

Senate Study Bill 1196 - Introduced

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

A BILL FOR

1 An Act making appropriations to the department of cultural
2 affairs, the economic development authority, the Iowa
3 finance authority, the public employment relations board,
4 the department of workforce development, and the state board
5 of regents and certain regents institutions, and properly
6 related matters.
7 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 DIVISION I
2 FY 2017-2018

3 Section 1. DEPARTMENT OF CULTURAL AFFAIRS.

4 1. There is appropriated from the general fund of the state
5 to the department of cultural affairs for the fiscal year
6 beginning July 1, 2017, and ending June 30, 2018, the following
7 amounts, or so much thereof as is necessary, to be used for the
8 purposes designated:

9 a. ADMINISTRATION

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

13	\$	168,637
14	FTEs	56.50

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

19 Full-time equivalent positions authorized under this
20 paragraph are funded, in full or in part, using moneys
21 appropriated under this paragraph and paragraphs "c" through
22 "g".

23 b. COMMUNITY CULTURAL GRANTS

24 For planning and programming for the community cultural
25 grants program established under [section 303.3](#):

26	\$	172,090
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27 c. HISTORICAL DIVISION

28 For the support of the historical division:

29	\$	2,977,797
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30 d. HISTORIC SITES

31 For the administration and support of historic sites:

32	\$	426,398
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33 e. ARTS DIVISION

34 For the support of the arts division:

35	\$	1,192,188
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1 Of the moneys appropriated in this paragraph, the department
2 shall allocate \$300,000 for purposes of the film office.

3 f. IOWA GREAT PLACES

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

6 \$ 150,000

7 g. RECORDS CENTER RENT

8 For payment of rent for the state records center:

9 \$ 227,243

10 h. CULTURAL TRUST GRANTS

11 For grant programs administered by the Iowa arts council
12 including but not limited to those programs supporting the
13 long-term financial stability and sustainability of nonprofit
14 cultural organizations:

15 \$ 25,000

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

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

22 1. For the fiscal year beginning July 1, 2017, the goals
23 for the economic development authority shall be to expand and
24 stimulate the state economy, increase the wealth of Iowans, and
25 increase the population of the state.

26 2. To achieve the goals in subsection 1, the economic
27 development authority shall do all of the following for the
28 fiscal year beginning July 1, 2017:

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

31 b. Adopt practices and services consistent with free
32 market, private sector philosophies.

33 c. Ensure economic growth and development throughout the
34 state.

35 d. Work with businesses and communities to continually

1 improve the economic development climate along with the
2 economic well-being and quality of life for Iowans.

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

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

13 g. Encourage the development of communities and quality of
14 life to foster economic growth.

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

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

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

24 Sec. 3. ECONOMIC DEVELOPMENT AUTHORITY.

25 1. APPROPRIATION

26 a. There is appropriated from the general fund of the state
27 to the economic development authority for the fiscal year
28 beginning July 1, 2017, and ending June 30, 2018, the following
29 amount, or so much thereof as is necessary, to be used for the
30 purposes designated in this subsection, and for not more than
31 the following full-time equivalent positions:

32	\$ 13,400,000
33	FTEs 147.45

34 b. (1) For salaries, support, miscellaneous purposes,
35 programs, marketing, and the maintenance of an administration

1 division, a business development division, a community
2 development division, a small business development division,
3 and other divisions the authority may organize.

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

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

11 (4) For transfer to a fund created pursuant to section
12 15.313 for purposes of financing strategic infrastructure
13 projects.

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

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

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

27 2. FINANCIAL ASSISTANCE RESTRICTIONS

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

35 b. Any vendor who receives moneys appropriated in

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

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

15 3. USES OF APPROPRIATIONS

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

22 b. From the moneys appropriated in subsection 1, the
23 authority may provide financial assistance to early stage
24 industry companies being established by women entrepreneurs.

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

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

35 4. WORLD FOOD PRIZE

1 There is appropriated from the general fund of the state
2 to the economic development authority for the fiscal year
3 beginning July 1, 2017, and ending June 30, 2018, the following
4 amount for the world food prize and in lieu of the standing
5 appropriation in [section 15.368](#):

6 \$ 400,000

7 5. IOWA COMMISSION ON VOLUNTEER SERVICE

8 There is appropriated from the general fund of the state
9 to the economic development authority for the fiscal year
10 beginning July 1, 2017, and ending June 30, 2018, the following
11 amount for allocation to the Iowa commission on volunteer
12 service for purposes of the Iowa state commission grant
13 program, the Iowa's promise and Iowa mentoring partnership
14 programs, and for not more than the following full-time
15 equivalent positions:

16 \$ 168,201

17 FTEs 7.00

18 Of the moneys appropriated in this subsection, the
19 authority shall allocate \$75,000 for purposes of the Iowa state
20 commission grant program and \$93,201 for purposes of the Iowa's
21 promise and Iowa mentoring partnership programs.

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

27 6. COUNCILS OF GOVERNMENTS — ASSISTANCE

28 There is appropriated from the general fund of the state
29 to the economic development authority for the fiscal year
30 beginning July 1, 2017, and ending June 30, 2018, the following
31 amount to be used for the purposes of providing financial
32 assistance to Iowa's councils of governments:

33 \$ 175,000

34 7. SCIENCE, TECHNOLOGY, ENGINEERING, AND MATHEMATICS
35 INTERNSHIPS

1 a. There is appropriated from the Iowa skilled worker and
2 job creation fund created in section 8.75 to the Iowa economic
3 development authority for the fiscal year beginning July 1,
4 2017, and ending June 30, 2018, the following amount, or so
5 much thereof as is necessary, for the purposes designated:

6 For the funding of internships for students studying in the
7 fields of science, technology, engineering, and mathematics
8 with eligible Iowa employers as provided in section 15.411,
9 subsection 3, paragraph "c":

10 \$ 1,000,000

11 b. No more than 3 percent of the moneys appropriated in this
12 subsection may be used by the authority for costs associated
13 with administration of the internship program.

14 c. Notwithstanding section 8.33, moneys appropriated in
15 this subsection which remain unencumbered or unobligated at
16 the end of the fiscal year shall not revert but shall remain
17 available for expenditure for the purposes designated in
18 subsequent fiscal years.

19 Sec. 4. LIMITATIONS OF STANDING APPROPRIATIONS — FY
20 2017-2018. Notwithstanding the standing appropriations
21 in the following designated sections for the fiscal year
22 beginning July 1, 2017, and ending June 30, 2018, the amounts
23 appropriated from the general fund of the state pursuant to
24 these sections for the following purposes shall not exceed the
25 following amounts:

26 1. For operational support grants and community cultural
27 grants under section 99F.11, subsection 3, paragraph "d",
28 subparagraph (1):

29 \$ 416,702

30 2. For the purposes of regional tourism marketing under
31 section 99F.11, subsection 3, paragraph "d", subparagraph (2):

32 \$ 900,000

33 Sec. 5. INSURANCE ECONOMIC DEVELOPMENT. From the moneys
34 collected by the division of insurance in excess of the
35 anticipated gross revenues under section 505.7, subsection

1 3, during the fiscal year beginning July 1, 2017, \$100,000
2 shall be transferred to the economic development authority for
3 insurance economic development and international insurance
4 economic development.

