

Senate File 2479 - Introduced

SENATE FILE 2479
BY COMMITTEE ON APPROPRIATIONS

(SUCCESSOR TO SSB 3189)

A BILL FOR

1 An Act relating to and making appropriations for state government
2 administration and regulation, including the department of
3 administrative services, auditor of state, ethics and campaign
4 disclosure board, offices of governor and lieutenant governor,
5 department of inspections, appeals, and licensing, department
6 of insurance and financial services, department of management,
7 Iowa public employees' retirement system, public information
8 board, department of revenue, secretary of state, treasurer of
9 state, and utilities commission.
10 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

DIVISION I

FY 2026-2027 APPROPRIATIONS

Section 1. DEPARTMENT OF ADMINISTRATIVE SERVICES.

1
2
3
4 1. There is appropriated from the general fund of the state
5 to the department of administrative services for the fiscal year
6 beginning July 1, 2026, and ending June 30, 2027, the following
7 amounts, or so much thereof as is necessary, to be used for the
8 purposes designated:

9 a. For salaries, support, maintenance, and miscellaneous
10 purposes:
11
12 \$ 3,602,306

13 b. For the payment of utility costs:
14
15 \$ 4,487,598

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

21 c. For Terrace Hill operations:
22
23 \$ 460,884

24 d. For state library services:
25 (1) For salaries, support, maintenance, and miscellaneous
26 purposes:
27
28 \$ 2,626,613

29 (2) For the enrich Iowa program established under section
30 8A.209:
31
32 \$ 2,464,823

33 e. (1) For support of the state's historical resources:
34
35 \$ 3,804,774

1 (2) The department shall coordinate historical and cultural
2 activities with the tourism office of the economic development
3 authority to promote attendance at the state historical building
4 and at the state's historic sites.

5 f. For administration and support of the state's historic
6 sites:

7

8 \$ 425,751

9 2. Any moneys and premiums collected by the department for
10 workers' compensation shall be segregated into a separate
11 workers' compensation fund in the state treasury to be used for
12 payment of state employees' workers' compensation claims and
13 administrative costs. Notwithstanding section 8.33, unencumbered
14 or unobligated moneys remaining in this workers' compensation
15 fund at the end of the fiscal year shall not revert but shall
16 remain available for expenditure for purposes of the fund in
17 subsequent fiscal years.

18 Sec. 2. DEPARTMENT OF ADMINISTRATIVE SERVICES — REVOLVING
19 FUNDS. There is appropriated to the department of administrative
20 services for the fiscal year beginning July 1, 2026, and ending
21 June 30, 2027, from the revolving funds designated in chapter 8A
22 and from internal service funds created by the department such
23 amounts as the department deems necessary for the operation of
24 the department consistent with the requirements of chapter 8A.

25 Sec. 3. DEPARTMENT OF ADMINISTRATIVE SERVICES — STATE
26 EMPLOYEE HEALTH INSURANCE ADMINISTRATION CHARGE. For the fiscal
27 year beginning July 1, 2026, and ending June 30, 2027, the
28 monthly per contract administrative charge which may be assessed
29 by the department of administrative services shall be \$2.00
30 per contract on all health insurance plans administered by the
31 department.

32 Sec. 4. AUDITOR OF STATE.

33 1. There is appropriated from the general fund of the state
34 to the office of the auditor of state for the fiscal year
35 beginning July 1, 2026, and ending June 30, 2027, the following

1 amount, or so much thereof as is necessary, to be used for the
2 purposes designated:

3 For salaries, support, maintenance, and miscellaneous
4 purposes:

5

6 \$ 1,002,686

7 2. The auditor of state may retain additional full-time
8 equivalent positions as is reasonable and necessary to perform
9 governmental subdivision audits which are reimbursable pursuant
10 to section 11.20 or 11.21, to perform audits which are requested
11 by and reimbursable from the federal government, and to perform
12 work requested by and reimbursable from departments or agencies
13 pursuant to section 11.5A or 11.5B. The auditor of state shall
14 notify the department of management, the legislative fiscal
15 committee, and the legislative services agency of the additional
16 full-time equivalent positions retained.

