Senate Study Bill 3198 - Introduced

SENATE FILE

BY (PROPOSED COMMITTEE ON APPROPRIATIONS BILL BY CHAIRPERSON KRAAYENBRINK)

A BILL FOR

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

Section 1. GOALS AND ACCOUNTABILITY — ECONOMIC
 2 DEVELOPMENT.

3 1. For the fiscal year beginning July 1, 2024, the goals 4 for the economic development authority shall be to expand and 5 stimulate the state economy, increase the wealth of Iowans, and 6 increase the population of the state.

7 2. To achieve the goals in subsection 1, the economic
8 development authority shall do all of the following for the
9 fiscal year beginning July 1, 2024:

10 a. Concentrate its efforts on programs and activities that 11 result in commercially viable products and services.

b. Adopt practices and services consistent with freemarket, private sector philosophies.

14 c. Ensure economic growth and development throughout the 15 state.

16 d. Work with businesses and communities to continually 17 improve the economic development climate along with the 18 economic well-being and quality of life for Iowans.

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

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

29 g. Encourage the development of communities and quality of 30 life to foster economic growth.

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

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34 i. Develop public-private partnerships with Iowa businesses35 in the tourism industry, Iowa tour groups, Iowa tourism

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1 organizations, and political subdivisions in this state to
2 assist in the development of advertising efforts.

j. Develop, to the fullest extent possible, cooperative4 efforts for advertising with contributions from other sources.

Sec. 2. ECONOMIC DEVELOPMENT AUTHORITY.

6 1. APPROPRIATION

5

7 a. There is appropriated from the general fund of the state 8 to the economic development authority for the fiscal year 9 beginning July 1, 2024, and ending June 30, 2025, the following 10 amount, or so much thereof as is necessary, to be used for the 11 purposes designated in this subsection, and for not more than 12 the following full-time equivalent positions:

 13
 \$ 12,921,510

 14
 FTEs
 \$ 112.50

b. (1) For salaries, support, miscellaneous purposes, programs, marketing, and the maintenance of an administration division, a business development division, a community 8 development division, a small business development division, 19 and other divisions the authority may organize.

20 (2) For business development operations and programs,
21 international trade, export assistance, workforce recruitment,
22 and the partner state program.

(3) For transfer to a fund created pursuant to section
24 15.313 for purposes of financing strategic infrastructure
25 projects.

(4) For community economic development programs, tourism operations, community assistance, plans for Iowa green corps and summer youth programs, the main street and rural main street programs, the school-to-career program, the community development block grant, and housing and shelter-related programs.

32 (5) For achieving the goals and accountability, and
33 fulfilling the requirements and duties required under this Act.
34 (6) The full-time equivalent positions authorized under
35 this section are funded, in whole or in part, by the moneys

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1 appropriated under this subsection or by other moneys received
2 by the authority, including certain federal moneys.

3 c. Notwithstanding section 8.33, moneys appropriated in 4 this subsection that remain unencumbered or unobligated at the 5 close of the fiscal year shall not revert but shall remain 6 available for expenditure for the purposes designated in this 7 subsection until the close of the succeeding fiscal year.

8 2. FINANCIAL ASSISTANCE RESTRICTIONS

9 a. A business creating jobs through moneys appropriated in 10 subsection 1 shall be subject to contract provisions requiring 11 new and retained jobs to be filled by individuals who are 12 citizens of the United States who reside within the United 13 States, or any person authorized to work in the United States 14 pursuant to federal law, including legal resident aliens 15 residing in the United States.

