HOUSE FILE 730 BY COMMITTEE ON APPROPRIATIONS

(SUCCESSOR TO HSB 253)

# A BILL FOR

An Act relating to and making appropriations from the rebuild
 Iowa infrastructure fund and technology reinvestment fund,
 establishing a destination Iowa fund, providing for related
 matters, and including effective date provisions.
 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 DIVISION I REBUILD IOWA INFRASTRUCTURE FUND 2 Section 1. REBUILD IOWA INFRASTRUCTURE FUND -3 4 APPROPRIATIONS. There is appropriated from the rebuild Iowa 5 infrastructure fund to the following departments and agencies 6 for the following fiscal years, the following amounts, or so 7 much thereof as is necessary, to be used for the purposes 8 designated: DEPARTMENT OF ADMINISTRATIVE SERVICES 9 1. For safety and security on the state capitol complex, 10 11 notwithstanding section 8.57, subsection 5, paragraph "c": 12 FY 2023-2024: 13 .... 200,000 . . . . . . . \$ 2. DEPARTMENT OF AGRICULTURE AND LAND STEWARDSHIP 14 (1) For deposit in the water quality initiative fund 15 a. 16 created in section 466B.45 for purposes of supporting the 17 water quality initiative administered by the division of soil 18 conservation and water quality as provided in section 466B.42, 19 including salaries, support, maintenance, and miscellaneous 20 purposes, notwithstanding section 8.57, subsection 5, paragraph 21 °c″: FY 2023-2024: 22 23 ..... \$ 8,200,000 (2) (a) The moneys appropriated in this lettered 24 25 paragraph shall be used to support demonstration projects in 26 subwatersheds as designated by the department that are part 27 of high-priority watersheds identified by the water resources 28 coordinating council. 29 (b) The moneys appropriated in this lettered paragraph 30 shall be used to support demonstration projects in watersheds 31 generally, including regional watersheds, as designated by the 32 division and high-priority watersheds identified by the water 33 resources coordinating council. 34 (3) In supporting projects in watersheds and subwatersheds 35 as provided in subparagraph (2), all of the following shall

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1 apply:

2 (a) The demonstration projects shall utilize water quality 3 practices as described in the latest revision of the document 4 entitled "Iowa Nutrient Reduction Strategy" initially presented 5 in November 2012 by the department of agriculture and land 6 stewardship, the department of natural resources, and Iowa 7 state university of science and technology.

8 (b) The division shall implement demonstration projects 9 as provided in subparagraph division (a) by providing 10 for participation by persons who hold a legal interest in 11 agricultural land used in farming. To every extent practical, 12 the division shall provide for collaborative participation by 13 such persons who hold a legal interest in agricultural land 14 located within the same subwatershed.

15 The division shall implement demonstration projects on (C) 16 a cost-share basis as determined by the division. Except for 17 edge-of-field practices, the state's share of the amount shall 18 not exceed 50 percent of the estimated cost of establishing the 19 practice as determined by the division or 50 percent of the 20 actual cost of establishing the practice, whichever is less. 21 (d) The demonstration projects shall be used to educate 22 other persons about the feasibility and value of establishing 23 similar water quality practices. The division shall promote 24 field day events for purposes of allowing interested persons to 25 establish water quality practices on their agricultural land. 26 The division shall conduct water quality evaluations (e) 27 within supported subwatersheds. Within a reasonable period 28 after accumulating information from such evaluations, the 29 division shall create an aggregated database of water quality 30 practices. Any information identifying a person holding a 31 legal interest in agricultural land or specific agricultural 32 land shall be a confidential record.

33 (4) The moneys appropriated in this lettered paragraph
34 shall be used to support education and outreach in a manner
35 that encourages persons who hold a legal interest in

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1 agricultural land used for farming to implement water quality 2 practices, including the establishment of such practices in 3 watersheds generally, and not limited to subwatersheds or 4 high-priority watersheds.

5 (5) The moneys appropriated in this lettered paragraph 6 may be used to contract with persons to coordinate the 7 implementation of efforts provided in this paragraph.

