performance of the duties of the board
- 34 department.
- 35 d. Provide for the amount and collection of fees for

- 1 inspection and other services.
- The board department may, in its discretion, revoke,
- 3 suspend, or refuse to renew any license granted pursuant to
- 4 this chapter when the licensee violates any provision of the
- 5 national electrical code as adopted pursuant to subsection 1,
- 6 this chapter, or any rule adopted pursuant to this chapter.
- 7 Sec. 33. NEW SECTION. 103.6A Council duties.
- 8 The council shall approve all rules prior to their adoption
- 9 by the department pursuant to section 103.6.
- Sec. 34. Section 103.7, Code 2017, is amended to read as
- 11 follows:
- 12 103.7 Electrician and installer licensing and inspection
- 13 fund.
- 14 An electrician and installer licensing and inspection fund
- 15 is created in the state treasury as a separate fund under the
- 16 control of the board department. All licensing, examination,
- 17 renewal, and inspection fees shall be deposited into the fund
- 18 and retained by and for the use of the board department in
- 19 administering this chapter. Expenditures from the fund shall
- 20 be approved by the sole authority of the board department in
- 21 consultation with the state fire marshal. Amounts deposited
- 22 into the fund shall be considered repayment receipts as defined
- 23 in section 8.2. Notwithstanding section 8.33, any balance
- 24 in the fund on June 30 of each fiscal year shall not revert
- 25 to the general fund of the state, but shall remain available
- 26 for the purposes of this chapter in subsequent fiscal years.
- 27 Notwithstanding section 12C.7, subsection 2, interest or
- 28 earnings on moneys deposited in the fund shall be credited to
- 29 the fund.
- 30 Sec. 35. Section 103.8, subsection 2, Code 2017, is amended
- 31 to read as follows:
- 32 2. Except as provided in sections 103.13 and 103.14, no
- 33 person shall, for another, plan, lay out, or supervise the
- 34 installation of wiring, apparatus, or equipment for electrical
- 35 light, heat, power, and other purposes unless the person is

- 1 licensed by the board department as an electrical contractor, a
- 2 class A master electrician, or a class B master electrician.
- 3 Sec. 36. Section 103.10, Code 2017, is amended to read as 4 follows:
- 5 103.10 Class A master electrician license qualifications
- 6 class B master electrician license.
- 7 l. An applicant for a class A master electrician license
- 8 shall have at least one year's experience, acceptable to the
- 9 board department, as a licensed class A or class B journeyman
- 10 electrician.
- 11 2. In addition, an applicant shall meet examination
- 12 criteria based upon the most recent national electrical code
- 13 adopted pursuant to section 103.6 and upon electrical theory,
- 14 as determined by the board department.
- 15 3. a. An applicant who can provide proof acceptable to
- 16 the board department that the applicant has been working in
- 17 the electrical business and involved in planning for, laying
- 18 out, supervising, and installing electrical wiring, apparatus,
- 19 or equipment for light, heat, and power since January 1, 1998,
- 20 and for a total of at least sixteen thousand hours, of which at
- 21 least eight thousand hours shall have been accumulated since
- 22 January 1, 1998, may be granted a class B master electrician
- 23 license without taking an examination. An applicant who is
- 24 issued a class B master electrician license pursuant to this
- 25 section shall not be authorized to plan, lay out, or supervise
- 26 the installation of electrical wiring, apparatus, and equipment
- 27 in a political subdivision which, prior to or after January 1,
- 28 2008, establishes licensing standards which preclude such work
- 29 by class B master electricians in the political subdivision.
- 30 The board department shall adopt rules establishing procedures
- 31 relating to the restriction of a class B master electrician
- 32 license pursuant to this subsection.
- 33 b. A class B master electrician may become licensed as
- 34 a class A master electrician upon successful passage of the
- 35 examination prescribed in subsection 2.

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- 1 4. A person licensed to plan, lay out, or supervise the
- 2 installation of electrical wiring, apparatus, or equipment for
- 3 light, heat, power, and other purposes and supervise apprentice
- 4 electricians by a political subdivision preceding January 1,
- 5 2008, pursuant to a supervised written examination, and who
- 6 is currently engaged in the electrical contracting industry,
- 7 shall be issued an applicable statewide license corresponding
- 8 to that licensure as a class A master electrician or electrical
- 9 contractor. The board department shall adopt by rule certain
- 10 criteria for city examination standards satisfactory to fulfill
- ll this requirement.
- 12 5. The board department may reject an application for
- 13 licensure under this section from an applicant who would be
- 14 subject to suspension, revocation, or reprimand pursuant to
- 15 section 103.35.
- 16 Sec. 37. Section 103.10A, Code 2017, is amended to read as
- 17 follows:
- 18 103.10A Inactive master electrician license.
- 19 The board department may by rule create an inactive
- 20 master electrician license and establish a fee for such a
- 21 license. An applicant for an inactive master electrician
- 22 license shall, at a minimum, meet the requirements of this
- 23 chapter and requirements established by the board department
- 24 by rule for licensure as a class A master electrician or a
- 25 class B master electrician. A person licensed as an inactive
- 26 master electrician shall not be authorized to act as a master
- 27 electrician, but shall be authorized to apply for a class A
- 28 master electrician license or a class B master electrician
- 29 license at a future date subject to conditions and under
- 30 procedures established by the board department by rule. The
- 31 conditions and procedures shall include but not be limited
- 32 to completion of the required number of contact hours of
- 33 continuing education courses specified in section 103.18, and
- 34 paying the applicable license fee specified in section 103.19
- 35 for a class A master electrician license or class B master

- 1 electrician license.
- 2 Sec. 38. Section 103.11, Code 2017, is amended to read as
- 3 follows:
- 4 103.11 Wiring or installing supervising apprentices —
- 5 license required qualifications.
- 6 Except as provided in section 103.13, no person shall, for
- 7 another, wire for or install electrical wiring, apparatus,
- 8 or equipment, or supervise an apprentice electrician or
- 9 unclassified person, unless the person is licensed by the
- 10 board department as an electrical contractor, a class A master
- 11 electrician, or a class B master electrician, or is licensed
- 12 as a class A journeyman electrician or a class B journeyman
- 13 electrician and is employed by an electrical contractor or is
- 14 working under the supervision of a class A master electrician
- 15 or a class B master electrician.
- Sec. 39. Section 103.12, Code 2017, is amended to read as
- 17 follows:
- 18 103.12 Class A journeyman electrician license qualifications
- 19 class B journeyman electrician license.
- An applicant for a class A journeyman electrician
- 21 license shall have successfully completed an apprenticeship
- 22 training program registered by the office of apprenticeship
- 23 of the United States department of labor in accordance with
- 24 the standards established by that department or shall have
- 25 received training or experience for a period of time and under
- 26 conditions as established by the board department by rule.
- 27 2. In addition, an applicant shall meet examination
- 28 criteria based upon the most recent national electrical code
- 29 adopted pursuant to section 103.6 and upon electrical theory,
- 30 as determined by the board department.
- 31 3. a. An applicant who can provide proof acceptable to
- 32 the board department that the applicant has been employed as a
- 33 journeyman electrician since January 1, 1998, and for a total
- 34 of at least sixteen thousand hours, of which at least eight
- 35 thousand hours shall have been accumulated since January 1,