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

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

31 3. USES OF APPROPRIATIONS

a. From the moneys appropriated in subsection 1, the
 authority may provide financial assistance in the form of a
 grant to a community economic development entity for conducting
 a local workforce recruitment effort designed to recruit former

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1 citizens of the state and former students at colleges and 2 universities in the state to meet the needs of local employers. From the moneys appropriated in subsection 1, the 3 b. 4 authority may provide financial assistance to early stage 5 industry companies being established by women entrepreneurs. c. From the moneys appropriated in subsection 1, the 6 7 authority may provide financial assistance in the form of 8 grants, loans, or forgivable loans for advanced research and 9 commercialization projects involving value-added agriculture, 10 advanced technology, or biotechnology. The authority shall not use any moneys appropriated in 11 d. 12 subsection 1 for purposes of providing financial assistance for 13 the Iowa green streets pilot project or for any other program 14 or project that involves the installation of geothermal systems 15 for melting snow and ice from streets or sidewalks. 16 4. WORLD FOOD PRIZE 17 In lieu of the standing appropriation in section 15.368, 18 there is appropriated from the general fund of the state to the 19 economic development authority for the fiscal year beginning 20 July 1, 2024, and ending June 30, 2025, the following amount 21 for the world food prize: 500,000 22 \$ 23 5. COUNCILS OF GOVERNMENTS - ASSISTANCE 24 There is appropriated from the general fund of the state 25 to the economic development authority for the fiscal year 26 beginning July 1, 2024, and ending June 30, 2025, the following 27 amount to be used for the purposes of providing financial 28 assistance to Iowa's councils of governments: 29 \$ 250,000 TOURISM OFFICE 30 6. There is appropriated from the general fund of the state 31 a. 32 to the economic development authority for the fiscal year 33 beginning July 1, 2024, and ending June 30, 2025, the following 34 amount for the tourism office to be used for advertising, 35 promoting, placement, and implementation of the economic

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1 development authority's strategic plan for tourism and travel:
2 \$ 1,100,000

b. Notwithstanding section 8.33, moneys appropriated in 4 this subsection that remain unencumbered or unobligated at the 5 close of the fiscal year shall not revert but shall remain 6 available for expenditure for the purposes designated until the 7 close of the succeeding fiscal year.

8 c. The economic development authority shall submit an 9 annual report on or before January 15 to the general assembly 10 regarding the tourism office's activities funded with moneys 11 appropriated under this subsection. The report shall be 12 provided in an electronic format and shall include metrics 13 and criteria that allow the general assembly to quantify 14 and evaluate the effectiveness and economic impact of the 15 tourism office's activities related to advertising, promoting, 16 placement, and implementation of the economic development 17 authority's strategic plan for tourism and travel.

18 7. CULTURAL AFFAIRS ACTIVITIES

19 a. There is appropriated from the general fund of the state 20 to the economic development authority for the fiscal year 21 beginning July 1, 2024, and ending June 30, 2025, the following 22 amounts, or so much thereof as is necessary, to be used for the 23 purposes designated:

24 (1) For planning and programming for the community cultural 25 grants program established under section 15.436: 172,090 26 \$ 27 (2) For support of the Iowa arts council: 28 \$ 1,400,000 29 Of the moneys appropriated in this subparagraph, the 30 authority shall allocate \$300,000 for purposes of the film 31 office. 32 (3) For the Iowa great places program established under 33 section 15.439: 34 149,710 \$ (4) For grant programs administered by the Iowa arts 35

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1 council including those programs supporting the long-term 2 financial stability and sustainability of nonprofit cultural 3 organizations: 4 150,000 Ś 5 b. Notwithstanding section 8.33, moneys appropriated in 6 this subsection that remain unencumbered or unobligated at the 7 close of the fiscal year shall not revert but shall remain 8 available for expenditure for the purposes designated until the 9 close of the succeeding fiscal year. Sec. 3. LIMITATIONS OF STANDING APPROPRIATIONS - FY 10 11 2024-2025. Notwithstanding the standing appropriations 12 in the following designated sections for the fiscal year 13 beginning July 1, 2024, and ending June 30, 2025, the amounts 14 appropriated from the general fund of the state pursuant to 15 those sections for the following purposes shall not exceed the 16 following amounts: 17 1. For operational support grants and community cultural 18 grants under section 99F.11, subsection 4, paragraph "d", 19 subparagraph (1): 20 Ś 448,403 21 For the purposes of regional tourism marketing under 22 section 99F.11, subsection 4, paragraph "d", subparagraph (2): 23 \$ 1,443,700 24 Sec. 4. FINANCIAL ASSISTANCE REPORTING - ECONOMIC 25 DEVELOPMENT AUTHORITY. The economic development authority 26 shall submit an annual report to the general assembly no later 27 than November 1, 2024, that details the amount of every direct 28 loan, forgivable loan, tax credit, tax exemption, tax refund, 29 grant, or any other financial assistance awarded to a person 30 during the prior fiscal year by the authority under an economic 31 development program administered by the authority. The report 32 shall identify the county where the project associated with 33 each such award is located. 34 Sec. 5. INSURANCE ECONOMIC DEVELOPMENT. From the moneys