8 (6) The moneys appropriated in this lettered paragraph 9 may be used by the department to support urban soil and water 10 conservation efforts, which may include but are not limited 11 to management practices related to bioretention, landscaping, 12 the use of permeable or pervious pavement, and soil quality 13 restoration. The moneys shall be allocated on a cost-share 14 basis as provided in chapter 161A.

15 (7) Notwithstanding any other provision of law to the 16 contrary, the department may use moneys appropriated in 17 this lettered paragraph to carry out the provisions of this 18 paragraph on a cost-share basis in combination with other 19 moneys available to the department from a state or federal 20 source.

(8) Not more than 10 percent of the moneys appropriated in this lettered paragraph may be used for costs of administration and implementation of the water quality initiative administered by the soil conservation division.

b. For deposit in the renewable fuels infrastructure fund
created in section 159A.16 for renewable fuel infrastructure
programs:

28 FY 2023-2024:

29 ..... \$ 10,000,000 30 c. For deposit in the renewable fuels infrastructure fund 31 created in section 159A.16 for renewable fuel infrastructure 32 programs: 33 FY 2023-2024: 34 ..... \$ 5,000,000

35 The appropriation made in this paragraph shall be in lieu of

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1 the standing appropriation in section 159A.17 for the fiscal 2 year beginning July 1, 2023, and ending June 30, 2024. For updating the maximum return to nitrogen modeling 3 d. 4 system for fertilizer management, notwithstanding section 8.57, 5 subsection 5, paragraph "c": FY 2023-2024: 6 7 ..... \$ 1,000,000 Any information received, collected, or held for purposes 8 9 of this paragraph is a confidential record exempt from public 10 release if the information identifies a person who holds a 11 legal interest in agricultural land or who has previously 12 held a legal interest in agricultural land, a person who is 13 involved or who has previously been involved in managing 14 the agricultural land or producing crops or livestock on 15 the agricultural land, or the identifiable location of the 16 agricultural land. 3. DEPARTMENT FOR THE BLIND 17 18 For building repairs for the building located at 524 Fourth 19 Street, Des Moines, Iowa: 20 FY 2023-2024: 21 ..... \$ 232,000 22 4. DEPARTMENT OF CORRECTIONS a. For the purchase of prison body scanners at corrections 23 24 facilities, notwithstanding section 8.57, subsection 5, 25 paragraph "c": FY 2023-2024: 26 27 ..... \$ 865,000 28 b. For construction of an apprenticeship building at the 29 Mount Pleasant correctional facility: 30 FY 2023-2024: 31 ..... \$ 1,200,000 c. For electrical service upgrades at the Iowa medical and 32 33 classification center: 34 FY 2023-2024: 2,800,000 35 ..... \$ LSB 1008HV (1) 90

