House Study Bill 711 - Introduced

HOUSE FILE _____

BY (PROPOSED COMMITTEE ON APPROPRIATIONS BILL BY CHAIRPERSON MOHR)

A BILL FOR

1	An Act relating to the powers, duties, and responsibilities
2	of state government entities associated with the budget,
3	financial control, and information technology, making
4	penalties applicable, and making appropriations.
5	BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

H.F.

1 DIVISION I BUDGET AND FINANCIAL CONTROL - INFORMATION TECHNOLOGY 2 Section 1. Section 8.2, Code 2024, is amended to read as 3 4 follows: 8.2 Definitions. 5 When used in this chapter: 6 1. "Appropriable receipts" means receipts that are available 7 8 for appropriation. 2. "Appropriated receipts" means receipts that have been 9 10 appropriated by the general assembly. 1. 3. "Block grant" means funds from the federal government 11 12 awarded in broad program areas within which the state is given 13 considerable latitude in determining how funds are used and for 14 which the state develops its own plan for spending according 15 to general federal guidelines. "Block grant" does not include 16 education research grants. 4. "Broadband" means a high-speed, high-capacity electronic 17 18 transmission medium, including fixed wireless and mobile 19 wireless mediums, that can carry data signals from independent 20 network sources by establishing different bandwidth channels 21 and that is commonly used to deliver internet services to the 22 public. 5. "Broadband infrastructure" means the physical 23 24 infrastructure used for the transmission of data that provides 25 broadband services. "Broadband infrastructure" does not include 26 land, buildings, structures, improvements, or equipment not 27 directly used in the transmission of data via broadband. 2. 6. "Budget" means the budget document required by this 28 29 chapter to be transmitted to the legislature general assembly. 30 3. 7. "Categorical grant" means federal funds applied 31 for and received by the state which are in the form of 32 entitlements, formula grants, discretionary grants, open-ended 33 entitlements, or another form that may be used only for 34 specific, narrowly defined activities, except funds for 35 student aid and assistance; grants, contracts, and cooperative

-1-

LSB 6331YC (1) 90 ns/jh

1 agreements for research and training for which no appropriated
2 matching funds are required; and reimbursements for services
3 rendered.
4 <u>4. "Code" or "the Code" means the Code of Iowa.</u>

5 <u>8. *Communications service provider* means a service</u>
6 provider that provides broadband service.

7 <u>9. "Crop operation" means the same as defined in section</u> 8 717A.1.

9 10. "Custodial funds" means those funds from various 10 deposits, taxes, or other means that are properly collected 11 from, held for, and distributed to individuals, private 12 organizations, and other governments as provided by law. 5. 11. The terms "department and establishment" and 13 14 *"department"* or *"establishment"*, *"department or establishment"* 15 mean any executive department, commission, board, institution, 16 bureau, office, or other agency of the state government, by 17 whatever name called, that uses, expends, or receives any 18 state government funds, including the state department of 19 transportation, except for funds which that are required 20 to match federal aid allotted to the state by the federal 21 government for highway special purposes, but excluding the 22 courts and the legislature general assembly.

<u>12. *Facilitate* means a communication service provider's</u>
<u>ability to provide broadband service at or above the download</u>
<u>and upload speeds specified in the definition of targeted</u>
<u>service area in this section to a home, farm, school, or</u>
<u>business within a commercially reasonable time and at a</u>
<u>commercially reasonable price upon request by a consumer.</u>
<u>13. *General fund* means the general fund of the state</u>
established pursuant to section 444.21.

31 6. <u>14.</u> "Government" means the government of the state of 32 Iowa.

33 7. "Private trust funds" means any and all endowment
34 funds and any and all moneys received by a department or
35 establishment from private persons to be held in trust and

LSB 6331YC (1) 90

ns/jh

1 expended as directed by the donor. 8. "Repayment receipts" means those moneys collected by a 2 3 department or establishment that supplement an appropriation 4 made by the legislature. 15. "Government funds" means all moneys appropriated by the 5 6 general assembly, or moneys collected by or for the state, or a 7 department or establishment of the state, pursuant to authority 8 granted by law. 16. "Information technology" means computing and electronics 9 10 applications used to process and distribute information in 11 digital and other forms and includes information technology 12 devices, information technology services, infrastructure 13 services, broadband and broadband infrastructure, and 14 value-added services. "Information technology device" means equipment or 15 17. 16 associated software, including programs, languages, procedures, 17 or associated documentation, used in operating the equipment 18 which is designed for utilizing information stored in an 19 electronic format. "Information technology device" includes 20 but is not limited to computer systems, computer networks, and 21 equipment used for input, output, processing, storage, display, 22 scanning, and printing. 18. "Information technology services" means services 23 24 designed to do any of the following: a. Provide functions, maintenance, and support of 25 26 information technology devices. b. Provide services including but not limited to any of the 27 28 following: 29 (1) Computer systems application development and 30 maintenance. Systems integration and interoperability. 31 (2) 32 (3) Operating systems maintenance and design. 33 (4) Computer systems programming. 34 (5) Computer systems software support. 35 (6) Planning and security relating to information

LSB 6331YC (1) 90

ns/jh

-3-

H.F. ____

1 technology devices.

2 (7) Data management consultation. 3 (8) Information technology education and consulting. 4 (9) Information technology planning and policies. 5 (10) Establishment of local area network and workstation management policies. 6 7 19. "Information technology staff" includes any employees 8 performing information technology services, including but not 9 limited to department or establishment employees in information 10 technology classifications, contractors, temporary workers, and 11 any other employees providing information technology services. 20. "Infrastructure services" includes all of the following: 12 13 a. Data centers used to support mainframe and other 14 computers and their associated components including servers, 15 information networks, storage systems, redundant or backup 16 power systems, redundant data communications connections, 17 environmental controls, and security devices. 18 b. Servers, mainframes, or other centralized processing 19 systems. 20 c. Storage systems, including but not limited to disk, tape, 21 optical, and other structured repositories for storing digital 22 information. 23 d. Computer networks commonly referred to as local area 24 networks. 25 e. Network services, including equipment and software 26 which support local area networks, campus area networks, wide 27 area networks, and metro area networks. Network services 28 also include data network services such as routers, switches, 29 firewalls, virtual private networks, intrusion detection 30 systems, access control, internet protocol load balancers, 31 event logging and correlation, and content caching. f. Groupware applications used to facilitate collaboration, 32 33 communication, and workflow, including electronic mail, 34 directory services, calendaring and scheduling, and imaging 35 systems.

-4-

1 g. Information technology help desk services. 2 h. Cybersecurity functions and equipment. i. Digital printing and printing procurement services. 3 j. Data warehouses, including services that assist in 4 5 managing and locating digital information. Disaster recovery technology and services. 6 k. 7 1. Cloud computing solutions including but not limited 8 to solutions based on software as a service, platform as a 9 service, and infrastructure as a service. m. Other similar or related services as determined by the 10 11 director of the department of management. 21. "Private purpose trust funds" means trust arrangements 12 13 under which the principal and income benefit individuals, 14 private organizations, or other governments. "Private purpose 15 trust funds" does not include pension or other employee benefit 16 trust funds or investment trust funds. 9. 22. "Special fund" "Special revenue fund" means any 17 18 and all government fees and other revenue receipts earmarked 19 to finance a governmental agency to which no a general fund 20 appropriation is not made by the state. 10. "State funds" means any and all moneys appropriated by 21 22 the legislature, or money collected by or for the state, or an 23 agency thereof, pursuant to authority granted by any of its 24 laws. 23. "Supported entity" means a unit of state government, 25 26 which is an authority, board, commission, committee, council, 27 department, or independent agency as defined in section 7E.4, 28 including but not limited to each principal central department 29 <u>enumerated in section 7E.5.</u> However, "supported entity" does 30 not mean any of the following: a. The office of the governor or the office of an elective 31 32 constitutional or statutory officer. b. The general assembly, or any office or unit under its 33 34 administrative authority. c. The judicial branch, as provided in section 602.1102. 35

H.F.

H.F.____

1 d. A political subdivision of the state or its offices 2 or units, including but not limited to a county, city, or 3 community college. 4 e. The state board of regents and institutions operated 5 under its authority. 24. "Targeted service area" means any of the following: 6 7 a. A United States census bureau census block located 8 in this state, including any crop operation located within 9 the census block, or other geographic unit the department of 10 management sets by rule, within which no communications service 11 provider offers or facilitates broadband service at or above 12 the tier 1, tier 2, or tier 3 download and upload speeds. As 13 used in this subsection: (1) "Tier 1" means a maximum download speed of less than 14 15 twenty-five megabits per second and a maximum upload speed of 16 less than three megabits per second. (2) "Tier 2" means a minimum download speed of greater than 17 18 or equal to twenty-five megabits per second but less than fifty 19 megabits per second. 20 (3) "Tier 3" means a minimum download speed of greater than 21 or equal to fifty megabits per second but less than eighty 22 megabits per second. 23 b. Any geographic area, as the department of management sets 24 by rule, that is materially underserved by broadband service 25 such that tier 1, tier 2, and tier 3 download and upload speeds 26 are not meaningfully available. The department of management's 27 power to determine the geographic area by rule under this 28 paragraph includes the power to define and interpret policies 29 as to whether a geographic area is materially underserved and 30 broadband service is meaningfully available. 25. "Underserved area" means any portion of a targeted 31 32 service area within which no communications service provider 33 facilitates broadband service meeting the tier 1 download and 34 upload speeds specified in the definition of targeted service 35 area.

11. 26. "Unencumbered balance" means the unobligated 1 2 balance of an appropriation after charging thereto to the 3 appropriation all unpaid liabilities for goods and services and 4 all contracts or agreements payable from an the appropriation 5 or a special fund. 27. "Value-added services" means services that offer or 6 7 provide unique, special, or enhanced value, benefits, or 8 features to the customer or user including but not limited to 9 services in which information technology is specially designed, 10 modified, or adapted to meet the special or requested needs 11 of the user or customer; services involving the delivery, 12 provision, or transmission of information or data that require 13 or involve additional processing, formatting, enhancement, 14 compilation, or security; services that provide the customer 15 or user with enhanced accessibility, security, or convenience; 16 research and development services; and services that are 17 provided to support technological or statutory requirements 18 imposed on supported entities and other governmental entities, 19 businesses, and the public. 20 Sec. 2. Section 8.3A, subsection 1, paragraph a, Code 2024, 21 is amended to read as follows: "Capital project" means a project that consists 22 a. 23 of nonroutine repairs and replacements unrelated to new 24 construction for which the cost is two hundred fifty thousand 25 dollars or more, new construction, infrastructure or site 26 development, equipment, or information technology. "Capital 27 project " includes land acquisition and projects that extend the 28 useful life of or change the functional use of a facility. 29 "Capital project" does not include highway and right-of-way 30 projects or airport capital projects undertaken by the state 31 department of transportation and financed from dedicated 32 funds or capital projects funded by nonstate grants, gifts, 33 or contracts obtained at or through state universities, if 34 the projects do not require a commitment of additional state 35 resources for maintenance, operations, or staffing.

-7-

H.F. ____

1 Sec. 3. Section 8.4, Code 2024, is amended to read as
2 follows:

3 8.4 Department of management.

4 The department of management is created, which is directly 5 attached to the office of the governor and under the general 6 direction, supervision, and control of the governor. The 7 office is in immediate charge of an officer to be known 8 as "the director", who shall be appointed by the governor, 9 subject to confirmation by the senate, and shall hold office 10 at the governor's pleasure and shall receive a salary as set 11 by the governor. The director may establish, abolish, and 12 consolidate divisions within the department of management 13 when necessary for the efficient performance of the various 14 functions and duties of the department of management. Before 15 entering upon the discharge of duties, the director shall 16 take the constitutional oath of office and give a surety bond 17 in the penalty fixed by the governor, payable to the state, 18 which shall not be less than twenty-five thousand dollars, 19 conditioned upon the faithful discharge of the director's 20 duties. The premium on the bond shall be paid out of the state 21 treasury.

22 Sec. 4. Section 8.5, subsection 1, Code 2024, is amended to 23 read as follows:

Assistants. Employ, with the approval of the governor,
 two assistants and such clerical assistants as the director may
 find necessary.

27 Sec. 5. Section 8.5, Code 2024, is amended by adding the 28 following new subsections:

29 <u>NEW SUBSECTION</u>. 5. *Investigations*. Make such 30 investigations of the organization, activities, and methods of 31 procedure of the several departments and establishments as the 32 director of the department of management may be called upon to 33 make by the governor or general assembly.

34 NEW SUBSECTION. 6. Legislative assistance.

35 a. Furnish to any committee of either house of the general

-8-

assembly having jurisdiction over revenues or appropriations
 such assistance and information regarding the financial affairs
 of the government as the committee may request.

b. Develop and recommend legislative proposals deemed
necessary for the continued efficiency of the department of
management in performing information technology functions,
and review legislative proposals generated outside of the
department which are related to matters within the department's
purview.

NEW SUBSECTION. 7. Rules. Make such rules, subject to the approval of the governor, as may be necessary for effectively carrying on the work of the department of management. The director may, with the approval of the executive council, require any state official, agency, department, or commission, to require any applicant, registrant, filer, permit holder, or license holder, whether individual, partnership, trust, or corporation, to submit to said official, agency, department, sor commission, the social security number or the tax number or both so assigned to said individual, partnership, trust, or corporation.

21 <u>NEW SUBSECTION</u>. 8. Allotments. Perform the necessary work 22 involved in reviewing requests for allotments as are submitted 23 to the governor for approval.

<u>NEW SUBSECTION</u>. 9. Budget document. Prepare the budget
 document and draft the legislation to make it effective.
 <u>NEW SUBSECTION</u>. 10. Taxation transparency and
 disclosure. Exercise the powers and perform the duties
 and responsibilities of the director and the department as
 authorized or required under chapter 8G.

30 <u>NEW SUBSECTION</u>. 11. General control. Perform such other 31 duties as may be required to effectively control the financial 32 operations of the government as limited by this chapter. 33 <u>NEW SUBSECTION</u>. 12. Capital project budgeting 34 requests. Compile annually all capital project budgeting

-9-

35 requests of all state agencies, as those terms are defined in

H.F. ____

1 section 8.3A, and to consolidate the requests, with individual 2 state agency priorities noted, into a report for submission 3 with the budget documents by the governor pursuant to section 4 8.22. Any additional information regarding the capital 5 project budgeting requests or priorities shall be compiled and 6 submitted in the same report.

7 <u>NEW SUBSECTION</u>. 13. Capital project planning and budgeting 8 authority. Call upon any state agency, as defined in section 9 8.3A, for assistance the director may require in performing the 10 director's duties under subsection 12. All state agencies, 11 upon the request of the director, shall assist the director and 12 are authorized to make available to the director any existing 13 studies, surveys, plans, data, and other materials in the 14 possession of the state agencies which are relevant to the 15 director's duties.

16 <u>NEW SUBSECTION</u>. 14. State tort claims — risk management 17 coordinator. Designate a position within the department of 18 management to serve as the executive branch's risk management 19 coordinator.

20 *a.* The risk management coordinator shall have all of the 21 following responsibilities:

(1) Coordinating and monitoring risk control policies and programs in the executive branch, including but not limited to coordination with the employees of departments who are responsible for the workers' compensation for state employees and management of state property.

(2) Consulting with the attorney general with respect to
28 the risk control policies and programs and trends in claims and
29 liability of the state under chapter 669.

30 (3) Coordinating the state's central data repository for 31 claims and risk information.

b. The costs of salary, benefits, and support for the risk management coordinator shall be authorized by the state appeal board established in chapter 73A and shall be paid as claims for services furnished to the state under section 25.2.

-10-

LSB 6331YC (1) 90 ns/jh

NEW SUBSECTION. 15. Salary model administrator. Designate 2 a position within the department of management to serve as the 3 salary model administrator.

a. The salary model administrator shall work in conjunction
with the legislative services agency to maintain the state's
salary model used for analyzing, comparing, and projecting
state employee salary and benefit information, including
information relating to employees of the state board of
regents.

10 The department of revenue, the department of b. 11 administrative services, the institutions governed by the state 12 board of regents pursuant to section 262.7, each judicial 13 district's department of correctional services, and the state 14 department of transportation shall provide salary data to the 15 department of management and the legislative services agency 16 to operate the state's salary model. The format and frequency 17 of provision of the salary data shall be determined by the 18 department of management and the legislative services agency. The information shall be used in collective bargaining 19 C. 20 processes under chapter 20 and in calculating the funding needs 21 contained within any annual salary adjustment legislation. 22 A state employee organization as defined in section 20.3, 23 subsection 4, may request information produced by the model, 24 but the information provided shall not contain information 25 attributable to individual employees.

26 <u>NEW SUBSECTION</u>. 16. *Chief information officer*. Designate a 27 position within the department of management to serve as the 28 chief information officer for the department and supported 29 entities, who shall be the sole chief information officer for 30 the department and supported entities.

31 <u>NEW SUBSECTION</u>. 17. *Gubernatorial advice*. Provide advice 32 to the governor, including advice related to information 33 technology.

NEW SUBSECTION. 18. Information technology
 consultation. Consult with departments and establishments on

-11-

H.F. ____

1 issues related to information technology.

2 <u>NEW SUBSECTION</u>. 19. *Cybersecurity*. Exercise the sole 3 authority in the executive branch of state government for 4 convening cross-jurisdictional, multi-entity collaborations to 5 address cybersecurity issues for supported entities.

6 <u>NEW SUBSECTION</u>. 20. Designation of services — funding — 7 customer council.

8 a. Establish a process by which the department of 9 management, in consultation with the department of 10 administrative services, determines which services provided 11 by the department of administrative services shall be funded 12 by an appropriation and which services shall be funded by the 13 governmental entity receiving the service.

b. Establish a process for determining whether the
department of administrative services shall be the sole
provider of a service for purposes of those services which the
department of management determines under paragraph "a" are to
be funded by the governmental entities receiving the service.
c. (1) Establish, by rule, a customer council responsible
for overseeing the services provided solely by the department
of administrative services. The rules adopted shall provide
for all of the following:

(a) The method of appointment of members to the council by
the governmental entities required to receive the services.
(b) The duties of the customer council which shall be as
follows:

27 (i) Annual review and approval of the department of
28 administrative services' business plan regarding services
29 provided solely by the department of administrative services.

30 (ii) Annual review and approval of the procedure for 31 resolving complaints concerning services provided by the 32 department of administrative services.

33 (iii) Annual review and approval of the procedure 34 for setting rates for the services provided solely by the 35 department of administrative services.

-12-

LSB 6331YC (1) 90 ns/jh

H.F.

(c) A process for receiving input from affected
governmental entities as well as for a biennial review by the
customer council of the determinations made by the department
d of management of which services are funded by an appropriation
to the department of administrative services and which services
are funded by the governmental entities receiving the service,
including any recommendations as to whether the department of
administrative services shall be the sole provider of a service
funded by the governmental entities receiving the service. The
department of management, in consultation with the department
of administrative services, may change the determination of
a service if the change is in the best interests of those
governmental entities receiving the service.

14 (2) If a service to be provided may also be provided to the 15 judicial branch or legislative branch, then the rules shall 16 provide that the chief justice of the supreme court may appoint 17 a member to the customer council, and the legislative council 18 may appoint a member from the senate and a member from the 19 house of representatives to the customer council, respectively, 20 at their discretion.

21 <u>NEW SUBSECTION</u>. 21. *Other powers and duties*. Exercise and 22 perform such other powers and duties as may be prescribed by 23 law.

24 Sec. 6. Section 8.8, Code 2024, is amended to read as 25 follows:

26 8.8 Special olympics fund — appropriation.

A special olympics fund is created in the office of the treasurer of state under the control of the department of management. There is appropriated annually from the general fund of the state to the special olympics fund department of <u>management</u> one hundred thousand dollars for distribution to one or more organizations which administer special olympics programs benefiting the citizens of Iowa with disabilities. Sec. 7. Section 8.9, subsection 1, Code 2024, is amended to read as follows:

-13-

1. The office of grants enterprise management is
 2 established in the department of management. The function of
 3 the office is to develop and administer a system process to
 4 track, identify, advocate for, and coordinate nonstate block
 5 grants as defined in section 8.2, subsections 1 and 3
 6 and categorical grants. Staffing for the office of grants
 7 enterprise management shall be provided by a facilitator
 8 appointed by the director of the department of management.
 9 Additional staff may be hired, subject to the availability of
 10 funding.

11 Sec. 8. Section 8.10, Code 2024, is amended to read as
12 follows:

13 8.10 Facilitator's duties.