35 collected by the insurance division of the department of

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1 insurance and financial services in excess of the anticipated 2 gross revenues under section 505.7, subsection 3, during 3 the fiscal year beginning July 1, 2024, \$100,000 shall be 4 transferred to the economic development authority for insurance 5 economic development and international insurance economic 6 development.

7 Sec. 6. IOWA FINANCE AUTHORITY.

8 1. There is appropriated from the general fund of the state 9 to the Iowa finance authority for the fiscal year beginning 10 July 1, 2024, and ending June 30, 2025, the following amounts, 11 or so much thereof as is necessary, to be used for the purposes 12 designated:

13 a. Rent subsidy program

14 (1) To provide reimbursement for rent expenses to eligible
15 persons under the home and community-based services rent
16 subsidy program established in section 16.55:

17 \$ 873,000

18 (2) Of the moneys appropriated in this paragraph, not more 19 than \$35,000 may be used for administrative costs.

20 b. Housing renewal pilot program

21 To provide housing renewal moneys to a nonprofit Iowa
22 affiliate to award grants to eligible communities for a housing
23 renewal pilot program:

24 \$ 500,000

25 2. Notwithstanding section 8.33, moneys appropriated in 26 this section that remain unencumbered or unobligated at the 27 close of the fiscal year shall not revert but shall remain 28 available for expenditure for the purposes designated until the 29 close of the succeeding fiscal year.

30 Sec. 7. IOWA FINANCE AUTHORITY AUDIT. The auditor of state 31 is requested to review the audit of the Iowa finance authority 32 performed by the auditor hired by the authority.

33 Sec. 8. PUBLIC EMPLOYMENT RELATIONS BOARD.

There is appropriated from the general fund of the state
 to the public employment relations board for the fiscal year

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1 beginning July 1, 2024, and ending June 30, 2025, the following 2 amount, or so much thereof as is necessary, to be used for the 3 purposes designated: 4 For salaries, support, maintenance, and miscellaneous 5 purposes, and for not more than the following full-time 6 equivalent positions: 7 \$ 1,290,230 FTEs 9.00 2. Of the moneys appropriated in this section, the board 9 10 shall allocate \$15,000 for maintaining an internet site that 11 allows access to a searchable database of collective bargaining 12 information. 13 Sec. 9. DEPARTMENT OF WORKFORCE DEVELOPMENT. There 14 is appropriated from the general fund of the state to the 15 department of workforce development for the fiscal year 16 beginning July 1, 2024, and ending June 30, 2025, the following 17 amounts, or so much thereof as is necessary, to be used for the 18 purposes designated: 19 1. WORKFORCE DEVELOPMENT OPERATIONS 20 For the operation of field offices and the workforce a. 21 development board, and for not more than the following 22 full-time equivalent positions: 23 \$ 6,902,636 166.41 24 FTEs 25 b. Of the moneys appropriated in paragraph "a", the 26 department shall allocate \$150,000 to the state library for the 27 purpose of licensing an online resource which prepares persons 28 to succeed in the workplace through programs which improve job 29 skills and vocational test-taking abilities. 30 2. OFFENDER REENTRY PROGRAM For the development and administration of an offender 31 a. 32 reentry program to provide offenders with employment skills, 33 and for not more than the following full-time equivalent 34 positions: 387,158 35 \$ LSB 5002XC (4) 90