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1
     5. ECONOMIC DEVELOPMENT AUTHORITY
2
     a. For deposit in the community attraction and tourism fund
3 created in section 15F.204:
     FY 2023-2024:
4
5 ..... $ 10,000,000
     b. For deposit in the destination Iowa fund created in
6
7 section 15.281, notwithstanding section 8.57, subsection 5,
8 paragraph "c":
    FY 2023-2024:
9
10 ..... $ 6,500,000
     c. For equal distribution to regional sports authority
11
12 districts certified by the department pursuant to section
13 15E.321, notwithstanding section 8.57, subsection 5, paragraph
14 °c":
15 FY 2023-2024:
                                                  700,000
16 .....$
17
     d. For grants to nonprofit organizations committed to
18 strengthening communities through youth development, healthy
19 living, and social responsibility for costs associated with
20 the renovation and maintenance of facility infrastructure at
21 facilities located in cities with a population of less than
22 28,000 as determined by the 2020 federal decennial census:
23
     FY 2023-2024:
24 .....$
                                                  250,000
25
     6. DEPARTMENT OF EDUCATION
26
     For heating, cooling, electrical, lighting, and fire
27 detection system upgrades and exterior building repairs at the
28 girls' dormitory at the Iowa school for the deaf:
     FY 2023-2024:
29
30 ..... $ 5,700,000
     7. DEPARTMENT OF HEALTH AND HUMAN SERVICES
31
     a. For tunnel decentralization for the state resource
32
33 center at Woodward:
34
     FY 2023-2024:
35 ..... $ 5,572,736
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1 b. For costs associated with the newborn safe haven Act, 2 chapter 233, notwithstanding section 8.57, subsection 5, 3 paragraph "c": 4 ..... 15,000 Ś 5 c. For a grant to a nonprofit organization specializing in 6 brain injury rehabilitation by providing post-acute inpatient 7 and outpatient rehabilitation, as well as long-term skilled, 8 supported, and independent living services for people who have 9 sustained a traumatic brain injury due to a stroke, tumor, 10 aneurysm, or other brain injury, headquartered in a city with 11 a population between 67,500 and 68,500 as determined by the 12 2020 federal decennial census, for renovation of a facility 13 to accommodate individuals served by the organization who are 14 being relocated from the organization's site on the Glenwood 15 state resource center campus. 750,000 16 .....\$ 8. DEPARTMENT OF NATURAL RESOURCES 17 18 a. For implementation of lake projects that have 19 established watershed improvement initiatives and community 20 support in accordance with the department's annual lake 21 restoration plan and report, notwithstanding section 8.57, 22 subsection 5, paragraph "c": 23 FY 2023-2024: 24 ..... \$ 9,600,000 25 b. For state park infrastructure improvements: 26 FY 2023-2024: 27 ..... \$ 5,000,000 28 c. For water trails and low head dam safety grants, 29 including grants for projects relating to eligible water 30 bodies, as defined in section 456A.33C: FY 2023-2024: 31 32 ..... \$ 1,500,000 33 d. For grants to communities or organizations for tree 34 planting projects through the community forestry grant program, 35 notwithstanding section 8.57, subsection 5, paragraph "c": LSB 1008HV (1) 90

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1 FY 2023-2024: 2 ..... \$ 250,000 e. For costs associated with infrastructure improvements on 3 4 the state fairgrounds: 5 FY 2023-2024: 500,000 6 ..... \$ f. For deferred maintenance costs at the honey creek resort 7 8 state park required to be completed pursuant to a contract: 9 FY 2023-2024: 10 ..... \$ 6,000,000 9. DEPARTMENT OF PUBLIC DEFENSE 11 12 a. For major maintenance projects at national guard 13 armories and facilities: 14 FY 2023-2024: 15 ..... \$ 2,100,000 16 b. For improvement projects for Iowa national guard 17 installations and readiness centers to support operations and 18 training requirements: 19 FY 2023-2024: 20 ..... \$ 2,100,000 21 c. For construction improvement projects at the Camp Dodge 22 facility: 23 FY 2023-2024: 24 .....\$ 550,000 25 d. For replacement of the heating and cooling system at the 26 joint force headquarters at Camp Dodge: 27 FY 2023-2024: 28 ..... \$ 2,442,000 29 e. For costs associated with the construction of a readiness 30 center in West Des Moines: 31 FY 2023-2024: 32 ..... \$ 1,000,000 33 f. The department of public defense shall report to the 34 general assembly by December 15, 2023, regarding the projects 35 the department has funded or intends to fund from moneys