5 Sec. 6. IOWA FINANCE AUTHORITY.

6 1. There is appropriated from the general fund of the state
7 to the Iowa finance authority for the fiscal year beginning
8 July 1, 2017, and ending June 30, 2018, the following amount,
9 or so much thereof as is necessary, to be used to provide
10 reimbursement for rent expenses to eligible persons under the
11 rent subsidy program:

12 \$ 658,000

13 2. Participation in the rent subsidy program shall be
14 limited to only those persons who meet the requirements for the
15 nursing facility level of care for home and community-based
16 services waiver services as in effect on July 1, 2017,
17 and to those individuals who are eligible for the federal
18 money follows the person grant program under the medical
19 assistance program. If the Iowa finance authority utilizes
20 a waiting list, the authority shall give priority to a
21 person participating in the state's money follows the person
22 partnership for community integration project who has been
23 assigned to work with a transition specialist. Of the moneys
24 appropriated in this section, not more than \$35,000 may be used
25 for administrative costs.

26 Sec. 7. IOWA FINANCE AUTHORITY AUDIT. The auditor of state
27 is requested to review the audit of the Iowa finance authority
28 performed by the auditor hired by the authority.

29 Sec. 8. PUBLIC EMPLOYMENT RELATIONS BOARD.

30 1. There is appropriated from the general fund of the state
31 to the public employment relations board for the fiscal year
32 beginning July 1, 2017, and ending June 30, 2018, the following
33 amount, or so much thereof as is necessary, for the purposes
34 designated:

35 For salaries, support, maintenance, and miscellaneous

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

3 \$ 1,342,452
4 FTEs 10.00

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

9 Sec. 9. DEPARTMENT OF WORKFORCE DEVELOPMENT. There
10 is appropriated from the general fund of the state to the
11 department of workforce development for the fiscal year
12 beginning July 1, 2017, and ending June 30, 2018, the following
13 amounts, or so much thereof as is necessary, for the purposes
14 designated:

15 1. DIVISION OF LABOR SERVICES

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

19 \$ 3,491,252
20 FTEs 61.12

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

25 2. DIVISION OF WORKERS' COMPENSATION

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

29 \$ 3,259,044
30 FTEs 27.20

31 b. The division of workers' compensation shall charge a
32 \$100 filing fee for workers' compensation cases. The filing
33 fee shall be paid by the petitioner of a claim. However, the
34 fee can be taxed as a cost and paid by the losing party, except
35 in cases where it would impose an undue hardship or be unjust

1 under the circumstances. The moneys generated by the filing
2 fee allowed under this subsection are appropriated to the
3 department of workforce development to be used for purposes of
4 administering the division of workers' compensation.

5 3. WORKFORCE DEVELOPMENT OPERATIONS

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

9	\$	7,945,650
10	FTEs	187.75

11 b. Of the moneys appropriated in paragraph "a" of this
12 subsection, the department shall allocate \$150,000 to the state
13 library for the purpose of licensing an online resource which
14 prepares persons to succeed in the workplace through programs
15 which improve job skills and vocational test-taking abilities.

16 4. OFFENDER REENTRY PROGRAM

17 a. For the development and administration of an offender
18 reentry program to provide offenders with employment skills,
19 and for not more than the following full-time equivalent
20 positions:

21	\$	287,158
22	FTEs	4.00

23 b. The department of workforce development shall partner
24 with the department of corrections to provide staff within the
25 correctional facilities to improve offenders' abilities to find
26 and retain productive employment.

27 5. INTEGRATED INFORMATION FOR IOWA SYSTEM

28 For the payment of services provided by the department of
29 administrative services related to the integrated information
30 for Iowa system:

31	\$	228,822
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32 6. NONREVERSION

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

1 expenditure for the purposes designated until the close of the
2 succeeding fiscal year.

3 Sec. 10. GENERAL FUND — EMPLOYEE MISCLASSIFICATION
4 PROGRAM. There is appropriated from the general fund of the
5 state to the department of workforce development for the fiscal
6 year beginning July 1, 2017, and ending June 30, 2018, the
7 following amount, or so much thereof as is necessary, to be
8 used for the purposes designated:

9 For enhancing efforts to investigate employers that
10 misclassify workers and for not more than the following
11 full-time equivalent positions:

12	\$	429,631
13	FTEs	5.00

14 Sec. 11. SPECIAL EMPLOYMENT SECURITY CONTINGENCY FUND.

15 1. There is appropriated from the special employment
16 security contingency fund to the department of workforce
17 development for the fiscal year beginning July 1, 2017, and
18 ending June 30, 2018, the following amount, or so much thereof
19 as is necessary, to be used for field offices:

20	\$	1,766,084
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21 2. Any remaining additional penalty and interest revenue
22 collected by the department of workforce development is
23 appropriated to the department for the fiscal year beginning
24 July 1, 2017, and ending June 30, 2018, to accomplish the
25 mission of the department.

26 Sec. 12. UNEMPLOYMENT COMPENSATION RESERVE FUND —
27 FIELD OFFICES. Notwithstanding [section 96.9, subsection 8,](#)
28 paragraph "e", there is appropriated from interest earned on
29 the unemployment compensation reserve fund to the department
30 of workforce development for the fiscal year beginning July 1,
31 2017, and ending June 30, 2018, the following amount, or so
32 much thereof as is necessary, for the purposes designated:

33 For the operation of field offices:

34	\$	1,060,000
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35 Sec. 13. VIRTUAL ACCESS WORKFORCE DEVELOPMENT OFFICES. The

1 department of workforce development shall require a unique
2 identification login for all users of workforce development
3 centers operated through electronic means.

4 Sec. 14. UNEMPLOYMENT COMPENSATION PROGRAM. Notwithstanding
5 section 96.9, subsection 4, paragraph "a", moneys credited to
6 the state by the secretary of the treasury of the United
7 States pursuant to section 903 of the Social Security
8 Act are appropriated to the department of workforce
9 development and shall be used by the department for the
10 administration of the unemployment compensation program only.
11 This appropriation shall not apply to any fiscal year
12 beginning after December 31, 2017.

13 Sec. 15. UNEMPLOYMENT INSURANCE SYSTEMS MODERNIZATION
14 — USE OF FUNDS AUTHORIZATION. Incentive payment moneys
15 transferred by the secretary of labor of the United States to
16 the state as a special transfer pursuant to section 2003 of
17 the Assistance for Unemployed Workers and Struggling Families
18 Act, enacted pursuant to Pub. L. No. 111-5, and credited to
19 the unemployment compensation fund established pursuant to
20 section 96.9, are appropriated to the department of workforce
21 development for the fiscal year beginning July 1, 2017, for the
22 purpose of unemployment insurance systems modernization and
23 for the acquisition of programming, software, and equipment
24 required to provide an administrative system for the Iowa
25 unemployment insurance program, in an amount not to exceed the
26 following amount:

27 \$ 9,600,000

28 Sec. 16. UNEMPLOYMENT COMPENSATION AND EMPLOYMENT SERVICES
29 PROGRAMS — USE OF FUNDS AUTHORIZATION. Incentive payment
30 moneys transferred by the secretary of labor of the United
31 States to the state as a special transfer pursuant to section
32 2003 of the Assistance for Unemployed Workers and Struggling
33 Families Act, enacted pursuant to Pub. L. No. 111-5, and
34 credited to the unemployment compensation fund established
35 pursuant to section 96.9, are appropriated to the department

1 of workforce development for the fiscal year beginning July 1,
2 2017, for the administration of the Iowa employment security
3 law and public employment offices, in an amount not to exceed
4 the following amount:

5 \$ 597,000

6 Sec. 17. IOWA SKILLED WORKER AND JOB CREATION FUND.

7 1. There is appropriated from the Iowa skilled worker and
8 job creation fund created in section 8.75 to the following
9 departments, agencies, and institutions for the fiscal year
10 beginning July 1, 2017, and ending June 30, 2018, the following
11 amounts, or so much thereof as is necessary, to be used for the
12 purposes designated:

13 a. ECONOMIC DEVELOPMENT AUTHORITY

14 (1) For the purposes of providing assistance under the high
15 quality jobs program as described in section 15.335B:

16 \$ 15,900,000

17 (2) From the moneys appropriated in this lettered paragraph
18 "a", the economic development authority may use not more than
19 \$1,000,000 for purposes of providing infrastructure grants to
20 mainstreet communities under the main street Iowa program.