- 1 1998, may be granted a class B journeyman electrician license
- 2 without taking an examination. An applicant who is issued a
- 3 class B journeyman electrician license pursuant to this section
- 4 shall not be authorized to wire for or install electrical
- 5 wiring, apparatus, and equipment in a political subdivision
- 6 which, prior to or after January 1, 2008, establishes licensing
- 7 standards which preclude such work by class B journeyman
- 8 electricians in the political subdivision. The board
- 9 department shall adopt rules establishing procedures relating
- 10 to the restriction of a class B journeyman electrician license
- 11 pursuant to this subsection.
- 12 b. A class B journeyman electrician may become licensed as
- 13 a class A journeyman electrician upon successful passage of the
- 14 examination prescribed in subsection 2.
- 4. A person licensed to wire for or install electrical
- 16 wiring, apparatus, or equipment or supervise an apprentice
- 17 electrician by a political subdivision preceding January 1,
- 18 2008, pursuant to a supervised written examination, and who is
- 19 currently engaged in the electrical contracting industry with
- 20 at least four years' experience, shall be issued an applicable
- 21 statewide license corresponding to that licensure as a class
- 22 A journeyman electrician or a class B journeyman electrician.
- 23 The board department shall adopt by rule certain criteria
- 24 for city examination standards satisfactory to fulfill this
- 25 requirement.
- 26 5. The board department may reject an application for
- 27 licensure under this section from an applicant who would be
- 28 subject to suspension, revocation, or reprimand pursuant to
- 29 section 103.35.
- 30 Sec. 40. Section 103.12A, Code 2017, is amended to read as
- 31 follows:
- 32 103.12A Residential electrician and residential master
- 33 electrician license qualifications.
- 1. The board department may by rule provide for the issuance
- 35 of a residential electrician license, and may by rule provide

- 1 for the issuance of a residential master electrician license.
- 2 a. A residential electrician license or residential master
- 3 electrician license, if established by the board department,
- 4 shall be issued to applicants who meet qualifications
- 5 determined by the board department, and shall be valid
- 6 for the performance of residential installations, subject
- 7 to limitations or restrictions established by the board
- 8 department.
- 9 b. A person who, on or after July 1, 2009, holds a special
- 10 electrician license authorizing residential electrical
- 11 installation, granted pursuant to section 103.13, shall be
- 12 eligible for conversion of that special license to either
- 13 a residential electrician license or a residential master
- 14 electrician license, if established by the board department, in
- 15 accordance with requirements and procedures established by the
- 16 board department.
- 2. A person licensed by the board department as a class A
- 18 journeyman electrician or a class B journeyman electrician,
- 19 or as a class A master electrician or a class B master
- 20 electrician, shall not be required to hold a residential
- 21 electrician or residential master electrician license to
- 22 perform any type of residential installation authorized for a
- 23 person licensed pursuant to this section.
- 24 3. The board department may reject an application for
- 25 licensure under this section from an applicant who would be
- 26 subject to suspension, revocation, or reprimand pursuant to
- 27 section 103.35.
- Sec. 41. Section 103.13, subsections 1 and 3, Code 2017, are
- 29 amended to read as follows:
- 30 1. The board department shall by rule provide for the
- 31 issuance of special electrician licenses authorizing the
- 32 licensee to engage in a limited class or classes of electrical
- 33 work, which class or classes shall be specified on the license.
- 34 Each licensee shall have experience, acceptable to the board
- 35 department, in each such limited class of work for which the

1 person is licensed.

- 2 3. The board department may reject an application for
- 3 licensure under this section from an applicant who would be
- 4 subject to suspension, revocation, or reprimand pursuant to
- 5 section 103.35.
- 6 Sec. 42. Section 103.15, subsections 1, 2, 3, and 6, Code
- 7 2017, are amended to read as follows:
- 8 l. A person shall be licensed by the board department and
- 9 pay a licensing fee to work as an apprentice electrician while
- 10 participating in an apprenticeship training program registered
- 11 by the office of apprenticeship of the United States department
- 12 of labor in accordance with the standards established by
- 13 that department. An apprenticeship shall be limited to six
- 14 years from the date of licensure, unless extended by the
- 15 board department upon a finding that a hardship existed which
- 16 prevented completion of the apprenticeship program. Such
- 17 licensure shall entitle the licensee to act as an apprentice to
- 18 an electrical contractor, a class A master electrician, a class
- 19 B master electrician, a class A journeyman electrician, or a
- 20 class B journeyman electrician as provided in subsection 3.
- 21 2. a. A person shall be licensed as an unclassified
- 22 person by the board department to perform electrical work if
- 23 the work is performed under the personal supervision of a
- 24 person actually licensed to perform such work and the licensed
- 25 and unclassified persons are employed by the same employer.
- 26 A person shall not be employed continuously for more than
- 27 one hundred days as an unclassified person without having
- 28 obtained a current license from the board department. For the
- 29 purposes of determining whether a person has been "employed
- 30 continuously" for more than one hundred days under this
- 31 subsection, employment shall include any days not worked due to
- 32 illness, holidays, weekend days, and other absences that do not
- 33 constitute separation from or termination of employment. Any
- 34 period of employment as a nonlicensed unclassified person shall
- 35 not be credited to any applicable experiential requirement of

- 1 an apprenticeship training program registered by the office of
- 2 apprenticeship of the United States department of labor.
- 3 b. Licensed persons shall not permit unclassified
- 4 persons to perform electrical work except under the personal
- 5 supervision of a person actually licensed to perform such
- 6 work. Unclassified persons shall not supervise the performance
- 7 of electrical work or make assignments of electrical work
- 8 to unclassified persons. Any person employing unclassified
- 9 persons performing electrical work shall maintain records
- 10 establishing compliance with this section, which shall
- 11 designate all unclassified persons performing electrical work.
- 12 3. Apprentice electricians and unclassified persons shall
- 13 do no electrical wiring except under the direct personal
- 14 on-the-job supervision and control and in the immediate
- 15 presence of a licensee as specified in section 103.11. Such
- 16 supervision shall include both on-the-job training and related
- 17 classroom training as approved by the board department. The
- 18 licensee may employ or supervise apprentice electricians and
- 19 unclassified persons at a ratio not to exceed three apprentice
- 20 electricians and unclassified persons to one licensee, except
- 21 that such ratio and the other requirements of this section
- 22 shall not apply to apprenticeship classroom training.
- 23 6. The board department may reject an application for
- 24 licensure under this section from an applicant who would be
- 25 subject to suspension, revocation, or reprimand pursuant to
- 26 section 103.35.
- 27 Sec. 43. Section 103.16, Code 2017, is amended to read as
- 28 follows:
- 29 103.16 License examinations.
- 30 l. Examinations for licensure shall be offered as often
- 31 as deemed necessary by the board department, but no less
- 32 than one time per quarter. The scope of the examinations
- 33 and the methods of procedure shall be prescribed by the
- 34 board department. The examinations given by the board
- 35 department shall be the Experior assessment examination, or

- 1 a successor examination approved by the board department,
- 2 or an examination prepared by a third-party testing service
- 3 which is substantially equivalent to the Experior assessment
- 4 examination, or a successor examination approved by the board
- 5 department.
- 6 2. An examination may be given by representatives of the
- 7 board department. As soon as practicable after the close of
- 8 each examination, a report shall be filed in the office of
- 9 the secretary of with the board by the board department. The
- 10 report shall show the action of the board department upon
- 11 each application and the secretary of the board department
- 12 shall notify each applicant of the result of the applicant's
- 13 examination. Applicants who fail the examination once shall
- 14 be allowed to take the examination at the next scheduled
- 15 time. Thereafter, the applicant shall be allowed to take
- 16 the examination at the discretion of the board department.
- 17 An applicant who has failed the examination may request, in
- 18 writing, information from the board department concerning the
- 19 applicant's examination grade and subject areas or questions
- 20 which the applicant failed to answer correctly, except that
- 21 if the board department administers a uniform, standardized
- 22 examination, the board department shall only be required to
- 23 provide the examination grade and such other information
- 24 concerning the applicant's examination results which are
- 25 available to the board department.
- Sec. 44. Section 103.17, subsection 1, unnumbered paragraph
- 27 1, Code 2017, is amended to read as follows:
- 28 A member of the board department shall not disclose
- 29 information relating to the following:
- 30 Sec. 45. Section 103.17, subsection 2, Code 2017, is amended
- 31 to read as follows:
- 32 2. A member of the board department who willfully
- 33 communicates or seeks to communicate such information, and any
- 34 person who willfully requests, obtains, or seeks to obtain such
- 35 information, is guilty of a simple misdemeanor.

