

House File 1040 - Introduced

HOUSE FILE 1040
BY COMMITTEE ON APPROPRIATIONS

(SUCCESSOR TO HSB 336)

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, Iowa finance authority, department
4 of workforce development, and state board of regents and
5 certain regents institutions, and eliminating the repeal of
6 the housing renewal pilot program.

7 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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DIVISION I
FY 2025-2026 APPROPRIATIONS
Section 1. GOALS AND ACCOUNTABILITY — ECONOMIC
DEVELOPMENT.

1. For the fiscal year beginning July 1, 2025, the goals for the economic development authority shall be to expand and stimulate the state economy, increase the wealth of Iowans, and increase the population of the state.

2. To achieve the goals in subsection 1, the economic development authority shall do all of the following for the fiscal year beginning July 1, 2025:

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

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

c. Ensure economic growth and development throughout the state.

d. Work with businesses and communities to continually improve the economic development climate along with the 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.

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

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

i. Develop public-private partnerships with Iowa businesses

1 in the tourism industry, Iowa tour groups, Iowa tourism
2 organizations, and political subdivisions in this state to assist
3 in the development of advertising efforts.

4 Sec. 2. ECONOMIC DEVELOPMENT AUTHORITY.

5 1. APPROPRIATION

6 a. There is appropriated from the general fund of the state
7 to the economic development authority for the fiscal year
8 beginning July 1, 2025, and ending June 30, 2026, the following
9 amount, or so much thereof as is necessary, to be used for the
10 purposes designated in this subsection, and for not more than the
11 following full-time equivalent positions:

12	\$ 12,999,646
13	FTEs 112.50

14 b. (1) For salaries, support, miscellaneous purposes,
15 programs, marketing, administration, business development,
16 community development, small business development, and any
17 divisions the authority may organize.

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

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

23 (4) For community economic development programs, tourism
24 operations, community assistance, and the community development
25 block grant.

26 (5) For achieving the goals and accountability, and
27 fulfilling the requirements and duties required under this Act.

28 (6) The full-time equivalent positions authorized under this
29 subsection are funded, in whole or in part, by the moneys
30 appropriated under this subsection or by other moneys received by
31 the authority, including certain federal moneys.

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

1 until the close of the succeeding fiscal year.

2 2. FINANCIAL ASSISTANCE RESTRICTIONS

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

10 b. Any vendor who receives moneys appropriated in subsection
11 1 shall adhere to such contract provisions and provide periodic
12 assurances as the state shall require that the jobs are filled
13 solely by citizens of the United States who reside within the
14 United States, or any person authorized to work in the United
15 States pursuant to federal law, including legal resident aliens
16 residing in the United States.

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

25 3. USES OF APPROPRIATIONS

26 a. From the moneys appropriated in subsection 1, the
27 authority may provide financial assistance in the form of a grant
28 to a community economic development entity for conducting a local
29 workforce recruitment effort designed to recruit former citizens
30 of the state, and former students at colleges and universities in
31 the state, to meet the needs of local employers.

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

35 c. From the moneys appropriated in subsection 1, the

1 authority may provide financial assistance in the form of grants,
2 loans, or forgivable loans for advanced research and
3 commercialization projects involving value-added agriculture,
4 advanced technology, or biotechnology.

5 d. The authority shall not use any moneys appropriated in
6 subsection 1 for purposes of providing financial assistance for
7 any program or project that involves the installation of
8 geothermal systems for melting snow and ice from streets or
9 sidewalks.

10 4. WORLD FOOD PRIZE

11 In lieu of the standing appropriation in section 15.368, there
12 is appropriated from the general fund of the state to the
13 economic development authority for the fiscal year beginning July
14 1, 2025, and ending June 30, 2026, the following amount for the
15 world food prize:

16 \$ 650,000

17 5. COUNCILS OF GOVERNMENTS — ASSISTANCE

18 There is appropriated from the general fund of the state to
19 the economic development authority for the fiscal year beginning
20 July 1, 2025, and ending June 30, 2026, the following amount to
21 be used for the purposes of providing financial assistance to
22 Iowa’s councils of governments:

23 \$ 350,000

24 6. TOURISM OFFICE

25 a. There is appropriated from the general fund of the state
26 to the economic development authority for the fiscal year
27 beginning July 1, 2025, and ending June 30, 2026, the following
28 amount for the tourism office to be used for advertising,
29 promoting, placement, and implementation of the economic
30 development authority’s strategic plan for tourism and travel:

31 \$ 1,016,783

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

1 the succeeding fiscal year.