14 The specific duties of the facilitator of the office of 15 grants enterprise management may include the following: 16 1. Establish Coordinate a grants network representing all 17 state agencies to assist the grants enterprise management 18 office in an advisory capacity. Each state agency shall 19 designate an employee on the management or senior staff 20 level to serve as the agency's federal funds coordinator and 21 represent the agency on the grants network. An agency may not 22 create a staff position for a federal funds coordinator. The 23 coordinator's duties shall be in addition to the duties of the 24 employee of the agency.

25 2. Develop a plan for increased state access to funding
26 sources other than the general fund of the state.

3. Develop procedures to formally notify appropriate state
and local agencies of the availability of discretionary federal
funds and, when necessary, coordinate the application process.
4. 2. Establish an automated information system process
database for grants applied for and received and to track

32 congressional activity.

33 5. Provide information and counseling to state agencies and
34 political subdivisions of the state concerning the availability
35 and means of obtaining state, federal, and private grants.

-14-

6. Provide grant application writing assistance and
 training to state agencies and political subdivisions of the
 state, directly or through interagency contracts, cooperative
 agreements, or contracts with third-party providers.

5 7. <u>3.</u> Monitor the federal register and other federal or
6 state publications to identify funding opportunities, with
7 special emphasis on discretionary grants or other funding
8 opportunities available to the state.

9 8. Periodically review the funding strategies and methods 10 of those states that rank significantly above the national 11 average in the per capita receipt of federal funds to determine 12 whether those strategies and methods could be successfully 13 employed by this state.

14 Sec. 9. <u>NEW SECTION</u>. 8.13 Establishment of funds.
15 1. The department of management may establish one or more
16 funds within the state treasury under the control of the
17 department. Moneys deposited in or accruing to such a fund are
18 appropriated to the department for purposes of administering
19 the department.

20 2. *a.* Notwithstanding section 8.33, moneys in such a fund 21 that remain unencumbered or unobligated at the close of a 22 fiscal year shall not revert but shall remain available for 23 expenditure for the purposes designated.

b. This subsection does not apply to moneys annually
appropriated to the department of management by the general
assembly in an Act of the general assembly. Such moneys shall
be subject to reversion as otherwise provided by law.

3. Notwithstanding section 12C.7, subsection 2, interest
or earnings on moneys in such a fund shall be credited to the
30 fund.

31 Sec. 10. Section 8.21, subsection 1, Code 2024, is amended 32 to read as follows:

Not later than February 1 of each legislative regular
 session of the general assembly, the governor shall transmit
 to the legislature general assembly a document to be known as

-15-

1 a budget, setting forth the governor's financial program for 2 the ensuing fiscal year and having the character and scope set 3 forth in sections 8.22 through 8.29 this subchapter. 4 Sec. 11. Section 8.22, subsection 1, Code 2024, is amended 5 to read as follows: 1. Part I - Governor's budget message. Part I shall consist 6 7 of the governor's budget message, in which the governor shall 8 set forth all of the following: Part I shall consist of the governor's budget message, in 9 a. 10 which the governor shall set forth: (1) (a) The governor's program for meeting all the 11 12 expenditure needs of the government for the fiscal year, 13 indicating the classes of funds, general or special, from which 14 appropriations are to be made and the means through which 15 the expenditures shall be financed. The governor's program 16 shall include a single budget request for all capital projects 17 proposed by the governor. The request shall include but is not 18 limited to all of the following: (b) The governor's program shall include a single budget 19 20 request for all capital projects proposed by the governor. The 21 request shall include but is not limited to the following: 22 (i) The purpose and need for each capital project. 23 (ii) (2) A priority listing of capital projects. 24 (iii) (3) The costs of acquisition, lease, construction, 25 renovation, or demolition of each capital project. 26 (iv) (4) The identification of the means and source of 27 funding each capital project. (v) (5) The estimated operating costs of each capital 28 29 project after completion. (vi) (6) The estimated maintenance costs of each capital 30 31 project after completion. (vii) (7) The consequences of delaying or abandoning each 32 33 capital project. 34 (viii) (8) Alternative approaches to meeting the purpose or 35 need for each capital project.

-16-

1 (ix) (9) Alternative financing mechanisms.

2 (x) (10) A cost-benefit analysis or economic impact of each 3 capital project.

b. (1) Financial statements giving in summary form:
(a) The condition of the treasury at the end of the last
completed fiscal year, the estimated condition of the treasury
at the end of the year in progress, and the estimated condition
of the treasury at the end of the following fiscal year if the
governor's budget proposals are put into effect.

10 (b) Statements showing the bonded indebtedness of the 11 government, debt authorized and unissued, debt redemption and 12 interest requirements, and condition of the sinking funds, if 13 any.

14 (c) A summary of appropriations recommended for the 15 following fiscal year for each department and establishment 16 and for the government as a whole, in comparison with the 17 actual expenditures for the last completed fiscal year and the 18 estimated expenditures for the year in progress.

19 (d) A summary of the revenue, estimated to be received by 20 the government during the following fiscal year, classified 21 according to sources, in comparison with the actual revenue 22 received by the government during the last completed fiscal 23 year and estimated income during the year in progress.

(e) A statement of federal funds received in the form of block or categorical grants which were not included in the governor's budget for the previous fiscal year and a statement of anticipated block grants and categorical grants. The budget shall indicate how the federal funds will be used and the programs to which they will be allocated. The amount of state government funds required to implement the programs to which the federal funds will apply shall also be indicated. The departments and establishments shall provide information to the director on the anticipated federal block grants and categorical grants to be received on or before November 1 of seach year. The director shall use this information to develop

-17-

1 an annual update of the statement of federal funds received 2 which shall be provided to the general assembly.

3 (f) Other financial statements, data, and comments as in the 4 governor's opinion are necessary or desirable in order to make 5 known in all practicable detail the financial condition and 6 operation of the government and the effect that the budget as 7 proposed by the governor will have on the financial condition 8 and operation.

9 (g) A separate report containing a complete list of all 10 standing appropriations showing the amount or estimated 11 amount of each appropriation and the purpose for which the 12 appropriation is made.

13 (2) If the estimated revenues of the government for the 14 ensuing fiscal year as set forth in the budget on the basis of 15 existing laws, plus the estimated amounts in the treasury at 16 the close of the year in progress, available for expenditure in 17 the ensuing fiscal year are less than the aggregate recommended 18 for the ensuing fiscal year as contained in the budget, the 19 governor shall make recommendations to the legislature in 20 respect to the manner in which the deficit shall be met, 21 whether by an increase in the state tax or the imposition of 22 new taxes, increased rates on existing taxes, or otherwise, 23 and if the aggregate of the estimated revenues, plus estimated 24 balances in the treasury, is greater than the recommended 25 appropriations for the ensuing fiscal year, the governor shall 26 make recommendations in reference to the application of the 27 surplus to the reduction of debt or otherwise, to the reduction 28 in taxation, or to such other action as in the governor's 29 opinion is in the interest of the public welfare.

30 <u>c. Supplemental estimates for such appropriations as in</u> 31 <u>the governor's judgment may be necessary or otherwise in the</u> 32 <u>public interest. The governor shall accompany such estimates</u> 33 <u>with a statement of the reasons therefor, including the</u> 34 <u>reasons for their omission from a prior budget, if applicable.</u> 35 Whenever such supplemental estimates amount to an aggregate

-18-

LSB 6331YC (1) 90

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which, if they had been contained in a prior budget, would
 have required the governor to make a recommendation for the
 raising of additional revenue, the governor shall make such
 recommendation.
 Sec. 12. Section 8.22A, subsection 2, Code 2024, is amended

6 to read as follows:

The conference shall meet as often as deemed necessary, 7 2. 8 but shall meet at least three times per year with at least 9 one meeting taking place each year in March. The conference 10 may use sources of information deemed appropriate. At each ll meeting, the conference shall agree to estimates for the 12 current fiscal year and the following fiscal year for the net 13 appropriable receipts of the revenues of the general fund of 14 the state, lottery revenues as described in section 99G.39, 15 subsection 1, to be available for disbursement, and from 16 gambling revenues described in section 8.57, subsection 5, 17 paragraph "f'', and from interest earned on the cash reserve 18 fund and the economic emergency fund to be deposited in the 19 rebuild Iowa infrastructure fund. At the meeting taking place 20 each year in March, in addition to agreeing to estimates 21 for the current fiscal year and the following fiscal year, 22 the conference shall agree to estimates for the fiscal year 23 beginning July 1 of the following calendar year. Only an 24 estimate for the following fiscal year agreed to by the 25 conference pursuant to subsection 3, 4, or 5, shall be used 26 for purposes of calculating the state general fund expenditure 27 limitation under section 8.54, and any other estimate agreed 28 to shall be considered a preliminary estimate that shall not 29 be used for purposes of calculating the state general fund 30 expenditure limitation.

31 Sec. 13. Section 8.22A, subsections 4 and 5, Code 2024, are 32 amended by striking the subsections.

33 Sec. 14. Section 8.23, subsection 1, unnumbered paragraph 34 1, Code 2024, is amended to read as follows:

35 On or before October 1, prior to each legislative regular

-19-

1 session of the general assembly, all departments and 2 establishments of the government shall transmit to the director 3 of the department of management, on blanks to be furnished 4 in a format designated by the director, estimates of their 5 expenditure requirements, including every proposed expenditure, 6 for the ensuing fiscal year, together with supporting data and 7 explanations as called for by the director after consultation 8 with the legislative services agency.

9 Sec. 15. Section 8.23, subsection 1, paragraphs a and d, 10 Code 2024, are amended to read as follows:

11 a. The estimates of expenditure requirements shall be 12 in a form specified by the director, and the expenditure 13 requirements shall include all proposed expenditures and shall 14 be prioritized by program or the results to be achieved. The 15 estimates shall be accompanied by performance measures for 16 evaluating the effectiveness of the programs or results.

17 d. The director shall furnish designate standard
18 budget request forms formats to each department or agency
19 establishment of state government.

20 Sec. 16. Section 8.26, Code 2024, is amended to read as 21 follows:

22 8.26 Hearings.

Immediately upon the receipt of the tentative budget provided for by section 8.25 the The governor shall make provision for public hearings thereon on the estimates of expenditure requirements required by section 8.23, at which the governor may require the attendance of the heads and other officers of all departments, establishments, and other persons receiving or requesting the grant of state government funds and the giving by them of such explanations and suggestions as they may be called upon to give or as they may desire to offer in respect to items of requested appropriations in which they are interested. The governor shall also extend invitations to the governor-elect and the director of the department of management to be present at such hearings and to participate in

-20-

1 the hearings through the asking of questions or the expression
2 of opinion in regard to the items of the tentative budget
3 estimates.

4 Sec. 17. Section 8.29, Code 2024, is amended to read as 5 follows:

8.29 Regents universities — uniform accounting system.
The state board of regents, with the approval of the director
8 of the department of management, shall establish a uniform
9 budgeting and accounting system for the institutions of higher
10 education under its control, and shall require each of the
11 institutions of higher education to begin operating operate
12 under the uniform system not later than June 30, 1994.
13 Sec. 18. Section 8.31, subsections 3 and 5, Code 2024, are

14 amended to read as follows:

3. The allotment requests of all departments and establishments collecting governmental fees and other revenue which supplement a state appropriation shall attach to the summary of requests a statement showing how much of the proposed allotments are to be financed from state appropriations, stores, and repayment <u>appropriated</u> receipts. If the governor determines that the estimated budget resources during the fiscal year are insufficient to pay all appropriations in full, the reductions shall be uniform and prorated between all departments, agencies, and establishments upon the basis of their respective appropriations.

26 Sec. 19. Section 8.32, Code 2024, is amended to read as 27 follows:

8.32 Conditional availability of appropriations —
29 applicability of chapter.

30 1. All appropriations made to any department or 31 establishment of the government as <u>receive receivable</u> or 32 <u>collect collectable</u> moneys available for expenditure by them 33 under <u>present laws law</u>, are declared to be in addition to such 34 <u>repayment appropriated</u> receipts, and such appropriations are 35 to be available as and to the extent that such receipts are

-21-

LSB 6331YC (1) 90 ns/jh

1 insufficient to meet the costs of administration, operation,
2 and maintenance, or and public improvements of such departments
3 or establishments, provided all of the following conditions are
4 met:

5 *a.* Provided, that such <u>Such</u> receipts or collections shall be 6 <u>are</u> deposited in the state treasury as part of the general fund 7 or special <u>revenue</u> funds in all cases, except those collections 8 made by the state fair board, the institutions under the state 9 board of regents, and the natural resource commission.

10 b. Provided further, that no repayment <u>Appropriated</u> receipts 11 shall be <u>are not</u> available for expenditures until allotted as 12 provided in section 8.31; and.

13 c. Provided further, that the <u>The</u> collection of repayment 14 <u>appropriated</u> receipts by the state fair board and the 15 institutions under the state board of regents <u>shall be are</u> 16 deposited in a bank or banks duly designated and qualified as 17 state depositories, in the name of the state of Iowa, for the 18 use of such boards and institutions, and such funds <u>shall be</u> 19 <u>are</u> available only on the check of such boards or institutions 20 depositing them, which are hereby authorized to withdraw such 21 funds, but only after allotment by the governor as provided in 22 section 8.31; and.

23 d. 2. a. Provided further, that this This chapter shall
24 does not apply to endowment or private <u>purpose</u> trust funds or
25 to gifts to institutions owned or controlled by the state or to
26 the income from such endowment or private <u>purpose</u> trust funds,
27 or to <u>private custodial</u> funds belonging to students or inmates
28 of state institutions.

29 2. <u>b.</u> The provisions of this <u>This</u> chapter shall not be 30 construed to prohibit the state fair board from creating an 31 emergency or sinking fund out of the receipts of the state fair 32 and state appropriation for the purpose of taking care of any 33 emergency that might arise beyond the control of the board of 34 not to exceed three hundred thousand dollars. Neither shall 35 this

-22-

H.F.

1 <u>c. This chapter shall not</u> be construed to prohibit the state 2 fair board from retaining an additional sum of not to exceed 3 three hundred fifty thousand dollars to be used in carrying out 4 the provisions of chapter 173.

5 Sec. 20. Section 8.35, Code 2024, is amended to read as 6 follows:

7 8.35 General supervisory control.

8 The governor and the director of the department of 9 management and any officer of the department of management, 10 when authorized by the governor, are hereby authorized to make 11 such inquiries regarding the receipts, custody, and application 12 of state government funds, existing organization, activities, 13 and methods of business of the departments and establishments, 14 assignments of particular activities to particular services 15 and regrouping of such services, as in the opinion of the 16 governor, will enable the governor to make recommendations to 17 the legislature general assembly, and, within the scope of the 18 powers possessed by the governor, to order action to be taken, 19 having for their purpose to bring about increased economy and 20 efficiency in the conduct of the affairs of government.

21 Sec. 21. Section 8.35A, subsection 4, Code 2024, is amended 22 to read as follows:

4. A government agency which receives state government funds directly from the state or indirectly through a political subdivision as directed by statute and which is not a city, county, or school district is subject to this subsection. A government agency which is subject to this subsection shall submit a copy of its budget to the legislative services agency, identifying it as being submitted under this subsection, when the budget of that government agency has received approval from the governing head or body of that agency. The copy of the budget submitted to the legislative services agency shall se on the budget forms provided in the format designated by the department of management to state agencies under this submit also submit

-23-

LSB 6331YC (1) 90 ns/jh

H.F. ____

1 a statement identifying any funds available to the agency which 2 are not included in the budget.

3 Sec. 22. <u>NEW SECTION</u>. 8.48 Local budgets — forms and 4 procedures.

5 1. The director of the department of management shall 6 consult with all state officers and agencies which receive 7 reports and forms from county officers, in order to devise 8 standardized reports and forms which will permit computer 9 processing of the information submitted by county officers, 10 and prescribe forms on which each municipality, at the time 11 of preparing estimates required under section 24.3, shall be 12 required to compile in parallel columns all of the following 13 data and estimates for immediate availability to any taxpayer 14 upon request:

15 a. For the immediate prior fiscal year, revenue from all 16 sources, other than revenue received from property taxation, 17 allocated to each of the several funds and separately stated 18 as to each such source, and for each fund the unencumbered 19 cash balance thereof at the beginning and end of the year, the 20 amount received by property taxation allocated to each fund, 21 and the amount of actual expenditure for each fund.

b. For the current fiscal year, actual and estimated revenue, from all sources, other than revenue received from property taxation, and separately stated as to each such source, allocated to each of the several funds, and for each fund the actual unencumbered cash balance available at the beginning of the year, the amount to be received from property taxation allocated to each fund, and the amount of actual and estimated expenditures, whichever is applicable.

30 c. For the proposed budget year, an estimate of revenue from 31 all sources, other than revenue to be received from property 32 taxation, separately stated as to each such source, to be 33 allocated to each of the several funds, and for each fund the 34 actual or estimated unencumbered cash balance, whichever is 35 applicable, to be available at the beginning of the year, the

-24-

1 amount proposed to be received from property taxation allocated 2 to each fund, and the amount proposed to be expended during 3 the year plus the amount of cash reserve, based on actual 4 experience of prior years, which shall be the necessary cash 5 reserve of the budget adopted exclusive of capital outlay 6 items. The estimated expenditures plus the required cash 7 reserve for the ensuing fiscal year less all estimated or 8 actual unencumbered balances at the beginning of the year and 9 less the estimated income from all sources other than property 10 taxation shall equal the amount to be received from property 11 taxes, and such amount shall be shown on the proposed budget 12 estimate.

13 2. To ensure uniformity, accuracy, and efficiency in the 14 preparation of budget estimates by municipalities subject to 15 chapter 24, the director shall prescribe the procedures to be 16 used and instruct the appropriate officials of the various 17 municipalities on implementation of the procedures.

18 Sec. 23. Section 8.54, subsection 1, unnumbered paragraph 19 1, Code 2024, is amended to read as follows:

For the purposes of section 8.22A, this section, and 21 sections 8.55 through 8.57 section 8.56:

22 Sec. 24. Section 8.54, subsection 5, paragraph a, Code 2024, 23 is amended to read as follows:

24 a. For fiscal years in which it is anticipated that the 25 distribution of moneys from the Iowa economic emergency fund in 26 accordance with section 8.55 8.56, subsection 2 3, will result 27 in moneys being transferred to the general fund of the state, 28 the original state general fund expenditure limitation amount 29 provided for in subsection 3 shall be readjusted to include the 30 amount of moneys anticipated to be so transferred.

31 Sec. 25. Section 8.56, subsection 1, Code 2024, is amended 32 to read as follows:

33 1. A cash reserve fund is created in the state treasury.
34 The cash reserve fund shall be separate from the general fund
35 of the state and shall not be considered part of the general

-25-

H.F.____

1 fund of the state except in determining the cash position of 2 the state as provided in subsection 3. The moneys in the cash 3 reserve fund are not subject to section 8.33 and shall not 4 be transferred, used, obligated, appropriated, or otherwise 5 encumbered except as provided in this section. Notwithstanding 6 section 12C.7, subsection 2, interest or earnings on moneys 7 deposited in the cash reserve fund shall be credited to the 8 rebuild Iowa infrastructure fund created in section 8.57. 9 Moneys in the cash reserve fund may be used for cash flow 10 purposes during a fiscal year provided that any moneys so 11 allocated are returned to the cash reserve fund by the end of 12 that fiscal year. 13 Sec. 26. Section 8.56, subsections 2, 3, and 4, Code 2024, 14 are amended by striking the subsections and inserting in lieu 15 thereof the following: 16 2. At the conclusion of a fiscal year, the surplus is 17 transferred to the cash reserve fund. As used in this 18 subsection, "surplus" means the excess of revenues and other 19 financing sources over expenditures and other financing uses 20 for the general fund of the state in a fiscal year. 21 The maximum balance of the cash reserve fund is twelve 3. 22 and one-half percent of the adjusted revenue estimate. If 23 the amount in the cash reserve fund is equal to the maximum 24 balance, moneys in excess of this amount shall be distributed 25 as follows: The difference between the actual net revenue for the 26 a. 27 general fund of the state for the fiscal year and the adjusted 28 revenue estimate for the fiscal year shall be transferred to 29 the taxpayer relief fund created in section 8.57E.

30 *b.* The remainder of the excess, if any, shall be transferred 31 to the general fund of the state.

32 4. *a.* Except as provided in paragraphs "*b*", "*c*", and 33 "*d*", the moneys in the cash reserve fund shall only be used 34 pursuant to an appropriation made by the general assembly. An 35 appropriation shall only be made for the fiscal year in which

-26-

LSB 6331YC (1) 90 ns/jh

1 the appropriation is made.

2 b. Moneys in the cash reserve fund may be used for cash 3 flow purposes during a fiscal year provided that any moneys so 4 allocated are returned to the cash reserve fund by the end of 5 that fiscal year.

c. There is appropriated from the cash reserve fund to the
rescutive council an amount sufficient to pay the expenses
authorized by the executive council, as specified in section
7D.29.