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- 1 Sec. 46. Section 103.18, Code 2017, is amended to read as 2 follows:
- 3 103.18 License renewal continuing education.
- 4 In order to renew a class A master electrician, class B
- 5 master electrician, class A journeyman electrician, or class
- 6 B journeyman electrician license issued pursuant to this
- 7 chapter, the licensee shall be required to complete eighteen
- 8 contact hours of continuing education courses approved by the
- 9 board department during the three-year period for which a
- 10 license is granted. The contact hours shall include a minimum
- 11 of six contact hours studying the national electrical code
- 12 described in section 103.6, and the remaining contact hours may
- 13 include study of electrical circuit theory, blueprint reading,
- 14 transformer and motor theory, electrical circuits and devices,
- 15 control systems, programmable controllers, and microcomputers
- 16 or any other study of electrical-related material that is
- 17 approved by the board department. Any additional hours
- 18 studying the national electrical code shall be acceptable. For
- 19 purposes of this section, "contact hour" means fifty minutes of
- 20 classroom attendance at an approved course under a qualified
- 21 instructor approved by the board department.
- Sec. 47. Section 103.19, subsection 1, unnumbered paragraph
- 23 1, Code 2017, is amended to read as follows:
- 24 Licenses issued pursuant to this chapter shall expire every
- 25 three years, with the exception of licenses for apprentice
- 26 electricians and unclassified persons, which shall expire on
- 27 an annual basis. All license applications shall include the
- 28 applicant's social security number, which shall be maintained
- 29 as a confidential record and shall be redacted prior to public
- 30 release of an application or other record containing such
- 31 social security number. The board department shall establish
- 32 the fees to be payable for license issuance and renewal in
- 33 amounts not to exceed the following:
- 34 Sec. 48. Section 103.19, subsection 3, Code 2017, is amended
- 35 to read as follows:

- 1 3. If the board department determines that all licenses
- 2 shall expire on the same date every three years for licenses
- 3 specified in subsection 1, paragraph "a", the license fees shall
- 4 be prorated by month. The board department shall determine an
- 5 individual's license fee based on the number of months that the
- 6 individual's license will be in effect after being issued and
- 7 prior to expiration.
- 8 Sec. 49. Section 103.20, Code 2017, is amended to read as
- 9 follows:
- 10 103.20 Licensee status employment death.
- 11 1. Individuals performing electrical work in a capacity
- 12 for which licensure is required pursuant to this chapter shall
- 13 be employed by the authority or company obtaining a permit for
- 14 the performance of such work, and shall possess a valid license
- 15 issued by the board department.
- 16 2. Upon the death of an electrical contractor, a class A
- 17 master electrician, or a class B master electrician, the board
- 18 department may permit a representative to carry on the business
- 19 of the decedent for a period not to exceed six months for
- 20 the purpose of completing work under contract to comply with
- 21 this chapter. Such representative shall furnish all public
- 22 liability and property damage insurance required by the board
- 23 department.
- Sec. 50. Section 103.21, Code 2017, is amended to read as
- 25 follows:
- 26 103.21 Licenses without examination reciprocity with other
- 27 states.
- 28 To the extent that any other state which provides for the
- 29 licensing of electricians provides for similar action, the
- 30 board department may grant licenses, without examination,
- 31 of the same grade and class to an electrician who has been
- 32 licensed by such other state for at least one year, upon
- 33 payment by the applicant of the required fee, and upon
- 34 the board department being furnished with proof that the
- 35 qualifications of the applicant are equal to the qualifications

- 1 of holders of similar licenses in this state.
- 2 Sec. 51. Section 103.22, subsections 13 and 14, Code 2017,
- 3 are amended to read as follows:
- 4 13. Apply to a person otherwise licensed pursuant to
- 5 this chapter who is engaged in the wiring or installation of
- 6 electrical wiring, apparatus, or equipment while presenting a
- 7 course of instruction relating to home construction technology,
- 8 or a similar course of instruction, offered to students
- 9 by a community college established under chapter 260C, an
- 10 institution under the control of the state board of regents, or
- ll a school corporation. A student enrolled in such a course of
- 12 instruction shall not be considered an apprentice electrician
- 13 or unclassified person, and supervision ratios as provided in
- 14 section 103.15, subsection 3, shall not be applicable. The
- 15 board department shall by rule establish inspection procedures
- 16 in the event that the home constructed pursuant to the course
- 17 is intended for eventual occupation as a residence.
- 18 14. Prohibit a person from performing work on an emergency
- 19 basis as determined by the board department.
- Sec. 52. Section 103.24, subsection 1, unnumbered paragraph
- 21 1, Code 2017, is amended to read as follows:
- 22 The board department shall establish by rule standards for
- 23 the certification and decertification of electrical inspectors
- 24 appointed by the state or a political subdivision to enforce
- 25 this chapter or any applicable resolution or ordinance within
- 26 the inspector's jurisdiction, and for certified electrical
- 27 inspector continuing education requirements.
- 28 Sec. 53. Section 103.24, subsection 2, Code 2017, is amended
- 29 to read as follows:
- 30 2. State inspection shall not apply within the jurisdiction
- 31 of any political subdivision which, pursuant to section 103.29,
- 32 provides by resolution or ordinance standards of electrical
- 33 wiring and its installation that are not less stringent than
- 34 those prescribed by the board department or by this chapter
- 35 and which further provides by resolution or ordinance for

1 the inspection of electrical installations within the limits

- 2 of such subdivision by a certified electrical inspector. A
- 3 copy of the certificate of each electrical inspector shall be
- 4 provided to the board department by the political subdivision
- 5 issuing the certificate.
- 6 Sec. 54. Section 103.25, Code 2017, is amended to read as 7 follows:
- 8 103.25 Request for inspection fees.
- 9 1. At or before commencement of any installation required to
- 10 be inspected by the board department, the licensee or property
- 11 owner making such installation shall submit to the state
- 12 fire marshal's office a request for inspection. The board
- 13 department shall prescribe the methods by which the request
- 14 may be submitted, which may include electronic submission or
- 15 through a form prescribed by the board department that can be
- 16 submitted either through the mail or by a fax transmission.
- 17 The board department shall also prescribe methods by which
- 18 inspection fees can be paid, which may include electronic
- 19 methods of payment. If the board department or the state fire
- 20 marshal's office becomes aware that a person has failed to
- 21 file a necessary request for inspection, the board department
- 22 shall send a written notification by certified mail that the
- 23 request must be filed within fourteen days. Any person filing
- 24 a late request for inspection shall pay a delinquency fee in an
- 25 amount to be determined by the board department. A person who
- 26 fails to file a late request within fourteen days from receipt
- 27 of the notification shall be subject to a civil penalty to be
- 28 determined by the board department by rule.
- 29 2. Notwithstanding subsection 1, the board department
- 30 may by rule provide for the issuance of a single permit
- 31 to a licensee to request multiple inspections. The permit
- 32 authorizes the licensee to perform new electrical installations
- 33 specified in the permit. The board department shall prescribe
- 34 the methods by which the request for multiple inspections
- 35 may be submitted, which may include electronic submission or

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- 1 through a form prescribed by the board department that can be
- 2 submitted either through the mail or by a fax transmission.
- 3 The board department shall also prescribe methods by which
- 4 inspection fees can be paid, which may include electronic
- 5 methods of payment. The board department may perform
- 6 inspections of each new electrical installation or any portion
- 7 of the total number of new electrical installations made under
- 8 each permit. The board department shall establish fees for
- 9 such permits, which shall not exceed the total inspection fees
- 10 that would be required if each new electrical installation
- 11 performed under the request for multiple inspections had been
- 12 performed under individual requests for inspections as provided
- 13 in subsection 1.
- 14 Sec. 55. Section 103.26, Code 2017, is amended to read as
- 15 follows:
- 16 103.26 Condemnation disconnection opportunity to
- 17 correct noncompliance.
- 18 If the inspector finds that any installation or portion of
- 19 an installation is not in compliance with accepted standards
- 20 of construction for health safety and property safety, based
- 21 upon minimum standards set forth in the local electrical
- 22 code or the national electrical code adopted by the board
- 23 department pursuant to section 103.6, the inspector shall by
- 24 written order condemn the installation or noncomplying portion
- 25 or order service to such installation disconnected and shall
- 26 send a copy of such order to the board department, the state
- 27 fire marshal, and the electrical utility supplying power
- 28 involved. If the installation or the noncomplying portion is
- 29 such as to seriously and proximately endanger human health
- 30 or property, the order of the inspector when approved by the
- 31 inspector's supervisor shall require immediate condemnation
- 32 and disconnection by the applicant. In all other cases, the
- 33 order of the inspector shall establish a reasonable period
- 34 of time for the installation to be brought into compliance
- 35 with accepted standards of construction for health safety and