21 (3) As a condition of receiving moneys appropriated in
22 this lettered paragraph "a", an entity shall testify upon the
23 request of the joint appropriations subcommittee on economic
24 development regarding the expenditure of such moneys.

25 b. STATE BOARD OF REGENTS AND REGENTS INSTITUTIONS

26 (1) STATE BOARD OF REGENTS. For capacity building
27 infrastructure in areas related to technology
28 commercialization, marketing and business development
29 efforts in areas related to technology commercialization,
30 entrepreneurship, and business growth, and infrastructure
31 projects and programs needed to assist in implementation of
32 activities under chapter 262B:

33 \$ 3,000,000

34 Of the moneys appropriated pursuant to this subparagraph
35 (1), 35 percent shall be allocated for Iowa state university of

1 science and technology, 35 percent shall be allocated for the
2 state university of Iowa, and 30 percent shall be allocated for
3 the university of northern Iowa.

4 (a) The institutions shall provide a one-to-one match
5 of additional moneys for the activities funded with moneys
6 appropriated under this subparagraph (1).

7 (b) The state board of regents shall annually submit a
8 report by January 15 to the governor, the general assembly,
9 and the legislative services agency regarding the activities,
10 projects, and programs funded with moneys appropriated under
11 this subparagraph (1). The report shall be provided in an
12 electronic format and shall include a list of metrics and
13 criteria mutually agreed to in advance by the board of regents
14 and the economic development authority. The metrics and
15 criteria shall allow the governor's office and the general
16 assembly to quantify and evaluate the progress of the board of
17 regents institutions with regard to their activities, projects,
18 and programs in the areas of technology commercialization,
19 entrepreneurship, regional development, and market research.

20 (2) IOWA STATE UNIVERSITY OF SCIENCE AND TECHNOLOGY. For
21 small business development centers, the science and technology
22 research park, and the center for industrial research and
23 service, and for not more than the following full-time
24 equivalent positions:

25	\$	2,424,302
26	FTEs	56.63

27 (a) Of the moneys appropriated in this subparagraph (2),
28 Iowa state university of science and technology shall allocate
29 at least \$735,728 for purposes of funding small business
30 development centers. Iowa state university of science and
31 technology may allocate the appropriated moneys to the various
32 small business development centers in any manner necessary to
33 achieve the purposes of this subparagraph.

34 (b) Iowa state university of science and technology shall
35 do all of the following:

1 (i) Direct expenditures for research toward projects that
2 will provide economic stimulus for Iowa.

3 (ii) Provide emphasis to providing services to Iowa-based
4 companies.

5 (c) It is the intent of the general assembly that the
6 industrial incentive program focus on Iowa industrial sectors
7 and seek contributions and in-kind donations from businesses,
8 industrial foundations, and trade associations, and that moneys
9 for the center for industrial research and service industrial
10 incentive program shall be allocated only for projects which
11 are matched by private sector moneys for directed contract
12 research or for nondirected research. The match required of
13 small businesses as defined in section 15.102, subsection 8,
14 for directed contract research or for nondirected research
15 shall be \$1 for each \$3 of state funds. The match required
16 for other businesses for directed contract research or
17 for nondirected research shall be \$1 for each \$1 of state
18 funds. The match required of industrial foundations or trade
19 associations shall be \$1 for each \$1 of state funds.

20 Iowa state university of science and technology shall
21 report annually to the joint appropriations subcommittee on
22 economic development and the legislative services agency the
23 total amount of private contributions, the proportion of
24 contributions from small businesses and other businesses, and
25 the proportion for directed contract research and nondirected
26 research of benefit to Iowa businesses and industrial sectors.

27 (3) STATE UNIVERSITY OF IOWA. For the state university
28 of Iowa research park and for the advanced drug development
29 program at the Oakdale research park, including salaries,
30 support, maintenance, equipment, and miscellaneous purposes,
31 and for not more than the following full-time equivalent
32 positions:

33	\$	209,279
34	FTEs	6.00

35 The state university of Iowa shall do all of the following:

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

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

5 (4) STATE UNIVERSITY OF IOWA. For the purpose of
6 implementing the entrepreneurship and economic growth
7 initiative, and for not more than the following full-time
8 equivalent positions:

9	\$	2,000,000
10	FTEs	8.00

11 (5) UNIVERSITY OF NORTHERN IOWA. For the metal casting
12 institute, the MyEntreNet internet application, and the
13 institute of decision making, including salaries, support,
14 maintenance, and miscellaneous purposes, and for not more than
15 the following full-time equivalent positions:

16	\$	1,066,419
17	FTEs	8.12

18 (a) Of the moneys appropriated pursuant to this
19 subparagraph (5), the university of northern Iowa shall
20 allocate at least \$617,639 for purposes of support of
21 entrepreneurs through the university's center for business
22 growth and innovation and advance Iowa program.

23 (b) The university of northern Iowa shall do all of the
24 following:

25 (i) Direct expenditures for research toward projects that
26 will provide economic stimulus for Iowa.

27 (ii) Provide emphasis to providing services to Iowa-based
28 companies.

29 (6) As a condition of receiving moneys appropriated in
30 this lettered paragraph "b", an entity shall testify upon the
31 request of the joint appropriations subcommittee on economic
32 development regarding the expenditure of such moneys.

33 c. DEPARTMENT OF WORKFORCE DEVELOPMENT

34 To develop a long-term sustained program to train unemployed
35 and underemployed central Iowans with skills necessary to

1 advance to higher-paying jobs with full benefits:

2 \$ 100,000

3 (1) The department of workforce development shall begin
4 a request for proposals process, issued for purposes of this
5 lettered paragraph "c", no later than September 1, 2017.

6 (2) As a condition of receiving moneys appropriated under
7 this lettered paragraph "c", an entity shall testify upon the
8 request of the joint appropriations subcommittee on economic
9 development regarding the expenditure of such moneys.

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

15 DIVISION II

16 FY 2018-2019

17 Sec. 18. DEPARTMENT OF CULTURAL AFFAIRS.

18 1. There is appropriated from the general fund of the
19 state to the department of cultural affairs for the fiscal year
20 beginning July 1, 2018, and ending June 30, 2019, the following
21 amounts, or so much thereof as is necessary, to be used for the
22 purposes designated:

23 a. ADMINISTRATION

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

27 \$ 84,318

28 FTEs 56.50

29 The department of cultural affairs shall coordinate
30 activities with the tourism office of the economic development
31 authority to promote attendance at the state historical
32 building and at this state's historic sites.

33 Full-time equivalent positions authorized under this
34 paragraph are funded, in full or in part, using moneys
35 appropriated under this paragraph and paragraphs "c" through

1 "g".

2 b. COMMUNITY CULTURAL GRANTS

3 For planning and programming for the community cultural
4 grants program established under section 303.3:

5 \$ 86,045

6 c. HISTORICAL DIVISION

7 For the support of the historical division:

8 \$ 1,488,898

9 d. HISTORIC SITES

10 For the administration and support of historic sites:

11 \$ 213,199

12 e. ARTS DIVISION

13 For the support of the arts division:

14 \$ 596,094

15 Of the moneys appropriated in this paragraph, the
16 department shall allocate \$150,000 for purposes of the film
17 office.