17 3. The auditor of state shall allocate moneys from the
18 appropriation in this section solely for audit work related to
19 the annual comprehensive financial report, federally required
20 audits, and investigations of embezzlement, theft, or other
21 significant financial irregularities until the audit of the
22 annual comprehensive financial report is complete.

23 Sec. 5. IOWA ETHICS AND CAMPAIGN DISCLOSURE BOARD. There is
24 appropriated from the general fund of the state to the Iowa
25 ethics and campaign disclosure board for the fiscal year
26 beginning July 1, 2026, and ending June 30, 2027, the following
27 amount, or so much thereof as is necessary, to be used for the
28 purposes designated:

29 For salaries, support, maintenance, and miscellaneous
30 purposes:

31

32 \$ 1,045,432

33 Sec. 6. GOVERNOR AND LIEUTENANT GOVERNOR. There is
34 appropriated from the general fund of the state to the offices of
35 the governor and the lieutenant governor for the fiscal year

1 beginning July 1, 2026, and ending June 30, 2027, the following
2 amounts, or so much thereof as is necessary, to be used for the
3 purposes designated:

4 1. GENERAL OFFICE

5 For salaries, support, maintenance, and miscellaneous
6 purposes:

7

8 \$ 2,864,932

9 2. TERRACE HILL QUARTERS

10 For the governor's quarters at Terrace Hill, including
11 salaries, support, maintenance, and miscellaneous purposes:

12

13 \$ 144,222

14 Sec. 7. DEPARTMENT OF INSPECTIONS, APPEALS, AND LICENSING.

15 There is appropriated from the general fund of the state to the
16 department of inspections, appeals, and licensing for the fiscal
17 year beginning July 1, 2026, and ending June 30, 2027, the
18 following amounts, or so much thereof as is necessary, to be used
19 for the purposes designated:

20 1. ADMINISTRATION DIVISION

21 For salaries, support, maintenance, and miscellaneous
22 purposes:

23

24 \$ 808,285

25 2. ADMINISTRATIVE HEARINGS DIVISION

26 For salaries, support, maintenance, and miscellaneous
27 purposes:

28

29 \$ 654,983

30 3. INVESTIGATIONS

31 a. For salaries, support, maintenance, and miscellaneous
32 purposes:

33

34 \$ 2,769,231

35 b. By December 1, 2026, the department shall submit a report

1 to the general assembly concerning the department's activities
2 relative to fraud in public assistance programs for the fiscal
3 year beginning July 1, 2025, and ending June 30, 2026. The
4 report must include but is not limited to a summary of the number
5 of cases investigated, case outcomes, overpayment dollars
6 identified, amount of cost avoidance, and actual dollars
7 recovered.

8 4. HEALTH FACILITIES

9 a. For salaries, support, maintenance, and miscellaneous
10 purposes:

11

12 \$ 6,206,128

13 b. The department shall make all of the following information
14 available to the public as part of the department's development
15 efforts to revise the department's internet site:

16 (1) The number of inspections of health facilities conducted
17 by the department annually by type of service provider and type
18 of inspection.

19 (2) The total annual operations budget for the department
20 that is associated with health facilities regulation, including
21 general fund appropriations and federal contract dollars received
22 by type of service provider inspected.

23 (3) The total number of full-time equivalent positions in the
24 department that are associated with health facilities regulation,
25 to include the number of full-time equivalent positions serving
26 in a supervisory capacity, and serving as surveyors, inspectors,
27 or monitors in the field by type of service provider inspected.

28 (4) Identification of state and federal survey trends, cited
29 regulations, the scope and severity of deficiencies identified,
30 and federal and state fines assessed and collected concerning
31 nursing and assisted living facilities and programs.

32 c. It is the intent of the general assembly that the
33 department continuously solicit input from health facilities
34 regulated by the department to assess and improve the
35 department's level of collaboration and to identify new

1 opportunities for cooperation.