- 1 property safety prior to the effective date established in such
- 2 order for condemnation or disconnection.
- 3 Sec. 56. Section 103.27, subsection 1, Code 2017, is amended
- 4 to read as follows:
- 5 l. A copy of each condemnation or disconnection order shall
- 6 be served personally or by regular mail upon the property
- 7 owner at the property owner's last known address, the licensee
- 8 making the installation, and such other persons as the board
- 9 department by rule may direct.
- 10 Sec. 57. Section 103.28, subsection 2, Code 2017, is amended
- 11 to read as follows:
- 12 2. If the electrical inspector determines that an
- 13 electrical installation subject to inspection by the board
- 14 department is not in compliance with accepted standards of
- 15 construction for health safety and property safety, based upon
- 16 minimum standards adopted by the board department pursuant to
- 17 this chapter, the inspector shall issue a correction order. A
- 18 correction order made pursuant to this section shall be served
- 19 personally or by United States mail only upon the licensee
- 20 making the installation. The correction order shall order the
- 21 licensee to make the installation comply with the standards,
- 22 noting specifically what changes are required. The order
- 23 shall specify a date, not more than seventeen calendar days
- 24 from the date of the order, when a new inspection shall be
- 25 made. When the installation is brought into compliance to the
- 26 satisfaction of the inspector, the inspector shall file with
- 27 the electrical utility supplying power a certificate stating
- 28 that the electrical inspector has approved energization.
- 29 Sec. 58. Section 103.29, subsections 1, 2, 3, and 5, Code
- 30 2017, are amended to read as follows:
- 31 1. A political subdivision performing electrical
- 32 inspections prior to December 31, 2007, shall continue
- 33 to perform such inspections. After December 31, 2013, a
- 34 political subdivision may choose to discontinue performing
- 35 its own inspections and permit the board department to have

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- 1 jurisdiction over inspections in the political subdivision.
- 2 If a political subdivision seeks to discontinue its own
- 3 inspections prior to December 31, 2013, the political
- 4 subdivision shall petition the board department. On or after
- 5 January 1, 2014, if a unanimous vote of the board department
- 6 finds that a political subdivision's inspections are inadequate
- 7 by reason of misfeasance, malfeasance, or nonfeasance,
- 8 the board department may suspend or revoke the political
- 9 subdivision's authority to perform its own inspections, subject
- 10 to appeal according to the procedure set forth in section
- 11 103.34 and judicial review pursuant to section 17A.19. A
- 12 political subdivision not performing electrical inspections
- 13 prior to December 31, 2007, may make provision for inspection
- 14 of electrical installations within its jurisdiction, in which
- 15 case it shall keep on file with the board department copies of
- 16 its current inspection ordinances or resolutions and electrical
- 17 codes.
- 2. A political subdivision performing electrical
- 19 inspections pursuant to subsection 1 prior to December 31,
- 20 2007, may maintain a different supervision ratio than the ratio
- 21 of three apprentice electricians and unclassified persons to
- 22 one licensee specified in section 103.15, subsection 3, but
- 23 may not exceed that ratio. A political subdivision which
- 24 begins performing electrical inspections after December 31,
- 25 2007, shall maintain the specified three-to-one ratio unless
- 26 the board department approves a petition by the political
- 27 subdivision for a lower ratio. A political subdivision which
- 28 discontinues performing electrical inspections and permits the
- 29 board department to have jurisdiction over inspections shall
- 30 maintain the specified three-to-one supervision ratio, and may
- 31 not petition for a lower ratio unless the political subdivision
- 32 subsequently resumes performing electrical inspections.
- A political subdivision that performs electrical
- 34 inspections may set appropriate permit fees to pay for such
- 35 inspections. A political subdivision shall not require any

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- 1 person holding a license from the board department to pay
- 2 any license fee or take any examination if the person holds
- 3 a current license issued by the board department which is of
- 4 a classification equal to or greater than the classification
- 5 needed to do the work proposed. Any such political subdivision
- 6 may provide a requirement that each person doing electrical
- 7 work within the jurisdiction of such political subdivision have
- 8 on file with the political subdivision a copy of the current
- 9 license issued by the board department or such other evidence
- 10 of such license as may be provided by the board department.
- 11 5. A political subdivision that performs electrical
- 12 inspections shall act as the authority having jurisdiction for
- 13 electrical inspections and for amending the national electrical
- 14 code adopted by the board department pursuant to section
- 15 103.6 for work performed within the jurisdictional limits of
- 16 the political subdivision, provided those inspections and
- 17 amendments conform to the requirements of this chapter. Any
- 18 action by a political subdivision with respect to amendments
- 19 to the national electrical code shall be filed with the board
- 20 department prior to enforcement by the political subdivision,
- 21 and shall not be less stringent than the minimum standards
- 22 established by the board department by rule.
- Sec. 59. Section 103.30, subsection 2, Code 2017, is amended
- 24 to read as follows:
- The board department may by rule exempt specified types
- 26 of new electrical installations from the state electrical
- 27 inspection requirements under section 103.23, provided that
- 28 a political subdivision conducting inspections pursuant
- 29 to section 103.24 shall not be prohibited from requiring
- 30 inspection of any new electrical installation exempt by rule
- 31 from state inspection pursuant to this subsection.
- 32 Sec. 60. Section 103.31, subsections 1, 3, 4, 5, and 6, Code
- 33 2017, are amended to read as follows:
- 34 1. An inspection shall be made within three business
- 35 days of the submission of a request for an inspection as

1 provided in section 103.25. When necessary, circuits may be

- 2 energized by the authorized installer prior to inspection but
- 3 the installation shall remain subject to condemnation and
- 4 disconnection and subject to any appropriate restrictions or
- 5 limitations as determined by the board department.
- 6 3. State inspection procedures and policies shall be
- 7 established by the board department. The state fire marshal,
- 8 or the state fire marshal's designee, shall enforce the
- 9 procedures and policies, and enforce the provisions of the
- 10 national electrical code adopted by the board department.
- 11 4. Except when an inspection reveals that an installation or
- 12 portion of an installation is not in compliance with accepted
- 13 standards of construction for health safety and property
- 14 safety, based upon minimum standards set forth in the local
- 15 electrical code or the national electrical code adopted by
- 16 the board department pursuant to section 103.6, such that an
- 17 order of condemnation or disconnection is warranted pursuant to
- 18 section 103.26, an inspector shall not add to, modify, or amend
- 19 a construction plan as originally approved by the state fire
- 20 marshal or the state building code commissioner in the course
- 21 of conducting an inspection.
- 22 5. Management and supervision of inspectors, including
- 23 hiring decisions, disciplinary action, promotions, and work
- 24 schedules are the responsibility of the state fire marshal
- 25 acting in accordance with applicable law and pursuant to any
- 26 applicable collective bargaining agreement. The state fire
- 27 marshal and the board department shall jointly determine
- 28 work territories, regions, or districts for inspectors
- 29 and continuing education and ongoing training requirements
- 30 applicable to inspectors. An inspector subject to disciplinary
- 31 action pursuant to this subsection shall be entitled to an
- 32 appeal according to the procedure set forth in section 103.34
- 33 and judicial review pursuant to section 17A.19.
- 34 6. The board department shall establish an internet-based
- 35 licensure verification database for access by a state or local