18 f. IOWA GREAT PLACES

19 For the Iowa great places program established under section
20 303.3C:

21 \$ 75,000

22 g. RECORDS CENTER RENT

23 For payment of rent for the state records center:

24 \$ 113,621

25 h. CULTURAL TRUST GRANTS

26 For grant programs administered by the Iowa arts council
27 including but not limited to those programs supporting the
28 long-term financial stability and sustainability of nonprofit
29 cultural organizations:

30 \$ 12,500

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

1 Sec. 19. GOALS AND ACCOUNTABILITY — ECONOMIC DEVELOPMENT.

2 1. For the fiscal year beginning July 1, 2018, the goals
3 for the economic development authority shall be to expand and
4 stimulate the state economy, increase the wealth of Iowans, and
5 increase the population of the state.

6 2. To achieve the goals in subsection 1, the economic
7 development authority shall do all of the following for the
8 fiscal year beginning July 1, 2018:

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

11 b. Adopt practices and services consistent with free
12 market, private sector philosophies.

13 c. Ensure economic growth and development throughout the
14 state.

15 d. Work with businesses and communities to continually
16 improve the economic development climate along with the
17 economic well-being and quality of life for Iowans.

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

20 f. Establish a strong and aggressive marketing image to
21 showcase Iowa's workforce, existing industry, and potential.
22 A priority shall be placed on recruiting new businesses,
23 business expansion, and retaining existing Iowa businesses.
24 Emphasis shall be placed on entrepreneurial development through
25 helping entrepreneurs secure capital, and developing networks
26 and a business climate conducive to entrepreneurs and small
27 businesses.

28 g. Encourage the development of communities and quality of
29 life to foster economic growth.

30 h. Prepare communities for future growth and development
31 through development, expansion, and modernization of
32 infrastructure.

33 i. Develop public-private partnerships with Iowa
34 businesses in the tourism industry, Iowa tour groups, Iowa
35 tourism organizations, and political subdivisions in this state

1 to assist in the development of advertising efforts.

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

4 Sec. 20. ECONOMIC DEVELOPMENT AUTHORITY.

5 1. APPROPRIATION

6 a. There is appropriated from the general fund of the
7 state to the economic development authority for the fiscal year
8 beginning July 1, 2018, and ending June 30, 2019, the following
9 amount, or so much thereof as is necessary, to be used for the
10 purposes designated in this subsection, and for not more than
11 the following full-time equivalent positions:

12	\$	6,700,000
13	FTEs	147.45

14 b. (1) For salaries, support, miscellaneous purposes,
15 programs, marketing, and the maintenance of an administration
16 division, a business development division, a community
17 development division, a small business development division,
18 and other divisions the authority may organize.

19 (2) The full-time equivalent positions authorized under
20 this section are funded, in whole or in part, by the moneys
21 appropriated under this subsection or by other moneys received
22 by the authority, including certain federal moneys.

23 (3) For business development operations and programs,
24 international trade, export assistance, workforce recruitment,
25 and the partner state program.

26 (4) For transfer to a fund created pursuant to section
27 15.313 for purposes of financing strategic infrastructure
28 projects.

29 (5) For community economic development programs, tourism
30 operations, community assistance, plans for Iowa green corps
31 and summer youth programs, the mainstreet and rural mainstreet
32 programs, the school-to-career program, the community
33 development block grant, and housing and shelter-related
34 programs.

35 (6) For achieving the goals and accountability, and

1 fulfilling the requirements and duties required under this Act.

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

7 2. FINANCIAL ASSISTANCE RESTRICTIONS

8 a. A business creating jobs through moneys appropriated in
9 subsection 1 shall be subject to contract provisions requiring
10 new and retained jobs to be filled by individuals who are
11 citizens of the United States who reside within the United
12 States or any person authorized to work in the United States
13 pursuant to federal law, including legal resident aliens in the
14 United States.

15 b. Any vendor who receives moneys appropriated in
16 subsection 1 shall adhere to such contract provisions and
17 provide periodic assurances as the state shall require that the
18 jobs are filled solely by citizens of the United States who
19 reside within the United States or any person authorized to
20 work in the United States pursuant to federal law, including
21 legal resident aliens in the United States.

22 c. A business that receives financial assistance from
23 the authority from moneys appropriated in subsection 1 shall
24 only employ individuals legally authorized to work in this
25 state. In addition to all other applicable penalties provided
26 by current law, all or a portion of the assistance received
27 by a business which is found to knowingly employ individuals
28 not legally authorized to work in this state is subject to
29 recapture by the authority.

30 3. USES OF APPROPRIATIONS

31 a. From the moneys appropriated in subsection 1, the
32 authority may provide financial assistance in the form of a
33 grant to a community economic development entity for conducting
34 a local workforce recruitment effort designed to recruit former
35 citizens of the state and former students at colleges and

1 universities in the state to meet the needs of local employers.

2 b. From the moneys appropriated in subsection 1, the
3 authority may provide financial assistance to early stage
4 industry companies being established by women entrepreneurs.

5 c. From the moneys appropriated in subsection 1, the
6 authority may provide financial assistance in the form of
7 grants, loans, or forgivable loans for advanced research and
8 commercialization projects involving value-added agriculture,
9 advanced technology, or biotechnology.

10 d. The authority shall not use any moneys appropriated in
11 subsection 1 for purposes of providing financial assistance for
12 the Iowa green streets pilot project or for any other program
13 or project that involves the installation of geothermal systems
14 for melting snow and ice from streets or sidewalks.

15 4. WORLD FOOD PRIZE

16 There is appropriated from the general fund of the state
17 to the economic development authority for the fiscal year
18 beginning July 1, 2018, and ending June 30, 2019, the following
19 amount for the world food prize and in lieu of the standing
20 appropriation in [section 15.368](#):

21 \$ 200,000

22 5. IOWA COMMISSION ON VOLUNTEER SERVICE

23 There is appropriated from the general fund of the state
24 to the economic development authority for the fiscal year
25 beginning July 1, 2018, and ending June 30, 2019, the following
26 amount for allocation to the Iowa commission on volunteer
27 service for purposes of the Iowa state commission grant
28 program, the Iowa's promise and Iowa mentoring partnership
29 programs, and for not more than the following full-time
30 equivalent positions:

31 \$ 84,100

32 FTEs 7.00

33 Of the moneys appropriated in this subsection, the
34 authority shall allocate \$37,500 for purposes of the Iowa state
35 commission grant program and \$46,600 for purposes of the Iowa's

1 promise and Iowa mentoring partnership programs.

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

7 6. COUNCILS OF GOVERNMENTS — ASSISTANCE

8 There is appropriated from the general fund of the state
9 to the economic development authority for the fiscal year
10 beginning July 1, 2018, and ending June 30, 2019, the following
11 amount to be used for the purposes of providing financial
12 assistance to Iowa’s councils of governments:

13 \$ 87,500

14 7. SCIENCE, TECHNOLOGY, ENGINEERING, AND MATHEMATICS
15 INTERNSHIPS

16 a. There is appropriated from the Iowa skilled worker and
17 job creation fund created in section 8.75 to the Iowa economic
18 development authority for the fiscal year beginning July 1,
19 2018, and ending June 30, 2019, the following amount, or so
20 much thereof as is necessary, for the purposes designated:

21 For the funding of internships for students studying in the
22 fields of science, technology, engineering, and mathematics
23 with eligible Iowa employers as provided in section 15.411,
24 subsection 3, paragraph “c”:

25 \$ 500,000

26 b. No more than 3 percent of the moneys appropriated
27 in this subsection may be used by the authority for costs
28 associated with administration of the internship program.

29 c. Notwithstanding section 8.33, moneys appropriated in
30 this subsection which remain unencumbered or unobligated at
31 the end of the fiscal year shall not revert but shall remain
32 available for expenditure for the purposes designated in
33 subsequent fiscal years.