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

12 7. CULTURAL AFFAIRS ACTIVITIES

13 a. There is appropriated from the general fund of the state
14 to the economic development authority for the fiscal year
15 beginning July 1, 2025, and ending June 30, 2026, the following
16 amounts, or so much thereof as is necessary, to be used for the
17 purposes designated:

18 For support of the Iowa arts council:

19 \$ 1,779,321

20 Of the moneys appropriated in this paragraph, the authority
21 shall allocate \$300,000 for purposes of the film office.

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

27 Sec. 3. LIMITATION OF STANDING APPROPRIATION — FY 2025-2026.

28 Notwithstanding the standing appropriation in the following
29 designated section for the fiscal year beginning July 1, 2025,
30 and ending June 30, 2026, the amount appropriated from the
31 general fund of the state pursuant to that section for the
32 following purposes shall not exceed the following amount:

33 For the purposes of tourism marketing under section 99F.11,
34 subsection 4, paragraph "d", subparagraph (2):

35 \$ 1,443,700

1 Sec. 4. FINANCIAL ASSISTANCE REPORTING — ECONOMIC
2 DEVELOPMENT AUTHORITY. The economic development authority shall
3 submit an annual report to the general assembly no later than
4 November 1, 2025, that details the amount of every direct loan,
5 forgivable loan, tax credit, tax exemption, tax refund, grant,
6 or any other financial assistance awarded to a person during the
7 prior fiscal year by the authority under an economic development
8 program administered by the authority. The report shall identify
9 the county where the project associated with each such award is
10 located.

11 Sec. 5. INSURANCE ECONOMIC DEVELOPMENT. From the moneys
12 collected by the insurance division of the department of
13 insurance and financial services in excess of the anticipated
14 gross revenues under section 505.7, subsection 3, during the
15 fiscal year beginning July 1, 2025, \$100,000 shall be transferred
16 to the economic development authority for insurance economic
17 development and international insurance economic development.

18 Sec. 6. IOWA FINANCE AUTHORITY.

19 1. There is appropriated from the general fund of the state
20 to the Iowa finance authority for the fiscal year beginning July
21 1, 2025, and ending June 30, 2026, the following amounts, or so
22 much thereof as is necessary, to be used for the purposes
23 designated:

24 a. Rent subsidy program

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

28 \$ 873,000

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

31 b. Housing renewal pilot program

32 To provide housing renewal moneys to a nonprofit Iowa
33 affiliate to award grants to eligible communities under the
34 housing renewal pilot program created in 2022 Iowa Acts, chapter
35 1148, section 20:

1 \$ 550,000

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

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

10 Sec. 8. DEPARTMENT OF WORKFORCE DEVELOPMENT. There is
11 appropriated from the general fund of the state to the department
12 of workforce development for the fiscal year beginning July 1,
13 2025, and ending June 30, 2026, the following amounts, or so much
14 thereof as is necessary, to be used for the purposes designated:

15 1. WORKFORCE DEVELOPMENT OPERATIONS

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

19 \$ 6,902,636 FTEs 167.43

20 b. Of the moneys appropriated in paragraph "a", the
21 department shall allocate \$150,000 to the state library for the
22 purpose of licensing an online resource which prepares persons to
23 succeed in the workplace through programs which improve job
24 skills and vocational test-taking abilities.

25 2. OFFENDER REENTRY PROGRAM

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

29 \$ 393,424 FTEs 5.00

30 b. The department of workforce development shall partner with
31 the department of corrections to provide staff within the
32 correctional facilities resources to improve offenders' abilities
33 to find and retain productive employment.