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FTEs 5.00 1 . . . b. The department of workforce development shall partner 2 3 with the department of corrections to provide staff within 4 the correctional facilities resources to improve offenders' 5 abilities to find and retain productive employment. INTEGRATED INFORMATION FOR IOWA SYSTEM 6 3. 7 For the payment of services provided by the department of 8 administrative services related to the integrated information 9 for Iowa system: 10 228,822 \$ 4. WORKPLACE INJURY AND SAFETY SURVEYS 11 12 For the operation of workplace safety surveys and workplace 13 data collection and analysis, including salaries, support, 14 maintenance, and miscellaneous purposes, and for not more than 15 the following full-time equivalent positions: 16 \$ 125,555 17 FTEs 3.00 5. SUMMER YOUTH INTERN PILOT PROGRAM 18 19 For the funding of a summer youth intern pilot program that 20 will help young people at risk of not graduating from high 21 school to explore and prepare for high-demand careers through 22 summer work experience, including the development of soft 23 skills: 24 250,000 \$ 25 6. VOCATIONAL REHABILITATION SERVICES DIVISION 26 For salaries, support, maintenance, and miscellaneous a. 27 purposes, and for not more than the following full-time 28 equivalent positions: 29 \$ 6,226,739 30 FTEs 248.00 For purposes of optimizing the job placement of individuals 31 32 with disabilities, the division shall make its best efforts 33 to work with community rehabilitation program providers for 34 job placement and retention services for individuals with 35 significant disabilities and most significant disabilities. By

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1 January 15, 2025, the division shall submit a written report to 2 the general assembly regarding the division's outreach efforts 3 with community rehabilitation program providers. 4 b. For matching moneys for programs to enable persons 5 with severe physical or mental disabilities to function more 6 independently, including salaries and support, and for not more 7 than the following full-time equivalent positions: 8 84,804 \$ 9 FTEs 1.00 For the entrepreneurs with disabilities program 10 с. 11 established pursuant to section 84H.4: 12 138,506 \$ 13 d. For costs associated with centers for independent 14 living: 86,547 15 \$ 16 7. ADULT EDUCATION AND LITERACY PROGRAMS For distribution as grants to community colleges for 17 18 the purpose of adult basic education programs for students 19 requiring instruction in English as a second language: 20 \$ 500,000 21 In issuing grants under this subsection, the department of 22 workforce development shall use the same application process 23 and criteria as are used for purposes of awarding grants to 24 community colleges for the purpose of adult basic education 25 programs for students requiring instruction in English as a 26 second language using moneys that are appropriated to the 27 department from the Iowa skilled worker and job creation fund. 28 8. FUTURE READY IOWA REGISTERED APPRENTICESHIP DEVELOPMENT 29 PROGRAMS For the funding of the future ready Iowa registered 30 31 apprenticeship development programs under chapter 84F to 32 encourage small to midsize businesses to start or grow 33 registered apprenticeships: 34 760,000 Ś Notwithstanding section 8.33, moneys appropriated in this 35 LSB 5002XC (4) 90