34 Sec. 21. LIMITATIONS OF STANDING APPROPRIATIONS — FY
35 2018-2019. Notwithstanding the standing appropriations

1 in the following designated sections for the fiscal year
2 beginning July 1, 2018, and ending June 30, 2019, the amounts
3 appropriated from the general fund of the state pursuant to
4 these sections for the following purposes shall not exceed the
5 following amounts:

6 1. For operational support grants and community cultural
7 grants under section 99F.11, subsection 3, paragraph "d",
8 subparagraph (1):

9 \$ 208,351

10 2. For the purposes of regional tourism marketing under
11 section 99F.11, subsection 3, paragraph "d", subparagraph (2):

12 \$ 450,000

13 Sec. 22. INSURANCE ECONOMIC DEVELOPMENT. From the moneys
14 collected by the division of insurance in excess of the
15 anticipated gross revenues under [section 505.7, subsection 3](#),
16 during the fiscal year beginning July 1, 2018, \$50,000 shall be
17 transferred to the economic development authority for insurance
18 economic development and international insurance economic
19 development.

20 Sec. 23. IOWA FINANCE AUTHORITY.

21 1. There is appropriated from the general fund of the state
22 to the Iowa finance authority for the fiscal year beginning
23 July 1, 2018, and ending June 30, 2019, the following amount,
24 or so much thereof as is necessary, to be used to provide
25 reimbursement for rent expenses to eligible persons under the
26 rent subsidy program:

27 \$ 329,000

28 2. Participation in the rent subsidy program shall be
29 limited to only those persons who meet the requirements for the
30 nursing facility level of care for home and community-based
31 services waiver services as in effect on July 1, 2018,
32 and to those individuals who are eligible for the federal
33 money follows the person grant program under the medical
34 assistance program. If the Iowa finance authority utilizes
35 a waiting list, the authority shall give priority to a

1 person participating in the state's money follows the person
2 partnership for community integration project who has been
3 assigned to work with a transition specialist. Of the moneys
4 appropriated in this section, not more than \$17,500 may be used
5 for administrative costs.

6 Sec. 24. IOWA FINANCE AUTHORITY AUDIT. The auditor of state
7 is requested to review the audit of the Iowa finance authority
8 performed by the auditor hired by the authority.

9 Sec. 25. PUBLIC EMPLOYMENT RELATIONS BOARD.

10 1. There is appropriated from the general fund of the state
11 to the public employment relations board for the fiscal year
12 beginning July 1, 2018, and ending June 30, 2019, the following
13 amount, or so much thereof as is necessary, for the purposes
14 designated:

15 For salaries, support, maintenance, and miscellaneous
16 purposes, and for not more than the following full-time
17 equivalent positions:

18	\$	671,226
19	FTEs	10.00

20 2. Of the moneys appropriated in this section, the board
21 shall allocate \$7,500 for maintaining an internet site that
22 allows searchable access to a database of collective bargaining
23 information.

24 Sec. 26. DEPARTMENT OF WORKFORCE DEVELOPMENT. There
25 is appropriated from the general fund of the state to the
26 department of workforce development for the fiscal year
27 beginning July 1, 2018, and ending June 30, 2019, the following
28 amounts, or so much thereof as is necessary, for the purposes
29 designated:

30 1. DIVISION OF LABOR SERVICES

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

34	\$	1,745,626
35	FTEs	61.12

1 b. From the contractor registration fees, the division of
2 labor services shall reimburse the department of inspections
3 and appeals for all costs associated with hearings under
4 chapter 91C, relating to contractor registration.

5 2. DIVISION OF WORKERS' COMPENSATION

6 a. For the division of workers' compensation, including
7 salaries, support, maintenance, and miscellaneous purposes, and
8 for not more than the following full-time equivalent positions:
9 \$ 1,629,522
10 FTEs 27.20

11 b. The division of workers' compensation shall charge a
12 \$100 filing fee for workers' compensation cases. The filing
13 fee shall be paid by the petitioner of a claim. However, the
14 fee can be taxed as a cost and paid by the losing party, except
15 in cases where it would impose an undue hardship or be unjust
16 under the circumstances. The moneys generated by the filing
17 fee allowed under this subsection are appropriated to the
18 department of workforce development to be used for purposes of
19 administering the division of workers' compensation.

20 3. WORKFORCE DEVELOPMENT OPERATIONS

21 a. For the operation of field offices, the workforce
22 development board, and for not more than the following
23 full-time equivalent positions:
24 \$ 3,972,825
25 FTEs 187.75

26 b. Of the moneys appropriated in paragraph "a" of this
27 subsection, the department shall allocate \$75,000 to the state
28 library for the purpose of licensing an online resource which
29 prepares persons to succeed in the workplace through programs
30 which improve job skills and vocational test-taking abilities.

31 4. OFFENDER REENTRY PROGRAM

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

1 \$ 143,579

2 FTEs 4.00

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

7 5. INTEGRATED INFORMATION FOR IOWA SYSTEM

8 For the payment of services provided by the department of
9 administrative services related to the integrated information
10 for Iowa system:

11 \$ 114,411

12 6. NONREVERSION

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

18 Sec. 27. GENERAL FUND — EMPLOYEE MISCLASSIFICATION

19 PROGRAM. There is appropriated from the general fund of the
20 state to the department of workforce development for the fiscal
21 year beginning July 1, 2018, and ending June 30, 2019, the
22 following amount, or so much thereof as is necessary, to be
23 used for the purposes designated:

24 For enhancing efforts to investigate employers that
25 misclassify workers and for not more than the following
26 full-time equivalent positions:

27 \$ 214,815

28 FTEs 5.00

29 Sec. 28. SPECIAL EMPLOYMENT SECURITY CONTINGENCY FUND.

30 1. There is appropriated from the special employment
31 security contingency fund to the department of workforce
32 development for the fiscal year beginning July 1, 2018, and
33 ending June 30, 2019, the following amount, or so much thereof
34 as is necessary, to be used for field offices:

35 \$ 883,042

1 2. Any remaining additional penalty and interest revenue
2 collected by the department of workforce development is
3 appropriated to the department for the fiscal year beginning
4 July 1, 2018, and ending June 30, 2019, to accomplish the
5 mission of the department.

6 Sec. 29. UNEMPLOYMENT COMPENSATION RESERVE FUND —
7 FIELD OFFICES. Notwithstanding section 96.9, subsection 8,
8 paragraph "e", there is appropriated from interest earned on
9 the unemployment compensation reserve fund to the department
10 of workforce development for the fiscal year beginning July 1,
11 2018, and ending June 30, 2019, the following amount, or so
12 much thereof as is necessary, for the purposes designated:

13 For the operation of field offices:
14 \$ 530,000

15 Sec. 30. VIRTUAL ACCESS WORKFORCE DEVELOPMENT OFFICES. The
16 department of workforce development shall require a unique
17 identification login for all users of workforce development
18 centers operated through electronic means.

19 Sec. 31. UNEMPLOYMENT COMPENSATION PROGRAM. Notwithstanding
20 section 96.9, subsection 4, paragraph "a", moneys credited to
21 the state by the secretary of the treasury of the United
22 States pursuant to section 903 of the Social Security
23 Act are appropriated to the department of workforce
24 development and shall be used by the department for the
25 administration of the unemployment compensation program only.
26 This appropriation shall not apply to any fiscal year
27 beginning after December 31, 2018.