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1 appropriated to the department pursuant to this subsection. 2 10. DEPARTMENT OF PUBLIC SAFETY a. For payments and other costs due under a financing 3 4 agreement entered into by the treasurer of state for building 5 the statewide interoperable communications system pursuant to 6 section 29C.23, subsection 2, notwithstanding section 8.57, 7 subsection 5, paragraph "c": 8 FY 2023-2024: 9 ..... \$ 6,754,358 10 b. For deposit in the public safety equipment fund created 11 in section 80.48, notwithstanding section 8.57, subsection 5, 12 paragraph "c": 13 FY 2023-2024: 14 ..... \$ 2,500,000 15 11. BOARD OF REGENTS 16 a. For allocation by the state board of regents to the 17 state university of Iowa, Iowa state university of science 18 and technology, and the university of northern Iowa to 19 reimburse the institutions for deficiencies in the operating 20 funds resulting from the pledging of tuition, student fees 21 and charges, and institutional income to finance the cost of 22 providing academic and administrative buildings and facilities 23 and utility services at the institutions: 24 FY 2023-2024: 25 ..... \$ 27,900,000 26 b. For an addition to the veterinary diagnostic laboratory 27 at Iowa state university of science and technology: FY 2023-2024: 28 29 ..... \$ 18,000,000 12. DEPARTMENT OF TRANSPORTATION 30 31 a. For acquiring, constructing, and improving recreational 32 trails within the state: 33 FY 2023-2024: 34 ..... \$ 2,500,000 b. For deposit in the public transit infrastructure grant 35

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1 fund created in section 324A.6A, for projects that meet
2 the definition of vertical infrastructure in section 8.57,
3 subsection 5, paragraph "c":
    FY 2023-2024:
4
5 ..... $ 1,000,000
    c. For deposit in the railroad revolving loan and grant
6
7 fund created in section 327H.20A, notwithstanding section 8.57,
8 subsection 5, paragraph "c":
9
    FY 2023-2024:
10 ..... $
                                                500,000
    d. For vertical infrastructure improvements at the
11
12 commercial service airports within the state:
13
    FY 2023-2024:
14 ..... $ 1,900,000
15 e. For vertical infrastructure improvements at general
16 aviation airports within the state:
    FY 2023-2024:
17
18 ..... $ 1,000,000
    f. For vertical infrastructure improvements at commercial
19
20 service airports within the state:
21
    FY 2023-2024:
22 ..... $ 10,000,000
    Moneys appropriated in this paragraph shall be awarded as
23
24 grants to commercial service airports within the state for
25 commercial service airport terminal improvements.
26
    13. TREASURER OF STATE
27
    For distribution in accordance with chapter 174 to qualified
28 fairs that belong to the association of Iowa fairs for county
29 fair vertical infrastructure improvements:
30
    FY 2023-2024:
31 ..... $ 1,060,000
    14. ETHICS AND CAMPAIGN DISCLOSURE BOARD
32
33
    For office space improvements and security upgrades:
34
    FY 2023-2024:
                                                 66,000
35 ..... $
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1 15. IOWA COMMUNICATIONS NETWORK 2 For heating and cooling replacement in the Lucas building 3 switch room: FY 2023-2024: 4 5 578,412 \$ 16. JUDICIAL BRANCH 6 7 For construction projects at the Woodbury county law 8 enforcement center: 9 FY 2023-2024: 10 ..... 100,000 \$ 11 Sec. 2. REVERSION. For purposes of section 8.33, unless 12 specifically provided otherwise, unencumbered or unobligated 13 moneys from an appropriation made in this division of this Act 14 shall not revert but shall remain available for expenditure for 15 the purposes designated until the close of the fiscal year that 16 ends two years after the end of the fiscal year for which the 17 appropriation is made. However, if the project or projects for 18 which such appropriation was made are completed in an earlier 19 fiscal year, unencumbered or unobligated moneys shall revert at 20 the close of that same fiscal year. 21 DIVISION II 22 TECHNOLOGY REINVESTMENT FUND 23 Sec. 3. TECHNOLOGY REINVESTMENT FUND. There is 24 appropriated from the technology reinvestment fund created in 25 section 8.57C to the following departments and agencies for the 26 fiscal year beginning July 1, 2023, and ending June 30, 2024, 27 the following amounts, or so much thereof as is necessary, to 28 be used for the purposes designated: 1. DEPARTMENT OF JUSTICE 29 For cybersecurity and technology projects: 30 31 .....\$ 278,503 2. AUDITOR OF STATE 32 33 For the upgrade and relocation of servers and server 34 hardware: 292,500 35 ..... \$ LSB 1008HV (1) 90