10 *d*. There is appropriated from the cash reserve fund to the 11 general fund of the state an amount not to exceed one percent 12 of the adjusted revenue estimate for the fiscal year for which 13 the appropriation is made. This appropriation is contingent 14 upon all of the following having occurred:

15 (1) Prior to an appropriation being made pursuant to this 16 paragraph, the balance of the general fund of the state at the 17 end of the fiscal year for which the appropriation is made is 18 negative.

19 (2) The governor issues an official proclamation and 20 notifies the legislative fiscal committee and the legislative 21 services agency that the balance of the general fund is 22 negative and that an appropriation made pursuant to this 23 paragraph brings the general fund of the state into balance. 24 e. If an appropriation is made pursuant to paragraph "a" or 25 "d" for a fiscal year, there is appropriated from the general 26 fund of the state to the cash reserve fund for the following 27 fiscal year the amount of the appropriation made pursuant to 28 paragraph "a" or "d".

29 Sec. 27. Section 8.57, subsections 1, 2, 3, 4, and 6, Code 30 2024, are amended by striking the subsections.

31 Sec. 28. Section 8.57, subsection 5, paragraph a, 32 unnumbered paragraph 1, Code 2024, is amended to read as 33 follows:

A rebuild Iowa infrastructure fund is created under the 35 authority of the department of management. The fund shall

-27-

1 consist of appropriations made to the fund and transfers of 2 interest, earnings, and moneys from other funds as provided by 3 law. The rebuild Iowa infrastructure fund shall be separate 4 from the general fund of the state and the balance in the 5 rebuild Iowa infrastructure fund shall not be considered part 6 of the balance of the general fund of the state. However, the 7 rebuild Iowa infrastructure fund shall be considered a special 8 account for the purposes of section 8.53, relating to generally 9 accepted accounting principles.

Sec. 29. Section 8.57, subsection 5, paragraphs d and e, ll Code 2024, are amended by striking the paragraphs.

Sec. 30. Section 8.57, subsection 5, paragraph f, subparagraph (1), subparagraph division (b), Code 2024, is amended by striking the subparagraph division.

15 Sec. 31. Section 8.57, subsection 5, paragraph f, 16 subparagraph (1), subparagraph division (d), subparagraph 17 subdivision (i), Code 2024, is amended by striking the 18 subparagraph subdivision.

19 Sec. 32. Section 8.57, subsection 5, paragraph f, 20 subparagraph (1), subparagraph division (g), Code 2024, is 21 amended to read as follows:

22 (g) For the fiscal year beginning July 1, 2018, and for 23 each fiscal year thereafter, the total moneys in excess of the 24 moneys deposited under this paragraph "f" in the revenue bonds 25 debt service fund, the revenue bonds federal subsidy holdback 26 fund, the vision Iowa fund, the water quality infrastructure 27 fund, the Iowa skilled worker and job creation fund, and the 28 general fund of the state shall be deposited in the rebuild 29 Iowa infrastructure fund and shall be used as provided in this 30 section, notwithstanding section 8.60.

31 Sec. 33. Section 8.57, subsection 5, paragraph g, Code 2024, 32 is amended by striking the paragraph.

33 Sec. 34. Section 8.57A, subsection 1, Code 2024, is amended 34 to read as follows:

35 1. An environment first fund is created under the authority

-28-

1 of the department of management. The fund shall consist of 2 appropriations made to the fund and transfers of interest, 3 earnings, and moneys from other funds as provided by law. The 4 fund shall be separate from the general fund of the state 5 and the balance in the fund shall not be considered part of 6 the balance of the general fund of the state. However, the 7 fund shall be considered a special account for the purposes 8 of section 8.53, relating to generally accepted accounting 9 principles.

10 Sec. 35. Section 8.57B, subsection 2, Code 2024, is amended 11 to read as follows:

12 2. The fund shall be separate from the general fund of the 13 state and the balance in the fund shall not be considered part 14 of the balance of the general fund of the state. However, the 15 fund shall be considered a special account for the purposes 16 of section 8.53, relating to generally accepted accounting 17 principles.

18 Sec. 36. Section 8.57C, subsection 1, Code 2024, is amended 19 to read as follows:

1. A technology reinvestment fund is created under the authority of the department of management. The fund shall consist of appropriations made to the fund and transfers of interest, earnings, and moneys from other funds as provided by law. The fund shall be separate from the general fund of the state and the balance in the fund shall not be considered part of the balance of the general fund of the state. However, the fund shall be considered a special account for the purposes of section 8.53, relating to generally accepted accounting principles.

30 Sec. 37. Section 8.57C, subsection 3, paragraphs a, b, c, 31 d, e, f, g, h, i, and j, Code 2024, are amended by striking the 32 paragraphs.

33 Sec. 38. Section 8.57D, subsection 3, Code 2024, is amended 34 to read as follows:

-29-

35 3. The levee improvement fund shall be separate from the

H.F. ____

1 general fund of the state and the balance in the fund shall 2 not be considered part of the balance of the general fund of 3 the state. However, the fund shall be considered a special 4 account for the purposes of section 8.53, relating to generally 5 accepted accounting principles.

6 Sec. 39. Section 8.57E, subsection 2, paragraph b, 7 subparagraph (1), Code 2024, is amended to read as follows: 8 (1) For the fiscal year beginning July 1, 2023, and for 9 each fiscal year thereafter, if the actual net revenue for the 10 general fund of the state for the fiscal year plus the amount 11 transferred to the general fund of the state under section 8.55 12 8.56, subsection 2 3, paragraph br', for the fiscal year, if 13 any, is less than one hundred three and one-half percent of 14 the actual net revenue for the general fund of the state for 15 the prior fiscal year, there is transferred from the taxpayer 16 relief fund to the general fund of the state an amount equal to 17 the difference or the remaining balance of the taxpayer relief 18 fund, whichever is lower, subject to subparagraph (2).

19 Sec. 40. Section 8.57E, subsection 3, Code 2024, is amended 20 to read as follows:

3. a. Moneys in the taxpayer relief fund may be used for cash flow purposes during a fiscal year provided that any moneys so allocated are returned to the fund by the end of that fiscal year.

25 b. Except as provided in section 8.58, the taxpayer relief 26 fund shall be considered a special account for the purposes of 27 section 8.53 in determining the cash position of the general 28 fund of the state for the payment of state obligations.

29 Sec. 41. Section 8.57F, subsection 1, paragraph d, Code 30 2024, is amended by striking the paragraph.

31 Sec. 42. Section 8.57G, subsections 3 and 4, Code 2024, are 32 amended to read as follows:

3. Except as provided in section 8.58, the fund shall be
34 considered a special account for the purposes of section 8.53
35 in determining the cash position of the general fund of the

-30-

H.F. ____

1 state for the payment of state obligations. Notwithstanding 2 section 8.33, moneys in the fund that remain unencumbered or 3 unobligated at the close of a fiscal year shall not revert 4 but shall remain available for expenditure for the purposes 5 designated. Notwithstanding section 12C.7, subsection 2, 6 interest or earnings on moneys in the fund shall be credited 7 to the fund.

8 4. This section is repealed July 1, 2025 2027.

9 Sec. 43. Section 8.57H, subsections 3 and 4, Code 2024, are 10 amended to read as follows:

11 3. Except as provided in section 8.58, the fund shall be 12 considered a special account for the purposes of section 8.53 13 in determining the cash position of the general fund of the 14 state for the payment of state obligations. Notwithstanding 15 section 8.33, moneys in the fund that remain unencumbered or 16 unobligated at the close of a fiscal year shall not revert 17 but shall remain available for expenditure for the purposes 18 designated. Notwithstanding section 12C.7, subsection 2, 19 interest or earnings on moneys in the fund shall be credited 20 to the fund.

21 4. This section is repealed July 1, 2025 2027.

22 Sec. 44. <u>NEW SECTION</u>. 8.571 Sports wagering receipts fund. 23 1. A sports wagering receipts fund is created in the state 24 treasury under the authority of the department of management. 25 The fund shall consist of appropriations made to the fund and 26 transfers of interest, earnings, and moneys from other funds 27 or sources as provided by law. The sports wagering receipts 28 fund shall be separate from the general fund of the state and 29 the balance in the sports wagering receipts fund shall not 30 be considered part of the balance of the general fund of the 31 state.

32 2. Moneys in the sports wagering receipts fund are not 33 subject to section 8.33. Notwithstanding section 12C.7, 34 subsection 2, interest or earnings on moneys in the sports 35 wagering receipts fund shall be credited to the fund. Moneys

-31-

1 in the sports wagering receipts fund may be used for cash flow 2 purposes during a fiscal year provided that any moneys so 3 allocated are returned to the fund by the end of that fiscal 4 year.

5 3. Moneys in the sports wagering receipts fund in a fiscal 6 year shall be used as directed by the general assembly.

4. Annually, on or before January 15 of each year, a state agency that received an appropriation from the sports wagering receipts fund shall report to the legislative services agency and the department of management the status of all projects completed or in progress. The report shall include a description of the project, the progress of work completed, the total estimated cost of the project, a list of all revenue sources being used to fund the project, the amount of funds sexpended, the amount of funds obligated, and the date the project was completed or an estimated completion date of the project, where applicable.

5. Annually, on or before December 31 of each year, a recipient of moneys from the sports wagering receipts fund for any purpose shall report to the state agency to which the moneys are appropriated the status of all projects completed or in progress. The report shall include a description of the project, the progress of work completed, the total estimated cost of the project, a list of all revenue sources being used to fund the project, the amount of funds expended, the amount of funds obligated, and the date the project was completed or an estimated completion date of the project, where applicable. Sec. 45. Section 8.58, Code 2024, is amended to read as projects:

30 8.58 Exemption from automatic application.

31 1. To the extent that moneys appropriated under section 32 8.57 do not result in moneys being credited to the general 33 fund under section 8.55, subsection 2, moneys appropriated 34 under section 8.57 and If moneys are not transferred to the 35 general fund of the state pursuant to section 8.56, subsection

> LSB 6331YC (1) 90 ns/jh

1 3, moneys contained in the cash reserve fund, rebuild Iowa 2 infrastructure fund, environment first fund, Iowa economic 3 emergency fund, taxpayer relief fund, state bond repayment 4 fund, Iowa coronavirus fiscal recovery fund, and Iowa 5 coronavirus capital projects fund, and Iowa skilled worker and 6 job creation fund shall not be considered in the application 7 of any formula, index, or other statutory triggering mechanism 8 which would affect appropriations, payments, or taxation rates, 9 contrary provisions of the Code law notwithstanding. 2. To the extent that moneys appropriated under section 10 11 8.57 do not result in moneys being credited to the general 12 fund under section 8.55, subsection 2, moneys appropriated 13 under section 8.57 and If moneys are not transferred to the 14 general fund of the state pursuant to section 8.56, subsection 15 3, moneys contained in the cash reserve fund, rebuild Iowa 16 infrastructure fund, environment first fund, Iowa economic 17 emergency fund, taxpayer relief fund, state bond repayment 18 fund, Iowa coronavirus fiscal recovery fund, and Iowa 19 coronavirus capital projects fund, and Iowa skilled worker and 20 job creation fund shall not be considered by an arbitrator or 21 in negotiations under chapter 20. Sec. 46. Section 8.70, Code 2024, is amended to read as 22 23 follows: 24 8.70 Lean enterprise and change management office. 1. For purposes of this section, "lean": 25 a. "Change management" means the application of a structured 26 27 approach to the transition of an organization and its workforce 28 from a current state to a future state to achieve expected 29 benefits. "Change management" includes preparing and supporting 30 employees, establishing the necessary steps for change, and 31 monitoring activities to ensure successful implementation. b. "Lean" means a business-oriented system for organizing 32 33 and managing product development, operations, suppliers, and 34 customer relations to create precise customer value, expressed 35 as providing goods and services with higher quality and fewer

-33-

1 defects and errors, with less human effort, less space, less
2 capital, and less time than more traditional systems.

3 2. The office of lean enterprise <u>and change management</u> is 4 established in the department of management. The function 5 of the office is to ensure implementation of lean tools and 6 <u>enterprises change management</u> as <u>a component components</u> of 7 a performance management system for all executive branch 8 agencies. Staffing for the office of lean enterprise shall be 9 provided by an administrator appointed by the director of the 10 department of management.

11 3. The duties of the office of lean enterprise may include 12 the following:

13 a. Create a standardized approach to change that achieves 14 expected benefits and organizational goals.

15 a. b. Create strategic and tactical approaches for lean 16 implementation, including integration into state governance and 17 operational systems.

18 b. c. Lead and develop state government's capacity to 19 implement lean and change management tools and enterprises 20 structures, including design and development of instructional 21 materials as needed with the goal of integrating continuous 22 improvement and change management into the organizational 23 culture.

24 c. d. (1) Create demand for lean <u>and change management</u>
25 tools and enterprises <u>initiatives</u> in departments <u>and</u>
26 <u>establishments</u>.

(2) Communicate with agency directors, boards, commissions,
and senior management to create interest and organizational
will to implement lean <u>and change management</u> tools and
enterprises to improve agency results.

31 (3) Provide direction and advice to department heads and
32 senior management to plan and implement departmental lean and
33 change management programs.

34 (4) Direct and review plans for leadership and assist with 35 the selection of identifying and selecting process improvement

-34-

1 projects of key importance to agency goals, programs, and 2 missions.

3 d. (1) Identify and assist departments in identifying
4 potential lean projects.

5 (2) <u>e.</u> Continuously evaluate organizational performance 6 in meeting objectives, identify and structure the direction 7 the that change management and lean implementation should take 8 to provide greatest effectiveness, and justify critical and 9 far-reaching changes.

10 e. f. (1) Lead the collection and reporting of data and 11 learning related to lean <u>and change management</u> accomplishments. 12 (2) Widely disseminate lean <u>and change management</u> results 13 and learning with Iowans, stakeholders, and other members 14 of the public to demonstrate the benefits and return on 15 investment.

16 f_{τ} g_{τ} (1) Evaluate the effect of unforeseen developments 17 on plans and programs and present to agency directors, boards, 18 commissions, and senior management suggested changes in overall 19 direction.

20 (2) Provide input related to proposals regarding new or 21 revised legislation, regulations, and related changes which 22 have a direct impact over the implementation.

23 g_{τ} <u>h.</u> Lead the development of alliances and partnerships 24 with the business community, associations, consultants, and 25 other stakeholders to enhance external support and advance 26 the implementation of lean <u>and change management</u> tools and 27 enterprises in state government.

28 *h*. *i*. Lead relations with the general assembly and staff
29 to build support for and understanding of lean <u>and change</u>
30 management work in state government.

31 Sec. 47. Section 8.75, subsection 2, Code 2024, is amended 32 to read as follows:

33 2. The Iowa skilled worker and job creation fund shall be 34 separate from the general fund of the state and the balance 35 in the Iowa skilled worker and job creation fund shall not

-35-

1 be considered part of the balance of the general fund of the 2 state. However, the Iowa skilled worker and job creation 3 fund shall be considered a special account for the purposes 4 of section 8.53, relating to generally accepted accounting 5 principles. Moneys in the fund may be used for cash flow 6 purposes during a fiscal year provided that any moneys so 7 allocated are returned to the fund by the end of that fiscal 8 year. Notwithstanding section 8.33, moneys in the fund at the 9 end of each fiscal year shall not revert to any other fund but 10 shall remain in the fund for expenditure in subsequent fiscal 11 years.

Sec. 48. <u>NEW SECTION</u>. 8.76 Subchapter definitions.
As used in this subchapter, unless the context otherwise
requires:

15 1. "Department" means the department of management.

16 2. "Director" means the director of the department of 17 management.

18 Sec. 49. Section 8B.4A, Code 2024, is amended to read as 19 follows:

20 8B.4A Background checks.

An applicant for employment with the office department, 21 22 or an applicant for employment with a participating agency 23 supported entity for a position as information technology 24 staff, may be subject to a background investigation by the 25 office department. The background investigation may include, 26 without limitation, a work history, financial review, request 27 for criminal history data, and national criminal history check 28 through the federal bureau of investigation. In addition, 29 a contractor, vendor, employee, or any other individual 30 performing work for the office department, or an individual 31 on the information technology staff of a participating agency 32 supported entity, may be subject to a national criminal history 33 check through the federal bureau of investigation at least once 34 every ten years, including, without limitation, any time the 35 office department or participating agency supported entity

-36-

1 has reason to believe an individual has been convicted of a 2 crime. The office department may request the national criminal 3 history check and, if requested, shall provide the individual's 4 fingerprints to the department of public safety for submission 5 through the state criminal history repository to the federal 6 bureau of investigation. The individual shall authorize 7 release of the results of the national criminal history check 8 to the office department and the applicable participating 9 agency supported entity. The office department shall pay the 10 actual cost of the fingerprinting and national criminal history 11 check, if any, unless otherwise agreed as part of a contract 12 between the office department or participating agency supported 13 entity and a vendor or contractor performing work for the 14 office department or participating agency supported entity. 15 The results of a criminal history check conducted pursuant to 16 this section shall not be considered a public record under 17 chapter 22.

18 Sec. 50. Section 8B.6, Code 2024, is amended to read as 19 follows:

20 8B.6 Acceptance of funds.

The office department of management may receive and accept donations, grants, gifts, and contributions in the form of moneys, services, materials, or otherwise, from the United States or any of its agencies, from this state or any of its agencies, or from any other person, and expend such moneys, services, materials, or other contributions, or issue grants, in carrying out the operations of the office department. All federal grants to and the federal receipts of the office <u>department</u> are appropriated for the purpose set forth in such federal grants or receipts. The office department shall report annually to the general assembly on or before September 1 the value of one thousand dollars or more that were received during the most recently concluded fiscal year.

35 Sec. 51. Section 8B.10, subsections 1 and 2, Code 2024, are

-37-

1 amended to read as follows:

1. The determination of whether a communications service 2 3 provider facilitates broadband service meeting the tier 4 1, tier 2, or tier 3 download and upload speeds specified 5 in the definition of targeted service area in section 8B.1 6 shall be determined or ascertained by reference to broadband 7 availability maps or data sources that are identified 8 by the office department by rule. The office department 9 shall periodically make renewed determinations of whether 10 a communications service provider facilitates broadband 11 service at or above the tier 1, tier 2, or tier 3 download 12 and upload speeds specified in the definition of targeted 13 service area in section 8B.1, which shall, to the extent 14 updated maps and data sources are available at the time, 15 include making such determinations prior to each round of grant 16 applications solicited by the office department pursuant to 17 section 8B.11. The office department is not required to make 18 renewed determinations of whether a communications service 19 provider facilitates broadband service at or above the tier 20 1, tier 2, or tier 3 download and upload speeds specified in 21 the definition of targeted service area in section 8B.1 more 22 frequently than once in any calendar year.

23 2. The office department shall establish procedures to
24 allow challenges to the office's department's finding on
25 whether an area meets the definition of targeted service area.
26 Sec. 52. Section 8B.11, Code 2024, is amended to read as
27 follows:

8B.11 Empower rural Iowa — broadband grants — fund.
1. The office department shall administer a broadband
grant program designed to reduce or eliminate unserved and
underserved areas in the state, leveraging federal funds and
public and private partnerships where possible, by awarding
grants to communications service providers that reduce or
eliminate targeted service areas by installing broadband
infrastructure that facilitates broadband service in accordance

-38-

LSB 6331YC (1) 90 ns/jh

1 with the following:

2 a. The broadband infrastructure facilitates broadband 3 service that provides a minimum download speed of one hundred 4 megabits per second and a minimum upload speed of one hundred 5 megabits per second in a targeted service area within which no 6 communications service provider offers or facilitates broadband 7 service that provides download and upload speeds less than or 8 equal to the tier 1 download and upload speeds specified in the 9 definition of targeted service area in section 8B.1.

10 b. The broadband infrastructure facilitates broadband 11 service that provides a minimum download speed of one hundred 12 megabits per second and a minimum upload speed of one hundred 13 megabits per second in a targeted service area within which no 14 communications service provider offers or facilitates broadband 15 service that provides any of the following:

16 (1) Download speeds less than or equal to the tier 2
17 download speed specified in the definition of targeted service
18 area in section 8B.1.

19 (2) Download speeds less than or equal to the tier 3 20 download speed specified in the definition of targeted service 21 area in section 8B.1.

22 2. a. An empower rural Iowa broadband grant fund is 23 established in the state treasury under the authority of the 24 office department. The fund shall consist of moneys available 25 to and obtained or accepted by the office department. Moneys 26 in the fund are appropriated to the office department to be 27 used for the grant program, including for broadband mapping and 28 the administration and operation of the grant program, and for 29 the fiberoptic network conduit installation program established 30 in section 8B.25.

