

Senate Study Bill 3189 - Introduced

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

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:

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DIVISION I

FY 2026-2027 APPROPRIATIONS

Section 1. DEPARTMENT OF ADMINISTRATIVE SERVICES.

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

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

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

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

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

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

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

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

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

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

1 \$ 425,751

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

11 Sec. 2. DEPARTMENT OF ADMINISTRATIVE SERVICES — REVOLVING
12 FUNDS. There is appropriated to the department of administrative
13 services for the fiscal year beginning July 1, 2026, and ending
14 June 30, 2027, from the revolving funds designated in chapter 8A
15 and from internal service funds created by the department such
16 amounts as the department deems necessary for the operation of
17 the department consistent with the requirements of chapter 8A.

18 Sec. 3. DEPARTMENT OF ADMINISTRATIVE SERVICES — STATE
19 EMPLOYEE HEALTH INSURANCE ADMINISTRATION CHARGE. For the fiscal
20 year beginning July 1, 2026, and ending June 30, 2027, the
21 monthly per contract administrative charge which may be assessed
22 by the department of administrative services shall be \$2.00
23 per contract on all health insurance plans administered by the
24 department.

25 Sec. 4. AUDITOR OF STATE.

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

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

33 \$ 1,002,686

34 2. The auditor of state may retain additional full-time
35 equivalent positions as is reasonable and necessary to perform

1 governmental subdivision audits which are reimbursable pursuant
2 to section 11.20 or 11.21, to perform audits which are requested
3 by and reimbursable from the federal government, and to perform
4 work requested by and reimbursable from departments or agencies
5 pursuant to section 11.5A or 11.5B. The auditor of state shall
6 notify the department of management, the legislative fiscal
7 committee, and the legislative services agency of the additional
8 full-time equivalent positions retained.

9 3. The auditor of state shall allocate moneys from the
10 appropriation in this section solely for audit work related to
11 the annual comprehensive financial report, federally required
12 audits, and investigations of embezzlement, theft, or other
13 significant financial irregularities until the audit of the
14 annual comprehensive financial report is complete.

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

21 For salaries, support, maintenance, and miscellaneous
22 purposes:
23 \$ 1,045,432

24 Sec. 6. GOVERNOR AND LIEUTENANT GOVERNOR. There is
25 appropriated from the general fund of the state to the offices of
26 the governor and the lieutenant governor for the fiscal year
27 beginning July 1, 2026, and ending June 30, 2027, the following
28 amounts, or so much thereof as is necessary, to be used for the
29 purposes designated:

30 1. GENERAL OFFICE
31 For salaries, support, maintenance, and miscellaneous
32 purposes:
33 \$ 2,864,932

34 2. TERRACE HILL QUARTERS
35 For the governor's quarters at Terrace Hill, including

1 salaries, support, maintenance, and miscellaneous purposes:
2 \$ 144,222

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

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

9 1. ADMINISTRATION DIVISION

10 For salaries, support, maintenance, and miscellaneous
11 purposes:

12 \$ 808,285

13 2. ADMINISTRATIVE HEARINGS DIVISION

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

16 \$ 654,983

17 3. INVESTIGATIONS

18 a. For salaries, support, maintenance, and miscellaneous
19 purposes:

20 \$ 2,769,231

21 b. By December 1, 2026, the department shall submit a report
22 to the general assembly concerning the department's activities
23 relative to fraud in public assistance programs for the fiscal
24 year beginning July 1, 2025, and ending June 30, 2026. The
25 report must include but is not limited to a summary of the number
26 of cases investigated, case outcomes, overpayment dollars
27 identified, amount of cost avoidance, and actual dollars
28 recovered.

29 4. HEALTH FACILITIES

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

32 \$ 6,206,128

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

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

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

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

13 (4) Identification of state and federal survey trends, cited
14 regulations, the scope and severity of deficiencies identified,
15 and federal and state fines assessed and collected concerning
16 nursing and assisted living facilities and programs.

17 c. It is the intent of the general assembly that the
18 department continuously solicit input from health facilities
19 regulated by the department to assess and improve the
20 department's level of collaboration and to identify new
21 opportunities for cooperation.