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1 3. DEPARTMENT OF CORRECTIONS 2 a. For camera system upgrades at corrections institutions: 3 ..... \$ 1,879,936 b. For body cameras at corrections institutions: 4 5 \$ 325,000 4. DEPARTMENT OF EDUCATION 6 For the continued development and implementation of an 7 a. 8 educational data warehouse that will be utilized by teachers, 9 parents, school district administrators, area education agency 10 staff, department of education staff, and policymakers: 11 ..... \$ 600,000 12 Of the moneys appropriated in this lettered paragraph, the 13 department may use a portion for an e-transcript data system 14 capable of tracking students throughout their education via 15 interconnectivity with multiple schools. 16 For maintenance and lease costs associated with b. 17 connections for part III of the Iowa communications network: 18 ..... \$ 2,727,000 c. To the public broadcasting division for costs associated 19 20 with a searchable digital asset management system: 343,808 21 ..... \$ 5. DEPARTMENT OF HEALTH AND HUMAN SERVICES 22 23 a. For the cost of equipment and computer software for the 24 continued development and implementation of Iowa's criminal 25 justice information system: 26 ..... \$ 1,400,000 27 b. For the costs associated with the justice enterprise data 28 warehouse: 29 ..... Ś 282,664 30 c. For technology costs associated with the state poison 31 control center: 32 ..... \$ 34,000 33 6. DEPARTMENT OF HOMELAND SECURITY AND EMERGENCY MANAGEMENT 34 For the continuing implementation of a statewide mass 35 notification and emergency messaging system:

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1	\$ 400,000
2	7. IOWA LAW ENFORCEMENT ACADEMY
3	For replacement of a simulator:
4	\$ 100,000
5	8. DEPARTMENT OF MANAGEMENT
6	a. For the continued development and implementation of
7	a searchable database that can be placed on the internet for
8	budget and financial information:
9	\$ 45,000
10	b. For the continued development and implementation of the
11	comprehensive electronic grant management system:
12	\$ 50,000
13	c. For the upgrade of the local government budget and
14	property tax system:
15	\$ 120,000
16	d. For the annual licensing of a searchable database that is
17	placed on the internet for budget and financial information:
18	\$ 382,131
19	e. For the installation of specified applications on state
20	of Iowa mobile devices and installation of other computer
21	programming to restrict state employees from accessing
22	specified internet sites, to include accessing specified
23	internet sites from an internet browser:
24	\$ 3,180,000
25	f. For technology costs associated with implementing the
26	requirements of 2023 Iowa Acts, House File 718, if enacted:
27	\$ 100,000
28	9. BOARD OF PAROLE
29	For programming enhancements to the Iowa corrections
30	offender network (ICON) data system:
31	\$ 20,000
32	10. DEPARTMENT OF REVENUE
33	For tax system modernization:
34	\$ 4,070,460
35	11. JUDICIAL BRANCH
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1 a. For technology projects at the Woodbury county law 2 enforcement center: 125,290 3 ..... Ś 4 b. For audio and visual systems in courtrooms across the 5 state: 6 ..... \$ 565,000 Sec. 4. REVERSION. For purposes of section 8.33, unless 7 8 specifically provided otherwise, unencumbered or unobligated 9 moneys from an appropriation made in this division of this Act 10 shall not revert but shall remain available for expenditure for 11 the purposes designated until the close of the fiscal year that 12 ends two years after the end of the fiscal year for which the 13 appropriation is made. However, if the project or projects for 14 which such appropriation was made are completed in an earlier 15 fiscal year, unencumbered or unobligated moneys shall revert at 16 the close of that same fiscal year. 17 DIVISION III CHANGES TO PRIOR APPROPRIATIONS 18 19 Sec. 5. 2020 Iowa Acts, chapter 1120, section 1, subsection 20 10, paragraph b, as amended by 2022 Iowa Acts, chapter 1150, 21 section 9, is amended to read as follows: b. For the renovation and construction of an industrial 22 23 technology center at the university of northern Iowa to 24 include reimbursement of infrastructure costs incurred by the 25 university for construction of the facility in the prior fiscal 26 year: (1) FY 2021-2022: 27 28 ..... ..... \$ 13,000,000 29 (2) FY 2022-2023: 30 ..... \$ 26,500,000 31 Of the money appropriated in this subparagraph, the 32 board of regents is authorized to expend such amount as the 33 board determines for purposes of steam tunnel repairs at the 34 university of northern Iowa. 35 Sec. 6. 2021 Iowa Acts, chapter 167, section 2, is amended