2 5. EMPLOYMENT APPEAL BOARD

3 a. For salaries, support, maintenance, and miscellaneous
4 purposes:

5

6 \$ 510,782

7 b. The employment appeal board shall be reimbursed by the
8 department for all costs associated with hearings conducted under
9 chapter 91C related to contractor registration. The board may
10 expend, in addition to the amount appropriated under this
11 subsection, additional amounts as are directly billable to the
12 department under this subsection and to retain the additional
13 full-time equivalent positions as needed to conduct hearings
14 required pursuant to chapter 91C.

15 c. The employment appeal board may temporarily exceed and
16 draw more than the amount appropriated in this subsection and
17 incur a negative cash balance as long as there are receivables of
18 federal funds equal to or greater than the negative balance and
19 the amount appropriated in this subsection is not exceeded at the
20 close of the fiscal year.

21 6. IOWA OFFICE OF CIVIL RIGHTS

22 a. For salaries, support, maintenance, and miscellaneous
23 purposes:

24

25 \$ 1,338,921

26 b. The Iowa office of civil rights may enter into a contract
27 with a nonprofit organization to provide legal assistance to
28 resolve civil rights complaints.

29 7. LABOR SERVICES

30 a. For salaries, support, maintenance, and miscellaneous
31 purposes:

32

33 \$ 2,965,719

34 b. Notwithstanding section 8.33, moneys appropriated in this
35 subsection that remain unencumbered or unobligated at the close

1 of the fiscal year shall not revert but shall remain available
2 for expenditure for the purposes designated until the close of
3 the succeeding fiscal year.

4 8. DIVISION OF WORKERS' COMPENSATION

5 a. For salaries, support, maintenance, and miscellaneous
6 purposes:

7

8 \$ 3,381,044

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

14 9. PROFESSIONAL LICENSING

15 For salaries, support, maintenance, and miscellaneous
16 purposes:

17

18 \$ 1,627,969

19 10. APPROPRIATION REALLOCATION

20 Notwithstanding section 8.39, the department of inspections,
21 appeals, and licensing, in consultation with the department of
22 management, may reallocate moneys appropriated in this section as
23 necessary to best fulfill the needs of the department of
24 inspections, appeals, and licensing provided for in the
25 appropriation. However, the department of inspections, appeals,
26 and licensing shall not reallocate moneys appropriated for labor
27 services or the division of workers' compensation.

28 Sec. 8. DEPARTMENT OF INSPECTIONS, APPEALS, AND LICENSING —
29 LICENSE OR REGISTRATION FEES.

30 1. For the fiscal year beginning July 1, 2026, and ending
31 June 30, 2027, the department of inspections, appeals, and
32 licensing shall collect any license or registration fees or
33 electronic transaction fees generated during the fiscal year as
34 a result of licensing and registration activities under chapters
35 99B, 137C, 137D, and 137F.

1 2. From the fees collected by the department under this
2 section on behalf of a municipal corporation with which the
3 department has an agreement pursuant to section 137F.3, through a
4 statewide electronic licensing system operated by the department,
5 notwithstanding section 137F.6, subsection 2, the department
6 shall remit the amount of those fees to the municipal corporation
7 for whom the fees were collected less any electronic transaction
8 fees collected by the department to enable electronic payment.

9 3. From the fees collected by the department under this
10 section, other than those fees described in subsection 2, the
11 department shall deposit the amount of \$290,435 into the general
12 fund of the state prior to June 30, 2027.

13 4. From the fees collected by the department under this
14 section, other than those fees described in subsections 2 and 3,
15 the department shall retain the remainder of the fees for the
16 purposes of enforcing the provisions of chapters 99B, 137C, 137D,
17 and 137F. Notwithstanding section 8.33, moneys retained by the
18 department pursuant to this subsection 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 of enforcing the provisions of chapters 99B, 137C, 137D, and
22 137F during the succeeding fiscal year. The department shall
23 provide an annual report to the department of management and
24 the legislative services agency on fees billed and collected and
25 expenditures from the moneys retained by the department in a
26 format determined by the department of management in consultation
27 with the legislative services agency.