22 5. EMPLOYMENT APPEAL BOARD

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

25 \$ 510,782

26 b. The employment appeal board shall be reimbursed by the
27 department for all costs associated with hearings conducted under
28 chapter 91C related to contractor registration. The board may
29 expend, in addition to the amount appropriated under this
30 subsection, additional amounts as are directly billable to the
31 department under this subsection and to retain the additional
32 full-time equivalent positions as needed to conduct hearings
33 required pursuant to chapter 91C.

34 c. The employment appeal board may temporarily exceed and
35 draw more than the amount appropriated in this subsection and

1 incur a negative cash balance as long as there are receivables of
2 federal funds equal to or greater than the negative balance and
3 the amount appropriated in this subsection is not exceeded at the
4 close of the fiscal year.

5 6. IOWA OFFICE OF CIVIL RIGHTS

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

8 \$ 1,338,921

9 b. The Iowa office of civil rights may enter into a contract
10 with a nonprofit organization to provide legal assistance to
11 resolve civil rights complaints.

12 7. LABOR SERVICES

13 a. For salaries, support, maintenance, and miscellaneous
14 purposes:

15 \$ 2,965,719

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

21 8. DIVISION OF WORKERS' COMPENSATION

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

24 \$ 3,381,044

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

30 9. PROFESSIONAL LICENSING

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

33 \$ 1,627,969

34 10. APPROPRIATION REALLOCATION

35 Notwithstanding section 8.39, the department of inspections,

1 appeals, and licensing, in consultation with the department of
2 management, may reallocate moneys appropriated in this section as
3 necessary to best fulfill the needs of the department of
4 inspections, appeals, and licensing provided for in the
5 appropriation. However, the department of inspections, appeals,
6 and licensing shall not reallocate moneys appropriated for labor
7 services or the division of workers' compensation.

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

10 1. For the fiscal year beginning July 1, 2026, and ending
11 June 30, 2027, the department of inspections, appeals, and
12 licensing shall collect any license or registration fees or
13 electronic transaction fees generated during the fiscal year as
14 a result of licensing and registration activities under chapters
15 99B, 137C, 137D, and 137F.

16 2. From the fees collected by the department under this
17 section on behalf of a municipal corporation with which the
18 department has an agreement pursuant to section 137F.3, through a
19 statewide electronic licensing system operated by the department,
20 notwithstanding section 137F.6, subsection 2, the department
21 shall remit the amount of those fees to the municipal corporation
22 for whom the fees were collected less any electronic transaction
23 fees collected by the department to enable electronic payment.

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

28 4. From the fees collected by the department under this
29 section, other than those fees described in subsections 2 and 3,
30 the department shall retain the remainder of the fees for the
31 purposes of enforcing the provisions of chapters 99B, 137C, 137D,
32 and 137F. Notwithstanding section 8.33, moneys retained by the
33 department pursuant to this subsection that remain unencumbered
34 or unobligated at the close of the fiscal year shall not revert
35 but shall remain available for expenditure for the purposes

1 of enforcing the provisions of chapters 99B, 137C, 137D, and
2 137F during the succeeding fiscal year. The department shall
3 provide an annual report to the department of management and
4 the legislative services agency on fees billed and collected and
5 expenditures from the moneys retained by the department in a
6 format determined by the department of management in consultation
7 with the legislative services agency.

8 Sec. 9. DEPARTMENT OF INSPECTIONS, APPEALS, AND LICENSING —
9 RACING AND GAMING COMMISSION — RACING AND GAMING REGULATION.

10 There is appropriated from the gaming regulatory revolving fund
11 created in section 99F.20 to the racing and gaming commission of
12 the department of inspections, appeals, and licensing 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 miscellaneous purposes
17 for regulation, administration, and enforcement of pari-mutuel
18 racetracks, excursion boat gambling, gambling structure laws,
19 sports wagering, and fantasy sports contests:

20 \$ 8,049,999

21 Sec. 10. DEPARTMENT OF INSPECTIONS, APPEALS, AND LICENSING —
22 ROAD USE TAX FUND. There is appropriated from the road use tax
23 fund created in section 312.1 to the administrative hearings
24 division of the department of inspections, appeals, and licensing
25 for the fiscal year beginning July 1, 2026, and ending June 30,
26 2027, the following amount, or so much thereof as is necessary,
27 to be used for the purposes designated:

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

30 \$ 1,623,897

31 Sec. 11. DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES —
32 COMMERCE REVOLVING FUND. There is appropriated from the commerce
33 revolving fund created in section 546.12 to the department of
34 insurance and financial services for the fiscal year beginning
35 July 1, 2026, and ending June 30, 2027, the following amounts, or