- l inspector for verification of licensee status. The database
- 2 shall include the name of every person licensed under this
- 3 chapter and a corresponding licensure number. Inspectors
- 4 shall be authorized to request the name and license number of
- 5 any person working at a job site subject to inspection for
- 6 verification of licensee status. Licensees under this chapter
- 7 shall be required to carry a copy of their current license and
- 8 photo identification at all times when employed on a job site
- 9 for compliance with this subsection.
- 10 Sec. 61. Section 103.32, subsection 1, Code 2017, is amended
- 11 to read as follows:
- 12 1. All state electrical inspection fees shall be due and
- 13 payable to the board department at or before commencement of
- 14 the installation and shall be forwarded with the request for
- 15 inspection. Inspection fees provided in this section shall
- 16 not apply within the jurisdiction of any political subdivision
- 17 if the political subdivision has adopted an ordinance or
- 18 resolution pursuant to this chapter.
- 19 Sec. 62. Section 103.32, subsection 2, unnumbered paragraph
- 20 1, Code 2017, is amended to read as follows:
- 21 The board department shall establish the fees for
- 22 inspections in amounts not to exceed:
- Sec. 63. Section 103.33, Code 2017, is amended to read as
- 24 follows:
- 25 103.33 Condemnation or disconnection orders appeals —
- 26 disposition of orders pending appeal.
- 27 l. Any person aggrieved by a condemnation or disconnection
- 28 order issued by the state fire marshal's office may appeal from
- 29 the order by filing a written notice of appeal with the board
- 30 department within ten days after the date the order was served
- 31 upon the property owner or within ten days after the order was
- 32 filed with the board department, whichever is later.
- 33 2. Upon receipt of the notice of appeal from a condemnation
- 34 or disconnection order because the electrical installation is
- 35 proximately dangerous to health or property, the order appealed

- 1 from shall not be stayed unless countermanded by the board
 2 department.
- 3. Upon receipt of notice of appeal from a condemnation
- 4 or disconnection order because the electrical installation
- 5 is not in compliance with accepted standards of construction
- 6 for health safety and property safety, except as provided in
- 7 subsection 2, the order appealed from shall be stayed until
- 8 final decision of the board department and the board department
- 9 shall notify the property owner and the electrical contractor,
- 10 class A master electrician, class B master electrician, fire
- 11 alarm installer, special electrician, or if established by the
- 12 board department the residential master electrician, making
- 13 the installation. The power supplier shall also be notified
- 14 in those instances in which the order has been served on such
- 15 supplier.
- Sec. 64. Section 103.34, Code 2017, is amended to read as
- 17 follows:
- 18 103.34 Appeal procedures.
- 19 1. Upon receipt of a notice of appeal filed pursuant to
- 20 section 103.33, the chairperson or executive secretary of the
- 21 board department may designate a hearing officer from among
- 22 the board members to hear the appeal or may set the matter for
- 23 hearing before the full board at its next regular meeting. A
- 24 majority of the board shall make the decision.
- 25 2. Upon receiving the notice of appeal filed pursuant to
- 26 section 103.33, the board department shall notify all persons
- 27 served with the order appealed from. Such persons may join
- 28 in the hearing and give testimony in their own behalf. The
- 29 board department shall set the hearing date on a date not
- 30 more than fourteen days after receipt of the notice of appeal
- 31 unless otherwise agreed by the interested parties and the board
- 32 department.
- 33 Sec. 65. Section 103.35, unnumbered paragraph 1, Code 2017,
- 34 is amended to read as follows:
- 35 The board, by a simple majority vote of the entire board,

- 1 department may suspend for a period not exceeding two years,
- 2 or revoke the certificate of licensure of, or reprimand any
- 3 licensee who is found guilty of any of the following acts or
- 4 offenses:
- 5 Sec. 66. Section 103.36, Code 2017, is amended to read as
- 6 follows:
- 7 103.36 Procedure.
- 8 Proceedings for any action under section 103.35 shall be
- 9 commenced by filing with the board department written charges
- 10 against the accused. Upon the filing of charges, the board
- 11 department shall conduct an investigation into the charges.
- 12 The board department shall designate a time and place for
- 13 a hearing, and shall notify the accused of this action and
- 14 furnish the accused a copy of all charges at least thirty days
- 15 prior to the date of the hearing. The accused has the right to
- 16 appear personally or by counsel, to cross-examine witnesses, or
- 17 to produce witnesses in defense.
- 18 Sec. 67. Section 103.38, Code 2017, is amended to read as
- 19 follows:
- 20 103.38 Criminal violations.
- 21 A person who violates a permanent injunction issued pursuant
- 22 to section 103.37 or presents or attempts to file as the
- 23 person's own the certificate of licensure of another, or
- 24 who gives false or forged evidence of any kind to the board
- 25 department in obtaining a certificate of licensure, or who
- 26 falsely impersonates another practitioner of like or different
- 27 name, or who uses or attempts to use a revoked certificate of
- 28 licensure, is guilty of a fraudulent practice under chapter
- 29 714.
- 30 Sec. 68. Section 103.39, subsections 1, 3, 4, 5, and 7, Code
- 31 2017, are amended to read as follows:
- 32 1. In addition to any other penalties provided for in this
- 33 chapter, the board department may by order impose a civil
- 34 penalty upon a person who is not licensed under this chapter
- 35 and who does any of the following:

- 1 a. Is employed in a capacity in which the person engages in
- 2 or offers to engage in the activities authorized pursuant to
- 3 this chapter.
- 4 b. Uses or employs the words "electrical contractor", "class
- 5 A master electrician", "class B master electrician", "class A
- 6 journeyman electrician", or "class B journeyman electrician",
- 7 or implies authorization to provide or offer those services,
- 8 or otherwise uses or advertises any title, word, figure, sign,
- 9 card, advertisement, or other symbol or description tending
- 10 to convey the impression that the person is an "electrical
- 11 contractor", "class A master electrician", "class B master
- 12 electrician", "class A journeyman electrician", or "class B
- 13 journeyman electrician".
- 14 c. Gives false or forged evidence of any kind to the
- 15 board or any member of the board department in obtaining or
- 16 attempting to obtain a certificate of licensure.
- 17 d. Falsely impersonates any individual licensed pursuant to
- 18 this chapter.
- 19 e. Uses or attempts to use an expired, suspended, revoked,
- 20 or nonexistent certificate of licensure.
- 21 f. Knowingly aids or abets an unlicensed person who engages
- 22 in any activity identified in this subsection.
- 23 3. In determining the amount of a civil penalty to
- 24 be imposed, the board department may consider any of the
- 25 following:
- 26 a. Whether the amount imposed will be a substantial economic
- 27 deterrent to the violation.
- 28 b. The circumstances leading to the violation.
- 29 c. The severity of the violation and the risk of harm to the
- 30 public.
- 31 d. The economic benefits gained by the violator as a result
- 32 of noncompliance.
- 33 e. The interest of the public.
- 34 4. Before issuing an order under this section, the board
- 35 department shall provide the person written notice and the

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1 opportunity to request a hearing on the record. The hearing

- 2 must be requested within thirty days of the issuance of the
- 3 notice and shall be conducted in the same manner as provided
- 4 in section 103.36.
- 5. The board department, in connection with a proceeding
- 6 under this section, may issue subpoenas to compel the
- 7 attendance and testimony of witnesses and the disclosure of
- 8 evidence, and may request the attorney general to bring an
- 9 action to enforce the subpoena.
- 7. If a person fails to pay a civil penalty within thirty
- 11 days after entry of an order under subsection 1, or if the
- 12 order is stayed pending an appeal within ten days after the
- 13 court enters a final judgment in favor of the board department,
- 14 the board department shall notify the attorney general. The
- 15 attorney general may commence an action to recover the amount
- 16 of the penalty, including reasonable attorney fees and costs.
- 17 Sec. 69. REPEAL. Section 103.5, Code 2017, is repealed.
- 18 Sec. 70. TRANSITION PROVISIONS.
- 19 1. Any rule, regulation, form, order, or directive
- 20 promulgated by the electrical examining board as required to
- 21 administer and enforce the provisions of chapter 103, Code
- 22 2017, shall continue in full force and effect until amended,
- 23 repealed, or supplemented by affirmative action of the
- 24 department of public safety.
- 25 2. Any moneys remaining in any account or fund under the
- 26 control of the electrical examining board on the effective date
- 27 of this division of this Act and relating to the provisions of
- 28 this division of this Act shall be transferred to a comparable
- 29 fund or account under the control of the department of public
- 30 safety for such purposes. Notwithstanding section 8.33, the
- 31 moneys transferred in accordance with this subsection shall
- 32 not revert to the account or fund from which appropriated or
- 33 transferred.
- 34 3. The electrical examining board shall assist the
- 35 department of public safety in implementing this division of