31 b. The office department shall use moneys in the fund to 32 provide grants to communications service providers pursuant 33 to this section and to lead and coordinate the fiberoptic 34 network conduit installation program pursuant to section 35 8B.25. The office department may use not more than two and

-39-

LSB 6331YC (1) 90 ns/jh

H.F.____

1 one-half percent of the moneys in the fund at the beginning of 2 the fiscal year to pay the costs and expenses associated with 3 the administration and operation of the grant program and the 4 fiberoptic network conduit installation program. The office 5 department shall use moneys in the fund to leverage available 6 federal moneys if possible.

7 c. Notwithstanding section 8.33, moneys in the fund 8 that remain unencumbered or unobligated at the close of the 9 fiscal year shall not revert but shall remain available for 10 expenditure for the purposes designated until three years 11 following the last day of the fiscal year in which the funds 12 were originally appropriated.

13 *d.* Notwithstanding paragraph c or any provision to the 14 contrary, moneys in the fund that have been awarded but not 15 paid to a communications service provider shall not revert but 16 shall remain available to the <u>office</u> <u>department</u> for purposes of 17 administering the award in a manner consistent with the terms 18 and conditions of any corresponding contract or grant agreement 19 governing the administration of the award.

20 3. Communications service providers may apply to the 21 office department for a grant pursuant to this section for 22 the installation of broadband infrastructure that facilitates 23 broadband service in targeted service areas. The office 24 department shall make available a public internet site 25 identifying all publicly available information contained in the 26 applications and any results of performance testing conducted 27 after the project is completed. The office department 28 shall devote one full-time equivalent position to evaluate 29 applications submitted under this section and provide technical 30 assistance to communications service providers in completing 31 applications for federal funds, or any other funds from any 32 public or private sources, related to improving broadband 33 infrastructure.

34 4. a. The office department shall award grants on
35 a competitive basis for the installation of broadband

-40-

LSB 6331YC (1) 90 ns/jh

1 infrastructure that facilitates broadband service as provided
2 in subsection 3 in targeted service areas after considering the
3 following:

4 (1) The relative need for broadband infrastructure in the 5 area and the existing broadband service speeds, including 6 whether the project serves a rural area or areas.

7 (2) The applicant's total proposed budget for the project,8 including all of the following:

9 (a) The amount or percentage of local or federal matching 10 funds, if any, and any funding obligations shared between 11 public and private entities.

12 (b) The percentage of funding provided directly from the 13 applicant, including whether the applicant requested from the 14 office department an amount less than the maximum amount the 15 office department could award pursuant to subsection 5 and, if 16 so, the percentage of the project cost that the applicant is 17 requesting.

18 (3) The relative download and upload speeds of proposed 19 projects for all applicants.

20 (4) The specific product attributes resulting from the 21 proposed project, including technologies that provide higher 22 qualities of service, such as service levels, latency, 23 and other service attributes as determined by the office 24 department.

(5) The percentage of the homes, farms, schools, and
businesses in the targeted service area that will be provided
access to broadband service.

(6) The proportion of proposed projects that will result in the installation of broadband infrastructure in a targeted service area within which the only broadband service available provides the tier 1 download and upload speeds specified in the definition of targeted service area in section 8B.1.

33 (7) Other factors the office department deems relevant.
34 b. In considering the factors listed in paragraph "a" for
35 awarding grants pursuant to this section, the office department

-41-

H.F.

1 shall afford the greatest weight to the factors described in 2 paragraph a'', subparagraphs (1) through (3), and subparagraph 3 (6).

5. The total amount of the grants the office department
5 awards from the empower rural Iowa broadband grant fund
6 pursuant to this section shall not exceed any of the following
7 amounts:

8 a. Seventy-five percent of a communications service 9 provider's project costs for projects that will result in the 10 installation of broadband infrastructure in a targeted service 11 area within which no communications service provider offers or 12 facilitates broadband service that provides download and upload 13 speeds less than or equal to the tier 1 download and upload 14 speeds specified in the definition of targeted service area in 15 section 8B.1.

16 b. Fifty percent of a communications service provider's 17 project costs for projects that will result in the installation 18 of broadband infrastructure in a targeted service area within 19 which no communications service provider offers or facilitates 20 broadband service that provides download speeds less than or 21 equal to the tier 2 download speeds specified in the definition 22 of targeted service area in section 8B.1.

c. Thirty-five percent of a communications service provider's project costs for projects that will result in the installation of broadband infrastructure in a targeted service area within which no communications service provider offers or facilitates broadband service that provides download speeds less than or equal to the tier 3 download speed specified in the definition of targeted service area in section 8B.1.

6. Notwithstanding subsections 3 and 5, communications service providers may apply to the office department for a grant pursuant to this section for the installation of broadband infrastructure that facilitates broadband service providing a minimum download speed of one hundred megabits per second and a minimum upload speed of twenty megabits per second

-42-

H.F.

1 in targeted service areas pursuant to this subsection. The 2 office department shall make available a public internet site 3 identifying all publicly available information contained in the 4 applications and any results of performance testing conducted 5 after the project is completed.

a. The office department shall award grants under this
7 subsection on a competitive basis after considering the factors
8 provided in subsection 4 and affording weight to the factors
9 pursuant to subsection 4, paragraph "b".

10 b. The total amount of the grants the office department 11 shall award pursuant to this subsection shall not exceed fifty 12 percent of a communications service provider's project costs 13 for projects that will result in the installation of broadband 14 infrastructure in a targeted service area within which no 15 communications service provider offers or facilitates broadband 16 service that provides download and upload speeds less than or 17 equal to the tier 1 download and upload speeds specified in the 18 definition of targeted service area in section 8B.1.

19 7. Notwithstanding subsections 5 and 6, at least twenty 20 percent of the total amount of the grants the office department 21 awards from the empower rural Iowa broadband grant fund 22 pursuant to this section shall be allocated to projects that 23 will result in the installation of broadband infrastructure 24 in difficult to serve targeted service areas within which no 25 communications service provider offers or facilitates broadband 26 service that provides download and upload speeds less than 27 or equal to the tier 1 download and upload speeds specified 28 in the definition of targeted service area in section 8B.1. 29 For purposes of this subsection, a targeted service area is 30 difficult to serve if the soil conditions, topography, or 31 other local conditions make the installation of broadband 32 infrastructure in the targeted service area more time-consuming 33 or labor-intensive compared to other areas of the state. 34 The office department shall provide public notice 8. 35 regarding the application process and receipt of funding.

-43-

LSB 6331YC (1) 90 ns/jh

9. The office department may adopt rules pursuant to chapter 17A interpreting this chapter subchapter or necessary for administering this chapter subchapter, including but not limited to rules relating to the broadband grant program process, management, and measurements as deemed necessary by the office department.

7 10. The office department shall adopt rules establishing
8 procedures to allow aggrieved applicants an opportunity to
9 challenge the office's department's award of grants under this
10 section.

11 Sec. 53. Section 8B.12, subsections 1 and 3, Code 2024, are 12 amended to read as follows:

13 1. The chief information officer director shall enter 14 into agreements with state agencies supported entities, and 15 may enter into agreements with any other governmental entity, 16 including a local governmental entity or entity created 17 pursuant to chapter 28E, or with a nonprofit organization, to 18 furnish services and facilities of the office department to the 19 applicable governmental entity or nonprofit organization under 20 this subchapter. The agreement shall must provide for the 21 reimbursement to the office department of the reasonable cost 22 of the services and facilities furnished. All governmental 23 entities of this state may enter into such agreements. For 24 purposes of this subsection, "nonprofit organization" means a 25 nonprofit entity which is exempt from federal income taxation 26 pursuant to section 501(c)(3) or 501(c)(4) of the Internal 27 Revenue Code and which is funded in whole or in part by public 28 funds.

3. The state board of regents shall not be required to 30 obtain any service for the state board of regents or any 31 institution under the control of the state board of regents 32 that is provided by the office department pursuant to this 33 chapter subchapter without the consent of the state board of 34 regents.

35 Sec. 54. Section 8B.15, Code 2024, is amended to read as

-44-

H.F.

1 follows:

2 8B.15 Billing — credit card payments.

1. The chief information officer director may bill a 3 4 governmental entity for services rendered by the office 5 department in accordance with the duties of the office 6 department as provided in this chapter subchapter. Bills may 7 include direct, indirect, and developmental costs which have 8 not been funded by an appropriation to the office department. 9 The office department shall periodically render a billing 10 statement to a governmental entity outlining the cost of 11 services provided to the governmental entity. The amount 12 indicated on the statement shall be paid by the governmental 13 entity and amounts received by the office department shall 14 be considered repayment appropriated receipts as defined in 15 section 8.2, and deposited into the accounts of the office 16 department.

17 2. In addition to other forms of payment, a person may pay 18 by credit card for services provided by the office department, 19 according to rules adopted by the treasurer of state. The 20 credit card fees to be charged shall not exceed those permitted 21 by statute. A governmental entity may adjust its payment to 22 reflect the costs of processing as determined by the treasurer 23 of state. The discount charged by the credit card issuer may 24 be included in determining the fees to be paid for completing 25 a financial transaction under this section by using a credit 26 card. All credit card payments shall be credited to the fund 27 used to account for the services provided.

28 Sec. 55. Section 8B.16, Code 2024, is amended to read as 29 follows:

30 8B.16 Office Department debts and liabilities —
31 appropriation request.

32 If a service provided by the office department and funded 33 from an internal service <u>a</u> fund established under section 8B.13 34 <u>8.13</u> ceases to be provided and insufficient funds remain in 35 the internal service fund to pay any outstanding debts and

-45-

LSB 6331YC (1) 90 ns/jh

1 liabilities relating to that service, the chief information
2 officer director shall notify the department of management and
3 the general assembly and request that moneys be appropriated
4 from the general fund of the state to pay such debts and
5 liabilities.

6 Sec. 56. Section 8B.21, subsections 1, 2, and 3, Code 2024,7 are amended to read as follows:

8 1. Powers and duties of office the chief information
9 officer. The powers and duties of the office chief information
10 officer as it relates to information technology services shall
11 include but are not limited to all of the following:
12 a. Approving information technology for use by agencies
13 supported entities and other governmental entities.
14 b. Directing, developing, and implementing policies,
15 procedures, and organization measures designed to ensure the

16 efficient administration of information technology.

17 b. c. Implementing the strategic information technology
18 plan.

19 *d*. Prescribing and adopting information technology

20 policies, procedures, and rules that are binding on all

21 supported entities and that represent best practices for other

22 governmental entities in the state that are not supported 23 entities.

e. <u>e.</u> Developing and implementing a business continuity plan, as the chief information officer <u>director</u> determines is appropriate, to be used if a disruption occurs in the provision of information technology to participating agencies <u>supported</u> entities and other governmental entities.

29 d. f. Prescribing standards policies and adopting rules 30 relating to cyber security cybersecurity, geospatial systems, 31 application development, and information technology and 32 procurement, including but not limited to system design and 33 systems integration, and interoperability, which shall apply to 34 are binding on all participating agencies supported entities 35 except as otherwise provided in this chapter subchapter,

-46-

H.F. ____

1 and which represent best practices for other governmental
2 entities in the state that are not supported entities. The
3 office department shall implement information technology
4 standards policies as established pursuant to this chapter
5 which subchapter that are applicable to information technology
6 procurements for participating agencies supported entities.
7 g. Providing continuous monitoring through a security

8 <u>operations center for supported entities</u>, which the department
9 may also make available to other governmental entities.

10 e. <u>h.</u> Establishing an enterprise strategic and project 11 management function for oversight of all information 12 technology-related projects and resources of participating 13 agencies supported entities that require prior approval by 14 <u>rule</u>.

15 f_{τ} <u>i.</u> (1) Developing and maintaining security policies 16 and systems to ensure the integrity of the state's information 17 resources and to prevent the disclosure of confidential 18 records. The office <u>department</u> shall ensure that the security 19 policies and systems be consistent with the state's data 20 transparency efforts by developing and implementing policies 21 and systems for the sharing of data and information by 22 participating agencies supported entities.

(2) Establishing statewide standards policies, to include
periodic review and compliance measures, for information
technology security to maximize the functionality, security,
and interoperability of the state's distributed information
technology assets, including but not limited to communications
and encryption technologies.

(3) Requiring all information technology security services, solutions, hardware, and software purchased or used by a participating agency <u>supported entity</u> to be subject to approval by the <u>office</u> <u>department</u> in accordance with security standards <u>policies</u>.

34 g. j. Developing and implementing effective and efficient 35 strategies for the use and provision of information technology

-47-

1 and information technology staff for participating agencies 2 supported entities and other governmental entities. h. k. Coordinating and managing the acquisition of 3 4 information technology goods and services by participating 5 agencies supported entities in furtherance of the purposes of 6 this chapter subchapter. The office department shall institute 7 procedures to ensure effective and efficient compliance with 8 the applicable standards policies established pursuant to this 9 chapter subchapter. *i.* Entering into contracts, leases, licensing agreements, 10 11 royalty agreements, marketing agreements, memorandums of 12 understanding, or other agreements as necessary and appropriate 13 to administer this chapter. 1. Selecting the chief information security officer in 14 15 consultation with the director, and selecting other information 16 technology staff deemed necessary for the administration of the 17 department's information technology functions as provided in 18 this chapter. j. m. Determining and implementing statewide efforts 19 20 to standardize data elements, determine data ownership 21 assignments, and implement the sharing of data. 22 k. n. Requiring that a participating agency supported 23 entity provide such information as is necessary to establish 24 and maintain an inventory of information technology used by 25 participating agencies, and such participating agency supported 26 entities. A supported entity shall provide such information to 27 the office department in a timely manner. The, in a form and 28 content of the containing information to be provided shall be 29 as determined by the office department. 30 1. o. Requiring participating agencies supported 31 entities to provide the full details of the agency's entity's 32 information technology and operational requirements upon 33 request, report information technology security incidents to

34 the office department in a timely manner, provide comprehensive 35 information concerning the information technology security

-48-

LSB 6331YC (1) 90 ns/jh

1 employed by the agency entity to protect the agency's entity's
2 information technology, and forecast the parameters of the
3 agency's entity's projected future information technology
4 security needs and capabilities.

5 m. p. Charging reasonable fees, costs, expenses, charges, 6 or other amounts to an agency, governmental entity, public 7 official, or person or entity related to the provision, sale, 8 use, or utilization of, or cost sharing with respect to, 9 information technology and any intellectual property interests 10 related thereto; research and development; proprietary 11 hardware, software, and applications; and information 12 technology architecture and design. The office department may 13 enter into nondisclosure agreements and take any other legal 14 action reasonably necessary to secure a right to an interest 15 in information technology development by or on behalf of the 16 state of Iowa and to protect the state of Iowa's proprietary 17 information technology and intellectual property interests. 18 The provisions of chapter 23A relating to noncompetition 19 by state agencies and political subdivisions with private 20 enterprise shall do not apply to office department activities 21 authorized under this paragraph.

22 n. q. Charging reasonable fees, costs, expenses, charges, 23 or other amounts to an agency, governmental entity, public 24 official, or other person or entity to or for whom information 25 technology or other services have been provided by or on behalf 26 of, or otherwise made available through, the office department. 27 o. r. Providing, selling, leasing, licensing, transferring, 28 or otherwise conveying or disposing of information technology, 29 or any intellectual property or other rights with respect 30 thereto, to agencies, governmental entities, public officials, 31 or other persons or entities.

32 p. s. Entering into partnerships, contracts, leases, or 33 other agreements with public and private entities for the 34 evaluation and development of information technology pilot 35 projects.

-49-

1 q_{τ} <u>t</u>. Initiating and supporting the development of 2 electronic commerce, electronic government, and internet 3 applications across participating agencies supported entities 4 and in cooperation with other governmental entities. The 5 office department shall foster joint development of electronic 6 commerce and electronic government involving the public and 7 private sectors, develop customer surveys and citizen outreach 8 and education programs and material, and provide for citizen 9 input regarding the state's electronic commerce and electronic 10 government applications.

11 <u>u.</u> Working with all governmental entities in an effort to
12 achieve information technology goals.

13 v. Developing systems and methodologies to review, evaluate, 14 and prioritize information technology projects.

15 w. Streamlining, consolidating, and coordinating the access 16 to and availability of broadband and broadband infrastructure 17 throughout the state, including but not limited to facilitating 18 public-private partnerships, ensuring that all departments'

19 and establishments' broadband and broadband infrastructure

20 policies are aligned, resolving issues that arise with regard

21 to implementation efforts, and collecting data and developing

22 metrics or policies against which the data may be measured and

23 <u>evaluated regarding broadband infrastructure installation and</u> 24 deployment.

25 x. Administering the broadband grant program pursuant

26 to section 8B.11, and providing technical assistance to

27 communications service providers related to grant applications

28 under section 8B.11.

29 <u>y.</u> Coordinating the fiberoptic network conduit installation 30 program established in section 8B.25.

2. Responsibilities. The responsibilities of the office
 32 chief information officer as it relates to information

33 technology services include <u>all of</u> the following:

34 a. Coordinate the activities of the office in promoting,
 35 integrating, and supporting Promote, integrate, and support

-50-

LSB 6331YC (1) 90

ns/jh

1 information technology in all business aspects of state
2 government.

3 b. Provide for server systems, including mainframe and 4 other server operations, desktop support, and applications 5 integration.

c. Provide applications development, support, and training,
7 and advice and assistance in developing and supporting business
8 applications throughout state government.

9 3. Information technology charges. The office department 10 shall render a statement to an agency, governmental entity, 11 public official, or other person or entity to or for whom 12 information technology, value-added services, or other items or 13 services have been provided by or on behalf of, or otherwise 14 made available through, the office department. Such an agency, 15 governmental entity, public official, or other person or entity 16 shall pay an amount indicated on such statement in a manner 17 determined by the office department.

18 Sec. 57. Section 8B.21, subsection 4, Code 2024, is amended 19 by striking the subsection and inserting in lieu thereof the 20 following:

4. Exclusion. The department of public defense is not required to obtain any information technology services pursuant to this subchapter where such services involve or impact interconnections with federal networks and systems.

25 Sec. 58. Section 8B.21, subsections 5 and 6, Code 2024, are 26 amended by striking the subsections.

27 Sec. 59. Section 8B.22, Code 2024, is amended to read as 28 follows:

29 8B.22 Digital government.

30 1. The office department is responsible for initiating and 31 supporting the development of electronic commerce, electronic 32 government, mobile applications, and internet applications 33 across participating agencies supported entities and in 34 cooperation with other governmental entities.

35 2. In developing the concept of digital government, the

-51-

1 office department shall do all of the following:

a. Establish standards policies, consistent with other
state law, for the implementation of electronic commerce,
including standards policies for the technical implementation
of electronic signatures pursuant to chapter 554D, electronic
currency, and other items associated with electronic commerce.
b. Establish guidelines for the appearance and functioning
of applications.

9 c. Establish standards policies for the integration of 10 electronic data across state agencies.

11 d. Foster joint development of electronic commerce and 12 electronic government involving the public and private sectors. 13 e. Develop customer surveys and citizen outreach and 14 education programs and material, and provide for citizen input 15 regarding the state's electronic commerce and electronic 16 government applications.

17 f. Assist participating agencies supported entities in 18 converting printed government materials to electronic materials 19 which can be accessed through an internet searchable database.

g. Encourage participating agencies supported entities to utilize duplex printing and a print on demand strategy to reduce printing costs, publication overruns, excessive inventory, and obsolete printed materials.

24 Sec. 60. Section 8B.23, Code 2024, is amended to read as 25 follows:

26 8B.23 Information technology standards policies.

1. The office department shall develop and adopt information technology standards policies applicable to the procurement of information technology by all participating agencies supported entities. Such standards policies, unless waived by the office department, shall apply to all information technology procurements for participating agencies supported antities.

34 2. The office of the governor or the office of an elective 35 constitutional or statutory officer shall consult with the

-52-

1 office department prior to procuring information technology and 2 consider the information technology standards policies adopted 3 by the office department, and provide a written report to the 4 office department relating to the other office's decision 5 regarding such acquisitions.

6 Sec. 61. Section 8B.24, Code 2024, is amended to read as 7 follows:

8 8B.24 Procurement of information technology.

9 1. Standards Policies established by the office department, 10 unless waived by the office department, shall apply to all 11 information technology procurements for participating agencies 12 supported entities.

The office department shall institute procedures to
 ensure effective and efficient compliance with standards
 policies established by the office department.

16 The office department shall develop policies and 3. 17 procedures that apply to all information technology goods and 18 services acquisitions, and shall ensure the compliance of 19 all participating agencies supported entities. The office 20 department shall also be the sole provider of infrastructure 21 information technology goods and services for participating 22 agencies supported entities, the sole authority in state 23 government for the procurement of information technology goods 24 and services for supported entities, the sole authority in 25 state government for the establishment of master agreements 26 for information technology goods and services, and the 27 sole authority in state government for determining whether 28 any particular procurement is an information technology 29 procurement.