28 Sec. 32. IOWA SKILLED WORKER AND JOB CREATION FUND.

29 1. There is appropriated from the Iowa skilled worker and
30 job creation fund created in section 8.75 to the following
31 departments, agencies, and institutions for the fiscal year
32 beginning July 1, 2018, and ending June 30, 2019, the following
33 amounts, or so much thereof as is necessary, to be used for the
34 purposes designated:

35 a. ECONOMIC DEVELOPMENT AUTHORITY

1 (1) For the purposes of providing assistance under the high
2 quality jobs program as described in section 15.335B:
3 \$ 7,950,000

4 (2) From the moneys appropriated in this lettered paragraph
5 "a", the economic development authority may use not more than
6 \$500,000 for purposes of providing infrastructure grants to
7 mainstreet communities under the main street Iowa program.

8 (3) As a condition of receiving moneys appropriated in
9 this lettered paragraph "a", an entity shall testify upon the
10 request of the joint appropriations subcommittee on economic
11 development regarding the expenditure of such moneys.

12 b. STATE BOARD OF REGENTS AND REGENTS INSTITUTIONS

13 (1) STATE BOARD OF REGENTS. For capacity
14 building infrastructure in areas related to technology
15 commercialization, marketing and business development
16 efforts in areas related to technology commercialization,
17 entrepreneurship, and business growth, and infrastructure
18 projects and programs needed to assist in implementation of
19 activities under chapter 262B:
20 \$ 1,500,000

21 Of the moneys appropriated pursuant to this subparagraph
22 (1), 35 percent shall be allocated for Iowa state university of
23 science and technology, 35 percent shall be allocated for the
24 state university of Iowa, and 30 percent shall be allocated for
25 the university of northern Iowa.

26 (a) The institutions shall provide a one-to-one match
27 of additional moneys for the activities funded with moneys
28 appropriated under this subparagraph (1).

29 (b) The state board of regents shall annually submit a
30 report by January 15 to the governor, the general assembly,
31 and the legislative services agency regarding the activities,
32 projects, and programs funded with moneys appropriated under
33 this subparagraph (1). The report shall be provided in an
34 electronic format and shall include a list of metrics and
35 criteria mutually agreed to in advance by the board of regents

1 and the economic development authority. The metrics and
2 criteria shall allow the governor's office and the general
3 assembly to quantify and evaluate the progress of the board of
4 regents institutions with regard to their activities, projects,
5 and programs in the areas of technology commercialization,
6 entrepreneurship, regional development, and market research.

7 (2) IOWA STATE UNIVERSITY OF SCIENCE AND TECHNOLOGY. For
8 small business development centers, the science and technology
9 research park, and the center for industrial research and
10 service, and for not more than the following full-time
11 equivalent positions:

12	\$	1,212,151
13	FTEs	56.63

14 (a) Of the moneys appropriated in this subparagraph (2),
15 Iowa state university of science and technology shall allocate
16 at least \$367,864 for purposes of funding small business
17 development centers. Iowa state university of science and
18 technology may allocate the appropriated moneys to the various
19 small business development centers in any manner necessary to
20 achieve the purposes of this subparagraph.

21 (b) Iowa state university of science and technology shall
22 do all of the following:

23 (i) Direct expenditures for research toward projects that
24 will provide economic stimulus for Iowa.

25 (ii) Provide emphasis to providing services to Iowa-based
26 companies.

27 (c) It is the intent of the general assembly that the
28 industrial incentive program focus on Iowa industrial sectors
29 and seek contributions and in-kind donations from businesses,
30 industrial foundations, and trade associations, and that moneys
31 for the center for industrial research and service industrial
32 incentive program shall be allocated only for projects which
33 are matched by private sector moneys for directed contract
34 research or for nondirected research. The match required of
35 small businesses as defined in section 15.102, subsection 8,

1 for directed contract research or for nondirected research
2 shall be \$1 for each \$3 of state funds. The match required
3 for other businesses for directed contract research or
4 for nondirected research shall be \$1 for each \$1 of state
5 funds. The match required of industrial foundations or trade
6 associations shall be \$1 for each \$1 of state funds.

7 Iowa state university of science and technology shall
8 report annually to the joint appropriations subcommittee on
9 economic development and the legislative services agency the
10 total amount of private contributions, the proportion of
11 contributions from small businesses and other businesses, and
12 the proportion for directed contract research and nondirected
13 research of benefit to Iowa businesses and industrial sectors.

14 (3) STATE UNIVERSITY OF IOWA. For the state university
15 of Iowa research park and for the advanced drug development
16 program at the Oakdale research park, including salaries,
17 support, maintenance, equipment, and miscellaneous purposes,
18 and for not more than the following full-time equivalent
19 positions:

20	\$	104,639
21	FTEs	6.00

22 The state university of Iowa shall do all of the following:

23 (a) Direct expenditures for research toward projects that
24 will provide economic stimulus for Iowa.

25 (b) Provide emphasis to providing services to Iowa-based
26 companies.

27 (4) STATE UNIVERSITY OF IOWA. For the purpose of
28 implementing the entrepreneurship and economic growth
29 initiative, and for not more than the following full-time
30 equivalent positions:

31	\$	1,000,000
32	FTEs	8.00

33 (5) UNIVERSITY OF NORTHERN IOWA. For the metal casting
34 institute, the MyEntreNet internet application, and the
35 institute of decision making, including salaries, support,

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

3	\$	533,209
4	FTEs	8.12

5 (a) Of the moneys appropriated pursuant to this
6 subparagraph (5), the university of northern Iowa shall
7 allocate at least \$308,819 for purposes of support of
8 entrepreneurs through the university's center for business
9 growth and innovation and advance Iowa program.

10 (b) The university of northern Iowa shall do all of the
11 following:

12 (i) Direct expenditures for research toward projects that
13 will provide economic stimulus for Iowa.

14 (ii) Provide emphasis to providing services to Iowa-based
15 companies.

16 (6) As a condition of receiving moneys appropriated in
17 this lettered paragraph "b", an entity shall testify upon the
18 request of the joint appropriations subcommittee on economic
19 development regarding the expenditure of such moneys.

20 c. DEPARTMENT OF WORKFORCE DEVELOPMENT

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

24	\$	50,000
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25 (1) The department of workforce development shall begin
26 a request for proposals process, issued for purposes of this
27 lettered paragraph "c", no later than September 1, 2018.

28 (2) As a condition of receiving moneys appropriated under
29 this lettered paragraph "c", an entity shall testify upon the
30 request of the joint appropriations subcommittee on economic
31 development regarding the expenditure of such moneys.

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

1 designated until the close of the succeeding fiscal year.

2

DIVISION III

3

PUBLIC EMPLOYMENT RELATIONS BOARD — COSTS AND FEES

4

Sec. 33. NEW SECTION. 20.33 Retention of costs and fees.

5 1. All moneys paid in advance by the board and subsequently
6 taxed as a cost to a party or parties pursuant to section
7 20.6, subsection 6, and section 20.11, subsection 3, shall,
8 when reimbursed by the party or parties taxed under those
9 sections, be retained by the board as repayment receipts and
10 used exclusively to offset the cost of the certified shorthand
11 reporter reporting the proceeding and of any transcript
12 requested by the board.

13 2. All fees established and collected by the board
14 pursuant to section 20.6, subsection 7, shall be retained by
15 the board as repayment receipts and used exclusively for the
16 purpose of covering the cost of elections required pursuant to
17 section 20.15, including payment for the services of any vendor
18 retained by the board to conduct or assist in the conduct of
19 such an election.

20

DIVISION IV

21

IOWA ENERGY CENTER

22 Sec. 34. Section 15.108, subsection 9, Code 2017, is amended
23 by adding the following new paragraph:

24 NEW PARAGRAPH. g. Administer the Iowa energy center
25 established in section 15.120. This paragraph "g" is repealed
26 July 1, 2022.