34 3. INTEGRATED INFORMATION FOR IOWA SYSTEM

35 For the payment of services provided by the department of

1 administrative services related to the integrated information for
2 Iowa system:

3 \$ 228,822

4 4. WORKPLACE INJURY AND SAFETY SURVEYS

5 For the operation of workplace safety surveys and workplace
6 data collection and analysis, including salaries, support,
7 maintenance, and miscellaneous purposes, and for not more than
8 the following full-time equivalent positions:

9 \$ 127,314

10 FTEs 2.55

11 5. SUMMER YOUTH INTERN PILOT PROGRAM

12 For the funding of a summer youth intern pilot program that
13 helps young people at risk of not graduating from high school to
14 explore and prepare for high-demand careers through summer work
15 experience, including the development of soft skills:

16 \$ 250,000

17 6. VOCATIONAL REHABILITATION SERVICES DIVISION

18 a. For salaries, support, maintenance, and miscellaneous
19 purposes, and for not more than the following full-time
20 equivalent positions:

21 \$ 6,308,429

22 FTEs 251.00

23 For purposes of optimizing the job placement of individuals
24 with disabilities, the division shall make its best efforts to
25 work with community rehabilitation program providers for job
26 placement and retention services for individuals with significant
27 disabilities and most significant disabilities. By January 15,
28 2026, the division shall submit a written report to the general
29 assembly regarding the division's outreach efforts with community
30 rehabilitation program providers.

31 b. For matching moneys for programs to enable persons with
32 severe physical or mental disabilities to function more
33 independently, including salaries and support, and for not more
34 than the following full-time equivalent positions:

35 \$ 84,804

1 FTEs 1.00

2 c. For the entrepreneurs with disabilities program
3 established pursuant to section 84H.4:

4 \$ 143,297

5 d. For costs associated with centers for independent living:

6 \$ 86,547

7 7. ADULT EDUCATION AND LITERACY PROGRAMS

8 For distribution as grants to community colleges for the
9 purpose of adult basic education programs for students requiring
10 instruction in English as a second language:

11 \$ 500,000

12 In issuing grants under this subsection, the department of
13 workforce development shall use the same application process and
14 criteria as are used for purposes of awarding grants to community
15 colleges for the purpose of adult basic education programs for
16 students requiring instruction in English as a second language
17 using moneys that are appropriated to the department from the
18 Iowa skilled worker and job creation fund created in section
19 8.57J.

20 8. REGISTERED APPRENTICESHIP DEVELOPMENT PROGRAMS

21 For the funding of the registered apprenticeship development
22 programs under chapter 84F to encourage small to midsize
23 businesses to start or grow registered apprenticeships:

24 \$ 760,000

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

30 Sec. 9. DEPARTMENT OF WORKFORCE DEVELOPMENT — EMPLOYEE

31 MISCLASSIFICATION PROGRAM. There is appropriated from the
32 general fund of the state to the department of workforce
33 development for the fiscal year beginning July 1, 2025, and
34 ending June 30, 2026, the following amount, or so much thereof as
35 is necessary, to be used for the purposes designated:

1 For enhancing efforts to investigate employers that
2 misclassify workers, and for not more than the following
3 full-time equivalent positions:

4 \$ 382,685 FTEs 4.00

5 Sec. 10. DEPARTMENT OF WORKFORCE DEVELOPMENT — SPECIAL
6 EMPLOYMENT SECURITY CONTINGENCY FUND.

7 1. There is appropriated from the special employment security
8 contingency fund created in section 96.13 to the department of
9 workforce development for the fiscal year beginning July 1, 2025,
10 and ending June 30, 2026, the following amount, or so much
11 thereof as is necessary, to be used for field offices:

12 \$ 4,616,084

13 2. Any remaining additional penalty and interest revenue
14 collected by the department of workforce development is
15 appropriated to the department for the fiscal year beginning July
16 1, 2025, and ending June 30, 2026, to accomplish the mission of
17 the department.

18 Sec. 11. IOWA SKILLED WORKER AND JOB CREATION FUND.

19 1. There is appropriated from the Iowa skilled worker and job
20 creation fund created in section 8.57J to the following
21 departments, agencies, and institutions for the fiscal year
22 beginning July 1, 2025, and ending June 30, 2026, the following
23 amounts, or so much thereof as is necessary, to be used for the
24 purposes designated:

25 a. ECONOMIC DEVELOPMENT AUTHORITY

26 (1) For the purposes of providing assistance as described in
27 section 15.335B for the high quality jobs program:

28 \$ 11,700,000

29 (a) From the moneys appropriated in this subparagraph (1),
30 the economic development authority may use not more than
31 \$1,000,000 for purposes of providing infrastructure grants to
32 main street communities under the main street Iowa program.