4. The office department, by rule, may implement a
prequalification procedure for contractors with which the
office department has entered or intends to enter into
agreements regarding the procurement of information technology.
5. Notwithstanding the provisions governing purchasing as
provided in chapter 8A, subchapter III, the office department

-53-

H.F.____

1 may procure information technology as provided in this section. 2 The office department may cooperate with other governmental 3 entities in the procurement of information technology in an 4 effort to make such procurements in a cost-effective, efficient 5 manner as provided in this section. The office department, as 6 deemed appropriate and cost effective, may procure information 7 technology using any of the following methods:

8 a. Cooperative procurement agreement. The office department 9 may enter into a cooperative procurement agreement with another 10 governmental entity relating to the procurement of information 11 technology, whether such information technology is for the use 12 of the office department or other governmental entities. The 13 cooperative procurement agreement shall <u>must</u> clearly specify 14 the purpose of the agreement and the method by which such 15 purpose will be accomplished. Any power exercised under such 16 agreement shall not exceed the power granted to any party to 17 the agreement.

18 b. Negotiated contract. The office department may enter 19 into an agreement for the purchase of information technology if 20 any of the following applies apply:

(1) The contract price, terms, and conditions are pursuant to the current federal supply contract, and the purchase order adequately identifies the federal supply contract under which the procurement is to be made.

(2) The contract price, terms, and conditions are no less favorable than the contractor's current federal supply contract price, terms, and conditions; the contractor has indicated in writing a willingness to extend such price, terms, and conditions to the office department; and the purchase order adequately identifies the contract relied upon.

31 (3) The contract is with a vendor who has a current 32 exclusive or nonexclusive price agreement with the state for 33 the information technology to be procured, and such information 34 technology meets the same standards and specifications as the 35 items to be procured and both all of the following apply:

-54-

1 (a) The quantity purchased does not exceed the quantity 2 which may be purchased under the applicable price agreement. (b) The purchase order adequately identifies the price 3 4 agreement relied upon. 5 c. Contracts let by another governmental entity. The office, 6 on its own behalf or on the behalf of another participating 7 agency or governmental entity, may procure information 8 technology under a contract let by another agency or other 9 governmental entity, or approve such procurement in the same 10 manner by a participating agency or governmental entity. 11 The office, on its own behalf or on the behalf of another 12 participating agency or governmental entity, may also procure 13 information technology by leveraging an existing competitively 14 procured contract, other than a contract associated with the 15 state board of regents or an institution under the control of 16 the state board of regents. The department may contract for 17 information technology by leveraging an existing, competitively 18 procured contract established by any other governmental entity 19 or cooperative purchasing organization.

20 d. Reverse auction.

(1) The office department may enter into an agreement for the purchase of information technology utilizing a reverse auction process. Such process shall result in the purchase of information technology from the vendor submitting the lowest responsible bid amount for the information technology to be acquired. The office department, in establishing a reverse auction process, shall do all of the following:

28 (a) Determine the specifications and requirements of the29 information technology to be acquired.

30 (b) Identify and provide notice to potential vendors31 concerning the proposed acquisition.

32 (c) Establish prequalification requirements to be met by a 33 vendor to be eligible to participate in the reverse auction.

34 (d) Conduct the reverse auction in a manner as deemed 35 appropriate by the office department and consistent with rules

-55-

1 adopted by the office department.

2 (2) Prior to conducting a reverse auction, the office
3 <u>department</u> shall establish a threshold amount which shall be
4 the maximum amount that the office <u>department</u> is willing to pay
5 for the information technology to be acquired.

H.F.

6 (3) The office department shall enter into an agreement with 7 a vendor who is the lowest responsible bidder which meets the 8 specifications or description of the information technology to 9 be procured, or the office department may reject all bids and 10 begin the process again. In determining the lowest responsible 11 bidder, the office department may consider various factors 12 including but not limited to the past performance of the vendor 13 relative to quality of product or service, the past experience 14 of the office department in relation to the product or service, 15 the relative quality of products or services, the proposed 16 terms of delivery, and the best interest of the state.

17 e. Competitive bidding. The office department may enter 18 into an agreement for the procurement or acquisition of 19 information technology in the same manner as provided under 20 chapter 8A, subchapter III, for the purchasing of service. The 21 department may also contract for the purchase of information 22 technology goods or services using a competitive bidding 23 process that includes a vendor selection process that focuses

24 on realized, efficiency-based competition models.

f. Other agreement. In addition to the competitive
bidding procedure provided for under paragraph "e", the office
department may enter into an agreement for the purchase,
disposal, or other disposition of information technology in the
same manner and subject to the same limitations as otherwise
provided in this chapter subchapter. The office, by rule,
shall provide for such procedures.

32 6. The office department shall adopt rules pursuant to
33 chapter 17A to implement the procurement methods and procedures
34 provided for in subsections 2 through 5.

35 7. The department may establish and collect administrative

-56-

1 fees associated with purchases made from department information

2 technology agreements. The department may retain fees

3 collected under this subsection in a fund created pursuant to 4 section 8.13.

5 Sec. 62. Section 8B.25, subsections 2 and 3, Code 2024, are 6 amended to read as follows:

The office department shall lead and coordinate a program 7 2. 8 to provide for the installation of fiberoptic network conduit 9 where such conduit does not exist. The chief information 10 officer director shall consult and coordinate with applicable 11 agencies and entities, including public utilities as defined 12 in section 476.1, the state department of transportation, the 13 economic development authority, county boards of supervisors, 14 municipal governing bodies, the farm-to-market review board, 15 county conservation boards, and the boards, commissions, or 16 agencies in control of state parks, as determined appropriate 17 to ensure that the opportunity is provided to lay or install 18 fiberoptic network conduit wherever a state-funded construction 19 project involves trenching, boring, a bridge, a roadway, 20 or opening of the ground, or alongside any state-owned 21 infrastructure.

3. Contingent upon the provision of funding for such purposes by the general assembly, the office department may contract with a nongovernmental third party to manage, lease, install, or otherwise provide fiberoptic network conduit caccess for projects described in this section. This section does not require coordination with or approval from the <u>office department</u> pursuant to this program or installation of fiberoptic conduit as required by this section for construction projects not using public funding.

31 Sec. 63. Section 8B.31, subsection 1, Code 2024, is amended 32 to read as follows:

-57-

33 1. IowAccess. The office department shall establish 34 IowAccess as a service to the citizens of this state that 35 is the gateway for one-stop electronic access to government

1 information and transactions, whether federal, state, or local. 2 Except as provided in this section, IowAccess shall be a 3 state-funded service providing access to government information 4 and transactions. The office department, in establishing the 5 fees for value-added services, shall consider the reasonable 6 cost of creating and organizing such government information 7 through IowAccess.

8 Sec. 64. Section 8B.31, subsection 2, unnumbered paragraph9 1, Code 2024, is amended to read as follows:

10 The office department shall do all of the following: 11 Sec. 65. Section 8B.31, subsection 2, paragraph b, 12 unnumbered paragraph 1, Code 2024, is amended to read as 13 follows:

Approve and establish the priority of projects associated with IowAccess. The determination may also include requirements concerning funding for a project proposed by a political subdivision of the state or an association, the membership of which is comprised solely of political subdivisions of the state. Prior to approving a project proposed by a political subdivision, the office department shall verify that all of the following conditions are met: Sec. 66. Section 8B.31, subsection 2, paragraph d, Code 23 2024, is amended to read as follows:

24 *d.* Establish the IowAccess total budget request and
25 ensure that such request reflects the priorities and goals of
26 IowAccess as established by the office department.

27 Sec. 67. Section 8B.32, subsection 1, unnumbered paragraph 28 1, Code 2024, is amended to read as follows:

Moneys paid to a participating agency supported entity from persons who complete an electronic financial transaction with the agency entity by accessing IowAccess shall be transferred to the treasurer of state for deposit in the general fund of the state, unless the disposition of the moneys is specifically provided for under other law. The moneys may include all of the following:

-58-

LSB 6331YC (1) 90 ns/jh

H.F.

1 Sec. 68. Section 8B.33, Code 2024, is amended to read as
2 follows:

3 8B.33 IowAccess revolving fund.

4 1. An IowAccess revolving fund is created in the state The revolving fund shall be administered by the 5 treasury. 6 office department and shall consist of moneys collected by the 7 office department as fees, moneys appropriated by the general 8 assembly, and any other moneys obtained or accepted by the 9 office department for deposit in the revolving fund. The 10 proceeds of the revolving fund are appropriated to and shall be 11 used by the office department to maintain, develop, operate, 12 and expand IowAccess consistent with this chapter subchapter. The office department shall submit an annual report not 13 2. 14 later than January 31 to the members of the general assembly 15 and the legislative services agency of the activities funded 16 by and expenditures made from the revolving fund during the 17 preceding fiscal year. Section 8.33 does not apply to any 18 moneys in the revolving fund, and, notwithstanding section 19 12C.7, subsection 2, earnings or interest on moneys deposited 20 in the revolving fund shall be credited to the revolving fund. 21 Sec. 69. Section 28D.3, subsection 4, Code 2024, is amended 22 to read as follows:

4. Persons employed by the <u>department of management</u>,
department of natural resources, department of administrative
services, and the <u>or</u> Iowa communications network under
this chapter are not subject to the twenty-four-month time
limitation specified in subsection 2.

28 Sec. 70. Section 97B.4, subsection 2, paragraph d, Code 29 2024, is amended by striking the paragraph.

30 Sec. 71. 2021 Iowa Acts, chapter 172, section 28, is amended 31 to read as follows:

32 SEC. 28. REPEAL. The section of this division of this Act 33 amending section 8.58 is repealed July 1, 2025 2027.

34Sec. 72.REPEAL.Sections 8.6, 8.25, 8.28, 8.43, 8.53,358.55, 8.59, 8.60, 8.61, 8B.1, 8B.2, 8B.3, 8B.4, 8B.5, 8B.9, and

-59-

1 8B.13, Code 2024, are repealed. Sec. 73. CODE EDITOR DIRECTIVE. For all of the following 2 3 terminology changes, the Code editor is directed to make 4 changes in any Code sections amended or enacted by any other 5 Act to correspond with the changes made in this division of 6 this Act if there appears to be no doubt as to the proper method 7 of making the changes and the changes would not be contrary to 8 or inconsistent with the purposes of this Act or any other Act: "Repayment receipts" to "appropriated receipts". 9 1. 10 "Participating agency" to "supported entity" for 2. 11 purposes associated with chapter 8B, Code 2024. 12 Sec. 74. CODE EDITOR DIRECTIVE. 13 1. The Code editor is directed to make the following 14 transfers: Section 8.7 to section 68B.22A. 15 a. 16 b. Section 8.75 to section 8.57J. Section 8B.4A to section 8.78. 17 с. Section 8B.6 to section 8.12. 18 d. Section 8B.7 to section 8.7A. 19 e. 20 f. Section 8B.10 to section 8.79. 21 g. Section 8B.11 to section 8.91. 22 h. Section 8B.12 to section 8.80. Section 8B.15 to section 8.81. 23 i. 24 i. Section 8B.16 to section 8.82. Section 8B.21 to section 8.77. 25 k. Section 8B.22 to section 8.83. 26 1. 27 Section 8B.23 to section 8.84. m. 28 Section 8B.24 to section 8.85. n. Section 8B.25 to section 8.86. 29 ο. 30 Section 8B.26 to section 8.87. p. 31 Section 8B.31 to section 8.88. α. Section 8B.32 to section 8.89. 32 r. 33 s. Section 8B.33 to section 8.90. 34 2. The Code editor shall correct internal references in the 35 Code and in any enacted legislation as necessary due to the

-60-

1 enactment of this section.

3. The Code editor shall designate sections 8.76 through3 8.99 as a new subchapter within chapter 8.

4 Sec. 75. TRANSFER OF MONEYS. On the effective date of this 5 division of this Act, moneys remaining in the Iowa economic 6 emergency fund created in section 8.55, Code 2024, shall be 7 transferred as follows:

8 1. To the cash reserve fund created in section 8.56 up to 9 the maximum balance of the cash reserve fund as described in 10 section 8.56, as amended by this division of this Act.

11 2. If moneys remain after the transfer under subsection 1,
12 to the general fund of the state.

13 Sec. 76. TRANSITION. Any rule, regulation, form, order, or 14 directive promulgated by the office of the chief information 15 officer shall continue in full force and effect until amended, 16 repealed, or supplemented by affirmative action of the 17 department of management.

18

DIVISION II

19

CONFORMING AMENDMENTS

20 Sec. 77. Section 2.47A, subsection 1, paragraph b, Code 21 2024, is amended to read as follows:

b. Receive the reports of all capital project budgeting
requests of all state agencies, with individual state agency
priorities noted, pursuant to section 8.6 8.5, subsection 12.
Sec. 78. Section 7D.29, subsection 1, paragraphs a and b,
Code 2024, are amended to read as follows:

a. From the appropriation made from the lowa economic
emergency <u>cash reserve</u> fund in section 8.55 <u>8.56</u> for purposes
of paying such expenses.

30 b. To the extent the appropriation from the Iowa economic 31 emergency <u>cash reserve</u> fund described in paragraph "a" is 32 insufficient to pay such expenses, there is appropriated 33 from moneys in the general fund of the state not otherwise 34 appropriated the amount necessary to fund that deficiency. 35 Sec. 79. Section 8A.101, unnumbered paragraph 1, Code 2024,

-61-

1 is amended to read as follows:

2 As used in this chapter and chapter 8B, unless the context 3 otherwise requires:

4 Sec. 80. Section 8A.104, subsection 7, Code 2024, is amended 5 by striking the subsection.

6 Sec. 81. Section 8A.123, subsection 1, Code 2024, is amended 7 to read as follows:

1. Activities of the department shall be accounted 8 9 for within the general fund of the state, except that the 10 director may establish and maintain internal service funds, 11 in accordance with generally accepted accounting principles, 12 as defined in section 8.57, subsection 4, for activities of 13 the department which are primarily funded from billings to 14 governmental entities for services rendered by the department. 15 The establishment of an internal service fund is subject to 16 the approval of the director of the department of management 17 and the concurrence of the auditor of state. At least ninety 18 days prior to the establishment of an internal service fund 19 pursuant to this section, the director shall notify in writing 20 the general assembly, including the legislative council, 21 legislative fiscal committee, and the legislative services 22 agency.

23 Sec. 82. Section 8A.125, subsection 1, Code 2024, is amended 24 to read as follows:

1. The director may bill a governmental entity for services rendered by the department in accordance with the duties of the department as provided in this chapter. Bills may include direct, indirect, and developmental costs which have not been funded by an appropriation to the department. The department shall periodically render a billing statement to a governmental entity outlining the cost of services provided to the governmental entity. The amount indicated on the statement shall be paid by the governmental entity and amounts received by the department shall be considered repayment appropriated receipts as defined in section 8.2, and deposited into the

-62-

1 accounts of the department.

2 Sec. 83. Section 8A.502, subsection 7, Code 2024, is amended 3 to read as follows:

7. Accounts. To keep the central budget and proprietary 4 5 control accounts of the general fund of the state and special 6 revenue funds, as defined in section 8.2, of the state 7 government. Upon elimination of the state deficit under 8 generally accepted accounting principles, including the payment 9 of items budgeted in a subsequent fiscal year which under 10 generally accepted accounting principles should be budgeted 11 in the current fiscal year, the The recognition of revenues 12 received and expenditures paid and transfers received and paid 13 within the time period required pursuant to section 8.33 shall 14 be in accordance with generally accepted accounting principles. 15 Budget accounts are those accounts maintained to control 16 the receipt and disposition of all funds, appropriations, 17 and allotments. Proprietary accounts are those accounts 18 relating to assets, liabilities, income, and expense. For each 19 fiscal year, the financial position and results of operations 20 of the state shall be reported in an annual comprehensive 21 financial report prepared in accordance with generally accepted 22 accounting principles, as established by the governmental 23 accounting standards board.

24 Sec. 84. Section 8A.502, subsection 8, paragraph b, Code 25 2024, is amended to read as follows:

b. By charging all collections made by the educational
institutions and state fair board to the respective advance
accounts of the institutions and state fair board, and by
crediting all such repayment collections appropriated receipts
to the respective appropriations and special revenue funds.
Sec. 85. Section 8D.3, subsection 2, paragraph b, Code 2024,
is amended to read as follows:

b. The auditor of state or the auditor's designee and the
 chief information officer selected designated pursuant to
 section 8B.2 8.5 or the chief information officer's designee

-63-

LSB 6331YC (1) 90 ns/jh

1 shall serve as nonvoting, ex officio members of the commission.
2 Sec. 86. Section 10A.107, Code 2024, is amended to read as
3 follows:

4 10A.107 Repayment Appropriated receipts.

5 The department may charge state departments, agencies, and 6 commissions for services rendered and the payment received 7 shall be considered repayment <u>appropriated</u> receipts as defined 8 in section 8.2.

9 Sec. 87. Section 10A.503, subsection 2, Code 2024, is 10 amended to read as follows:

The department and the licensing boards referenced in 11 2. 12 subsection 1 may expend funds in addition to amounts budgeted, 13 if those additional expenditures are directly the result of 14 actual examination and exceed funds budgeted for examinations. 15 Before the department or a licensing board expends or encumbers 16 an amount in excess of the funds budgeted for examinations, 17 the director of the department of management shall approve the 18 expenditure or encumbrance. Before approval is given, the 19 department of management shall determine that the examination 20 expenses exceed the funds budgeted by the general assembly to 21 the department or board and the department or board does not 22 have other funds from which examination expenses can be paid. 23 Upon approval of the department of management, the department 24 or licensing board may expend and encumber funds for excess 25 examination expenses. The amounts necessary to fund the excess 26 examination expenses shall be collected as fees from additional 27 examination applicants and shall be treated as repayment 28 appropriated receipts as defined in section 8.2.

29 Sec. 88. Section 10A.506, subsection 4, Code 2024, is 30 amended to read as follows:

31 4. The department may expend additional funds, including 32 funds for additional personnel, if those additional 33 expenditures are directly the cause of actual examination 34 expenses exceeding funds budgeted for examinations. Before 35 the department expends or encumbers an amount in excess of

-64-

H.F.____

1 the funds budgeted for examinations, the director of the 2 department of management shall approve the expenditure or 3 encumbrance. Before approval is given, the director of the 4 department of management shall determine that the examination 5 expenses exceed the funds budgeted by the general assembly to 6 the department and the department does not have other funds 7 from which the expenses can be paid. Upon approval of the 8 director of the department of management, the department may 9 expend and encumber funds for excess examination expenses. The 10 amounts necessary to fund the examination expenses shall be 11 collected as fees from additional examination applicants and 12 shall be treated as repayment <u>appropriated</u> receipts as defined 13 in section 8.2, subsection 8.

14 Sec. 89. Section 10A.801, subsection 9, Code 2024, is 15 amended to read as follows:

16 9. The division may charge agencies for services rendered 17 and the payment received shall be considered repayment 18 appropriated receipts as defined in section 8.2.

19 Sec. 90. Section 10A.902, subsection 5, Code 2024, is 20 amended to read as follows:

21 The department shall adopt rules regarding minimum 5. 22 requirements for lead inspector, lead abater, and lead-safe 23 renovator training programs, certification, work practice 24 standards, and suspension and revocation requirements, and 25 shall implement the training and certification programs. Rules 26 adopted pursuant to this subsection shall comply with chapter The department shall seek federal funding and shall 27 272C. 28 establish fees in amounts sufficient to defray the cost of the 29 programs. The fees shall be used for any of the department's 30 duties under this subchapter, including but not limited 31 to the costs of full-time equivalent positions for program 32 services and investigations. Fees received shall be considered 33 repayment appropriated receipts as defined in section 8.2. 34 Sec. 91. Section 11.5B, subsection 14, Code 2024, is amended 35 by striking the subsection.

-65-

LSB 6331YC (1) 90 ns/jh

Sec. 92. Section 12.89, subsection 2, paragraph b, Code
2 2024, is amended to read as follows:

3 b. The revenues required to be deposited into the fund 4 pursuant to section 8.57, subsection 5, paragraph $\frac{\tilde{e}}{r}$, 5 subparagraphs (1) and (2) f'.

6 Sec. 93. Section 12.89A, subsection 2, paragraph a, Code 7 2024, is amended to read as follows:

8 *a.* The revenues required to be deposited in the fund 9 pursuant to section 8.57, subsection 5, paragraph $\frac{\tilde{e}''}{r}$ 10 subparagraphs (1) and (2) f''.

