

**Senate File 645 - Introduced**

SENATE FILE 645  
BY COMMITTEE ON APPROPRIATIONS

(SUCCESSOR TO SSB 1236)

**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 of  
4 workforce development, and the state board of regents and  
5 certain regents institutions.

6 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 .....	\$ 12,921,510
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 is subject to recapture by the  
24 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 ..... \$ 500,000

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 ..... \$ 150,000

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 ..... \$ 1,100,000

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

18 For support of the Iowa arts council:

19 ..... \$ 1,771,800

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

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

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

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

33 ..... \$ 1,443,700

34 Sec. 4. FINANCIAL ASSISTANCE REPORTING — ECONOMIC

35 DEVELOPMENT AUTHORITY. The economic development authority shall

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

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

16     Sec. 6. IOWA FINANCE AUTHORITY.

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

22     a. Rent subsidy program

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

26 ..... \$ 873,000

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

29     b. Housing renewal pilot program

30         To provide housing renewal moneys to a nonprofit Iowa  
31 affiliate to award grants to eligible communities for a housing  
32 renewal pilot program:

33 ..... \$ 550,000

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

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

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

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

12 1. WORKFORCE DEVELOPMENT OPERATIONS

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

16 ..... \$ 6,902,636 ..... FTEs 166.41

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

22 2. OFFENDER REENTRY PROGRAM

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

26 ..... \$ 387,158 ..... FTEs 5.00

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

31 3. INTEGRATED INFORMATION FOR IOWA SYSTEM

32 For the payment of services provided by the department of  
33 administrative services related to the integrated information for  
34 Iowa system:

35 ..... \$ 228,822

1 4. WORKPLACE INJURY AND SAFETY SURVEYS

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

6 .....	\$	125,555
7 .....	FTEs	3.00

8 5. SUMMER YOUTH INTERN PILOT PROGRAM

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

13 .....	\$	250,000
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14 6. VOCATIONAL REHABILITATION SERVICES DIVISION

15 a. For salaries, support, maintenance, and miscellaneous  
16 purposes, and for not more than the following full-time  
17 equivalent positions:

18 .....	\$	6,226,739
19 .....	FTEs	248.00

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

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

32 .....	\$	84,804
33 .....	FTEs	1.00

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

1 ..... \$ 138,506

2 d. For costs associated with centers for independent living:  
3 ..... \$ 86,547

4 7. ADULT EDUCATION AND LITERACY PROGRAMS

5 For distribution as grants to community colleges for the  
6 purpose of adult basic education programs for students requiring  
7 instruction in English as a second language:  
8 ..... \$ 500,000

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

17 8. REGISTERED APPRENTICESHIP DEVELOPMENT PROGRAMS

18 For the funding of the registered apprenticeship development  
19 programs under chapter 84F to encourage small to midsize  
20 businesses to start or grow registered apprenticeships:  
21 ..... \$ 760,000

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

27 Sec. 9. DEPARTMENT OF WORKFORCE DEVELOPMENT — EMPLOYEE  
28 MISCLASSIFICATION PROGRAM. There is appropriated from the  
29 general fund of the state to the department of workforce  
30 development for the fiscal year beginning July 1, 2025, and  
31 ending June 30, 2026, the following amount, or so much thereof as  
32 is necessary, to be used for the purposes designated:

33 For enhancing efforts to investigate employers that  
34 misclassify workers, and for not more than the following  
35 full-time equivalent positions:

1 ..... \$ 379,631 ..... FTEs 3.00

2 Sec. 10. DEPARTMENT OF WORKFORCE DEVELOPMENT — SPECIAL  
3 EMPLOYMENT SECURITY CONTINGENCY FUND.

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

9 ..... \$ 4,616,084

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

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

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

22 a. ECONOMIC DEVELOPMENT AUTHORITY

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

25 ..... \$ 11,700,000

26 (a) From the moneys appropriated in this subparagraph (1),  
27 the economic development authority may use not more than  
28 \$1,000,000 for purposes of providing infrastructure grants to  
29 main street communities under the main street Iowa program.

30 (b) As a condition of receiving moneys appropriated in this  
31 subparagraph (1), an entity shall testify upon the request of the  
32 joint appropriations subcommittee on economic development  
33 regarding the expenditure of such moneys.

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

1 ..... \$ 2,016,675

2 (3) For the empower rural Iowa program:

3 ..... \$ 700,000

4 b. STATE BOARD OF REGENTS AND REGENTS INSTITUTIONS

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

11 ..... \$ 3,000,000

12 (a) Of the moneys appropriated pursuant to this subparagraph  
13 (1), 35 percent shall be allocated for Iowa state university of  
14 science and technology, 35 percent shall be allocated for the  
15 state university of Iowa, and 30 percent shall be allocated for  
16 the university of northern Iowa.

17 (b) The moneys allocated to the university of northern Iowa  
18 under subparagraph division (a) may be used to offer  
19 undergraduate students from the states contiguous to Iowa the  
20 same rate of tuition and mandatory fees that are charged to  
21 resident undergraduate students.