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1 to read as follows:

2 SEC. 2. REVERSION. For Except as provided in subsection 3 2, for purposes of section 8.33, unless specifically provided 4 otherwise, unencumbered or unobligated moneys from an 5 appropriation made in this division of this Act shall not 6 revert but shall remain available for expenditure for the 7 purposes designated until the close of the fiscal year that 8 ends two years after the end of the fiscal year for which the 9 appropriation is made. However, if the project or projects for 10 which such appropriation was made are completed in an earlier 11 fiscal year, unencumbered or unobligated moneys shall revert at 12 the close of that same fiscal year. 13 2. For purposes of section 8.33, unless specifically 14 provided otherwise, unencumbered or unobligated moneys from 15 an appropriation made in section 1, subsection 10, paragraph 16 "d", of this division of this 2021 Iowa Act, as amended by 2022 17 Iowa Acts, chapter 1150, section 11, shall not revert but shall 18 remain available for expenditure for the purposes designated 19 until the project for which the appropriation was made is 20 completed. EFFECTIVE DATE. This division of this Act, being 21 Sec. 7. 22 deemed of immediate importance, takes effect upon enactment. 23 DIVISION IV 24 MISCELLANEOUS PROVISIONS 25 Sec. 8. Section 8.57C, subsection 3, paragraph a, 26 subparagraph (3), Code 2023, is amended to read as follows: 27 (3) For the fiscal year beginning July 1, 2023 2024, and for 28 each subsequent fiscal year thereafter, the sum of seventeen 29 million five hundred thousand dollars. 30 Sec. 9. Section 8.57C, subsection 3, Code 2023, is amended 31 by adding the following new paragraph: 32 NEW PARAGRAPH. k. There is appropriated from the rebuild 33 Iowa infrastructure fund for the fiscal year beginning July 1, 34 2023, and ending June 30, 2024, the sum of eighteen million 35 three hundred ninety thousand two hundred ninety dollars to the

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1 technology reinvestment fund, notwithstanding section 8.57, 2 subsection 5, paragraph c''. 3 DIVISION V 4 DESTINATION IOWA FUND Sec. 10. NEW SECTION. 5 15.281 Destination Iowa fund. 6 1. For purposes of this section: "Eligible applicant" means a city, county, or 7 а. 8 not-for-profit organization. "Rural community" means a community that has a population 9 b. 10 of fewer than twenty thousand persons as determined by the most 11 recent population estimate produced by the United States bureau 12 of census or the most recent decennial census released by the 13 United States bureau of census. "Vertical infrastructure" means land acquisition 14 с. 15 and construction, major renovation and major repair of 16 buildings, all appurtenant structures, utilities, site 17 development, recreational trails, and water trails. "Vertical 18 infrastructure" does not include routine, recurring maintenance 19 or operational expenses or leasing of a building, appurtenant 20 structure, or utility without a lease-purchase agreement. 21 2. A destination Iowa fund is created in the state treasury 22 under the control of the authority. The fund shall consist of 23 all moneys appropriated to the fund. The board will oversee 24 and administer the destination Iowa fund. 25 3. Moneys in the destination Iowa fund are appropriated 26 to the authority for purposes of providing grants to eligible 27 applicants for any of the following types of projects: Economically significant projects that increase tourism 28 a. 29 opportunities. 30 Development and enhancement of outdoor recreational b. 31 opportunities. Projects that contribute to quality of life in rural 32 C. 33 communities. 34 Projects must meet all of the following criteria to be 4.