11 Sec. 94. Section 13B.8, subsection 4, paragraph b, Code
12 2024, is amended to read as follows:

b. The state public defender may enter into agreements with the office of the chief information officer created in chapter B department of management to provide or procure suitable computer networks and other information technology services to or for each office of the state public defender, including the central administrative office and the office of the state appellate defender, and to each office of the local public defender.

21 Sec. 95. Section 15E.167, subsection 1, paragraphs a and b, 22 Code 2024, are amended to read as follows:

23 a. "Broadband" means the same as defined in section 8B.1
24 8.2.

25 b. "Broadband infrastructure" means the same as defined in 26 section 8B.1 8.2.

27 Sec. 96. Section 15E.311, subsection 3, paragraph a, Code 28 2024, is amended to read as follows:

29 a. At the end of each fiscal year, moneys in the fund 30 shall be transferred into separate accounts within the fund 31 and designated for use by each county in which no licensee 32 authorized to conduct gambling games under chapter 99F was 33 located during that fiscal year. Moneys transferred to 34 county accounts shall be divided equally among the counties. 35 Moneys transferred into an account for a county shall be

-66-

1 transferred by the department to an eligible county recipient 2 for that county. Of the moneys transferred, an eligible county 3 recipient shall distribute seventy-five percent of the moneys 4 as grants to charitable organizations for charitable purposes 5 in that county and shall retain twenty-five percent of the 6 moneys for use in establishing a permanent endowment fund 7 for the benefit of charitable organizations for charitable 8 purposes. In addition, of the moneys transferred from moneys 9 appropriated to the fund from the sports wagering receipts fund 10 created in section 8.57, subsection 6, 8.57I and distributed, 11 eligible county recipients shall give consideration for grants, 12 upon application, to a charitable organization that operates 13 a racetrack facility that conducts automobile races in that 14 county. Of the amounts distributed, eligible county recipients 15 shall give special consideration to grants for projects that 16 include significant vertical infrastructure components designed 17 to enhance quality of life aspects within local communities. 18 In addition, as a condition of receiving a grant, the governing 19 body of a charitable organization receiving a grant shall 20 approve all expenditures of grant moneys and shall allow a 21 state audit of expenditures of all grant moneys.

22 Sec. 97. Section 16.50, subsection 1, Code 2024, is amended 23 to read as follows:

1. A workforce housing assistance grant fund is created under the control of the authority. The fund shall consist of appropriations made to the fund. The fund shall be separate from the general fund of the state and the balance in the fund shall not be considered part of the balance of the general fund of the state. However, the fund shall be considered a special account for the purposes of section 8.53, relating to generally accepted accounting principles.

32 Sec. 98. Section 16.81, subsection 2, paragraph d, Code 33 2024, is amended to read as follows:

34 *d*. The amount of application fees collected by the
35 authority under this subsection shall be considered repayment

-67-

1 appropriated receipts as defined in section 8.2.

2 Sec. 99. Section 17A.6B, subsection 1, Code 2024, is amended 3 to read as follows:

The office of the chief information officer department of
 <u>management</u> shall establish and maintain a user-friendly state
 services fee database and internet site for use by the public.
 Each agency shall make available through the internet site the
 current fees, rates, and charges imposed by the agency on the
 public.

10 Sec. 100. Section 20.33, Code 2024, is amended to read as 11 follows:

12 20.33 Retention of costs and fees.

13 1. All moneys paid in advance by the board and subsequently 14 taxed as a cost to a party or parties pursuant to section 20.6, 15 subsection 6, and section 20.11, subsection 3, shall, when 16 reimbursed by the party or parties taxed under those sections, 17 be retained by the board as repayment <u>appropriated</u> receipts, as 18 <u>defined in section 8.2</u>, and used exclusively to offset the cost 19 of the certified shorthand reporter reporting the proceeding 20 and of any transcript requested by the board.

21 2. All fees established and collected by the board pursuant 22 to section 20.6, subsection 7, shall be retained by the board 23 as repayment appropriated receipts, as defined in section 8.2, 24 and used exclusively for the purpose of covering the cost of 25 elections required pursuant to section 20.15, including payment 26 for the services of any vendor retained by the board to conduct 27 or assist in the conduct of such an election.

28 Sec. 101. Section 22.3A, subsection 2, paragraph f, 29 unnumbered paragraph 1, Code 2024, is amended to read as 30 follows:

A government body may establish payment rates and procedures required to provide access to data processing software, regardless of whether the data processing software is separated from or combined with a public record. Proceeds from payments may be considered repayment appropriated receipts, as defined

-68-

1 in section 8.2. The payment amount shall be calculated as
2 follows:

3 Sec. 102. Section 23A.2, subsection 8, paragraph o, Code 4 2024, is amended to read as follows:

5 *o.* The performance of an activity authorized pursuant to 6 section 8B.21, subsection 1, paragraph $\frac{m}{p}$.

7 Sec. 103. Section 29C.8, subsection 5, Code 2024, is amended 8 to read as follows:

9 5. The department may charge fees for the repair, 10 calibration, or maintenance of radiological detection equipment 11 and may expend funds in addition to funds budgeted for the 12 servicing of the radiological detection equipment. The 13 department shall adopt rules pursuant to chapter 17A providing 14 for the establishment and collection of fees for radiological 15 detection equipment repair, calibration, or maintenance 16 services and for entering into agreements with other public and 17 private entities to provide the services. Fees collected for 18 repair, calibration, or maintenance services shall be treated 19 as repayment appropriated receipts as defined in section 20 8.2 and shall be used for the operation of the department's 21 radiological maintenance facility or radiation incident 22 response training.

23 Sec. 104. Section 35D.7, subsection 2, Code 2024, is amended 24 to read as follows:

25 2. Sums paid to and received by the department for the 26 support of members of the home shall be considered repayment 27 <u>appropriated</u> receipts as defined in <u>section 8.2</u> and credited to 28 the Iowa veterans home account referred to in section 35D.18, 29 subsection 3.

30 Sec. 105. Section 35D.18, subsection 3, unnumbered 31 paragraph 1, Code 2024, is amended to read as follows: 32 Revenues received that are attributed to the Iowa veterans 33 home during a fiscal year shall be credited to the Iowa 34 veterans home account and shall be considered repayment 35 appropriated receipts as defined in section 8.2, including but

-69-

1 not limited to all of the following:

2 Sec. 106. Section 35D.18, subsection 4, Code 2024, is 3 amended by striking the subsection.

Sec. 107. Section 68A.405A, subsection 1, paragraph a,
unnumbered paragraph 1, Code 2024, is amended to read as
follows:

Except as provided in sections 29C.3 and 29C.6, a statewide elected official or member of the general assembly shall not permit the expenditure of public moneys under the control of the statewide elected official or member of the general assembly, including but not limited to moneys held in a private <u>purpose</u> trust fund as defined by section 8.2, for the purpose of any paid advertisement or promotion bearing the written hame, likeness, or voice of the statewide elected official or member of the general assembly distributed through any of the following means:

17 Sec. 108. Section 68A.405A, subsection 2, Code 2024, is 18 amended to read as follows:

2. A person who willfully violates this section shall be 19 20 subject to a civil penalty of an amount up to the amount of 21 moneys withdrawn from a public account or private purpose trust 22 fund as defined in section 8.2 used to fund the communication 23 found to be in violation of this section by the board or, for 24 members of the general assembly, by an appropriate legislative 25 ethics committee. A penalty imposed pursuant to this section 26 shall be paid by the candidate's committee. Such penalty shall 27 be determined and assessed by the board or, for a member of the 28 general assembly, the appropriate legislative ethics committee, 29 and paid into the account from which such moneys were 30 withdrawn. Additional criminal or civil penalties available 31 under section 68A.701 or established by the board pursuant to 32 section 68B.32A may also be determined and assessed by the 33 board for violations of this section. Nothing in this section 34 shall prevent the imposition of any penalty or sanction for a 35 violation of this section by a legislative ethics committee.

-70-

LSB 6331YC (1) 90 ns/jh

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Sec. 109. Section 80.28, subsection 2, paragraph a,
 subparagraph (7), Code 2024, is amended to read as follows:
 (7) One member representing the office of the chief
 information officer created in section 8B.2 department of
 management.

6 Sec. 110. Section 80B.15, subsection 2, Code 2024, is 7 amended to read as follows:

8 2. The director of the academy shall assess a fee for 9 use of law enforcement media resources supplied or loaned by 10 the academy. The fees shall be established by rules adopted 11 pursuant to chapter 17A. The fees shall be considered as 12 repayment appropriated receipts, as defined in section 8.2. 13 Sec. 111. Section 80B.19, subsection 1, Code 2024, is 14 amended to read as follows:

15 1. Activities of the academy shall be accounted for within 16 the general fund of the state, except the academy may establish 17 and maintain an internal training clearing fund, in accordance 18 with generally accepted accounting principles, as defined in 19 section 8.57, subsection 4, for activities of the academy 20 which are primarily from billings to governmental entities for 21 services rendered by the academy.

22 Sec. 112. Section 84A.5, subsection 9, Code 2024, is amended 23 to read as follows:

9. The director of the department of workforce development may adopt rules pursuant to chapter 17A to charge and collect fees for enhanced or value-added services provided by the department of workforce development which are not required by available from the department and are not generally shall not be charged to provide a free public labor exchange. Fees established by the director of the department of workforce development shall be based upon the costs of administering the service, with due regard to the anticipated time spent, and travel costs incurred, by personnel performing the service.

-71-

LSB 6331YC (1) 90 ns/jh

1 be treated as repayment appropriated receipts as defined in
2 section 8.2.

3 Sec. 113. Section 99D.14, subsection 2, paragraphs b and c,4 Code 2024, are amended to read as follows:

b. Notwithstanding sections 8.60 and section 99D.17, the portion of the fee paid pursuant to paragraph "a" relating to the costs of special agents plus any direct and indirect support costs for the agents, for the division of criminal investigation's racetrack activities, shall be deposited into the gaming enforcement revolving fund established in section 80.43. However, the department of public safety shall transfer, on an annual basis, the portion of the regulatory fee attributable to the indirect support costs of the special agents to the general fund of the state.

15 c. Notwithstanding sections 8.60 and section 99D.17, the 16 portion of the fee paid pursuant to paragraph "a" relating to 17 the costs of the commission shall be deposited into the gaming 18 regulatory revolving fund established in section 99F.20.

19 Sec. 114. Section 99D.17, Code 2024, is amended to read as 20 follows:

21 99D.17 Use of funds.

Funds received pursuant to sections 99D.14 and 99D.15 shall be deposited as provided in section 8.57, subsection 5, and shall be subject to the requirements of section 8.60. These funds shall first be used to the extent appropriated by the general assembly. The commission is subject to the pudget requirements of chapter 8 and the applicable auditing requirements and procedures of chapter 11.

29 Sec. 115. Section 99D.22, subsection 3, paragraph d, Code 30 2024, is amended to read as follows:

31 *d.* Establish a registration fee imposed on each horse which 32 is a thoroughbred, quarter horse, or standardbred which shall 33 be paid by the breeder of the horse. The department shall not 34 impose the registration fee more than once on each horse. The 35 amount of the registration fee shall not exceed thirty dollars.

-72-

1 The moneys paid to the department from registration fees shall
2 be considered repayment <u>appropriated</u> receipts as defined in
3 section 8.2, and shall be used for the administration and
4 enforcement of this subsection.

5 Sec. 116. Section 99D.22, subsection 4, paragraph b, Code 6 2024, is amended to read as follows:

7 b. The moneys paid to the department from registration fees 8 as provided in paragraph "a" shall be considered repayment 9 <u>appropriated</u> receipts as defined in <u>section 8.2</u>, and shall be 10 used for the administration and enforcement of programs for the 11 promotion of native dogs.

12 Sec. 117. Section 99E.5, subsection 3, Code 2024, is amended 13 to read as follows:

14 3. The annual license fee to conduct internet fantasy sports 15 contests shall be one thousand dollars or, for a licensed 16 internet fantasy sports contest service provider with total 17 annual internet fantasy sports contest adjusted revenues for 18 the year prior to the annual license fee renewal date of 19 one hundred fifty thousand dollars or greater, five thousand 20 dollars. Moneys collected by the commission from the license 21 fees paid under this section shall be considered repayment 22 appropriated receipts as defined in section 8.2.

23 Sec. 118. Section 99E.5, subsection 4, paragraph c, Code 24 2024, is amended to read as follows:

25 c. Notwithstanding section 8.60, the <u>The</u> portion of the 26 fee paid pursuant to paragraph "a" relating to the costs of 27 the commission shall be deposited into the gaming regulatory 28 revolving fund established in section 99F.20.

29 Sec. 119. Section 99E.6, subsection 2, Code 2024, is amended 30 to read as follows:

31 2. The taxes imposed by this section for internet fantasy 32 sports contests authorized under this chapter shall be paid by 33 the internet fantasy sports contest service provider to the 34 treasurer of state as determined by the commission and shall be 35 credited as provided in section 8.57, subsection 6 8.571.

-73-

LSB 6331YC (1) 90 ns/jh

1 Sec. 120. Section 99F.4, subsections 2 and 27, Code 2024, 2 are amended to read as follows:

2. To license qualified sponsoring organizations, to 4 license the operators of excursion gambling boats, to identify 5 occupations engaged in the administration, control, and conduct 6 of gambling games and sports wagering which require licensing, 7 and to adopt standards for licensing the occupations including 8 establishing fees for the occupational licenses and licenses 9 for qualified sponsoring organizations. The fees shall be 10 paid to the commission and deposited in the general fund of 11 the state. All revenue received by the commission under 12 this chapter from license fees and regulatory fees shall be 13 deposited in the general fund of the state and shall be subject 14 to the requirements of section 8.60.

To adopt standards under which all sports wagering is 15 27. 16 conducted, including the scope and type of wagers allowed, 17 to identify occupations within sports wagering which require 18 licensing, and to adopt standards for licensing and background 19 qualifications for occupations including establishing fees 20 for the occupational license. All revenue received by the 21 commission under this chapter from license fees shall be 22 deposited in the general fund of the state and shall be subject 23 to the requirements of section 8.60. All revenue received by 24 the commission from regulatory fees shall be deposited into the 25 gaming regulatory revolving fund established in section 99F.20. 26 Sec. 121. Section 99F.10, subsection 4, paragraphs b and c, 27 Code 2024, are amended to read as follows:

b. Notwithstanding sections 8.60 and section 99F.4, the portion of the fee paid pursuant to paragraph "a" relating to the costs of special agents and officers plus any direct and indirect support costs for the agents and officers, for the division of criminal investigation's excursion gambling boat or gambling structure activities, shall be deposited into the gaming enforcement revolving fund established in section 80.43. However, the department of public safety shall transfer, on an

-74-

annual basis, the portion of the regulatory fee attributable
 to the indirect support costs of the special agents and gaming
 enforcement officers to the general fund of the state.

c. Notwithstanding sections 8.60 and section 99F.4, the
portion of the fee paid pursuant to paragraph "a" relating to
the costs of the commission shall be deposited into the gaming
regulatory revolving fund established in section 99F.20.

8 Sec. 122. Section 99F.11, subsection 5, paragraph b, Code 9 2024, is amended to read as follows:

10 b. The taxes imposed by this subsection for sports wagering 11 authorized under this chapter shall be paid by the licensed 12 operator to the treasurer of state as determined by the 13 commission and shall be credited as provided in section 8.57, 14 subsection 6 8.571.

15 Sec. 123. Section 99G.39, subsection 6, paragraph a, Code 16 2024, is amended to read as follows:

a. Notwithstanding subsection 1, if gaming revenues under 17 18 sections 99D.17 and 99F.11 are insufficient in a fiscal year to 19 meet the total amount of such revenues directed to be deposited 20 in the vision Iowa fund during the fiscal year pursuant to 21 section 8.57, subsection 5, paragraph $\overset{\sim}{-}e^{-}$ $\tilde{f}f''$, the difference 22 shall be paid from lottery revenues prior to deposit of the 23 lottery revenues in the general fund, transfer of lottery 24 revenues to the veterans trust fund as provided in subsection 25 3, and the transfer of lottery revenues to the public safety 26 survivor benefits fund as provided in subsection 4. Ιf 27 lottery revenues are insufficient during the fiscal year to pay 28 the difference, the remaining difference shall be paid from 29 lottery revenues prior to deposit of lottery revenues in the 30 general fund, the transfer of lottery revenues to the veterans 31 trust fund as provided in subsection 3, and the transfer of 32 lottery revenues to the public safety survivor benefits fund 33 as provided in subsection 4 in subsequent fiscal years as such 34 revenues become available.

35 Sec. 124. Section 100B.4, subsection 2, Code 2024, is

-75-

1 amended to read as follows:

2 2. Notwithstanding section 8.33, repayment <u>appropriated</u> 3 receipts, as defined in section 8.2, collected by the division 4 of state fire marshal for the fire service training bureau 5 that remain unencumbered or unobligated at the close of the 6 fiscal year shall not revert but shall remain available for 7 expenditure for the purposes designated until the close of the 8 succeeding fiscal year.

9 Sec. 125. Section 100C.9, subsection 1, Code 2024, is 10 amended to read as follows:

11 1. All fees assessed pursuant to this chapter shall be 12 retained as repayment <u>appropriated</u> receipts, as defined in 13 <u>section 8.2</u>, by the department and such fees received shall 14 be used exclusively to offset the costs of administering this 15 chapter.

16 Sec. 126. Section 100D.7, subsection 2, Code 2024, is
17 amended to read as follows:

All fees assessed pursuant to this chapter shall be
 retained as repayment appropriated receipts, as defined in
 section 8.2, by the department and such fees received shall
 be used exclusively to offset the costs of administering this
 chapter.

23 Sec. 127. Section 123.17, subsection 3, Code 2024, is 24 amended to read as follows:

3. Notwithstanding subsection 2, if gaming revenues under sections 99D.17 and 99F.11 are insufficient in a fiscal year to meet the total amount of such revenues directed to be deposited in the revenue bonds debt service fund and the revenue bonds federal subsidy holdback fund during the fiscal year pursuant section 8.57, subsection 5, paragraph $\tilde{e}\tilde{e}$ \tilde{f} , the difference shall be paid from moneys deposited in the beer and liquor control fund prior to transfer of such moneys to the general fund pursuant to subsection 2 and prior to the transfer of such moneys pursuant to subsections 5 and 6. If moneys deposited in the beer and liquor the subsection fund are insufficient during the

-76-

H.F.____

1 fiscal year to pay the difference, the remaining difference 2 shall be paid from moneys deposited in the beer and liquor 3 control fund in subsequent fiscal years as such moneys become 4 available.

5 Sec. 128. Section 124.553, subsection 6, Code 2024, is 6 amended to read as follows:

6. The board shall not charge a fee to a pharmacy, 8 pharmacist, veterinarian, or prescribing practitioner for the 9 establishment, maintenance, or administration of the program, 10 including costs for forms required to submit information to or 11 access information from the program, except that the board may 12 charge a fee to an individual who requests the individual's own 13 program information. A fee charged pursuant to this subsection 14 shall not exceed the actual cost of providing the requested 15 information and shall be considered a repayment receipt 16 appropriated receipts as defined in section 8.2.

17 Sec. 129. Section 124E.10, Code 2024, is amended to read as 18 follows:

19 **124E.10** Fees.

All fees collected by the department under this chapter shall be retained by the department for operation of the medical cannabidiol registration card program and the medical cannabidiol manufacturer and medical cannabidiol dispensary licensing programs. The moneys retained by the department shall be considered repayment appropriated receipts as defined in section 8.2 and shall be used for any of the department's duties under this chapter, including but not limited to the addition of full-time equivalent positions for program services and investigations. Notwithstanding section 8.33, moneys retained by the department pursuant to this section shall not revert to the general fund of the state but shall remain available for expenditure only for the purposes specified in section.

34 Sec. 130. Section 124E.19, subsection 1, paragraph b, Code 35 2024, is amended to read as follows:

> LSB 6331YC (1) 90 ns/jh 77/103

-77-

b. The department shall charge an applicant for a medical cannabidiol manufacturer license or a medical cannabidiol dispensary license a fee determined by the department of public safety and adopted by the department by rule to defray the costs associated with background investigations conducted pursuant to the requirements of this section. The fee shall be in addition to any other fees charged by the department. The fee may be retained by the department of public safety and shall be considered repayment appropriated receipts as defined in section 8.2.

11 Sec. 131. Section 135C.7, subsection 2, Code 2024, is
12 amended to read as follows:

13 2. In addition to the license fees listed in this section, 14 there shall be an annual assessment assessed to each licensee 15 in an amount to cover the cost of independent reviewers 16 provided pursuant to section 135C.42. The department shall, in 17 consultation with licensees, establish the assessment amount 18 by rule based on the award of a request for proposals. The 19 assessment shall be retained by the department as a repayment 20 receipt appropriated receipts as defined in section 8.2 and 21 used for the purpose of paying the cost of the independent 22 reviewers.