33 (b) As a condition of receiving moneys appropriated in this
34 subparagraph (1), an entity shall testify upon the request of the
35 joint appropriations subcommittee on economic development

1 regarding the expenditure of such moneys.

2 (2) For support of the manufacturing 4.0 technology
3 investment program established in section 15.371:

4 \$ 2,016,675

5 (3) For the empower rural Iowa program:

6 \$ 700,000

7 b. STATE BOARD OF REGENTS AND REGENTS INSTITUTIONS

8 (1) STATE BOARD OF REGENTS. For capacity building
9 infrastructure in areas related to technology commercialization,
10 marketing and business development efforts in areas related to
11 technology commercialization, entrepreneurship, and business
12 growth, and infrastructure projects and programs needed to assist
13 in implementation of activities under chapter 262B:

14 \$ 3,000,000

15 (a) Of the moneys appropriated pursuant to this subparagraph
16 (1), 35 percent shall be allocated for Iowa state university of
17 science and technology, 35 percent shall be allocated for the
18 state university of Iowa, and 30 percent shall be allocated for
19 the university of northern Iowa.

20 (b) The institutions shall provide a one-to-one match of
21 additional moneys for the activities funded with moneys
22 appropriated under this subparagraph (1).

23 (c) The state board of regents shall submit a report by
24 January 15, 2026, to the governor and the general assembly
25 regarding the activities, projects, and programs funded with
26 moneys appropriated under this subparagraph (1). The report
27 shall be provided in an electronic format and shall include a
28 list of metrics and criteria mutually agreed to in advance by the
29 board of regents and the economic development authority. The
30 metrics and criteria shall allow the governor's office and the
31 general assembly to quantify and evaluate the progress of the
32 board of regents institutions with regard to their activities,
33 projects, and programs in the areas of technology
34 commercialization, entrepreneurship, regional development, and
35 market research.

1 (2) IOWA STATE UNIVERSITY OF SCIENCE AND TECHNOLOGY. For
2 small business development centers, the research park, and the
3 center for industrial research and service, and for not more than
4 the following full-time equivalent positions:

5 \$ 2,424,302
6 FTEs 50.94

7 (a) Of the moneys appropriated in this subparagraph (2), Iowa
8 state university of science and technology shall allocate at
9 least \$735,728 for purposes of funding small business development
10 centers. Iowa state university of science and technology may
11 allocate the appropriated moneys to the various small business
12 development centers in any manner necessary to achieve the
13 purposes of this subparagraph.

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

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

18 (ii) Provide emphasis on providing services to Iowa-based
19 companies.

20 (c) It is the intent of the general assembly that the
21 industrial incentive program focus on Iowa industrial sectors and
22 seek contributions and in-kind donations from businesses,
23 industrial foundations, and trade associations, and that moneys
24 for the center for industrial research and service industrial
25 incentive program shall be allocated only for projects which are
26 matched by private sector moneys for directed contract research
27 or for nondirected research. The match required of small
28 businesses as defined in section 15.102 for directed contract
29 research or for nondirected research shall be \$1 for each \$3 of
30 state funds. The match required for other businesses for
31 directed contract research or for nondirected research shall be
32 \$1 for each \$1 of state funds. The match required of industrial
33 foundations or trade associations shall be \$1 for each \$1 of
34 state funds.

35 (d) Iowa state university of science and technology shall

1 report annually to the general assembly the total amount of
2 private contributions, the proportion of contributions from small
3 businesses and other businesses, and the proportion for directed
4 contract research and nondirected research of benefit to Iowa
5 businesses and industrial sectors.

6 (3) STATE UNIVERSITY OF IOWA

7 (a) For the state university of Iowa research park and for
8 university of Iowa pharmaceuticals located at the research park,
9 including salaries, support, maintenance, equipment, and
10 miscellaneous purposes, and for not more than the following
11 full-time equivalent positions:

12	\$	209,279
13	FTEs	6.00

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

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

17 (ii) Provide emphasis on providing services to Iowa-based
18 companies.