- 1 this Act by providing for an effective transition of powers and
- 2 duties from the board to the department under chapter 103 and
- 3 related administrative rules. Such assistance shall include
- 4 but is not limited to assisting in cooperating with federal
- 5 agencies.
- 6 4. Any replacement of signs, logos, stationery, insignia,
- 7 uniforms, and related items that is made due to the effect of
- 8 this division of this Act shall be done as part of the normal
- 9 replacement cycle for such items.
- 10 5. The license of a person licensed by the electrical
- ll examining board on the effective date of this division of this
- 12 Act shall remain in effect upon the transition of regulatory
- 13 authority from the board to the department of public safety in
- 14 accordance with this division of this Act.
- 15 6. An administrative hearing or court proceeding arising
- 16 out of an enforcement action under chapter 103 or related
- 17 administrative rules pending on the effective date of this
- 18 division of this Act shall not be affected by this division
- 19 of this Act. Any cause of action or statute of limitation
- 20 relating to an action taken by the electrical examining board
- 21 shall not be affected by this division of this Act and such
- 22 cause of action or statute of limitation shall apply to the
- 23 department of public safety.
- 24 DIVISION V
- 25 LICENSING MORATORIUM AND PROFESSIONAL LICENSING TASK FORCE
- 26 Sec. 71. NEW SECTION. 7E.4A Professional regulation.
- 27 An executive branch administrative unit shall not assess a
- 28 fee, require authorization to practice, or otherwise impose
- 29 regulations on a profession if the administrative unit did not
- 30 regulate the profession prior to July 1, 2017.
- 31 Sec. 72. PROFESSIONAL LICENSING TASK FORCE REPORT.
- 32 l. A professional licensing task force is established to
- 33 review the requirements for each professional license in the
- 34 state and make recommendations regarding each profession that
- 35 is subject to state licensure requirements with the goals of

- 1 protecting public health and safety, removing barriers to
- 2 practice, streamlining application processes, reducing the
- 3 size, scope, and cost of government, and reducing licensing
- 5 2. The members of the task force shall be as follows:
- 6 a. Three members of the senate, including two members
- 7 appointed by the majority leader of the senate and one member
- 8 appointed by the minority leader of the senate.
- 9 b. Three members of the house of representatives, including
- 10 two members appointed by the speaker of the house and one
- 11 member appointed by the minority leader of the house.
- 12 c. A representative of the office of the governor.
- d. The director of the department of public health or the
- 14 director's designee.
- e. The commissioner of public safety or the commissioner's
- 16 designee.

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- 17 f. A representative of the professional licensing and
- 18 regulation bureau of the division of banking.
- 19 q. A representative of the board of educational examiners.
- 20 h. Three members of the public with professional licensure
- 21 experience, appointed by the governor.
- 22 3. The task force shall receive input and comments from
- 23 members of every profession currently licensed by the state
- 24 and provide notice to the professional associations for each
- 25 licensed profession of the date and time of each meeting of the
- 26 task force no less than five business days before the date of
- 27 the meeting.
- 28 4. The task force shall make findings and recommendations
- 29 regarding all professions currently subject to licensure
- 30 requirements and whether such professions shall be required
- 31 to obtain or be subject to any of the following in the future
- 32 or whether the profession should be subject to no or limited
- 33 government regulation:
- 34 a. A license.
- 35 b. Certification.

- 1 c. Registration.
- d. Bonding or insurance.
- 3 e. Inspection.
- 4 f. Private certification.
- 5. The task force shall make recommendations on specific
- 6 licensure requirements including but not limited to the
- 7 following:
- 8 a. Hours of study or experience prior to obtaining a
- 9 license.
- 10 b. Fees.
- 11 c. Continuing education requirements.
- 12 d. Reciprocity with other jurisdictions.
- e. Required paperwork and other application materials.
- 14 6. In making these recommendations, the task force shall
- 15 consider the structure of boards, commissions, and other
- 16 government entities that currently issue licenses or otherwise
- 17 regulate a profession and consider the possibility of combining
- 18 or eliminating any duplicative or redundant entities or
- 19 processes of such entities.
- 7. The office of the governor and the legislative services
- 21 agency shall cooperate to provide staffing and administrative
- 22 assistance for the task force.
- 23 8. The task force shall produce its final report for
- 24 publication on the Iowa general assembly internet site no later
- 25 than December 30, 2017.
- 26 DIVISION VI
- 27 IOWA CAPITAL INVESTMENT BOARD
- Sec. 73. Section 15.117A, subsection 2, paragraph a,
- 29 subparagraph (2), Code 2017, is amended to read as follows:
- 30 (2) One member, selected by the governor, who also serves on
- 31 the Iowa capital investment board created in section 15E.63.
- 32 Sec. 74. Section 15E.62, subsection 1, Code 2017, is amended
- 33 by striking the subsection and inserting in lieu thereof the
- 34 following:
- 35 1. "Authority" means the economic development authority

- 1 created in section 15.105.
- 2 Sec. 75. Section 15E.62, subsections 2 and 5, Code 2017, are
- 3 amended to read as follows:
- 4 2. "Certificate" means a contract between the board
- 5 authority and a designated investor pursuant to which a tax
- 6 credit is available and issued to the designated investor.
- 7 5. "Fund documents" means all agreements relating to matters
- 8 under the purview of this division VII entered into prior
- 9 to June 20, 2013, between or among the state, the Iowa fund
- 10 of funds, a fund allocation manager or similar manager, the
- 11 Iowa capital investment corporation, the board authority, a
- 12 creditor, a designated investor, and a private seed or venture
- 13 capital partnership, and includes other documents having the
- 14 same force and effect between or among such parties, as any of
- 15 the foregoing may be amended, modified, restated, or replaced
- 16 from time to time.
- 17 Sec. 76. Section 15E.63, subsection 1, Code 2017, is amended
- 18 to read as follows:
- 19 1. The Iowa capital investment board is created as a state
- 20 governmental board and the exercise by the board of powers
- 21 conferred by this division shall be deemed and held to be the
- 22 performance of essential public purposes. The purpose of
- 23 the board this division shall be to mobilize venture equity
- 24 capital for investment in such a manner that will result in
- 25 a significant potential to create jobs and to diversify and
- 26 stabilize the economy of the state.
- 27 Sec. 77. Section 15E.63, subsection 2, Code 2017, is amended
- 28 by striking the subsection.
- 29 Sec. 78. Section 15E.63, subsection 3, Code 2017, is amended
- 30 to read as follows:
- 31 3. The board authority shall have the power to engage
- 32 consultants, expend funds, invest funds, contract, bond or
- 33 insure against loss, or perform any other act necessary to
- 34 carry out its the purpose, provided, however, that the board
- 35 shall not hire employees of this division.