27 Sec. 35. NEW SECTION. 15.120 The Iowa energy center.

28 1. The Iowa energy center is established within the
29 authority with the following purposes:

30 a. To expand workforce and career opportunities for workers
31 in the energy sector to ensure that the state is able to
32 attract and train professionals to meet the state's future
33 energy needs.

34 b. To support technology-based development by encouraging
35 public-private partnerships and innovative manufacturers to

1 develop and bring to market new energy technologies.

2 *c.* To support rural and underserved areas and vulnerable
3 populations by creating opportunities for greater access to
4 energy efficiency expertise, training, programs, and cyber
5 security preparedness for small utilities.

6 *d.* To support the expansion of natural gas infrastructure to
7 rural and underserved areas of the state where the absence is a
8 limiting factor to economic development.

9 *e.* To promote and fund research, development, and
10 commercialization of biomass technology to benefit the state
11 economically and environmentally by further realizing the
12 value-added attributes of biomass in the development of
13 bioenergy, biofuels, and biochemicals.

14 *f.* To encourage growth of the alternative fuel vehicle
15 market, particularly for electric vehicles, and the
16 infrastructure necessary to support the market.

17 *g.* To support efforts to modernize the electric grid
18 infrastructure of the state to support increased capacity and
19 new technologies.

20 2. *a.* A governing board is established consisting of the
21 following members appointed by the governor:

22 (1) One member representing Iowa state university of
23 science and technology, in consultation with the president of
24 that university.

25 (2) One member representing the university of Iowa, in
26 consultation with the president of that university.

27 (3) One member representing the university of northern
28 Iowa, in consultation with the president of that university.

29 (4) One member representing private colleges and
30 universities within the state, in consultation with the Iowa
31 association of independent colleges and universities.

32 (5) One member representing community colleges, in
33 consultation with the Iowa association of community college
34 trustees.

35 (6) One member representing the economic development

1 authority, in consultation with the director of the economic
2 development authority.

3 (7) One member representing the state department of
4 transportation, in consultation with the director of the
5 department of transportation.

6 (8) One member representing the office of consumer
7 advocate, in consultation with the consumer advocate.

8 (9) One member representing the utilities board, in
9 consultation with the chair of the utilities board.

10 (10) One member representing rural electric cooperatives,
11 in consultation with the Iowa association of electric
12 cooperatives.

13 (11) One member representing municipal utilities, in
14 consultation with the Iowa association of municipal utilities.

15 (12) Two members representing investor-owned utilities,
16 one representing gas utilities, and one representing electric
17 utilities, in consultation with the Iowa utility association.

18 *b.* The terms of the members shall begin and end as provided
19 in section 69.19 and any vacancy shall be filled by the
20 governor as provided for in this subsection. The terms shall
21 be for four years and shall be staggered as determined by the
22 director of the economic development authority.

23 *c.* The board shall oversee, approve, and provide direction
24 concerning the programs established by the center and shall
25 coordinate with the center and the director of the authority
26 for the implementation of such programs. In overseeing the
27 center and its programs, the board shall ensure that all
28 ratepayer moneys remitted by the utilities board pursuant to
29 section 476.10A are expended on programs and projects designed
30 to provide benefits to gas and electric utility ratepayers.

31 *d.* The deliberations or meetings of the governing board
32 shall be conducted in accordance with chapter 21.

33 *e.* The board, in consultation with center staff, shall adopt
34 rules for the administration of the center and its programs
35 pursuant to chapter 17A.

1 3. a. The center shall employ necessary support staff.
2 The center staff shall be employees of the authority. Moneys
3 appropriated to the center shall be used to sponsor grants and
4 projects submitted on a competitive basis by Iowa businesses,
5 colleges and universities, and private nonprofit agencies and
6 foundations, and for the salaries and benefits of the employees
7 of the center. The center may also solicit additional grants
8 and funding from public and private nonprofit agencies and
9 foundations.

10 b. The center shall prepare an annual report in coordination
11 with the authority. The center shall submit the report to the
12 general assembly and the legislative services agency by January
13 15 of each year.

14 4. The governing board shall oversee the center in the
15 development of a budget, on the policies and procedures of
16 the center, in the funding of grant proposals, and in matters
17 relating to program planning and review. The center's annual
18 budget shall be approved by the board.

19 5. This section is repealed July 1, 2022.

20 Sec. 36. Section 476.1A, subsection 1, paragraph e, Code
21 2017, is amended to read as follows:

22 e. Assessment of fees for the support of the Iowa energy
23 center created in [section 266-39E 15.120](#) and the center for
24 global and regional environmental research established by the
25 state board of regents. This paragraph "e" is repealed July 1,
26 2022.

27 Sec. 37. Section 476.1B, subsection 1, paragraph k, Code
28 2017, is amended to read as follows:

29 k. Assessment of fees for the support of the Iowa energy
30 center created in [section 266-39E 15.120](#) and the center for
31 global and regional environmental research created by the state
32 board of regents. This paragraph "k" is repealed July 1, 2022.

33 Sec. 38. Section 476.1C, subsection 1, paragraph b, Code
34 2017, is amended to read as follows:

35 b. Shall be subject to the assessment of fees for the

1 support of the Iowa energy center created in section ~~266.39C~~
2 15.120 and the center for global and regional environmental
3 research created by the state board of regents ~~and shall file~~
4 ~~energy efficiency plans and energy efficiency results with~~
5 ~~the board. The energy efficiency plans as a whole shall be~~
6 ~~cost-effective. The board may waive all or part of the energy~~
7 ~~efficiency filing requirements if the gas utility demonstrates~~
8 ~~superior results with existing energy efficiency efforts. This~~
9 paragraph "b" is repealed July 1, 2022.

10 Sec. 39. Section 476.1C, subsection 1, Code 2017, is amended
11 by adding the following new paragraph:

12 NEW PARAGRAPH. *0c.* Shall file energy efficiency plans
13 and energy efficiency results with the board. The energy
14 efficiency plans as a whole shall be cost-effective. The
15 board may waive all or part of the energy efficiency filing
16 requirements if the gas utility demonstrates superior results
17 with existing energy efficiency efforts.

18 Sec. 40. Section 476.10A, subsection 1, paragraph c,
19 subparagraph (1), Code 2017, is amended to read as follows:

20 (1) Eighty-five percent of the remittances collected
21 pursuant to [this section](#) is appropriated to the Iowa energy
22 center created in [section ~~266.39C~~ 15.120](#).

23 Sec. 41. Section 476.10A, Code 2017, is amended by adding
24 the following new subsection:

25 NEW SUBSECTION. 4. This section is repealed July 1, 2022.

26 Sec. 42. Section 476.46, subsection 1, Code 2017, is amended
27 to read as follows:

28 1. The Iowa energy center created under section ~~266.39C~~
29 15.120 shall establish and administer an alternate energy
30 revolving loan program to encourage the development of
31 alternate energy production facilities and small hydro
32 facilities within the state.

33 Sec. 43. Section 476.46, subsection 3, Code 2017, is amended
34 by striking the subsection.

35 Sec. 44. Section 478.29, unnumbered paragraph 1, Code 2017,

1 is amended to read as follows:

2 A person who violates a provision of **this chapter** is subject
3 to a civil penalty, which may be levied by the board, of not
4 more than one hundred dollars per violation or one thousand
5 dollars per day of a continuing violation, whichever is
6 greater. Civil penalties collected pursuant to **this section**
7 shall be forwarded by the executive secretary of the board
8 to the treasurer of state to be credited to ~~the Iowa energy~~
9 ~~center created in **section 266.39C**~~ the general fund of the state
10 and appropriated to the division of community action agencies
11 of the department of human rights for purposes of the low
12 income home energy assistance program and the weatherization
13 assistance program.