19 (b) For the purpose of implementing the entrepreneurship and
20 economic growth initiative, and for not more than the following
21 full-time equivalent positions:

22	\$	2,000,000
23	FTEs	8.00

24 (4) UNIVERSITY OF NORTHERN IOWA. For the metal casting and
25 foundry 4.0 centers, advance Iowa, family business center, and
26 the institute for decision making, including salaries, support,
27 maintenance, and miscellaneous purposes, and for not more than
28 the following full-time equivalent positions:

29	\$	1,466,419
30	FTEs	13.00

31 The university of northern Iowa shall do all of the following:

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

34 (b) Provide emphasis on providing services to Iowa-based
35 companies.

1 (5) CONDITIONS. As a condition of receiving moneys
2 appropriated in this lettered paragraph "b", an entity shall
3 testify upon the request of the joint appropriations subcommittee
4 on economic development regarding the expenditure of such moneys.

5 c. DEPARTMENT OF WORKFORCE DEVELOPMENT

6 (1) For staffing costs related to completing workforce
7 preparation outcome reporting in conjunction with the department
8 of education:

9 \$ 125,000

10 (2) For distribution to community colleges for the purposes
11 of implementing adult education and literacy programs pursuant to
12 section 84A.19:

13 \$ 5,500,000

14 (a) From the moneys appropriated in this numbered
15 subparagraph, \$3,883,000 shall be allocated pursuant to the
16 distribution formula established in section 260C.18C.

17 (b) From the moneys appropriated in this numbered
18 subparagraph, not more than \$150,000 shall be used by the
19 department of workforce development for implementation of adult
20 education and literacy programs pursuant to section 84A.19.

21 (c) From the moneys appropriated in this numbered
22 subparagraph, not more than \$1,257,000 shall be distributed as
23 grants to community colleges for the purpose of adult basic
24 education programs for students requiring instruction in English
25 as a second language. The department of workforce development
26 shall establish an application process and criteria to award
27 grants pursuant to this subparagraph division to community
28 colleges. The criteria shall be based on need for instruction in
29 English as a second language in the region served by each
30 community college as determined by factors including data from
31 the latest federal decennial census and outreach efforts to
32 determine regional needs.

33 (d) From the moneys appropriated in this numbered
34 subparagraph, \$210,000 shall be transferred to the department of
35 health and human services for purposes of administering a program

1 to provide access to international resources to Iowans and new
2 Iowans to provide economic and leadership development resulting
3 in Iowa being a more welcoming place to live, work, and raise a
4 family. The program shall provide supplemental support services
5 for international refugees to improve learning, English literacy,
6 life skills, cultural competencies, and integration in a county
7 with a population over 350,000 as determined by the 2020 federal
8 decennial census. The department of health and human services
9 shall utilize a request for proposals process to identify the
10 entity best qualified to implement the program.

11 (3) For the funding of internships for students studying in
12 the fields of science, technology, engineering, and mathematics
13 with eligible Iowa employers as provided in section 84A.21,
14 subsection 2, paragraph "c":

15 \$ 633,325

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

21 Sec. 12. GENERAL FUND — CERTAIN REGENTS INSTITUTIONS.

22 1. There is appropriated from the general fund of the state
23 to the following institutions for the fiscal year beginning July
24 1, 2025, and ending June 30, 2026, the following amounts, or so
25 much thereof as is necessary, to be used for the purposes
26 designated:

27 a. IOWA STATE UNIVERSITY OF SCIENCE AND TECHNOLOGY

28 In cooperation with the economic development authority, for
29 support of a biosciences innovation ecosystem, to strengthen
30 Iowa's leadership positions in the area of bio-based chemicals,
31 digital agriculture, vaccines, and medical devices, including
32 salaries, support, maintenance, and miscellaneous purposes, and
33 for not more than the following full-time equivalent positions:

34 \$ 2,963,995

35 FTEs 9.18

1 b. STATE UNIVERSITY OF IOWA

2 In cooperation with the economic development authority, for
3 support of a biosciences innovation ecosystem, to strengthen
4 Iowa's leadership positions in the area of bio-based chemicals,
5 digital agriculture, vaccines, and medical devices, including
6 salaries, support, maintenance, and miscellaneous purposes, and
7 for not more than the following full-time equivalent positions:

8	\$	1,000,000
9	FTEs	4.35

10 c. UNIVERSITY OF NORTHERN IOWA

11 For equipment and technology to expand the university's
12 additive manufacturing capabilities related to investment
13 castings technology and industry support, including salaries,
14 support, maintenance, and miscellaneous purposes, and for not
15 more than the following full-time equivalent positions:

16	\$	394,321
17	FTEs	2.73

18 The university of northern Iowa shall make a good-faith effort
19 to coordinate with private entities to seek moneys to supplement
20 this appropriation to support the expansion of the university's
21 additive manufacturing capabilities.