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1 section that remain unencumbered or unobligated at the close of 2 the fiscal year shall not revert but shall remain available for 3 expenditure for the purposes designated until the close of the 4 succeeding fiscal year. Sec. 10. GENERAL FUND - EMPLOYEE MISCLASSIFICATION 5 6 PROGRAM. There is appropriated from the general fund of the 7 state to the department of workforce development for the fiscal 8 year beginning July 1, 2024, and ending June 30, 2025, the 9 following amount, or so much thereof as is necessary, to be 10 used for the purposes designated: For enhancing efforts to investigate employers that 11 12 misclassify workers, and for not more than the following 13 full-time equivalent positions: 379,631 14 \$ 3.00 15 FTEs 16 Sec. 11. SPECIAL EMPLOYMENT SECURITY CONTINGENCY FUND. 17 1. There is appropriated from the special employment 18 security contingency fund created in section 96.13 to the 19 department of workforce development for the fiscal year 20 beginning July 1, 2024, and ending June 30, 2025, the following 21 amount, or so much thereof as is necessary, to be used for 22 field offices: 23 \$ 2,416,084 24 2. Any remaining additional penalty and interest revenue 25 collected by the department of workforce development is 26 appropriated to the department for the fiscal year beginning 27 July 1, 2024, and ending June 30, 2025, to accomplish the 28 mission of the department. Sec. 12. UNEMPLOYMENT COMPENSATION RESERVE FUND - FIELD 29 30 OFFICES. Notwithstanding section 96.9, subsection 8, paragraph 31 "e", there is appropriated from interest earned on the 32 unemployment compensation reserve fund created in section 96.9 33 to the department of workforce development for the fiscal year 34 beginning July 1, 2024, and ending June 30, 2025, the following 35 amount, or so much thereof as is necessary, to be used for the

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1 purposes designated:

2 For the operation of field offices:

8 Sec. 14. UNEMPLOYMENT COMPENSATION PROGRAM.

9 1. Notwithstanding section 96.9, subsection 4, paragraph 10 "a", moneys credited to the state by the secretary of the 11 treasury of the United States pursuant to section 903 of the 12 federal Social Security Act are appropriated to the department 13 of workforce development and shall be used by the department 14 for the administration of the unemployment compensation program 15 only. This appropriation shall not apply to any fiscal year 16 beginning after December 31, 2024.

17 2. Notwithstanding subsection 1, up to \$800,000, or 18 so much thereof as may be necessary, of the unemployment 19 compensation modernization incentive payments made to the 20 state's unemployment trust fund account as a special transfer 21 under section 903 of the federal Social Security Act, pursuant 22 to the federal Assistance for Unemployed Workers and Struggling 23 Families Act, of the American Recovery and Reinvestment Act of 24 2009, Pub. L. No. 111-5, are appropriated to the department of 25 workforce development for the fiscal year beginning July 1, 26 2024, and ending June 30, 2025, for the purpose of modification 27 of space for unemployment insurance administrative law judge 28 offices and conference rooms in which to hold unemployment 29 insurance appeal hearings.

30 Sec. 15. IOWA SKILLED WORKER AND JOB CREATION FUND. 31 1. There is appropriated from the Iowa skilled worker and 32 job creation fund created in section 8.75 to the following 33 departments, agencies, and institutions for the fiscal year 34 beginning July 1, 2024, and ending June 30, 2025, the following 35 amounts, or so much thereof as is necessary, to be used for the

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1 purposes designated: 2 a. ECONOMIC DEVELOPMENT AUTHORITY (1) For the purposes of providing assistance as described in 3 4 section 15.335B for the high quality jobs program: 5 \$ 11,700,000 (a) From the moneys appropriated in this subparagraph 6 7 (1), the economic development authority may use not more than 8 \$1,000,000 for purposes of providing infrastructure grants to 9 main street communities under the main street Iowa program. (b) As a condition of receiving moneys appropriated in this 10 11 subparagraph (1), an entity shall testify upon the request of 12 the joint appropriations subcommittee on economic development 13 regarding the expenditure of such moneys. 14 (2) For support of the manufacturing 4.0 technology 15 investment program established in section 15.371: 16 \$ 1,016,675 (3) For the empower rural Iowa program: 17 18 700,000 \$ STATE BOARD OF REGENTS AND REGENTS INSTITUTIONS 19 b. 20 (1) STATE BOARD OF REGENTS. For capacity building 21 infrastructure in areas related to technology 22 commercialization, marketing and business development 23 efforts in areas related to technology commercialization, 24 entrepreneurship, and business growth, and infrastructure 25 projects and programs needed to assist in implementation of 26 activities under chapter 262B: 27 \$ 3,000,000 28 (a) Of the moneys appropriated pursuant to this 29 subparagraph (1), 35 percent shall be allocated for Iowa state 30 university of science and technology, 35 percent shall be 31 allocated for the state university of Iowa, and 30 percent 32 shall be allocated for the university of northern Iowa. (b) The institutions shall provide a one-to-one match 33 34 of additional moneys for the activities funded with moneys 35 appropriated under this subparagraph (1).