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- 1 Sec. 79. Section 15E.63, subsections 4 and 5, Code 2017, are 2 amended by striking the subsections.
- 3 Sec. 80. Section 15E.63, subsections 6, 7, 8, 9, 10, and 11,
- 4 Code 2017, are amended to read as follows:
- 5 6. The board authority shall, in cooperation with the
- 6 department of revenue, establish criteria and procedures for
- 7 the allocation and issuance of tax credits to designated
- 8 investors by means of certificates issued by the board
- 9 authority. The criteria shall include the contingencies
- 10 that must be met for a certificate to be redeemable by a
- 11 designated investor or transferee in order to receive a tax
- 12 credit. The contingencies to redemption shall be tied to the
- 13 scheduled rates of return of equity interests purchased by
- 14 designated investors in the Iowa fund of funds. The procedures
- 15 established by the board authority, in cooperation with the
- 16 department of revenue, shall relate to the procedures for the
- 17 issuance of the certificates and the related tax credits, for
- 18 the transfer of a certificate and related tax credit by a
- 19 designated investor, and for the redemption of a certificate
- 20 and related tax credit by a designated investor or transferee.
- 21 The board authority shall also establish criteria and
- 22 procedures for assessing the likelihood of future certificate
- 23 redemptions by designated investors and transferees, including,
- 24 without limitation, criteria and procedures for evaluating the
- 25 value of investments made by the Iowa fund of funds and the
- 26 returns from the Iowa fund of funds.
- 7. Pursuant to section 15E.66, the board authority shall
- 28 issue certificates which may be redeemable for tax credits
- 29 to provide incentives to designated investors to make equity
- 30 investments in the Iowa fund of funds. The board authority
- 31 shall issue the certificates so that not more than twenty
- 32 million dollars of tax credits may be initially redeemable in
- 33 any fiscal year. The board authority shall indicate on the tax
- 34 certificate the principal amount of the tax credit and the date
- 35 or dates on which the credit may be first claimed.

- 1 8. The board authority may charge a placement fee to
 2 the Iowa fund of funds with respect to the issuance of a
 3 certificate and related tax credit to a designated investor,
 4 but the fee shall be charged only to pay for reasonable and
 5 necessary costs of the board authority and shall not exceed
 6 one-half of one percent of the equity investment of the
 7 designated investor.
- 9. The board authority shall, in consultation with the
 9 Iowa capital investment corporation, publish an annual report
 10 of the activities conducted by the Iowa fund of funds, and
 11 present the report to the governor and the general assembly.
 12 The annual report shall include a copy of the audit of the Iowa
 13 fund of funds and a valuation of the assets of the Iowa fund of
 14 funds, review the progress of the investment fund allocation
 15 manager in implementing its investment plan, and describe any
 16 redemption or transfer of a certificate issued pursuant to
 17 this division, provided, however, that the annual report shall
 18 not identify any specific designated investor who has redeemed
 19 or transferred a certificate. Every five years, the board
 20 authority shall publish a progress report which shall evaluate
 21 the progress of the state of Iowa in accomplishing the purposes
 22 stated in section 15E.61.
- 23 10. The board authority shall redeem a certificate
 24 submitted to the board authority by a designated investor
 25 and shall calculate the amount of the allowable tax credit
 26 based upon the investment returns received by the designated
 27 investor and its predecessors in interest and the provisions
 28 of the certificate. Upon submission of a certificate for
 29 redemption, the board authority shall issue a verification to
 30 the department of revenue setting forth the maximum tax credit
 31 which may be claimed by the designated investor with respect to
 32 the redemption of the certificate.
- 33 11. The board authority shall adopt rules pursuant to 34 chapter 17A necessary to administer the duties of the board 35 authority under this division.

- 1 Sec. 81. Section 15E.65, subsection 2, paragraphs e, g, and
- 2 h, Code 2017, are amended to read as follows:
- 3 e. The Iowa fund of funds may issue debt and borrow such
- 4 funds as may be needed to accomplish its goals. However, such
- 5 debt shall not be secured by tax credits issued by the board
- 6 authority. The Iowa fund of funds may open and manage bank
- 7 and short-term investment accounts as deemed necessary by the
- 8 venture capital investment fund allocation manager.
- 9 g. Each calendar year, the auditor of state shall conduct
- 10 an annual audit of the activities of the Iowa fund of funds
- 11 or shall engage an independent auditor to conduct the audit,
- 12 provided that the independent auditor has no business,
- 13 contractual, or other connection to the Iowa capital investment
- 14 corporation or the Iowa fund of funds. The corporation shall
- 15 reimburse the auditor of state for costs associated with the
- 16 annual audit. The audit shall be delivered to the Iowa capital
- 17 investment corporation and the board authority each year and
- 18 shall include a valuation of the assets owned by the Iowa fund
- 19 of funds as of the end of each year.
- 20 h. As soon as practicable after June 20, 2013, the Iowa
- 21 capital investment corporation, in conjunction with the
- 22 department of revenue, the board authority, and the attorney
- 23 general, shall wind up the Iowa fund of funds pursuant to
- 24 section 15E.72 and shall cause the Iowa fund of funds to be
- 25 liquidated with all of its assets distributed to its owners in
- 26 accordance with the provisions of its organizational documents
- 27 and in accordance with the fund documents. In liquidating such
- 28 assets, the capital investment corporation, the department of
- 29 revenue, the board authority, and the attorney general shall
- 30 act with prudence and caution in order to minimize costs and
- 31 fees and to preserve investment assets to the extent reasonably
- 32 possible.
- 33 Sec. 82. Section 15E.66, Code 2017, is amended to read as
- 34 follows:
- 35 15E.66 Certificates and tax credits.

1. The board authority may issue certificates and related 2 tax credits to designated investors which, if redeemed for the 3 maximum possible amount, shall not exceed a total aggregate of 4 sixty million dollars of tax credits. The certificates shall 5 be issued contemporaneously with a commitment to invest in the 6 Iowa fund of funds by a designated investor. A certificate 7 issued by the board authority shall have a specific maturity 8 date or dates designated by the board authority and shall be 9 redeemable only in accordance with the contingencies reflected 10 on the certificate or incorporated therein by reference. 11 certificate and the related tax credit shall be transferable 12 by the designated investor. A tax credit shall not be claimed 13 or redeemed except by a designated investor or transferee in 14 accordance with the terms of a certificate from the board 15 authority. A tax credit shall not be claimed for a tax year 16 that begins earlier than the maturity date or dates stated 17 on the certificate. An individual may claim the credit of a 18 partnership, limited liability company, S corporation, estate, 19 or trust electing to have the income taxed directly to the 20 individual. The amount claimed by the individual shall be 21 based upon the pro rata share of the individual's earnings from 22 the partnership, limited liability company, S corporation, 23 estate, or trust. Any tax credit in excess of the taxpayer's 24 tax liability for the tax year may be credited to the tax 25 liability for the following seven years, or until depleted, 26 whichever is earlier.

2. The board authority shall certify the maximum amount of 28 a tax credit which could be issued to a designated investor and 29 identify the specific earliest date or dates the certificate 30 may be redeemed pursuant to this division. The amount of 31 the tax credit shall be limited to an amount equivalent to 32 any difference between the scheduled aggregate return to the 33 designated investor at rates of return authorized by the 34 board authority and aggregate actual return received by the 35 designated investor and any predecessor in interest of capital

1 and interest on the capital. The rates, whether fixed rates

- 2 or variable rates, shall be determined pursuant to a formula
- 3 stipulated in the certificate or incorporated therein by
- 4 reference. The board authority shall clearly indicate on the
- 5 certificate, or incorporate therein by reference, the schedule,
- 6 the amount of equity investment, the calculation formula for
- 7 determining the scheduled aggregate return on invested capital,
- 8 and the calculation formula for determining the amount of the
- 9 tax credit that may be claimed. Once issued to a designated
- 10 investor, a certificate shall be binding on the board authority
- 11 and the department of revenue and shall not be modified,
- 12 terminated, or rescinded.
- 13 3. If a designated investor or transferee elects to redeem
- 14 a certificate, the certificate shall not be redeemed prior
- 15 to the maturity date or dates stated on the certificate. At
- 16 the time of redemption, the board authority shall determine
- 17 the amount of the tax credit that may be claimed by the
- 18 designated investor based upon the returns received by the
- 19 designated investor and its predecessors in interest and the
- 20 provisions of the certificate. The board authority shall issue
- 21 a verification to the department of revenue setting forth the
- 22 maximum tax credit which can be claimed by the designated
- 23 investor with respect to the redemption of the certificate.
- 24 4. The board authority shall, in conjunction with the
- 25 department of revenue, develop a system for registration of
- 26 any certificate and related tax credit issued or transferred
- 27 pursuant to this section and a system that permits verification
- 28 that any tax credit claimed upon a tax return is valid and that
- 29 any transfers of the certificate and related tax credit are
- 30 made in accordance with the requirements of this division.
- 31 5. The board authority shall issue the tax credits in such a
- 32 manner that not more than twenty million dollars of tax credits
- 33 may be initially redeemable in any fiscal year. The board
- 34 authority shall indicate on the tax certificate the principal
- 35 amount of the tax credit and the maturity date or dates on