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

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

1 entrepreneurship, regional development, and market research.

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

6 .....	\$	2,424,302
7 .....	FTEs	50.95

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

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

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

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

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

1 (d) Iowa state university of science and technology shall  
2 report annually to the general assembly the total amount of  
3 private contributions, the proportion of contributions from small  
4 businesses and other businesses, and the proportion for directed  
5 contract research and nondirected research of benefit to Iowa  
6 businesses and industrial sectors.

7 (3) STATE UNIVERSITY OF IOWA

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

13 .....	\$	209,279
14 .....	FTEs	6.00

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

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

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

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

23 .....	\$	2,000,000
24 .....	FTEs	8.00

25 (4) UNIVERSITY OF NORTHERN IOWA

26 For the metal casting and foundry 4.0 centers, advance Iowa,  
27 family business center, and the institute for decision making,  
28 including salaries, support, maintenance, and miscellaneous  
29 purposes, and for not more than the following full-time  
30 equivalent positions:

31 .....	\$	1,466,419
32 .....	FTEs	13.00

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

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

1 (b) Provide emphasis to providing services to Iowa-based  
2 companies.

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

7 c. DEPARTMENT OF WORKFORCE DEVELOPMENT

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

11 ..... \$ 125,000

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

15 ..... \$ 5,500,000

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

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

23 (c) From the moneys appropriated in this numbered  
24 subparagraph, not more than \$1,275,000 shall be distributed as  
25 grants to community colleges for the purpose of adult basic  
26 education programs for students requiring instruction in English  
27 as a second language. The department of workforce development  
28 shall establish an application process and criteria to award  
29 grants pursuant to this subparagraph division to community  
30 colleges. The criteria shall be based on need for instruction in  
31 English as a second language in the region served by each  
32 community college as determined by factors including data from  
33 the latest federal decennial census and outreach efforts to  
34 determine regional needs.

35 (d) From the moneys appropriated in this numbered

1 subparagraph, \$210,000 shall be transferred to the department of  
2 health and human services for purposes of administering a program  
3 to provide access to international resources to Iowans and new  
4 Iowans to provide economic and leadership development resulting  
5 in Iowa being a more welcoming place to live, work, and raise a  
6 family. The program shall provide supplemental support services  
7 for international refugees to improve learning, English literacy,  
8 life skills, cultural competencies, and integration in a county  
9 with a population over 350,000 as determined by the 2020 federal  
10 decennial census. The department of health and human services  
11 shall utilize a request for proposals process to identify the  
12 entity best qualified to implement the program.

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

17 ..... \$ 633,325

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

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

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

29 a. IOWA STATE UNIVERSITY OF SCIENCE AND TECHNOLOGY

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

1 .....	\$	2,963,995
2 .....	FTEs	8.40

3 b. STATE UNIVERSITY OF IOWA

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

10 .....	\$	1,000,000
11 .....	FTEs	4.35

12 c. UNIVERSITY OF NORTHERN IOWA

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

18 .....	\$	394,321
19 .....	FTEs	2.73

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

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

29 DIVISION II

30 GAMBLING GAMES AND SPORTS WAGERING TAXES

31 Sec. 13. Section 99F.11, subsection 4, paragraph d,  
32 subparagraph (1), Code 2025, is amended to read as follows:

33 (1) ~~Five hundred twenty thousand~~ Four hundred forty eight  
34 thousand four hundred three dollars is appropriated each fiscal  
35 year to the economic development authority with one-half of the

1 moneys allocated for operational support grants and the remaining  
2 one-half allocated for the community cultural grants program  
3 established under section 15.436.

4 EXPLANATION

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

7 This bill relates to and makes appropriations for the economic  
8 development of the state.

9 DIVISION I — FY 2025-2026 APPROPRIATIONS. The bill  
10 appropriates moneys for FY 2025-2026 from the general fund of  
11 the state to the economic development authority (IEDA), Iowa  
12 finance authority (IFA), department of workforce development  
13 (IWD), Iowa state university of science and technology (ISU),  
14 state university of Iowa, and university of northern Iowa.

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

18 For FY 2025-2026, the bill limits standing appropriations for  
19 the world food prize and tourism marketing.

20 The bill transfers certain moneys collected by the insurance  
21 division in excess of the anticipated gross revenues under Code  
22 section 505.7 to IEDA.

23 The bill also appropriates moneys for FY 2025-2026 from the  
24 special employment security contingency fund to IWD.

25 The auditor of state is requested to review the audit of IFA  
26 performed by the auditor hired by IFA.

27 The bill requires IEDA, the vocational rehabilitation services  
28 division of IWD, the state board of regents, and ISU to submit  
29 various reports to the general assembly.

30 DIVISION II — GAMBLING GAMES AND SPORTS WAGERING TAXES. Under  
31 current law, the standing appropriation to IEDA from the tax on  
32 adjusted gross receipts from gambling games is \$520,000. Under  
33 the bill, the standing appropriation to IEDA from the tax on  
34 adjusted gross receipts from gambling games is \$448,403.