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1 (c) The state board of regents shall submit a report by 2 January 15, 2025, to the governor and the general assembly 3 regarding the activities, projects, and programs funded with 4 moneys appropriated under this subparagraph (1). The report 5 shall be provided in an electronic format and shall include a 6 list of metrics and criteria mutually agreed to in advance by 7 the board of regents and the economic development authority. 8 The metrics and criteria shall allow the governor's office and 9 the general assembly to quantify and evaluate the progress 10 of the board of regents institutions with regard to their 11 activities, projects, and programs in the areas of technology 12 commercialization, entrepreneurship, regional development, and 13 market research. (2) IOWA STATE UNIVERSITY OF SCIENCE AND TECHNOLOGY. For 14 15 small business development centers, the research park, and the 16 center for industrial research and service, and for not more 17 than the following full-time equivalent positions: 2,424,302 18 \$ 19 FTEs 50.95 (a) Of the moneys appropriated in this subparagraph (2), 20 21 Iowa state university of science and technology shall allocate 22 at least \$735,728 for purposes of funding small business 23 development centers. Iowa state university of science and 24 technology may allocate the appropriated moneys to the various 25 small business development centers in any manner necessary to 26 achieve the purposes of this subparagraph. 27 (b) Iowa state university of science and technology shall 28 do all of the following: 29 (i) Direct expenditures for research toward projects that 30 will provide economic stimulus for Iowa. (ii) Provide emphasis to providing services to Iowa-based 31 32 companies.

33 (c) It is the intent of the general assembly that the 34 industrial incentive program focus on Iowa industrial sectors 35 and seek contributions and in-kind donations from businesses,

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1 industrial foundations, and trade associations, and that moneys 2 for the center for industrial research and service industrial 3 incentive program shall be allocated only for projects which 4 are matched by private sector moneys for directed contract 5 research or for nondirected research. The match required of 6 small businesses as defined in section 15.102 for directed 7 contract research or for nondirected research shall be \$1 8 for each \$3 of state funds. The match required for other 9 businesses for directed contract research or for nondirected 10 research shall be \$1 for each \$1 of state funds. The match 11 required of industrial foundations or trade associations shall 12 be \$1 for each \$1 of state funds.

13 (d) Iowa state university of science and technology shall 14 report annually to the general assembly the total amount of 15 private contributions, the proportion of contributions from 16 small businesses and other businesses, and the proportion for 17 directed contract research and nondirected research of benefit 18 to Iowa businesses and industrial sectors.

19 (3) STATE UNIVERSITY OF IOWA

20 (a) For the state university of Iowa research park and for 21 university of Iowa pharmaceuticals located at the research 22 park, including salaries, support, maintenance, equipment, and 23 miscellaneous purposes, and for not more than the following 24 full-time equivalent positions:

25 Ś 209,279 26 FTEs 6.00 27 The state university of Iowa shall do all of the following: 28 (i) Direct expenditures for research toward projects that 29 will provide economic stimulus for Iowa. (ii) Provide emphasis to providing services to Iowa-based 30 31 companies. 32 (b) For the purpose of implementing the entrepreneurship 33 and economic growth initiative, and for not more than the 34 following full-time equivalent positions: 35 \$ 2,000,000