28 Sec. 9. DEPARTMENT OF INSPECTIONS, APPEALS, AND LICENSING —
29 RACING AND GAMING COMMISSION — RACING AND GAMING REGULATION.
30 There is appropriated from the gaming regulatory revolving fund
31 created in section 99F.20 to the racing and gaming commission of
32 the department of inspections, appeals, and licensing for the
33 fiscal year beginning July 1, 2026, and ending June 30, 2027, the
34 following amount, or so much thereof as is necessary, to be used
35 for the purposes designated:

1 For salaries, support, maintenance, and miscellaneous purposes
2 for regulation, administration, and enforcement of pari-mutuel
3 racetracks, excursion boat gambling, gambling structure laws,
4 sports wagering, and fantasy sports contests:

5

6 \$ 8,049,999

7 Sec. 10. DEPARTMENT OF INSPECTIONS, APPEALS, AND LICENSING —
8 ROAD USE TAX FUND. There is appropriated from the road use tax
9 fund created in section 312.1 to the administrative hearings
10 division of the department of inspections, appeals, and licensing
11 for the fiscal year beginning July 1, 2026, and ending June 30,
12 2027, the following amount, or so much thereof as is necessary,
13 to be used for the purposes designated:

14 For salaries, support, maintenance, and miscellaneous
15 purposes:

16

17 \$ 1,623,897

18 Sec. 11. DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES —
19 COMMERCE REVOLVING FUND. There is appropriated from the commerce
20 revolving fund created in section 546.12 to the department of
21 insurance and financial services for the fiscal year beginning
22 July 1, 2026, and ending June 30, 2027, the following amounts, or
23 so much thereof as is necessary, to be used for the purposes
24 designated:

25 1. BANKING DIVISION

26 For salaries, support, maintenance, and miscellaneous
27 purposes:

28

29 \$ 14,881,690

30 2. CREDIT UNION DIVISION

31 For salaries, support, maintenance, and miscellaneous
32 purposes:

33

34 \$ 3,018,710

35 3. INSURANCE DIVISION

1 a. For salaries, support, maintenance, and miscellaneous
2 purposes:

3

4 \$ 11,010,719

5 b. The insurance division expenditures for examination
6 purposes may exceed the projected receipts, refunds, and
7 reimbursements, estimated pursuant to section 505.7, subsection
8 7, including the expenditures for retention of additional
9 personnel, if the expenditures are fully reimbursable and the
10 division first does all of the following:

11 (1) Notifies the department of management, the legislative
12 services agency, and the legislative fiscal committee of the need
13 for the expenditures.

14 (2) Files with each of the entities named in subparagraph (1)
15 the legislative and regulatory justification for the
16 expenditures, along with an estimate of the expenditures.

17 Sec. 12. DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES —
18 GENERAL FUND. There is appropriated from the general fund of the
19 state to the department of insurance and financial services for
20 the fiscal year beginning July 1, 2026, and ending June 30, 2027,
21 the following amount, or so much thereof as is necessary, to be
22 used for the purposes designated:

23 For deposit in the captive insurance regulatory and
24 supervision fund created in section 521J.12 for use as provided
25 in section 521J.12, including salaries, support, maintenance, and
26 miscellaneous purposes:

27

28 \$ 450,000

29 Sec. 13. DEPARTMENT OF MANAGEMENT. There is appropriated
30 from the general fund of the state to the department of
31 management for the fiscal year beginning July 1, 2026, and ending
32 June 30, 2027, the following amounts, or so much thereof as is
33 necessary, to be used for the purposes designated:

34 1. For enterprise resource planning, providing for a salary
35 model administrator, conducting performance audits, the

1 department's LEAN process, and criminal and juvenile justice
2 planning; and for salaries, support, maintenance, and
3 miscellaneous purposes:

4

5 \$ 3,666,154

6 2. a. For the division of information technology; and for
7 salaries, support, maintenance, and miscellaneous purposes:

8

9 \$ 4,421,887

10 b. Of the moneys appropriated in this subsection, \$325,000 is
11 allocated to providing cybersecurity services to local
12 governments.