35 eligible for a grant to an eligible applicant from the fund:

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a. The project must be primarily vertical infrastructure.
 b. The project must be available for year-round use by the
 3 public.

4 c. An eligible applicant must intend to own the property 5 that is the subject of the project upon completion.

5. The board shall prioritize making awards to applicants 7 that have not been awarded money from the destination Iowa fund 8 or other programs intended to support community attraction 9 and tourism projects after July 1, 2018. The board shall 10 prioritize awarding grants to projects that include primarily 11 new construction over projects that primarily renovate or 12 replace existing facilities. The board shall not award a grant 13 in an amount exceeding fifty percent of the total cost of the 14 project.

15 6. At the beginning of each fiscal year, the authority 16 shall allocate fifty percent of the moneys available in the 17 destination Iowa fund to projects in rural communities. If 18 any portion of the moneys allocated under this subsection has 19 not been awarded by April 1 of the fiscal year for which the 20 allocation is made, the portion which has not been awarded may 21 be awarded to any eligible project in the state. If a county 22 is the applicant, a project will be deemed to be located in a 23 rural community if the geographic location of the project is in 24 or near a city that is a rural community.

7. Applications for grants from the destination Iowa fund shall be submitted to the authority. For those applications that meet the eligibility criteria described in subsection a 4, the authority shall forward the applications and provide a staff evaluation to the board. Work completed and costs incurred prior to the date of board approval of a grant are ineligible for reimbursement, except the acquisition of real setate.

33 8. The board shall make final funding decisions on
34 each application and may approve, deny, defer, or modify
35 applications for grants under the program. The board and the

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authority may negotiate with applicants regarding the details
 of projects and the amount and terms of any award. In making
 final funding decisions pursuant to this subsection, the board
 and the authority are exempt from chapter 17A.

9. If an application is approved, the authority shall enter
6 into an agreement with the applicant to provide a grant awarded
7 from the fund.

8 10. Notwithstanding section 12C.7, subsection 2, 9 interest or earnings on moneys deposited in the destination 10 Iowa fund shall be credited to the destination Iowa fund. 11 Notwithstanding section 8.33, moneys credited to the 12 destination Iowa fund shall not revert at the close of a fiscal 13 year. The authority shall not use more than five percent of 14 the moneys in the fund at the beginning of each fiscal year for 15 purposes of administrative costs and program support.

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ON-STREAM IMPOUNDMENT RESTORATION

18 Sec. 11. Section 456A.33C, subsections 2, 3, and 4, Code 19 2023, are amended by striking the subsections and inserting in 20 lieu thereof the following:

DIVISION VI

21 2. The department shall establish an on-stream impoundment 22 restoration program for purposes of funding projects for the 23 maintenance, restoration, and sustainability of eligible water 24 bodies and their related watersheds from moneys appropriated to 25 the department for this purpose.

3. a. The department shall fund projects for eligible water27 bodies that are designed to achieve the following goals:

28 (1) Ensure a cost-effective, positive return on investment29 for the citizens of Iowa.

30 (2) Ensure local community commitment to watershed 31 protection.

32 (3) Ensure significant improvement in water clarity,33 safety, and quality.

34 (4) Provide for sustainable, healthy, and functioning35 bodies of water.

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1 (5) Contribute to the department's fish and wildlife
2 conservation plans.

*b.* The process and criteria the department shall utilize to fund projects under this section shall favor proposals which include nonstate matching funds of at least one dollar for every dollar of state funding, and funding for watershed miprovement practices and participation of corresponding watershed management authority.

9

## EXPLANATION

10The inclusion of this explanation does not constitute agreement with11the explanation's substance by the members of the general assembly.

12 This bill relates to and makes appropriations from 13 the rebuild Iowa infrastructure fund and the technology 14 reinvestment fund and provides for related matters. The bill 15 is organized by divisions.