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1 ... FTEs 8.00 (4) UNIVERSITY OF NORTHERN IOWA. For the metal casting and 2 3 foundry 4.0 centers, advance Iowa, family business center, and 4 the institute for decision making, including salaries, support, 5 maintenance, and miscellaneous purposes, and for not more than 6 the following full-time equivalent positions: 7 \$ 1,466,419 13.00 FTES 9 The university of northern Iowa shall do all of the 10 following: (a) Direct expenditures for research toward projects that 11 12 will provide economic stimulus for Iowa. 13 (b) Provide emphasis to providing services to Iowa-based 14 companies. 15 (5) As a condition of receiving moneys appropriated in 16 this lettered paragraph "b", an entity shall testify upon the 17 request of the joint appropriations subcommittee on economic 18 development regarding the expenditure of such moneys. 19 c. DEPARTMENT OF WORKFORCE DEVELOPMENT 20 (1) To develop a long-term sustained program to train 21 unemployed and underemployed central Iowans with skills 22 necessary to advance to higher-paying jobs with full benefits: 100,000 23 \$ 24 As a condition of receiving moneys appropriated under this 25 subparagraph (1), an entity shall testify upon the request of 26 the joint appropriations subcommittee on economic development 27 regarding the expenditure of such moneys. (2) For distribution to community colleges for the purposes 28 29 of implementing adult education and literacy programs pursuant 30 to section 84A.19: 31 \$ 5,500,000 32 (a) From the moneys appropriated in this numbered 33 subparagraph, \$3,883,000 shall be allocated pursuant to the 34 formula established in section 260C.18C. 35 (b) From the moneys appropriated in this numbered

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subparagraph, not more than \$150,000 shall be used by the
 department of workforce development for implementation of adult
 education and literacy programs pursuant to section 84A.19.

4 (c) From the moneys appropriated in this numbered 5 subparagraph, not more than \$1,257,000 shall be distributed 6 as grants to community colleges for the purpose of adult 7 basic education programs for students requiring instruction 8 in English as a second language. The department of workforce 9 development shall establish an application process and criteria 10 to award grants pursuant to this subparagraph division to 11 community colleges. The criteria shall be based on need for 12 instruction in English as a second language in the region 13 served by each community college as determined by factors 14 including data from the latest federal decennial census and 15 outreach efforts to determine regional needs.

16 (d) From the moneys appropriated in this numbered 17 subparagraph, \$210,000 shall be transferred to the department 18 of health and human services for purposes of administering a 19 program to provide access to international resources to Iowans 20 and new Iowans to provide economic and leadership development 21 resulting in Iowa being a more inclusive and welcoming place 22 to live, work, and raise a family. The program shall provide 23 supplemental support services for international refugees to 24 improve learning, English literacy, life skills, cultural 25 competencies, and integration in a county with a population 26 over 350,000 as determined by the 2020 federal decennial 27 census. The department of health and human services shall 28 utilize a request for proposals process to identify the entity 29 best qualified to implement the program.

30 (3) For the funding of internships for students studying in 31 the fields of science, technology, engineering, and mathematics 32 with eligible Iowa employers as provided in section 15.411, 33 subsection 3, paragraph "c": 34 \$ 633,325 35 (4) For deposit in the statewide work-based learning

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1 intermediary network fund created in section 84A.16:

2 \$ 1,000,000

3 If the provision of 2024 Iowa Acts, Senate File 2411, or 4 successor legislation, repealing section 84A.16 is enacted, 5 moneys appropriated in this subparagraph (4) are instead 6 appropriated to the economic development authority for the 7 fiscal year beginning July 1, 2024, and ending June 30, 2025, 8 to be used for support of the manufacturing 4.0 technology 9 investment program established in section 15.371, in addition 10 to any other such appropriation provided by law.

11 2. Notwithstanding section 8.33, moneys appropriated in 12 this section that remain unencumbered or unobligated at the 13 close of the fiscal year shall not revert but shall remain 14 available for expenditure for the purposes designated until the 15 close of the succeeding fiscal year.