13 Sec. 14. DEPARTMENT OF MANAGEMENT — INFORMATION TECHNOLOGY
14 — REVOLVING AND INTERNAL FUNDS.

15 1. There is appropriated to the department of management for
16 the fiscal year beginning July 1, 2026, and ending June 30, 2027,
17 from the revolving funds designated in chapter 8, subchapter XI,
18 and from internal service funds created under section 8.92, such
19 amounts as the department deems necessary for the operation of
20 the department pursuant to and consistent with the requirements
21 of chapter 8, subchapter XI.

22 2. a. Notwithstanding section 321A.3, subsection 1, for the
23 fiscal year beginning July 1, 2026, and ending June 30, 2027,
24 the first \$750,000 collected and transferred to the treasurer
25 of state with respect to the fees for transactions involving
26 the furnishing of a certified abstract of a vehicle operating
27 record under section 321A.3, subsection 1, shall be transferred
28 to the IowAccess revolving fund created in section 8.90 for the
29 purposes of developing, implementing, maintaining, and expanding
30 electronic access to government records as provided by law.

31 b. All fees collected with respect to transactions involving
32 IowAccess shall be deposited in the IowAccess revolving fund
33 created under section 8.90 and shall be used only for the support
34 of IowAccess projects.

35 Sec. 15. DEPARTMENT OF MANAGEMENT — ROAD USE TAX FUND.

1 There is appropriated from the road use tax fund created in
2 section 312.1 to the department of management for the fiscal year
3 beginning July 1, 2026, and ending June 30, 2027, the following
4 amount, or so much thereof as is necessary, to be used for the
5 purposes designated:

6 For salaries, support, maintenance, and miscellaneous
7 purposes:

8
9 \$ 56,000

10 Sec. 16. IPERS — GENERAL OFFICE. There is appropriated from
11 the Iowa public employees' retirement fund created in section
12 97B.7 to the Iowa public employees' retirement system for the
13 fiscal year beginning July 1, 2026, and ending June 30, 2027, the
14 following amount, or so much thereof as is necessary, to be used
15 for the purposes designated:

16 For salaries, support, maintenance, and other operational
17 purposes to pay the costs of the Iowa public employees'
18 retirement system:

19
20 \$ 26,330,702

21 Sec. 17. IOWA PUBLIC INFORMATION BOARD. There is
22 appropriated from the general fund of the state to the Iowa
23 public information board for the fiscal year beginning July 1,
24 2026, and ending June 30, 2027, the following amount, or so much
25 thereof as is necessary, to be used for the purposes designated:

26 For salaries, support, maintenance, and miscellaneous
27 purposes:

28
29 \$ 467,227

30 Sec. 18. DEPARTMENT OF REVENUE.

31 1. There is appropriated from the general fund of the state
32 to the department of revenue for the fiscal year beginning July
33 1, 2026, and ending June 30, 2027, the following amount, or so
34 much thereof as is necessary, to be used for the purposes
35 designated:

1 a. For salaries, support, maintenance, and miscellaneous
2 purposes:

3

4 \$ 15,378,678

5 b. From the moneys appropriated in this subsection, the
6 department shall use \$400,000 to pay the direct costs of
7 compliance related to the collection and distribution of local
8 sales and services taxes imposed pursuant to chapter 423B.

9 2. The director of revenue shall prepare and issue a state
10 appraisal manual and the revisions to the state appraisal manual
11 as provided in section 421.17, subsection 17, without cost to a
12 city or county.