- 1 which the credit may be first claimed.
- A certificate or tax credit issued or transferred
- 3 pursuant to this division shall not be considered a security
- 4 pursuant to chapter 502.
- 7. In determining the maximum aggregate limit in subsection
- 6 1 and the fiscal year limitation in subsection 5, the board
- 7 authority shall use the cumulative amount of scheduled
- 8 aggregate returns on certificates issued by the board authority
- 9 to designated investors. However, certificates and related
- 10 tax credits which have expired shall not be included and
- ll certificates and related tax credits which have been redeemed
- 12 shall be included only to the extent of tax credits actually
- 13 allowed.
- 14 Sec. 83. Section 15E.67, Code 2017, is amended to read as
- 15 follows:
- 16 15E.67 Powers and effectiveness.
- 17 This division shall not be construed as a restriction or
- 18 limitation upon any power which the board authority might
- 19 otherwise have under any other law of this state and the
- 20 provisions of this division are cumulative to such powers.
- 21 This division shall be construed to provide a complete,
- 22 additional, and alternative method for performing the duties
- 23 authorized and shall be regarded as supplemental and additional
- 24 to the powers conferred by any other law. The level,
- 25 timing, or degree of success of the Iowa fund of funds or the
- 26 investment funds in which the Iowa fund of funds invests in, or
- 27 the extent to which the investment funds are invested in Iowa
- 28 venture capital projects, or are successful in accomplishing
- 29 any economic development objectives, shall not compromise,
- 30 diminish, invalidate, or affect the provisions of any contract
- 31 entered into by the board authority or the Iowa fund of funds.
- 32 Sec. 84. Section 15E.72, subsections 4, 6, and 8, Code 2017,
- 33 are amended to read as follows:
- 34 4. Issuance, verification, and redemption of new certificates
- 35 prohibited.

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- 1 a. Except as provided in paragraph "b", and notwithstanding
 2 any other provision in this division VII, the board authority
 3 shall not issue, verify, or redeem a certificate or a related
 4 tax credit on or after June 20, 2013.
- 5 b. Notwithstanding the prohibition in paragraph "a", the 6 board authority may issue, redeem, or verify a certificate or a 7 related tax credit under any of the following conditions:
- 8 (1) The board <u>authority</u> is required to do so under the terms 9 of the fund documents.
- 10 (2) The issuance, redemption, or verification is deemed 11 necessary by the director of revenue and the attorney general 12 in order to arrange new financing terms with a creditor.
- 13 (3) The issuance, redemption, or verification is deemed 14 necessary by the director of revenue and the attorney general 15 to preserve fund assets, repay creditors, or otherwise 16 effectuate an orderly wind-up of the program pursuant to this 17 section.
- 18 6. Pledging of certificates prohibited.
- a. Except as provided in paragraph "b", and notwithstanding any other provision of law to the contrary, a certificate and a related tax credit or verified tax credit issued by the board authority shall not be pledged by a designated investor as security for a loan or an extension of credit on or after June 24 20, 2013.
- 25 b. Notwithstanding the prohibition in paragraph "a", a
 26 certificate and related tax credit or verified tax credit
 27 issued by the board authority may be pledged by a designated
 28 investor as security for a loan or an extension of credit
 29 to the extent such pledge is required by the fund documents.
 30 In addition, the board authority, with the approval of the
 31 director of revenue and the attorney general, may authorize a
 32 certificate and related tax credit to be pledged as security
 33 for a loan or an extension of credit, but only if such a pledge
 34 is necessary to arrange new financing terms with a creditor or
 35 to repay creditors for moneys loaned or credit extended to a

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1 designated investor.

- 2 8. Iowa capital investment corporation purposes
- 3 amended. Notwithstanding section 15E.64, on or after June 20,
- 4 2013, the purposes of the Iowa capital investment corporation
- 5 shall be to comply with its obligations under the fund
- 6 documents and to assist the board authority, the director of
- 7 revenue, and the attorney general in effectuating the orderly
- 8 wind-up of the Iowa fund of funds. In effectuating such a
- 9 wind-up, the Iowa capital investment corporation shall comply
- 10 with all reasonable requests by the board authority, the
- ll director of revenue, the attorney general, or the auditor of
- 12 state.
- 13 Sec. 85. TRANSITION PROVISIONS. Any rule, regulation,
- 14 form, order, or directive promulgated, or any tax credit
- 15 certificate issued, by the Iowa capital investment board and in
- 16 effect on the effective date of this division of this Act shall
- 17 continue in full force and effect until amended, repealed, or
- 18 supplemented by affirmative action of the economic development
- 19 authority.
- 20 EXPLANATION
- The inclusion of this explanation does not constitute agreement with
- 22 the explanation's substance by the members of the general assembly.
- 23 This bill relates to certain state regulations, including
- 24 certificate of need requirements, the practice of certain
- 25 professions, and the oversight of state preserves. The bill is
- 26 organized into divisions.
- 27 CERTIFICATE OF NEED REQUIREMENT. This division removes the
- 28 requirement for a hospital to apply to the Iowa department of
- 29 public health for a certificate of need prior to the offering
- 30 or development of a new or changed institutional health
- 31 service unless the hospital plans to expand its swing-bed
- 32 capacity above 25 beds or plans to add any nursing facility
- 33 beds or skilled nursing beds. The division also requires a
- 34 certificate of need for the construction, development, or other
- 35 establishment of a hospital in a county with a population of

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- 1 less than 80,000, or a hospital in a county with a population
- 2 of greater than 80,000 if the hospital is within 35 miles of
- 3 a hospital located in a county with a population of less than
- 4 80,000.
- 5 The division exempts facilities that provide services
- 6 to a person with a primary diagnosis of mental illness, as
- 7 defined in Code section 229.1, from the certificate of need
- 8 requirement.
- 9 The division takes effect upon enactment.
- 10 PRACTICE OF DENTISTRY MODIFICATION AND INTERIOR DESIGN
- 11 EXAMINING BOARD REPEAL. This division eliminates the
- 12 interior design examining board and removes all registration
- 13 requirements for interior designers.
- 14 The division removes tooth whitening from the practice of
- 15 dentistry as provided in Code section 153.13.
- 16 REPEAL OF STATE ADVISORY BOARD FOR PRESERVES. This division
- 17 eliminates the state advisory board for preserves and assigns
- 18 the duties of the board to the natural resource commission of
- 19 the department of natural resources.
- 20 ELECTRICAL EXAMINING BOARD. This division reassigns the
- 21 regulatory authority of the electrical examining board to the
- 22 department of public safety, which shall regulate the licensure
- 23 of electricians. The division changes the electrical examining
- 24 board to an electrical examining advisory council, which
- 25 shall have authority to approve administrative rules relating
- 26 to professions governed by Code chapter 103 before they are
- 27 adopted by the department.
- 28 LICENSING MORATORIUM AND TASK FORCE. This division
- 29 prohibits an executive branch administrative unit from imposing
- 30 new licensing regulations for a profession not regulated prior
- 31 to July 1, 2017. The division also establishes a professional
- 32 licensing task force made up of legislators, executive branch
- 33 department representatives, a representative of the governor's
- 34 office, and public members with professional licensure
- 35 experience to review all aspects of professional licensure in

- 1 the state.
- 2 IOWA CAPITAL INVESTMENT BOARD. This division of the bill
- 3 eliminates the Iowa capital investment board established in
- 4 Code section 15E.63 and transfers the duties and authority of
- 5 that board to the economic development authority.