23 Sec. 132. Section 135Q.2, subsection 1, Code 2024, is 24 amended to read as follows:

1. A health care employment agency operating in the state shall register annually with the department. Each separate location of a health care employment agency shall register annually with and pay an annual registration fee of five hundred dollars to the department. The department shall issue each location a separate certification of registration upon approval of registration and payment of the fee. The annual registration fees shall be retained by the department as repayment <u>appropriated</u> receipts as defined in section 8.2. Sec. 133. Section 135R.3, subsection 4, Code 2024, is amended to read as follows:

-78-

H.F. _____

4. The fees collected under this section shall be considered
 2 repayment <u>appropriated</u> receipts as defined in section 8.2 and
 3 shall be used by the department to administer this chapter.

4 Sec. 134. Section 136C.10, subsection 4, Code 2024, is 5 amended to read as follows:

6 4. Fees collected pursuant to this section shall be retained 7 by the department, shall be considered repayment appropriated 8 receipts as defined in section 8.2, and shall be used for the 9 purposes described in this section, including but not limited 10 to the addition of full-time equivalent positions for program 11 services and investigations. Notwithstanding section 8.33, 12 moneys retained by the department pursuant to this subsection 13 are not subject to reversion to the general fund of the state. 14 Sec. 135. Section 147A.6, subsection 1, Code 2024, is 15 amended to read as follows:

16 1. The department, upon initial application and receipt 17 of the prescribed initial application fee, shall issue 18 a certificate to an individual who has met all of the 19 requirements for emergency medical care provider certification 20 established by the rules adopted under section 147A.4, 21 subsection 2. All fees received pursuant to this section shall 22 be retained by the department. The moneys retained by the 23 department shall be used for any of the department's duties 24 under this chapter, including but not limited to the addition 25 of full-time equivalent positions for program services and 26 investigations. Revenues retained by the department pursuant 27 to this section shall be considered repayment appropriated 28 receipts as defined in section 8.2. Notwithstanding section 29 8.33, moneys retained by the department pursuant to this 30 section are not subject to reversion to the general fund of the 31 state.

32 Sec. 136. Section 155A.40, subsection 2, Code 2024, is 33 amended to read as follows:

34 2. A request for criminal history data shall be submitted35 to the department of public safety, division of criminal

-79-

LSB 6331YC (1) 90 ns/jh

1 investigation, pursuant to section 692.2, subsection 1. 2 The board may also require such applicants, licensees, and 3 registrants to provide a full set of fingerprints, in a form 4 and manner prescribed by the board. Such fingerprints may 5 be submitted to the federal bureau of investigation through 6 the state criminal history repository for a national criminal 7 history check. The board may authorize alternate methods or 8 sources for obtaining criminal history record information. The 9 board may, in addition to any other fees, charge and collect 10 such amounts as may be incurred by the board, the department 11 of public safety, or the federal bureau of investigation in 12 obtaining criminal history information. Amounts collected 13 shall be considered repayment <u>appropriated</u> receipts as defined 14 in section 8.2.

15 Sec. 137. Section 162.2B, subsection 2, Code 2024, is 16 amended to read as follows:

17 2. The department shall retain all fees that it collects 18 under this section for the exclusive purpose of administering 19 and enforcing the provisions of this chapter. The fees shall 20 be considered repayment <u>appropriated</u> receipts as defined in 21 section 8.2. The general assembly shall appropriate moneys 22 to the department each state fiscal year necessary for the 23 administration and enforcement of this chapter.

24 Sec. 138. Section 192.111, subsection 3, Code 2024, is 25 amended to read as follows:

3. Fees collected under this section and section 194.20 shall be deposited in the general fund of the state. All moneys deposited under this section are appropriated to the department for the costs of inspection, sampling, analysis, and other expenses necessary for the administration of this chapter and chapter 194, and shall be subject to the requirements of section 8.60.

33 Sec. 139. Section 198.9, subsection 3, Code 2024, is amended 34 to read as follows:

35 3. Fees collected shall be deposited in the general fund of

-80-

1 the state and shall be subject to the requirements of section 2 8.60. Moneys deposited under this section shall be used for 3 the payment of the costs of inspection, sampling, analysis, 4 supportive research, and other expenses necessary for the 5 administration of this chapter.

6 Sec. 140. Section 200.9, Code 2024, is amended to read as 7 follows:

8 200.9 Fertilizer fees.

9 Fees collected for licenses and inspection fees under 10 sections 200.4 and 200.8, with the exception of those fees 11 collected for deposit in the agriculture management account 12 of the groundwater protection fund, shall be deposited 13 in the general fund of the state and shall be subject to 14 the requirements of section 8.60. Moneys deposited under 15 this section to the general fund shall be used only by the 16 department for the purpose of inspection, sampling, analysis, 17 preparation, and publishing of reports and other expenses 18 necessary for administration of this chapter. The secretary 19 may assign moneys to the Iowa agricultural experiment station 20 for research, work projects, and investigations as needed for 21 the specific purpose of improving the regulatory functions for 22 enforcement of this chapter.

23 Sec. 141. Section 201A.11, Code 2024, is amended to read as 24 follows:

25 201A.11 Fees and appropriation.

Fees collected under this chapter shall be deposited in the general fund of the state and shall be subject to the requirements of section 8.60. Moneys deposited under this section to the general fund shall be used only by the department for the purpose of administering and enforcing the provisions of this chapter, including inspection, sampling, analysis, and the preparation and publishing of reports. Sec. 142. Section 203.9, subsection 3, Code 2024, is amended to read as follows:

35 3. A grain dealer shall keep complete and accurate records.

-81-

1 A grain dealer shall keep records for the previous six years.
2 If the grain dealer's records are incomplete or inaccurate,
3 the department may reconstruct the grain dealer's records in
4 order to determine whether the grain dealer is in compliance
5 with the provisions of this chapter. The department may
6 charge the grain dealer the actual cost for reconstructing the
7 grain dealer's records, which shall be considered repayment
8 appropriated receipts as defined in section 8.2.

9 Sec. 143. Section 203C.2, subsection 5, Code 2024, is 10 amended to read as follows:

11 5. Moneys received by the department in administering this 12 section shall be considered repayment <u>appropriated</u> receipts as 13 defined in section 8.2.

14 Sec. 144. Section 204.4, subsection 2, paragraph e, Code 15 2024, is amended to read as follows:

16 e. The results of a national criminal history record check 17 of an applicant as may be required by the department. The 18 department shall inform an applicant if a national criminal 19 history record check will be conducted. If a national criminal 20 history record check is conducted, the applicant shall 21 provide the applicant's fingerprints to the department. The 22 department shall provide the fingerprints to the department 23 of public safety for submission through the state criminal 24 history repository to the federal bureau of investigation. The 25 applicant shall pay the actual cost of conducting any national 26 criminal history record check to the department of agriculture 27 and land stewardship. The department shall pay the actual cost 28 of conducting the national criminal history record check to 29 the department of public safety from moneys deposited in the 30 hemp fund pursuant to section 204.6. The department of public 31 safety shall treat such payments as repayment appropriated 32 receipts as defined in section 8.2. The results of the 33 national criminal history check shall not be considered a 34 public record under chapter 22.

35 Sec. 145. Section 206.12, subsection 3, Code 2024, is

-82-

LSB 6331YC (1) 90 ns/jh

1 amended to read as follows:

2 3. The registrant, before selling or offering for sale any 3 pesticide for use in this state, shall register each brand and 4 grade of such pesticide with the secretary upon forms furnished 5 by the secretary. The secretary shall set the registration 6 fee annually at three hundred dollars for each and every brand 7 and grade to be offered for sale in this state. The secretary 8 shall adopt by rule exemptions to the fee. Fifty dollars of 9 each fee collected shall be deposited in the general fund of 10 the state, shall be subject to the requirements of section 11 8.60, and shall be used only for the purpose of enforcing 12 the provisions of this chapter. The remainder of each fee 13 collected shall be deposited in the agriculture management 14 account of the groundwater protection fund created in section 15 455E.11.

16 Sec. 146. Section 215A.9, subsection 2, Code 2024, is
17 amended to read as follows:

A fee of fifteen dollars shall be charged for each device
 subject to reinspection under section 215A.5. All moneys
 received by the department under the provisions of this chapter
 shall be handled in the same manner as <u>"repayment receipts"</u>
 <u>appropriated receipts</u> as defined in <u>chapter 8 section 8.2</u>, and
 shall be used for the administration and enforcement of the
 provisions of this chapter.

Sec. 147. Section 222.92, subsection 3, unnumbered paragraph 1, Code 2024, is amended to read as follows: Subject to the approval of the department, except for revenues segregated as provided in section 249A.11, revenues received that are attributed to a state resource center for a fiscal year shall be credited to the state resource center's account and shall be considered repayment <u>appropriated</u> receipts as defined in <u>section 8.2</u>, including but not limited to all of the following:

34 Sec. 148. Section 222.92, subsection 4, Code 2024, is 35 amended by striking the subsection.

> LSB 6331YC (1) 90 ns/jh 83/103

-83-

Sec. 149. Section 226.9B, subsection 2, unnumbered
 paragraph 1, Code 2024, is amended to read as follows:
 Revenues received that are attributed to the psychiatric
 medical institution for children beds during a fiscal year
 shall be credited to the mental health institute's account
 and shall be considered repayment appropriated receipts as
 defined in section 8.2, including but not limited to all of the
 following:

9 Sec. 150. Section 232D.307, subsection 3, Code 2024, is 10 amended to read as follows:

11 3. The judicial branch in conjunction with the department of 12 public safety, the department of health and human services, and 13 the state chief information officer <u>department of management</u> 14 shall establish procedures for electronic access to the single 15 contact repository necessary to conduct background checks 16 requested under subsection 1.

17 Sec. 151. Section 252B.4, subsection 3, Code 2024, is
18 amended to read as follows:

19 3. Fees collected pursuant to this section shall be 20 considered repayment appropriated receipts, as defined in 21 section 8.2, and shall be used for the purposes of child 22 support services. The director or a designee shall keep an 23 accurate record of the fees collected and expended.

24 Sec. 152. Section 252B.5, subsection 13, paragraph b, Code 25 2024, is amended to read as follows:

b. Fees collected pursuant to this subsection shall be considered repayment <u>appropriated</u> receipts as defined in section 8.2, and shall be used for the purposes of child support services. The director shall maintain an accurate record of the fees collected and expended under this subsection.

32 Sec. 153. Section 252B.23, subsection 11, Code 2024, is 33 amended to read as follows:

34 11. All surcharge payments shall be received and disbursed35 by the collection services center. The surcharge payments

-84-

1 received by the collection services center shall be considered 2 repayment appropriated receipts as defined in section 8.2 3 and shall be used to pay the costs of any contracts with a 4 collection entity.

5 Sec. 154. Section 262.9, subsection 19, paragraph b, Code 6 2024, is amended to read as follows:

b. Authorize, at its discretion, each institution of higher
8 education to retain the student fees and charges it collects to
9 further the institution's purposes as authorized by the board.
10 Notwithstanding any provision to the contrary, student fees and
11 charges, as defined in section 262A.2, shall not be considered
12 repayment appropriated receipts as defined in section 8.2.
13 Sec. 155. Section 262.9B, subsections 1, 3, and 4, Code

13 Sec. 155. Section 262.98, subsections 1, 5, and 4, co 14 2024, are amended to read as follows:

1. Overview. The state board of regents for institutions 15 16 under its control shall coordinate interagency cooperation with 17 state agencies, as defined in section 8A.101, in the area of 18 purchasing and information technology with the goal of annually 19 increasing the amount of joint purchasing. The board and the 20 institutions under the control of the board shall engage the 21 department of administrative services, the chief information 22 officer of the state department of management, and other 23 state agencies authorized to purchase goods and services in 24 pursuing mutually beneficial activities relating to purchasing 25 items and acquiring information technology. The board and 26 the institutions shall explore ways to leverage resources, 27 identify cost savings, implement efficiencies, and improve 28 effectiveness without compromising the mission of the board and 29 the institutions under the control of the board relative to 30 students and research commitments.

31 3. Information technology.

a. The board shall direct institutions under its control to cooperate with the chief information officer of the state department of management in efforts to cooperatively obtain information technology and related services that result in

-85-

1 mutual cost savings and efficiency improvements, and shall 2 seek input from the chief information officer of the state 3 department of management regarding specific areas of potential 4 cooperation between the institutions under the control of 5 the board and the office of the chief information officer 6 department of management.

The board shall convene at least quarterly an interagency 7 *b*. 8 information technology group meeting including the institutions 9 under its control, the state chief information officer 10 department of management and any other agency authorized to 11 purchase goods and services, for purposes of timely cooperation 12 in obtaining information technology and related services. 4. Cooperative purchasing plan. The board shall, before 13 14 July 1 of each year, prepare a plan that identifies specific 15 areas of cooperation between the institutions under its 16 control, the department of administrative services, and the 17 chief information officer of the state department of management 18 that will be addressed for the next fiscal year including 19 timelines for implementing, analyzing, and evaluating each of 20 the areas of cooperation. The plan shall also identify the 21 potential for greater interinstitutional cooperation in areas 22 that would result in a net cost savings.

23 Sec. 156. Section 272C.6, subsection 6, paragraph b, Code 24 2024, is amended to read as follows:

b. The department of agriculture and land stewardship, the department of insurance and financial services, the department of inspections, appeals, and licensing, and the department health and human services shall each adopt rules pursuant ochapter 17A which provide for the allocation of fees and costs collected pursuant to this section to the board under its jurisdiction collecting the fees and costs. The fees and costs shall be considered repayment appropriated receipts as defined an section 8.2.

34 Sec. 157. Section 321.52, subsection 4, paragraph d, Code 35 2024, is amended to read as follows:

-86-

1 d. A salvage theft examination shall be made by a peace 2 officer who has been specially certified and recertified when 3 required by the Iowa law enforcement academy to do salvage 4 theft examinations. The Iowa law enforcement academy shall 5 determine standards for training and certification, conduct 6 training, and may approve alternative training programs 7 which satisfy the academy's standards for training and 8 certification. The owner of the salvage vehicle shall make 9 the vehicle available for examination at a time and location 10 designated by the peace officer doing the examination. The 11 owner may obtain a permit to drive the vehicle to and from the 12 examination location by submitting a repair affidavit to the 13 agency performing the examination stating that the vehicle is 14 reasonably safe for operation and listing the repairs which 15 have been made to the vehicle. The owner must be present 16 for the examination and have available for inspection the 17 salvage title, bills of sale for all essential parts changed, 18 if applicable, and the repair affidavit. The examination 19 shall be for the purposes of determining whether the vehicle 20 or repair components have been stolen. The examination is not 21 a safety inspection and a signed salvage theft examination 22 certificate shall not be construed by any court of law to be a 23 certification that the vehicle is safe to be operated. There 24 shall be no cause of action against the peace officer or the 25 agency conducting the examination or the county treasurer 26 for failure to discover or note safety defects. If the 27 vehicle passes the theft examination, the peace officer shall 28 indicate that the vehicle passed examination on the salvage 29 theft examination certificate. The permit and salvage theft 30 examination certificate shall be on controlled forms prescribed 31 and furnished by the department. The owner shall pay a fee 32 of fifty dollars at the time the examination is scheduled. 33 The agency performing the examinations shall retain forty 34 dollars of the fee and shall pay five dollars of the fee to 35 the department and five dollars of the fee to the treasurer of

-87-

H.F. ____

1 state for deposit in the general fund of the state. Moneys
2 deposited to the general fund under this paragraph are subject
3 to the requirements of section 8.60 and shall be used by
4 the Iowa law enforcement academy to provide for the special
5 training, certification, and recertification of officers as
6 required by this subsection.

7 Sec. 158. Section 321.491, subsection 2, paragraph b, Code 8 2024, is amended to read as follows:

b. A certified abstract of the record of the case prepared 9 10 for the department shall only be available to the public 11 from the department. A noncertified record of conviction 12 or forfeiture of bail shall be available to the public from 13 the judicial branch. The clerk of the district court shall 14 collect a fee of fifty cents for each noncertified copy of 15 any record of conviction or forfeiture of bail furnished to 16 any requester except the department or other local, state, 17 or federal government entity. Moneys collected under this 18 section shall be transferred to the department as a repayment 19 receipt appropriated receipts, as defined in section 8.2, to 20 enhance the efficiency of the department to process records 21 and information between the department and the Iowa court 22 information system.

23 Sec. 159. Section 321A.3, subsection 1, Code 2024, is 24 amended to read as follows:

1. The department of transportation shall upon request furnish any person a certified abstract of the operating record of a person subject to chapter 321 or 321J, or this chapter.
The abstract shall also fully designate the motor vehicles, if any, registered in the name of the person. If there is no record of a conviction of the person having violated any law relating to the operation of a motor vehicle or of any injury or damage caused by the person, the department of transportation shall so certify. A fee of five dollars and fifty cents shall be paid for each abstract except for abstracts requested by state, county, or city officials, court

-88-

1 officials, public transit officials, or other officials of a 2 political subdivision of the state or a nonprofit charitable 3 organization described in section 501(c)(3) of the Internal 4 Revenue Code. Except for any additional access fee collected 5 under subsection 7, the department of transportation shall 6 transfer the moneys collected under this section to the 7 treasurer of state who shall credit to the general fund all 8 moneys collected. If a fee established in this subsection 9 is collected by the office of the chief information officer, 10 created in section 8B.2, department of management for a record 11 furnished through an electronic portal maintained by the office 12 of the chief information officer department of management, 13 the office of the chief information officer department of 14 management shall transfer the moneys collected under this 15 subsection to the treasurer of state who shall credit the 16 moneys to the general fund.

17 Sec. 160. Section 325A.5, Code 2024, is amended to read as 18 follows:

19 325A.5 Fees — credited to road use tax fund — seminar 20 receipts.

All fees received for applications and permits or certificates under this chapter shall be remitted to the treasurer of state and credited to the road use tax fund. All fees collected for the motor carrier safety education seminar shall be considered a repayment receipt appropriated <u>receipts</u> as defined in section 8.2, and shall be remitted to the department to be used to pay for the seminars.

28 Sec. 161. Section 421.17, subsection 2, paragraph d, Code 29 2024, is amended to read as follows:

30 *d.* To facilitate uniformity and equalization of assessments 31 throughout the state of Iowa and to facilitate transfers of 32 funds to local governments, the director <u>of the department</u> 33 <u>of revenue</u> may use geographic information system technology 34 and may require assessing authorities and local governments 35 that have adopted compatible technology to provide information

-89-

1 to the department of revenue electronically using electronic 2 geographic information system file formats. The department of 3 revenue shall act on behalf of political subdivisions and the 4 state to deliver a consolidated response to the boundary and 5 annexation survey and provide legal boundary geography data to 6 the United States census bureau. The department of revenue 7 shall coordinate with political subdivisions and the state to 8 ensure that consistent, accurate, and integrated geography is 9 provided to the United States census bureau. The office of 10 the chief information officer department of management shall 11 provide geographic information system and technical support to 12 the department of revenue to facilitate the exchange.

13 Sec. 162. Section 421.17, subsection 27, paragraph j, Code
14 2024, is amended to read as follows:

15 j. Of the amount of debt actually collected pursuant to 16 this subsection an amount, not to exceed the amount collected, 17 which is sufficient to pay for salaries, support, maintenance, 18 services, and other costs incurred by the department related 19 to the administration of this subsection shall be retained by 20 the department. Revenues retained by the department pursuant 21 to this section shall be considered repayment appropriated 22 receipts as defined in section 8.2. The director shall, in 23 the annual budget request pursuant to section 8.23, make an 24 estimate as to the amount of receipts to be retained and the 25 estimated amount of additional receipts to be collected. The 26 director shall report annually to the department of management, 27 the legislative fiscal committee, and the legislative services 28 agency on any additional positions added and the costs incurred 29 during the previous fiscal year pursuant to this subsection. 30 Sec. 163. Section 422.7, subsection 10, paragraph b, Code

31 2024, is amended to read as follows:

b. As used in this subsection, "broadband infrastructure",
"communications service provider", and "targeted service area"
mean the same as defined in section 8B.1 8.2, respectively.
Sec. 164. Section 422.35, subsection 13, paragraph b, Code

-90-

1 2024, is amended to read as follows:

b. As used in this subsection, "broadband infrastructure", *communications service provider*", and "targeted service area"
mean the same as defined in section 8B.1 8.2, respectively.
Sec. 165. Section 423.2A, subsection 3, Code 2024, is
amended to read as follows:

H.F.