13 Sec. 19. DEPARTMENT OF REVENUE — MOTOR VEHICLE FUEL TAX
14 FUND. There is appropriated from the motor vehicle fuel tax fund
15 created pursuant to section 452A.77 to the department of revenue
16 for the fiscal year beginning July 1, 2026, and ending June 30,
17 2027, the following amount, or so much thereof as is necessary,
18 to be used for the purposes designated:

19 For salaries, support, maintenance, and miscellaneous
20 purposes, and for administration and enforcement of the
21 provisions of chapter 452A and the motor vehicle fuel tax
22 program:

23

24 \$ 1,305,775

25 Sec. 20. SECRETARY OF STATE. There is appropriated from the
26 general fund of the state to the office of the secretary of state
27 for the fiscal year beginning July 1, 2026, and ending June 30,
28 2027, the following amounts, or so much thereof as is necessary,
29 to be used for the purposes designated:

30 1. ADMINISTRATION AND ELECTIONS

31 a. For salaries, support, maintenance, and miscellaneous
32 purposes:

33

34 \$ 2,566,697

35 b. The state department or agency that provides data

1 processing services to support voter registration file
2 maintenance and storage shall provide those services without
3 charge.

4 2. BUSINESS SERVICES

5 For salaries, support, maintenance, and miscellaneous
6 purposes:

7

8 \$ 1,568,795

9 Sec. 21. SECRETARY OF STATE — ADDRESS CONFIDENTIALITY

10 PROGRAM REVOLVING FUND. There is appropriated from the address
11 confidentiality program revolving fund created in section 9.8 to
12 the office of the secretary of state for the fiscal year
13 beginning July 1, 2026, and ending June 30, 2027, the following
14 amount, or so much thereof as is necessary, to be used for the
15 purposes designated:

16 For salaries, support, maintenance, and miscellaneous
17 purposes:

18

19 \$ 195,400

20 Sec. 22. SECRETARY OF STATE FILING FEES REFUND.

21 Notwithstanding the obligation to collect fees pursuant to the
22 provisions of section 489.122, subsection 1, paragraphs "c" and
23 "s", section 490.122, subsection 1, paragraph "a", and section
24 504.113, subsection 1, paragraphs "a", "c", "d", "j", "k",
25 "l", and "m", for the fiscal year beginning July 1, 2026, the
26 secretary of state may refund these fees to the filer pursuant to
27 rules established by the secretary of state. The decision of the
28 secretary of state not to issue a refund under rules established
29 by the secretary of state is final and not subject to review
30 pursuant to chapter 17A.

31 Sec. 23. TREASURER OF STATE.

32 1. There is appropriated from the general fund of the state
33 to the office of treasurer of state for the fiscal year beginning
34 July 1, 2026, and ending June 30, 2027, the following amounts, or
35 so much thereof as is necessary, to be used for the purposes

1 designated:

2 a. For salaries, support, maintenance, and miscellaneous
3 purposes:

4

5 \$ 1,046,415

6 b. For deposit in the administrative fund of the Iowa ABLE
7 savings plan trust created in section 12I.4, for implementation
8 and administration activities of the Iowa ABLE savings plan
9 trust:

10

11 \$ 200,000

12 2. The office of treasurer of state shall supply
13 administrative support for the executive council.

14 Sec. 24. TREASURER OF STATE — ROAD USE TAX FUND. There is
15 appropriated from the road use tax fund created in section 312.1
16 to the office of treasurer of state for the fiscal year beginning
17 July 1, 2026, and ending June 30, 2027, the following amount, or
18 so much thereof as is necessary, to be used for the purposes
19 designated:

20 For enterprise resource management costs related to the
21 distribution of road use tax fund moneys:

22

23 \$ 316,788

24 Sec. 25. IOWA UTILITIES COMMISSION.

25 1. There is appropriated from the commerce revolving fund
26 created in section 546.12 to the Iowa utilities commission for
27 the fiscal year beginning July 1, 2026, and ending June 30, 2027,
28 the following amount, or so much thereof as is necessary, to be
29 used for the purposes designated:

30 For salaries, support, maintenance, and miscellaneous
31 purposes:

32

33 \$ 12,080,831

34 2. The Iowa utilities commission may expend additional
35 moneys, including moneys for additional personnel, if those

1 additional expenditures are actual expenses which exceed the
2 moneys budgeted for utility regulation and the expenditures are
3 fully reimbursable. Before the commission expends or encumbers
4 an amount in excess of the moneys budgeted for regulation, the
5 commission shall first do all of the following:

6 a. Notify the department of management, the legislative
7 services agency, and the legislative fiscal committee of the need
8 for the expenditures.

