

House Study Bill 763 - Introduced

SENATE/HOUSE FILE _____
BY (PROPOSED GOVERNOR BUDGET
BILL)

A BILL FOR

1 An Act relating to transportation and other
2 infrastructure-related appropriations to the department of
3 transportation, including allocation and use of moneys from
4 the road use tax fund and the primary road fund.
5 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

unofficial

1 Section 1. ROAD USE TAX FUND — FY 2026-2027. There is
2 appropriated from the road use tax fund created in section 312.1
3 to the department of transportation for the fiscal year beginning
4 July 1, 2026, and ending June 30, 2027, the following amounts, or
5 so much thereof as is necessary, to be used for the purposes
6 designated:

7 1. For salaries, support, maintenance, and miscellaneous
8 purposes:

9 a. Transportation operations:

10 \$ 17,723,539

11 b. Motor vehicles:

12 \$ 34,234,969

13 2. For payments to the department of administrative services
14 and the department of management for utility services:

15 \$ 1,823,348

16 3. For unemployment compensation:

17 \$ 7,000

18 4. For payments to the department of administrative services
19 for paying workers' compensation claims under chapter 85 on
20 behalf of employees of the department of transportation:

21 \$ 199,907

22 5. For payment to the general fund of the state for indirect
23 cost recoveries:

24 \$ 90,000

25 6. For reimbursement to the auditor of state for audit
26 expenses as provided in section 11.5B:

27 \$ 107,884

28 7. For automation, telecommunications, and related costs
29 associated with the county issuance of driver's licenses and
30 vehicle registrations and titles:

31 \$ 1,406,000

32 8. For costs associated with participation in the Mississippi
33 river parkway commission:

34 \$ 40,000

35 9. For costs associated with the traffic and criminal

1 software program and the mobile architecture and communications
2 handling program:

3 \$ 300,000

4 10. For motor vehicle division field facility maintenance
5 projects at various locations:

6 \$ 400,000

7 11. For costs associated with motor vehicle division systems
8 modernization:

9 \$ 20,000,000

10 For purposes of section 8.33, unless specifically provided
11 otherwise, moneys appropriated in subsections 10 and 11 that
12 remain unencumbered or unobligated shall not revert but shall
13 remain available for expenditure for the purposes designated
14 until the close of the fiscal year that ends three years after
15 the end of the fiscal year for which the appropriation was made.
16 However, if the project or projects for which the appropriation
17 was made are completed in an earlier fiscal year, unencumbered or
18 unobligated moneys shall revert at the close of that same fiscal
19 year.

20 Sec. 2. PRIMARY ROAD FUND — FY 2026-2027. There is
21 appropriated from the primary road fund created in section 313.3
22 to the department of transportation for the fiscal year beginning
23 July 1, 2026, and ending June 30, 2027, the following amounts, or
24 so much thereof as is necessary, to be used for the purposes
25 designated:

26 1. For transportation operations salaries, support,
27 maintenance, and miscellaneous purposes:

28 \$348,619,071

29 2. For payments to the department of administrative services
30 and the department of management for utility services:

31 \$ 11,200,563

32 3. For unemployment compensation:

33 \$ 138,000

34 4. For payments to the department of administrative services
35 for paying workers' compensation claims under chapter 85 on

1 behalf of the employees of the department of transportation:
2 \$ 4,835,877
3 5. For payment to the general fund of the state for indirect
4 cost recoveries:
5 \$ 660,000
6 6. For reimbursement to the auditor of state for audit
7 expenses as provided in section 11.5B:
8 \$ 662,716
9 7. For costs associated with producing transportation maps:
10 \$ 195,000
11 8. For inventory and equipment replacement:
12 \$ 23,623,165
13 9. For costs associated with the statewide interoperability
14 network:
15 \$ 442,162
16 10. For facility major maintenance and enhancement:
17 \$ 7,300,000
18 11. For facility routine maintenance and preservation:
19 \$ 8,050,000
20 12. For replacement of the Alton maintenance garage:
21 \$ 13,000,000
22 For purposes of section 8.33, unless specifically provided
23 otherwise, moneys appropriated in subsections 10 through 12 that
24 remain unencumbered or unobligated shall not revert but shall
25 remain available for expenditure for the purposes designated
26 until the close of the fiscal year that ends three years after
27 the end of the fiscal year for which the appropriation was made.
28 However, if the project or projects for which such appropriation
29 was made are completed in an earlier fiscal year, unencumbered or
30 unobligated moneys shall revert at the close of that same fiscal
31 year.
32 Sec. 3. 2023 Iowa Acts, chapter 117, section 2, unnumbered
33 paragraph 2, is amended to read as follows:
34 For purposes of section 8.33, unless specifically provided
35 otherwise, moneys appropriated in subsections 10 through 13

1 12 that remain unencumbered or unobligated shall not revert
2 but shall remain available for expenditure for the purposes
3 designated until the close of the fiscal year that ends
4 three years after the end of the fiscal year for which
5 the appropriation was made. For purposes of section 8.33,
6 unless specifically provided otherwise, moneys appropriated in
7 subsection 13 that remain unencumbered or unobligated shall
8 not revert but shall remain available for expenditure for the
9 purposes designated until the close of the fiscal year that
10 ends four years after the end of the fiscal year for which the
11 appropriation was made. However, if the project or projects for
12 which such appropriation was made are completed in an earlier
13 fiscal year, unencumbered or unobligated moneys shall revert at
14 the close of that same fiscal year.

EXPLANATION

15
16 The inclusion of this explanation does not constitute agreement with
17 the explanation's substance by the members of the general assembly.

18 This bill makes appropriations from the road use tax fund and
19 the primary road fund to the department of transportation.

20 Appropriations for FY 2026-2027 from the road use tax
21 fund include appropriations for transportation operations,
22 motor vehicles, utility services, unemployment and workers'
23 compensation, indirect cost recoveries, audits, county issuance
24 of driver's licenses and vehicle registration and titling,
25 participation in the Mississippi river parkway commission, the
26 traffic and criminal software program and the mobile architecture
27 and communications handling program, and motor vehicle division
28 field facility maintenance projects and systems modernization.

29 Appropriations for FY 2026-2027 from the primary road fund
30 include appropriations for transportation operations, utility
31 services, unemployment and workers' compensation, indirect
32 cost recoveries, audits, transportation maps, inventory and
33 equipment replacement, the statewide interoperability network,
34 major facility maintenance and enhancement, routine facility
35 maintenance and preservation, and the Alton maintenance garage.

S.F. _____ H.F. _____

1 The bill provides that an FY 2023-2024 appropriation for
2 replacement of the Davenport highway operations complex will
3 remain available until the close of FY 2027-2028.

unofficial