

House File 1041 - Introduced

HOUSE FILE 1041
BY COMMITTEE ON APPROPRIATIONS

(SUCCESSOR TO HSB 330)

A BILL FOR

1 An Act relating to sports wagering receipts, making
2 appropriations, and including effective date provisions.
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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1 Section 1. Section 8.57I, subsection 2, Code 2025, is amended
2 to read as follows:

3 2. Moneys in the sports wagering receipts fund are not
4 subject to section 8.33. Notwithstanding section 12C.7,
5 subsection 2, interest or earnings on moneys in the sports
6 wagering receipts fund shall be credited to the fund. Moneys
7 ~~in the sports wagering receipts fund may be used for cash~~
8 ~~flow purposes during a fiscal year provided that any moneys so~~
9 ~~allocated are returned to the fund by the end of that fiscal~~
10 ~~year.~~

11 Sec. 2. Section 8.57I, subsections 4 and 5, Code 2025, are
12 amended by striking the subsections and inserting in lieu thereof
13 the following:

14 4. For the fiscal year beginning July 1, 2025, and each
15 fiscal year thereafter, from the moneys deposited in the sports
16 wagering receipts fund in that fiscal year, there is appropriated
17 to the following entities, the following amounts, in the
18 following order of priority:

19 a. The first one million seven hundred fifty thousand dollars
20 is appropriated to the department of health and human services to
21 be used for behavioral health prevention, treatment, and recovery
22 efforts to reduce the prevalence of the use of, provide treatment
23 for, and support recovery from alcohol, tobacco, and substance
24 use and misuse, problem gambling, and other addictive behaviors.

25 b. Of the remaining amount, the next seven hundred fifty
26 thousand dollars is appropriated to the economic development
27 authority for equal distribution to regional sports authority
28 districts certified under section 15E.321.

29 c. Of the remaining amount, the next one million five hundred
30 thousand dollars is appropriated to the economic development
31 authority for deposit in the length of service award program
32 grant fund created in section 100B.52.

33 d. Of the remaining amount:

34 (1) Fifty percent is appropriated to the department of public
35 safety for deposit in the public safety equipment fund created in

1 section 80.48.

2 (2) Fifty percent is appropriated to the department of
3 management for deposit in the local emergency services equipment
4 grant account created in subsection 5.

5 5. There is created a local emergency services equipment
6 grant account within the sports wagering receipts fund. The
7 account shall consist of moneys deposited in the account pursuant
8 to subsection 4 and any other moneys appropriated to or deposited
9 in the account. Moneys in the account are appropriated to the
10 department of management to issue grants to local governments for
11 the purchase of emergency services equipment. To be eligible,
12 a local government must be a county that is one of the least
13 populous eighty-eight counties in the state according to the
14 most recent federal decennial census or must be a small city as
15 defined in section 15.352. The department of management shall
16 adopt rules pursuant to chapter 17A to implement and administer
17 this subsection, including but not limited to grant application
18 requirements and qualifications for emergency services equipment
19 that may be purchased with grant moneys.

20 Sec. 3. Section 15E.311, subsection 3, paragraph a, Code
21 2025, is amended to read as follows:

22 a. At the end of each fiscal year, moneys in the fund
23 shall be transferred into separate accounts within the fund and
24 designated for use by each county in which no licensee authorized
25 to conduct gambling games under chapter 99F was located during
26 that fiscal year. Moneys transferred to county accounts shall
27 be divided equally among the counties. Moneys transferred into
28 an account for a county shall be transferred by the department
29 to an eligible county recipient for that county. Of the
30 moneys transferred, an eligible county recipient shall distribute
31 seventy-five percent of the moneys as grants to charitable
32 organizations for charitable purposes in that county and shall
33 retain twenty-five percent of the moneys for use in establishing
34 a permanent endowment fund for the benefit of charitable
35 organizations for charitable purposes. ~~In addition, of the~~

1 moneys transferred from moneys appropriated to the fund from
2 the sports wagering receipts fund created in section 8.57I and
3 distributed, eligible county recipients shall give consideration
4 for grants, upon application, to a charitable organization
5 that operates a racetrack facility that conducts automobile
6 races in that county. Of the amounts distributed, eligible
7 county recipients shall give special consideration to grants
8 for projects that include significant vertical infrastructure
9 components designed to enhance quality of life aspects within
10 local communities. In addition, as a condition of receiving a
11 grant, the governing body of a charitable organization receiving
12 a grant shall approve all expenditures of grant moneys and shall
13 allow a state audit of expenditures of all grant moneys.

14 Sec. 4. SPORTS WAGERING RECEIPTS FUND — FY 2024-2025. There
15 is appropriated from the sports wagering receipts fund created in
16 section 8.57I to the following departments and agencies for the
17 fiscal year beginning July 1, 2024, and ending June 30, 2025, the
18 following amounts, or so much thereof as is necessary, to be used
19 for the purposes designated:

20 1. ECONOMIC DEVELOPMENT AUTHORITY

21 a. For deposit in the community attraction and tourism fund
22 created in section 15F.204:

23 \$ 10,000,000

24 b. For deposit in the destination Iowa fund created in
25 section 15.281:

26 \$ 10,000,000

27 2. DEPARTMENT OF HOMELAND SECURITY AND EMERGENCY MANAGEMENT

28 For deposit in the levee improvement fund created in section
29 8.57D:

30 \$ 10,000,000

31 Sec. 5. EFFECTIVE DATE. The following, being deemed of
32 immediate importance, takes effect upon enactment:

33 The section of this Act appropriating moneys from the sports
34 wagering receipts fund for the fiscal year beginning July 1,
35 2024.

1 sports wagering receipts fund (moneys are not transferred from
2 the sports wagering receipts fund to the county endowment fund
3 under current law or the bill).

4 For FY 2024-2025, the bill appropriates moneys from the sports
5 wagering receipts fund to the community attraction and tourism
6 fund, destination Iowa fund, and levee improvement fund. This
7 provision takes effect upon enactment.

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