

Senate Study Bill 1219 - 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, the primary road fund, and the
5 statutory allocations fund.

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

unofficial

1 Section 1. ROAD USE TAX FUND — FY 2025-2026. 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, 2025, and ending June 30, 2026, 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 \$ 17,611,473

11 b. Motor vehicles:

12 \$ 32,710,876

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

15 \$ 500,878

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 \$ 153,679

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 2025-2026. 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, 2025, and ending June 30, 2026, 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 \$346,489,821

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

31 \$ 3,076,822

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 \$ 3,726,405
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 inventory and equipment replacement:
10 \$ 40,818,240
11 8. For costs associated with the statewide interoperability
12 network:
13 \$ 442,162
14 9. For facility major maintenance and enhancement:
15 \$ 6,300,000
16 10. For facility routine maintenance and preservation:
17 \$ 8,050,000
18 11. For renovation of the Waterloo maintenance garage:
19 \$ 18,897,387

20 For purposes of section 8.33, unless specifically provided
21 otherwise, moneys appropriated in subsections 9 through 11 that
22 remain unencumbered or unobligated shall not revert but shall
23 remain available for expenditure for the purposes designated
24 until the close of the fiscal year that ends three years after
25 the end of the fiscal year for which the appropriation was made.
26 However, if the project or projects for which such appropriation
27 was made are completed in an earlier fiscal year, unencumbered or
28 unobligated moneys shall revert at the close of that same fiscal
29 year.

30 Sec. 3. Section 321.145, subsection 2, paragraph a, Code
31 2025, is amended by adding the following new subparagraph:

32 NEW SUBPARAGRAPH. (4) An amount necessary for the payment
33 of costs associated with producing and distributing driver's
34 licenses and nonoperator's identification cards, not to exceed
35 revenues derived from fees charged for driver's licenses and

1 nonoperator's identification cards, is appropriated to the
2 department for that purpose.

3 EXPLANATION

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

6 This bill makes appropriations from the road use tax fund,
7 the primary road fund, and the statutory allocations fund to the
8 department of transportation (DOT).

9 Appropriations for FY 2025-2026 from the road use tax
10 fund include appropriations for transportation operations,
11 motor vehicles, utility services, unemployment and workers'
12 compensation, indirect cost recoveries, audits, county issuance
13 of driver's licenses and vehicle registration and titling,
14 participation in the Mississippi river parkway commission, the
15 traffic and criminal software program and the mobile architecture
16 and communications handling program, and motor vehicle division
17 field facility maintenance projects and systems modernization.

18 Appropriations for FY 2025-2026 from the primary road fund
19 include appropriations for transportation operations, utility
20 services, unemployment and workers' compensation, indirect cost
21 recoveries, audits, inventory and equipment replacement, the
22 statewide interoperability network, major facility maintenance
23 and enhancement, routine facility maintenance and preservation,
24 and renovation of the Waterloo maintenance garage.

25 The bill amends Code section 321.145 relating to the
26 disposition of moneys from the statutory allocations fund
27 (SAF). Under current law, revenues derived from trailer
28 registration fees, fees charged for driver's licenses and
29 nonoperator's identification cards, fees charged for commercial
30 driver's license driving skills tests, fees charged for the
31 issuance of a certificate of title, the certificate of title
32 surcharge, revenues derived from the imposition of a use tax
33 on vehicles subject only to the issuance of a certificate
34 of title and manufactured housing, and revenues arising from
35 automobile rental excise taxes are deposited in the SAF. Current

1 law credits SAF moneys to the DOT to be used for purposes of
2 public transit assistance, to the motorcycle rider education
3 fund, and for the various purposes specified in Code section
4 321.34 relating to special registration plate fees. Any revenues
5 remaining in the SAF are credited to the road use tax fund.

6 The bill provides a standing appropriation from the SAF
7 to the DOT for an amount necessary for the payment of costs
8 associated with producing and distributing driver's licenses and
9 nonoperator's identification cards, not to exceed SAF revenues
10 derived from fees charged for driver's licenses and nonoperator's
11 identification cards. By operation of law, unused moneys from
12 the appropriation would revert to the SAF and be credited to the
13 road use tax fund in accordance with current law. In previous
14 fiscal years, the general assembly annually appropriated moneys
15 from the road use tax fund to the DOT for the payment of costs
16 associated with the production of driver's licenses.