22 2. Notwithstanding section 8.33, moneys appropriated in
23 subsection 1, paragraphs "a" and "b", that remain unencumbered or
24 unobligated at the close of the fiscal year shall not revert but
25 shall remain available for expenditure for the purposes
26 designated until the close of the succeeding fiscal year.

27 DIVISION II

28 FY 2025-2026 CONTINGENT APPROPRIATION

29 Sec. 13. ECONOMIC DEVELOPMENT AUTHORITY. There is
30 appropriated from the grow Iowa values fund created in section
31 15G.108, Code 2009, to the economic development authority for the
32 fiscal year beginning July 1, 2025, and ending June 30, 2026, the
33 following amount, or so much thereof as is necessary, to be used
34 for the purposes designated:

35 For deposit in the grocer reinvestment and local food

1 processing fund created in section 15.415, if enacted by 2025
2 Iowa Acts, House File 1032:

3 \$ 1,250,000

4 DIVISION III

5 HOUSING RENEWAL PILOT PROGRAM

6 Sec. 14. 2023 Iowa Acts, chapter 110, section 18, subsection
7 9, is amended by striking the subsection.

8 DIVISION IV

9 GAMBLING GAMES TAX RECEIPTS APPROPRIATION

10 Sec. 15. Section 99F.11, subsection 4, paragraph d,
11 subparagraph (1), Code 2025, is amended to read as follows:

12 (1) ~~Five hundred twenty thousand~~ Four hundred forty-eight
13 thousand four hundred three dollars is appropriated each fiscal
14 year to the economic development authority with one-half of the
15 moneys allocated for operational support grants and the remaining
16 one-half allocated for the community cultural grants program
17 established under section 15.436.

18 EXPLANATION

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

21 DIVISION I — FY 2025-2026 APPROPRIATIONS. This bill
22 appropriates moneys for FY 2025-2026 from the general fund of
23 the state to the economic development authority (IEDA), Iowa
24 finance authority (IFA), department of workforce development
25 (IWD), Iowa state university of science and technology (ISU),
26 state university of Iowa, and university of northern Iowa.

27 The bill appropriates moneys for FY 2025-2026 from the Iowa
28 skilled worker and job creation fund to IEDA, the state board of
29 regents and institutions under the control of the board, and IWD.

30 For FY 2025-2026, the bill limits standing appropriations to
31 IEDA for the world food prize and tourism marketing.

32 The bill transfers certain moneys collected by the insurance
33 division in excess of the anticipated gross revenues under Code
34 section 505.7 to IEDA.

35 The bill also appropriates moneys for FY 2025-2026 from the

1 special employment security contingency fund to IWD.

2 The auditor of state is requested to review the audit of IFA
3 performed by the auditor hired by IFA.

4 The bill requires IEDA, the vocational rehabilitation services
5 division, the state board of regents, and ISU to submit various
6 reports to the general assembly.

7 DIVISION II — FY 2025-2026 CONTINGENT APPROPRIATION. For FY
8 2025-2026, the bill appropriates moneys from the grow Iowa values
9 fund to IEDA for deposit in the grocer reinvestment and local
10 food processing fund, if enacted by the general assembly.

11 DIVISION III — HOUSING RENEWAL PILOT PROGRAM. Under current
12 law, the housing renewal pilot program is repealed July 1,
13 2025. The bill strikes the repeal date and continues the housing
14 renewal pilot program.

15 DIVISION IV — GAMBLING GAMES TAX RECEIPTS APPROPRIATION. The
16 bill decreases the standing appropriation to IEDA from the tax on
17 adjusted gross receipts from gambling games.