9 b. File with each of the entities named in paragraph "a" the
10 legislative and regulatory justification for the expenditures,
11 along with an estimate of the expenditures.

12 Sec. 26. CHARGES — IOWA UTILITIES COMMISSION AND DEPARTMENT
13 OF INSURANCE AND FINANCIAL SERVICES. The Iowa utilities
14 commission and each division of the department of insurance
15 and financial services shall include in its charges assessed
16 or revenues generated an amount sufficient to cover the amount
17 stated in its appropriation and any state-assessed indirect costs
18 determined by the department of administrative services.

19 Sec. 27. IOWA PRODUCTS. As a condition of receiving an
20 appropriation, any agency appropriated moneys pursuant to this
21 division of this Act shall give first preference when purchasing
22 a product to an Iowa product or a product produced by an
23 Iowa-based business, and shall give second preference to a United
24 States product or a product produced by a business based in the
25 United States.

26 Sec. 28. LIMITATION OF STANDING APPROPRIATION.
27 Notwithstanding the standing appropriation in the following
28 designated section for the fiscal year beginning July 1, 2026,
29 and ending June 30, 2027, the amount appropriated from the
30 general fund of the state pursuant to that section for the
31 following designated purpose shall not exceed the following
32 amount:

33 For the enforcement of chapter 453D relating to tobacco
34 product manufacturers under section 453D.8:

35

1 \$ 17,525

2 DIVISION II

3 DEPOSIT OF CERTAIN FEES

4 Sec. 29. Section 10A.519, subsection 3, Code 2026, is amended
5 by adding the following new paragraph:

6 NEW PARAGRAPH. c. The fees collected by the director under
7 this subsection shall be deposited in the licensing and
8 regulation fund created in section 10A.507.

9 Sec. 30. Section 10A.519, subsection 7, Code 2026, is amended
10 to read as follows:

11 7. ~~a. A consumer fireworks fee fund is created in the state~~
12 ~~treasury under the control of the director. Notwithstanding~~
13 ~~section 12C.7, interest or earnings on moneys in the consumer~~
14 ~~fireworks fee fund shall be credited to the consumer fireworks~~
15 ~~fee fund. Moneys in the fund are appropriated to the director~~
16 ~~to be used to fulfill the responsibilities of the director for~~
17 ~~the administration and enforcement of this section and section~~
18 ~~10A.520 and to provide grants pursuant to paragraph "b". The~~
19 ~~fund shall include the fees collected by the director under the~~
20 ~~fee schedule established pursuant to subsection 3 and the fees~~
21 ~~collected by the director under section 10A.520 for wholesaler~~
22 ~~registration.~~

23 b. The director shall establish a local fire protection and
24 emergency medical service providers grant program to provide
25 grants in the following order of priority:

26 (1) a. Local fire protection service providers and local
27 emergency medical service providers to establish or provide
28 fireworks safety education programming to members of the public,
29 and for the purchase of necessary enforcement, protection, or
30 emergency response equipment related to the sale and use of
31 consumer fireworks in this state.

32 (2) b. Local volunteer fire protection service providers for
33 the purchase of necessary enforcement, protection, or emergency
34 response equipment.

35 Sec. 31. Section 10A.520, subsection 3, Code 2026, is amended

1 to read as follows:

2 3. The director shall establish an annual registration fee of
3 one thousand dollars for wholesalers of consumer fireworks within
4 the state. Registration fees collected pursuant to this section
5 shall be deposited in the ~~consumer fireworks fee fund created in~~
6 ~~section 10A.519~~ licensing and regulation fund created in section
7 10A.507.

8 Sec. 32. Section 90A.10, subsection 1, Code 2026, is amended
9 to read as follows:

10 1. Moneys collected pursuant to section 90A.9 from a
11 professional boxing event ~~are appropriated to the department~~
12 ~~of inspections, appeals, and licensing~~ and shall be used by
13 ~~the commissioner to award grants to organizations that promote~~
14 ~~amateur boxing matches in this state~~ deposited in the licensing
15 and regulation fund created in section 10A.507. All other
16 moneys collected by the commissioner pursuant to this chapter
17 are appropriated to the department of inspections, appeals, and
18 licensing and shall be used by the commissioner to administer
19 this chapter. Section 8.33 applies only to moneys in excess of
20 the first twenty thousand dollars appropriated each fiscal year.