16 Sec. 16. GENERAL FUND — CERTAIN REGENTS INSTITUTIONS.
17 1. There is appropriated from the general fund of the state
18 to the following institutions for the fiscal year beginning
19 July 1, 2024, and ending June 30, 2025, the following amounts,
20 or so much thereof as is necessary, to be used for the purposes
21 designated:

IOWA STATE UNIVERSITY OF SCIENCE AND TECHNOLOGY 22 a. 23 In cooperation with the economic development authority, for 24 support of a biosciences innovation ecosystem, to strengthen 25 Iowa's leadership positions in the area of bio-based chemicals, 26 digital agriculture, vaccines, and medical devices, including 27 salaries, support, maintenance, and miscellaneous purposes, and 28 for not more than the following full-time equivalent positions: 29 \$ 2,963,995 30 FTEs 8.40 b. STATE UNIVERSITY OF IOWA 31

In cooperation with the economic development authority, for 33 support of a biosciences innovation ecosystem, to strengthen 34 Iowa's leadership positions in the area of bio-based chemicals, 35 digital agriculture, vaccines, and medical devices, including

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1 salaries, support, maintenance, and miscellaneous purposes, and 2 for not more than the following full-time equivalent positions: 3 1,000,000 Ś 4 FTEs 4.35 5 c. UNIVERSITY OF NORTHERN IOWA For equipment and technology to expand the university's 6 7 additive manufacturing capabilities related to investment 8 castings technology and industry support, including salaries, 9 support, maintenance, and miscellaneous purposes, and for not 10 more than the following full-time equivalent positions: 11 \$ 394,321 12 FTEs 2.73 13 The university of northern Iowa shall make a good-faith 14 effort to coordinate with private entities to seek moneys to 15 supplement this appropriation to support the expansion of the 16 university's additive manufacturing capabilities. 17 2. Notwithstanding section 8.33, moneys appropriated in 18 subsection 1, paragraphs "a" and "b", that remain unencumbered 19 or unobligated at the close of the fiscal year shall not revert 20 but shall remain available for expenditure for the purposes 21 designated until the close of the succeeding fiscal year. 22 EXPLANATION 23 The inclusion of this explanation does not constitute agreement with 24 the explanation's substance by the members of the general assembly. 25 This bill relates to and makes appropriations for the 26 economic development of the state. 27 The bill appropriates moneys for FY 2024-2025 from 28 the general fund of the state to the economic development 29 authority, the Iowa finance authority, the public employment 30 relations board, the department of workforce development, 31 Iowa state university of science and technology, the state 32 university of Iowa, and the university of northern Iowa. 33 The bill appropriates moneys for FY 2024-2025 from the 34 Iowa skilled worker and job creation fund to the economic 35 development authority, the department of workforce development, LSB 5002XC (4) 90

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1 and the state board of regents and institutions under the 2 control of the board.

3 For FY 2024-2025, the bill limits standing appropriations 4 for the world food prize, certain operational support grants, 5 community cultural grants, and regional tourism marketing.

6 The bill transfers \$100,000 of the moneys collected by the 7 insurance division in excess of the anticipated gross revenues 8 under Code section 505.7 to the economic development authority.

9 The bill appropriates moneys for FY 2024-2025 from the 10 special employment security contingency fund and interest 11 earned on the unemployment compensation reserve fund to the 12 department of workforce development.

Moneys credited to the state by the U.S. secretary of treasury pursuant to section 903 of the federal Social Security Act are appropriated to the department of workforce development. Up to \$800,000 of the unemployment compensation modernization incentive payments made to the state's unemployment trust fund account as a special transfer under section 903 of the federal Social Security Act are appropriated to the department of workforce development for modification of space for unemployment insurance administrative law judge offices and conference rooms for unemployment insurance appeal hearings.

The auditor of state is requested to review the audit of the Iowa finance authority performed by the auditor hired by the authority.

The bill requires the economic development authority, the vocational rehabilitation services division of the department of workforce development, the state board of regents, and Iowa state university of science and technology to submit various reports to the general assembly.

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