3. Of the amount of sales tax revenue actually transferred 7 8 per quarter pursuant to subsection 2, paragraphs "e'' and "f'', 9 the department shall retain an amount equal to the actual cost 10 of administering the transfers under subsection 2, paragraphs 11 "e" and "f", or twenty-five thousand dollars, whichever is 12 less. The amount retained by the department pursuant to this 13 subsection shall be divided pro rata each quarter between 14 the amounts that would have been transferred pursuant to 15 subsection 2, paragraphs e'' and f'', without the deduction 16 made by operation of this subsection. Revenues retained by 17 the department pursuant to this subsection shall be considered 18 repayment appropriated receipts as defined in section 8.2. 19 Sec. 166. Section 426B.1, subsection 1, Code 2024, is 20 amended to read as follows:

1. A property tax relief fund is created in the state 21 22 treasury under the authority of the department of health 23 and human services. The fund shall be separate from the 24 general fund of the state and shall not be considered part 25 of the general fund of the state except in determining the 26 cash position of the state for payment of state obligations. 27 The moneys in the fund are not subject to the provisions of 28 section 8.33 and shall not be transferred, used, obligated, 29 appropriated, or otherwise encumbered except as provided in 30 this chapter. Moneys in the fund may be used for cash flow 31 purposes, provided that any moneys so allocated are returned 32 to the fund by the end of each fiscal year. However, the 33 fund shall be considered a special account for the purposes 34 of section 8.53, relating to elimination of any GAAP deficit. 35 For the purposes of this chapter, unless the context otherwise

-91-

LSB 6331YC (1) 90 ns/jh

1 requires, "property tax relief fund" means the property tax
2 relief fund created in this section.

3 Sec. 167. Section 427.1, subsection 40, paragraphs a and b, 4 Code 2024, are amended to read as follows:

The owner of broadband infrastructure shall be entitled 5 а. 6 to an exemption from taxation to the extent provided in this 7 subsection for assessment years beginning before January 1, 8 2027. Unless the context otherwise requires, the words and 9 phrases used in this subsection shall have the same meaning as 10 the words and phrases used in chapter 8B, including but not 11 limited to the words and phrases defined in section 8B.1 8.2. The exemption shall apply to the installation of 12 b. 13 broadband infrastructure that facilitates broadband service 14 at or above the download and upload speeds specified in 15 the definition of targeted service area in section 8B.1 16 8.2 commenced and completed on or after July 1, 2015, and 17 before July 1, 2025, in a targeted service area, and used to 18 deliver internet services to the public. A person claiming 19 an exemption under this subsection shall certify to the local 20 assessor prior to commencement of the installation that the 21 installation of broadband infrastructure will facilitate 22 broadband service at or above the download and upload speeds 23 specified in the definition of targeted service area in section 24 8B.1 8.2 within a targeted service area and shall specify 25 the current number of homes, farms, schools, and businesses 26 in the targeted service area to which broadband service was 27 facilitated and the download and upload speeds available prior 28 to the broadband infrastructure installation for which the 29 exemption is claimed and the number of homes, farms, schools, 30 and businesses in the targeted service area to which broadband 31 service will be facilitated and the download and upload speeds 32 that will be available as a result of installation of the 33 broadband infrastructure for which the exemption is claimed. 34 Sec. 168. Section 427.1, subsection 40, paragraph f, 35 subparagraph (1), subparagraph division (d), Code 2024, is

-92-

LSB 6331YC (1) 90 ns/jh

H.F. ____

1 amended to read as follows:

2 (d) Certification from the office of the chief information 3 officer department of management that the installation will 4 facilitate broadband service in a targeted service area at 5 or above the download and upload speeds specified in the 6 definition of targeted service area in section 8B.1 in a 7 targeted service area 8.2.

8 Sec. 169. Section 427.1, subsection 40, paragraph f, 9 subparagraphs (2) and (7), Code 2024, are amended to read as 10 follows:

11 (2) The department <u>of revenue</u> and the board of supervisors 12 shall not approve applications that are missing any of the 13 information or documentation required in subparagraph (1). The 14 department <u>of revenue</u> or the board of supervisors may consult 15 with the office of the chief information officer <u>department of</u> 16 <u>management</u> to access additional information needed to review 17 an application.

18 (7) At any time after the exemption is granted and the 19 broadband service is available in a targeted service area, 20 the department of revenue or the board of supervisors, as 21 applicable, under the direction of the office of the chief 22 information officer department of management, may require the 23 property owner receiving the exemption to substantiate that the 24 owner continues to provide the service described in paragraph 25 "b". If the department of revenue or the board of supervisors 26 determines that the property owner no longer provides the 27 service described in paragraph b'', the department of revenue or 28 the board of supervisors shall revoke the exemption. An owner 29 may appeal the decision to revoke the exemption in the same 30 manner as provided in subparagraphs (5) and (6), as applicable. Sec. 170. Section 453A.35A, subsection 1, Code 2024, is 31 32 amended to read as follows:

33 1. A health care trust fund is created in the office of 34 the treasurer of state. The fund consists of the revenues 35 generated from the tax on cigarettes pursuant to section

-93-

LSB 6331YC (1) 90 ns/jh

1 453A.6, subsection 1, and from the tax on tobacco products 2 as specified in section 453A.43, subsections 1, 2, 3, and 4, 3 that are credited to the health care trust fund, annually, 4 pursuant to section 453A.35. Moneys in the fund shall be 5 separate from the general fund of the state and shall not be 6 considered part of the general fund of the state. However, the 7 fund shall be considered a special account for the purposes 8 of section 8.53 relating to generally accepted accounting 9 principles. Moneys in the fund shall be used only as specified 10 in this section and shall be appropriated only for the uses 11 specified. Moneys in the fund are not subject to section 8.33 12 and shall not be transferred, used, obligated, appropriated, 13 or otherwise encumbered, except as provided in this section. 14 Notwithstanding section 12C.7, subsection 2, interest or 15 earnings on moneys deposited in the fund shall be credited to 16 the fund.

17 Sec. 171. Section 461A.79, subsection 4, Code 2024, is 18 amended to read as follows:

4. Moneys available to be expended for purposes of this section for public outdoor recreation and resources shall be credited to or deposited to the general fund of the state and appropriations made for purposes of this section shall be allocated as provided in this section. Moneys credited to or deposited to the general fund of the state pursuant to this subsection are subject to the requirements of section 8.60. Sec. 172. Section 473.19A, subsection 2, paragraph a, Code 27 2024, is amended to read as follows:

28 a. Any moneys awarded or allocated to the state, its 29 citizens, or its political subdivisions as a result of the 30 federal court decisions and United States department of energy 31 settlements resulting from alleged violations of federal 32 petroleum pricing regulations attributable to or contained 33 within the Exxon fund. Amounts remaining in the oil overcharge 34 account established in section 455E.11, subsection 2, paragraph 35 ~~, Code 2007, and the energy conservation trust established

-94-

H.F. _____

in section 473.11, Code 2007, as of June 30, 2008, shall be
 deposited into the building energy management fund pursuant to
 this paragraph, notwithstanding section 8.60, subsection 15,
 Code 2007.

5 Sec. 173. Section 475A.6, subsection 3, Code 2024, is 6 amended to read as follows:

3. The office of consumer advocate may expend additional 7 8 funds, including funds for outside consultants, if those 9 additional expenditures are actual expenses which exceed 10 the funds budgeted for the performance of the advocate's 11 duties. Before the office expends or encumbers an amount in 12 excess of the funds budgeted, the director of the department 13 of management shall approve the expenditure or encumbrance. 14 Before approval is given, the director of the department of 15 management shall determine that the expenses exceed the funds 16 budgeted by the general assembly to the office of consumer 17 advocate and that the office does not have other funds from 18 which such expenses can be paid. Upon approval of the director 19 of the department of management, the office may expend and 20 encumber funds for excess expenses. The amounts necessary 21 to fund the excess expenses shall be collected from those 22 utilities or persons which caused the excess expenditures, and 23 the collections shall be treated as repayment appropriated 24 receipts as defined in section 8.2, subsection 8.

25 Sec. 174. Section 477C.7, subsection 2, Code 2024, is 26 amended to read as follows:

27 2. The entities subject to assessment shall remit the 28 assessed amounts, as determined by the board, to a special 29 <u>revenue</u> fund, as defined under section 8.2, subsection 9. The 30 moneys in the fund are appropriated solely to plan, establish, 31 administer, and promote the relay service and equipment 32 distribution programs.

33 Sec. 175. Section 505.7, subsection 7, Code 2024, is amended 34 to read as follows:

-95-

35 7. The insurance division shall, by January 15 of each

LSB 6331YC (1) 90 ns/jh

H.F.____

1 year, prepare estimates of projected receipts, refunds, and 2 reimbursements to be generated by the examinations function 3 of the division during the calendar year in which the report 4 is due, and such receipts, refunds, and reimbursements shall 5 be treated in the same manner as repayment appropriated 6 receipts, as defined in section 8.2, subsection 8, and shall be 7 available to the division to pay the expenses of the division's 8 examination function.

9 Sec. 176. Section 523A.501, subsection 3, paragraph b, Code 10 2024, is amended to read as follows:

b. A request for criminal history data shall be submitted 11 12 to the department of public safety, division of criminal 13 investigation, pursuant to section 692.2, subsection 1. The 14 commissioner may also require such applicants or licensees 15 to provide a full set of fingerprints, in a form and manner 16 prescribed by the commissioner. Such fingerprints may be 17 submitted to the federal bureau of investigation through the 18 state criminal history repository for a national criminal 19 history check. The commissioner may authorize alternate 20 methods or sources for obtaining criminal history record 21 information. The commissioner may, in addition to any other 22 fees, charge and collect such amounts as may be incurred by 23 the commissioner, the department of public safety, or the 24 federal bureau of investigation in obtaining criminal history 25 information. Amounts collected shall be considered repayment 26 appropriated receipts as defined in section 8.2.

27 Sec. 177. Section 523A.502, subsection 4, paragraph b, Code 28 2024, is amended to read as follows:

29 b. A request for criminal history data shall be submitted 30 to the department of public safety, division of criminal 31 investigation, pursuant to section 692.2, subsection 1. The 32 commissioner may also require such applicants or licensees, 33 to provide a full set of fingerprints, in a form and manner 34 prescribed by the commissioner. Such fingerprints may be 35 submitted to the federal bureau of investigation through the

-96-

LSB 6331YC (1) 90 ns/jh

1 state criminal history repository for a national criminal 2 history check. The commissioner may authorize alternate 3 methods or sources for obtaining criminal history record 4 information. The commissioner may, in addition to any other 5 fees, charge and collect such amounts as may be incurred by 6 the commissioner, the department of public safety, or the 7 federal bureau of investigation in obtaining criminal history 8 information. Amounts collected shall be considered repayment 9 appropriated receipts as defined in section 8.2.

10 Sec. 178. Section 524.207, subsection 4, Code 2024, is 11 amended to read as follows:

12 4. The banking division may expend additional funds, 13 including funds for additional personnel, if those additional 14 expenditures are actual expenses which exceed the funds 15 budgeted for bank or licensee examinations or investigations 16 and directly result from examinations or investigations of 17 banks or licensees. The amounts necessary to fund the excess 18 examination or investigation expenses shall be collected from 19 banks and licensees being regulated, and the collections shall 20 be treated as repayment appropriated receipts as defined 21 in section 8.2. The division shall notify in writing the 22 legislative services agency and the department of management 23 when hiring additional personnel. The written notification 24 shall include documentation that any additional expenditure 25 related to such hiring will be totally reimbursed as provided 26 in section 546.12, subsection 2, and shall also include 27 the division's justification for hiring such personnel. 28 The division must obtain the approval of the department of 29 management only if the number of additional personnel to be 30 hired exceeds the number of full-time equivalent positions 31 authorized by the general assembly.

32 Sec. 179. Section 524.901, subsection 7, paragraph c, 33 subparagraph (2), subparagraph division (a), Code 2024, is 34 amended to read as follows:

35 (a) A targeted service area as defined in section 8B.1,

-97-

1 subsection 13 8.2.

2 Sec. 180. Section 533.111, subsection 3, paragraph a, Code 3 2024, is amended to read as follows:

a. The amounts necessary to fund the excess examination
5 expenses shall be collected from state credit unions being
6 regulated, and the collections shall be treated as repayment
7 appropriated receipts as defined in section 8.2.

8 Sec. 181. Section 543D.22, subsection 5, Code 2024, is 9 amended to read as follows:

10 5. The board may, in addition to any other fees, charge 11 and collect such amounts as may be incurred by the board, the 12 department of public safety, or federal bureau of investigation 13 in obtaining criminal history information. Amounts collected 14 shall be considered repayment <u>appropriated</u> receipts as defined 15 in section 8.2, subsection 8.

16 Sec. 182. Section 543E.20, subsection 5, paragraph d, Code
17 2024, is amended to read as follows:

18 d. The director may, in addition to any other fees, charge 19 and collect such amounts as may be incurred by the director, 20 the department of public safety, or the federal bureau of 21 investigation in obtaining criminal history information. 22 Amounts collected shall be considered repayment <u>appropriated</u> 23 receipts as defined in section 8.2.

24 Sec. 183. Section 556.18, subsection 3, Code 2024, is 25 amended to read as follows:

3. The treasurer of state shall annually credit all moneys received under section 556.4 to the general fund of the state. Moneys credited to the general fund of the state pursuant to this subsection are subject to the requirements of subsections and 2 and section 8.60.

31 Sec. 184. Section 633.564, subsection 3, Code 2024, is 32 amended to read as follows:

33 3. The judicial branch, in conjunction with the department
34 of public safety, the department of health and human services,
35 and the state chief information officer department of

-98-

1 management, shall establish procedures for electronic access to 2 the single contact repository established pursuant to section 3 135C.33 necessary to conduct background checks requested under 4 subsection 1.

5 Sec. 185. 2022 Iowa Acts, chapter 1145, section 6, 6 subsection 1, is amended to read as follows:

The salary rates specified in subsection 2 are for the 7 1. 8 fiscal year beginning July 1, 2022, effective for the pay 9 period beginning June 24, 2022, and for subsequent fiscal 10 years until otherwise provided by the general assembly. The 11 salaries provided for in this section shall be paid from moneys 12 allocated to the judicial branch from the salary adjustment 13 fund, or if the allocation is not sufficient, from moneys 14 appropriated to the judicial branch pursuant to this Act or any 15 other Act of the general assembly. 16

EXPLANATION

17 The inclusion of this explanation does not constitute agreement with 18 the explanation's substance by the members of the general assembly.

19 This bill relates to the powers, duties, and 20 responsibilities of state government entities associated with 21 the budget, financial control, and information technology. 22 For purposes of Code chapter 8 (budget and financial 23 control), the bill defines "appropriable receipts", "custodial 24 funds", "general fund", "government funds", "private purposes 25 trust funds", and "special revenue fund". The term "repayment 26 receipts" is redefined as "appropriated receipts" and the term 27 is changed throughout the Code.

28 The bill adds relevant definitions from Code chapter 8B 29 (information technology) as part of the bill's integration of 30 Code chapter 8B into Code chapter 8, including "broadband", 31 "broadband infrastructure", "communications service provider", 32 "crop operation", "facilitate", "information technology", 33 "information technology device", "information technology 34 services", "information technology staff", "infrastructure 35 services", "targeted service area", "underserved area",

-99-

1 and "value-added services". The bill replaces the term
2 "participating agency" for purposes of information technology
3 with the term "supported entity".

4 The bill defines "capital project" for purposes of Code 5 section 8.3A (capital project planning and budgeting). The 6 term is also used in Code sections 8.5 and 8.22 for budgeting 7 purposes.

8 The bill authorizes the director of the department of 9 management (DOM) to establish, abolish, and consolidate 10 divisions within DOM. The bill strikes a provision requiring 11 the DOM director to post a \$25,000 surety bond. Under current 12 law (Code section 8A.321(12)), the department of administrative 13 services (DAS) purchases a blanket surety bond for state 14 officers.

15 The bill consolidates Code sections 8.5 and 8.6, which 16 relate to general and specific duties of the DOM director. 17 Duties relating to the reporting of standing appropriations are 18 moved to Code section 8.22. Duties relating to the preparation 19 of local budget reports are moved to new Code section 8.48. 20 The bill adds duties relating to information technology as part 21 of the bill's integration of Code chapter 8B into Code chapter 22 8, including preparing legislative proposals, designating a 23 chief information officer, providing advice to the governor, 24 consulting, and addressing cybersecurity.

The bill eliminates the special olympics fund and instead provides a standing appropriation to DOM for such purposes. The bill revises the functions and duties of the office of grants enterprise management within DOM.

The bill authorizes DOM to establish one or more funds within 30 the state treasury under the control of DOM for purposes of 31 administering DOM.

32 The bill moves and alters provisions relating to 33 supplemental appropriations estimates from Code section 8.28 to 34 Code section 8.22.

35 The bill revises the duties of the revenue estimating

-100-

LSB 6331YC (1) 90 ns/jh

conference and strikes provisions relating to the conference's
 estimate for tax refunds payable from estimated revenue and
 certain specified revenue estimates.

4 The bill combines the Iowa economic emergency fund (EEF) and 5 the cash reserve fund (CRF) by (1) eliminating the EEF, (2) 6 increasing the maximum balance of the CRF from 7.5 percent of 7 the adjusted revenue estimate to 12.5 percent of the adjusted 8 revenue estimate, and (3) authorizing moneys in the CRF to 9 be used for purposes previously authorized for moneys in the These authorizations include (1) support of the executive 10 EEF. 11 council, (2) appropriations to the general fund of the state 12 (GF) under emergency circumstances when the balance of the 13 GF is negative, and (3) transfers of a budget surplus to the 14 taxpayer relief fund and to the GF, as applicable. Upon the 15 elimination of the EEF, remaining EEF moneys are transferred to 16 the CRF up to the CRF's new maximum balance, and then to the GF. The repeal dates for Code sections 8.57G (Iowa coronavirus 17 18 fiscal recovery fund) and 8.57H (Iowa coronavirus capital 19 projects fund) are extended from July 1, 2025, to July 1, 2027. 20 The Iowa skilled worker and job creation fund is moved to Code 21 chapter 8, subchapter V (special purpose funds), and the sports 22 wagering receipts fund is moved from Code section 8.57 to new

23 Code section 8.571.

The bill revises the provisions establishing the office of 25 lean enterprise and change management within DOM.

In 2022, the general assembly converted the office of the chief information officer (OCIO) from an independent agency to an entity within DOM. Generally, the bill eliminates the OCIO and updates and moves relevant provisions from Code chapter 8B into Code chapter 8.

The bill authorizes the chief information officer and DOM to adopt various information technology policies and procedures and provide continuous monitoring through a cybersecurity operations center. The bill designates DOM as the sole authority in state government for providing and procuring

-101-

LSB 6331YC (1) 90 ns/jh

1 information technology goods and services and for establishing 2 associated master agreements. The bill authorizes DOM to 3 establish and collect fees associated with purchases made from 4 DOM information technology agreements, to be retained by DOM 5 for administration.

6 Under the bill, employees of DOM are no longer subject to a 7 24-month limitation on employee interchange among governmental 8 entities.

9 The bill eliminates an existing exception providing that 10 the Iowa public employees' retirement system (IPERS) is not 11 a supported entity for purposes of information technology, 12 thereby subjecting IPERS to DOM's powers and responsibilities 13 relating to information technology under the bill.

The bill eliminates the salary adjustment fund, references 14 15 to the GAAP (generally accepted accounting principles) deficit, 16 and provisions relating to the preparation of a tentative The bill repeals provisions freezing appropriations 17 budget. 18 under Code sections 53.50 (expenses for absentee voting), 19 229.35 (expenses for state mental health and disability 20 services commission), 230.8 (expenses for transfers of persons 21 with mental illness), 230.11 (expenses for custody, care, and 22 investigation of persons with mental illness), and 663.44 23 (reimbursement for costs of habeas corpus proceedings). The 24 bill also repeals provisions limiting the use of moneys 25 collected under 1993 law along with provisions requiring the 26 tracking and reporting of those moneys.

The bill transfers Code section 8.7 (reporting of gifts and bequests received) to Code chapter 68B (government ethics and lobbying). By operation of law, the bill applies the penalties in Code section 68B.34 to Code section 8.7. A person who knowingly and intentionally violates Code section 8.7 is guilty of a serious misdemeanor and may be reprimanded, suspended, or dismissed from the person's position or otherwise sanctioned. A serious misdemeanor is punishable by confinement for no more than one year and a fine of at least \$430 but not more than

-102-

LSB 6331YC (1) 90 ns/jh

1 \$2,560.

2 The bill repeals provisions relating to the establishment 3 of OCIO, OCIO's duties, prohibited pecuniary interests of the 4 chief information officer, and required reporting by OCIO.