14 Sec. 45. Section 479.31, subsection 1, Code 2017, is amended
15 to read as follows:

16 1. A person who violates **this chapter** or any rule or order
17 issued pursuant to **this chapter** shall be subject to a civil
18 penalty levied by the board not to exceed one hundred thousand
19 dollars for each violation. Each day that the violation
20 continues shall constitute a separate offense. However, the
21 maximum civil penalty shall not exceed one million dollars
22 for any related series of violations. Civil penalties
23 collected pursuant to **this section** shall be ~~credited to and~~
24 ~~are appropriated for the Iowa energy center created in section~~
25 ~~266.39C~~ forwarded by the executive secretary of the board to
26 the treasurer of state to be credited to the general fund
27 of the state and appropriated to the division of community
28 action agencies of the department of human rights for purposes
29 of the low income home energy assistance program and the
30 weatherization assistance program.

31 Sec. 46. Section 479B.21, unnumbered paragraph 1, Code
32 2017, is amended to read as follows:

33 A person who violates **this chapter** or any rule or order
34 issued pursuant to **this chapter** shall be subject to a civil
35 penalty levied by the board in an amount not to exceed one

1 thousand dollars for each violation. Each day that the
2 violation continues shall constitute a separate offense.
3 However, the maximum civil penalty shall not exceed two hundred
4 thousand dollars for any related series of violations. Civil
5 penalties collected pursuant to this section shall be credited
6 ~~to and are appropriated for the use of the Iowa energy center~~
7 ~~created in section 266.39C~~ forwarded by the executive secretary
8 of the board to the treasurer of state to be credited to the
9 general fund of the state and appropriated to the division of
10 community action agencies of the department of human rights for
11 purposes of the low income home energy assistance program and
12 the weatherization assistance program.

13 Sec. 47. REPEAL. Section 266.39C, Code 2017, is repealed.

14 Sec. 48. TRANSITION PROVISIONS.

15 1. Any moneys remaining in any account or fund under the
16 control of Iowa state university of science and technology
17 on the effective date of this division of this Act that
18 were appropriated to the Iowa energy center, including
19 moneys appropriated pursuant to section 476.10A, section
20 476.46, section 478.29, section 479.31, or section 479B.21,
21 shall, as directed by the economic development authority, be
22 transferred to a comparable fund or account under the control
23 of the economic development authority for such purposes.
24 Notwithstanding section 8.33, the moneys transferred in
25 accordance with this subsection shall not revert to the account
26 or fund from which appropriated or transferred and shall be
27 retained for the designated purposes.

28 2. Grants, loans, scholarships, and other financial
29 commitments pledged or awarded by the Iowa energy center or
30 by Iowa state university of science and technology on behalf
31 of the Iowa energy center prior to the effective date of this
32 division of this Act shall continue as provided by the terms of
33 the grants, loans, scholarships, or other financial commitments
34 and shall be administered by the Iowa economic development
35 authority. Moneys received from any future repayments or

1 recaptures, or other moneys derived from these commitments,
2 after the effective date of this division of this Act shall be
3 credited to a fund or account under the control of the economic
4 development authority as directed by the economic development
5 authority. Contracts for the procurement of goods and
6 services, leases, and facility use agreements entered into by
7 the Iowa energy center or by Iowa state university of science
8 and technology on behalf of the Iowa energy center shall not be
9 transferred to the economic development authority and shall be
10 assumed by Iowa state university of science and technology.

11 3. Title to real and personal property procured by the
12 Iowa energy center or by the Iowa state university of science
13 and technology on behalf of the Iowa energy center prior to
14 the effective date of this division of this Act shall remain
15 with or be assumed by Iowa state university of science and
16 technology, except that ownership of real or personal property
17 pledged as collateral on existing loans shall be transferred to
18 the economic development authority.

19 4. Staff of the Iowa energy center employed by Iowa state
20 university of science and technology shall not become employees
21 of the economic development authority upon the effective date
22 of this division of this Act.

23 5. The economic development authority and the Iowa state
24 university of science and technology shall collaborate their
25 efforts in transitioning the Iowa energy center to the economic
26 development authority.

27 Sec. 49. EFFECTIVE DATE. This division of this Act takes
28 effect October 1, 2017.

29 EXPLANATION

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

32 This bill makes appropriations and transfers for FY
33 2017-2018 and FY 2018-2019 from the general fund of the state
34 and other funds to the department of cultural affairs, the
35 economic development authority, the Iowa finance authority, the

1 public employment relations board, the department of workforce
2 development, the board of regents, the state university
3 of Iowa, the university of northern Iowa, and Iowa state
4 university of science and technology. The bill is organized
5 by divisions.

6 The bill appropriates moneys for FY 2017-2018 and FY
7 2018-2019 from the special employment security contingency fund
8 to the department of workforce development for field offices.

9 The bill appropriates interest earned on the unemployment
10 compensation reserve fund for FY 2017-2018 and FY 2018-2019 to
11 the department of workforce development for the operation of
12 field offices.

13 The bill appropriates moneys for FY 2017-2018 from the
14 unemployment compensation fund to the department of workforce
15 development for modernization of systems and for other
16 programs.

17 The bill appropriates moneys for FY 2017-2018 and FY
18 2018-2019 from the Iowa skilled worker and job creation fund to
19 the economic development authority and the board of regents and
20 certain regents institutions.

21 The bill limits standing appropriations, established in
22 Code, for the world food prize, certain operational support
23 grants, community cultural grants, and regional tourism
24 marketing for FY 2017-2018 and FY 2018-2019.

25 The bill also provides for the retention of certain costs
26 and fees by the public employment relations board.

27 The bill transfers the administration of the Iowa energy
28 center from the Iowa state university of science and technology
29 (Iowa state) to the economic development authority (EDA). The
30 bill repeals Code section 266.39C and establishes new Code
31 section 15.120, which places the center within the EDA. The
32 bill provides that the center has the following specified
33 purposes: to expand workforce and career opportunities for
34 workers in the energy sector; to support technology-based
35 development with public-private partnerships and innovative

1 manufacturers; to support rural and underserved areas and
2 vulnerable populations by providing resources for energy
3 efficiency and cyber security-related resources; to support
4 the expansion of natural gas infrastructure to rural and
5 underserved areas of the state; to promote the research,
6 development, and commercialization of biomass technology; to
7 encourage growth of the alternative fuel vehicle market and
8 infrastructure; and to support efforts to modernize the state's
9 electric grid infrastructure.

10 The bill establishes a governing board consisting of the
11 same number and background of members in the advisory council
12 established in current Code section 266.39C, but all to be
13 appointed by the governor in consultation with specified
14 persons. The board must oversee, approve, and provide
15 direction for the center's programs and shall ensure that all
16 ratepayer moneys remitted by the utilities board pursuant to
17 Code section 476.10A are used on programs designed to provide
18 benefits to gas and electric utility ratepayers. The board
19 must also oversee the center in the development of a budget
20 and other matters and approve the center's annual budget. The
21 bill excludes provisions relating to the appointment of a
22 director as contained in current Code section 266.39C. The
23 bill requires the center to employ necessary support staff
24 and prepare an annual report in coordination with the EDA and
25 submit the report to the general assembly and the legislative
26 services agency.

27 The bill makes conforming changes throughout the Code by
28 replacing references to Code section 266.39C with Code section
29 15.120, and provides transition provisions.

30 The division of the bill related to the Iowa energy center
31 takes effect October 1, 2017. The division provides for the
32 repeal of the Code section establishing the Iowa energy center,
33 effective July 1, 2022, and includes additional conforming
34 provisions.