21 Sec. 33. Section 99B.58, Code 2026, is amended to read as
22 follows:

23 **99B.58 Electrical or mechanical amusement devices — special**
24 **fund deposit of fees.**

25 Fees collected by the department pursuant to sections 99B.53
26 and 99B.56 shall be deposited in a ~~special fund created in~~
27 ~~the state treasury. Moneys in the fund are appropriated to~~
28 ~~the department of inspections, appeals, and licensing and the~~
29 ~~department of public safety for administration and enforcement~~
30 ~~of this subchapter, including employment of necessary personnel.~~
31 ~~The distribution of moneys in the fund to the department of~~
32 ~~inspections, appeals, and licensing and the department of public~~
33 ~~safety shall be pursuant to a written policy agreed upon by~~
34 ~~the departments. Notwithstanding section 12C.7, subsection 2,~~
35 ~~interest or earnings on moneys deposited in the fund shall be~~

1 ~~credited to the fund. Notwithstanding section 8.33, moneys~~
2 ~~remaining in the fund at the end of a fiscal year shall not~~
3 ~~revert to the general fund of the state the licensing and~~
4 ~~regulation fund created in section 10A.507.~~

5 Sec. 34. Section 505.7, subsection 3, Code 2026, is amended
6 to read as follows:

7 3. ~~Forty percent of the nonexamination~~ Nonexamination
8 revenues payable to the division of insurance or the
9 department of revenue in connection with the regulation of
10 insurance companies or other entities subject to the regulatory
11 jurisdiction of the division shall be deposited in the commerce
12 revolving fund created in section 546.12 and shall be subject to
13 annual appropriation to the division for its operations and is
14 also subject to expenditure under subsection 6. ~~The remaining~~
15 ~~nonexamination revenues payable to the division of insurance or~~
16 ~~the department of revenue shall be deposited in the general fund~~
17 ~~of the state.~~

18 Sec. 35. TRANSFER OF MONEYS. On the effective date of this
19 division of this Act, unencumbered and unobligated moneys
20 remaining in the consumer fireworks fee fund created in section
21 10A.519, Code 2026, and the special fund created in section
22 99B.58, Code 2026, shall be transferred to the licensing and
23 regulation fund created in section 10A.507.

24 EXPLANATION

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

27 FY 2026-2027 APPROPRIATIONS. This bill relates to and
28 appropriates moneys to various state departments, agencies,
29 and funds for FY 2026-2027, including the department of
30 administrative services, auditor of state, Iowa ethics and
31 campaign disclosure board, offices of governor and lieutenant
32 governor, department of inspections, appeals, and licensing,
33 department of insurance and financial services, department of
34 management, Iowa public employees' retirement system, Iowa public
35 information board, department of revenue, secretary of state,

1 treasurer of state, and Iowa utilities commission.

2 The bill limits a standing appropriation for FY 2026-2027
3 for enforcement of Code chapter 453D relating to tobacco product
4 manufacturers under Code section 453D.8.

5 DEPOSIT OF CERTAIN FEES. The bill eliminates the consumer
6 fireworks fee fund and the electrical or mechanical amusement
7 devices special fund and requires the moneys that were deposited
8 in those funds to be deposited in the licensing and regulation
9 fund. The bill also eliminates the provision requiring moneys
10 collected from a professional boxing event to be used to award
11 grants to organizations that promote amateur boxing matches
12 and requires the moneys to be deposited in the licensing and
13 regulation fund.

14 Under current law, 40 percent of nonexamination revenues paid
15 to the insurance division or the department of revenue are
16 deposited in the commerce revolving fund, while the rest of the
17 nonexamination revenues are deposited in the general fund of the
18 state. The bill requires all such nonexamination revenues to be
19 deposited in the commerce revolving fund.