16 DIVISION I — REBUILD IOWA INFRASTRUCTURE FUND. This 17 division appropriates project funding for FY 2023-2024 from 18 the rebuild Iowa infrastructure fund for projects for the 19 departments of administrative services, agriculture and land 20 stewardship, the blind, corrections, education, health and 21 human services, natural resources, public defense, public 22 safety, and transportation, and for the economic development 23 authority, treasurer of state, ethics and campaign disclosure 24 board, Iowa communications network, board of regents, and the 25 judicial branch.

DIVISION II — TECHNOLOGY REINVESTMENT FUND. This division appropriates project funding for FY 2023-2024 from the technology reinvestment fund for projects for the departments of justice, corrections, education, health and human services, homeland security and emergency management, management, and revenue, and for the auditor of state, the board of parole, the lowa law enforcement academy, and the judicial branch. JUVISION III — CHANGES TO PRIOR APPROPRIATIONS. This division allows moneys appropriated from the rebuild Iowa infrastructure fund to the board of regents for an industrial

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1 technology center at the university of northern Iowa for FY 2 2022-2023 to also be expended for steam tunnel repairs at 3 the university of northern Iowa. The division also allows 4 moneys appropriated from the rebuild Iowa infrastructure fund 5 to the department of public defense for a readiness center 6 in FY 2021-2022 and FY 2022-2023 to not revert but to remain 7 available for expenditure until the project is completed. The 8 division takes effect upon enactment.

9 DIVISION IV — MISCELLANEOUS PROVISIONS. Code section 10 8.57C, concerning the technology reinvestment fund, is amended 11 to provide that the standing appropriation to the fund from the 12 general fund for fiscal years beginning on or after July 1, 13 2023, is changed to fiscal years beginning on or after July 1, 14 2024, and to provide for an appropriation to the fund from the 15 rebuild Iowa infrastructure fund for the fiscal year beginning 16 July 1, 2023, of \$18.4 million.

DIVISION V - DESTINATION IOWA FUND. New Code section 17 18 15.281 establishes a destination Iowa fund under the control 19 of the economic development authority. The bill provides 20 that moneys in the fund will be appropriated to the authority 21 for providing grants to eligible cities, counties, and 22 not-for-profit organizations to fund projects that increase 23 tourism opportunities, development and enhancement of outdoor 24 recreational opportunities, or otherwise contribute to 25 quality of life in rural communities. The bill defines rural 26 communities as a community that has a population of fewer than 27 20,000 persons as determined by the most recent population 28 estimate produced by the United States bureau of census or the 29 most recent decennial census released by the United States 30 bureau of census. The bill further provides that projects 31 must be primarily vertical infrastructure and available for 32 year-round use by the public, and provides that the applicant 33 for project moneys must intend to own the property that is 34 the subject of the project upon completion. The bill also 35 provides that the economic development authority shall allocate

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1 50 percent of the moneys available in the destination Iowa 2 fund at the beginning of each fiscal year to projects in rural 3 communities, but may reallocate any portion of the moneys 4 allocated to rural communities for all eligible projects if 5 moneys allocated for rural communities have not been awarded 6 by April 1 of the fiscal year for which the allocation is The bill establishes the application process for grants 7 made. 8 from the new fund and provides that the economic development 9 authority board shall make final funding decisions. The bill 10 provides that interest or earnings on moneys deposited in the 11 destination Iowa fund shall be credited to the destination Iowa 12 fund and moneys credited to the destination Iowa fund shall not 13 revert at the close of a fiscal year. The bill provides that 14 the economic development authority shall not use more than 5 15 percent of the moneys in the fund each fiscal year for purposes 16 of administrative costs and program support.

17 DIVISION VI — ON-STREAM IMPOUNDMENT RESTORATION. This 18 division amends Code section 456A.33C, creating the on-stream 19 impoundment fund, by eliminating the fund and creating an on-20 stream impoundment restoration program. Current requirements 21 in Code section 456A.33C regarding funding projects from the 22 fund are retained for purposes of the program.