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

3 1. BANKING DIVISION

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

6 \$ 14,881,690

7 2. CREDIT UNION DIVISION

8 For salaries, support, maintenance, and miscellaneous
9 purposes:

10 \$ 3,018,710

11 3. INSURANCE DIVISION

12 a. For salaries, support, maintenance, and miscellaneous
13 purposes:

14 \$ 11,010,719

15 b. The insurance division expenditures for examination
16 purposes may exceed the projected receipts, refunds, and
17 reimbursements, estimated pursuant to section 505.7, subsection
18 7, including the expenditures for retention of additional
19 personnel, if the expenditures are fully reimbursable and the
20 division first does all of the following:

21 (1) Notifies the department of management, the legislative
22 services agency, and the legislative fiscal committee of the need
23 for the expenditures.

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

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

33 For deposit in the captive insurance regulatory and
34 supervision fund created in section 521J.12 for use as provided
35 in section 521J.12, including salaries, support, maintenance, and

1 miscellaneous purposes:

2 \$ 450,000

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

8 1. For enterprise resource planning, providing for a salary
9 model administrator, conducting performance audits, the
10 department's LEAN process, and criminal and juvenile justice
11 planning; and for salaries, support, maintenance, and
12 miscellaneous purposes:

13 \$ 3,666,154

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

16 \$ 4,421,887

17 b. Of the moneys appropriated in this subsection, \$325,000 is
18 allocated to providing cybersecurity services to local
19 governments.

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

22 1. There is appropriated to the department of management for
23 the fiscal year beginning July 1, 2026, and ending June 30, 2027,
24 from the revolving funds designated in chapter 8, subchapter XI,
25 and from internal service funds created under section 8.92, such
26 amounts as the department deems necessary for the operation of
27 the department pursuant to and consistent with the requirements
28 of chapter 8, subchapter XI.

29 2. a. Notwithstanding section 321A.3, subsection 1, for the
30 fiscal year beginning July 1, 2026, and ending June 30, 2027,
31 the first \$750,000 collected and transferred to the treasurer
32 of state with respect to the fees for transactions involving
33 the furnishing of a certified abstract of a vehicle operating
34 record under section 321A.3, subsection 1, shall be transferred
35 to the IowAccess revolving fund created in section 8.90 for the

1 purposes of developing, implementing, maintaining, and expanding
2 electronic access to government records as provided by law.

3 b. All fees collected with respect to transactions involving
4 IowAccess shall be deposited in the IowAccess revolving fund
5 created under section 8.90 and shall be used only for the support
6 of IowAccess projects.

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

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

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

15 \$ 56,000

16 Sec. 16. IPERS — GENERAL OFFICE. There is appropriated from
17 the Iowa public employees' retirement fund created in section
18 97B.7 to the Iowa public employees' retirement system for the
19 fiscal year beginning July 1, 2026, and ending June 30, 2027, the
20 following amount, or so much thereof as is necessary, to be used
21 for the purposes designated:

22 For salaries, support, maintenance, and other operational
23 purposes to pay the costs of the Iowa public employees'
24 retirement system:

25 \$ 26,330,702

26 Sec. 17. IOWA PUBLIC INFORMATION BOARD. There is
27 appropriated from the general fund of the state to the Iowa
28 public information board for the fiscal year beginning July 1,
29 2026, and ending June 30, 2027, the following amount, or so much
30 thereof as is necessary, to be used for the purposes designated:

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

33 \$ 467,227

34 Sec. 18. DEPARTMENT OF REVENUE.

35 1. There is appropriated from the general fund of the state

1 to the department of revenue for the fiscal year beginning July
2 1, 2026, and ending June 30, 2027, the following amount, or so
3 much thereof as is necessary, to be used for the purposes
4 designated:

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

7 \$ 15,378,678

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

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

16 Sec. 19. DEPARTMENT OF REVENUE — MOTOR VEHICLE FUEL TAX
17 FUND. There is appropriated from the motor vehicle fuel tax fund
18 created pursuant to section 452A.77 to the department of revenue
19 for the fiscal year beginning July 1, 2026, and ending June 30,
20 2027, the following amount, or so much thereof as is necessary,
21 to be used for the purposes designated:

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

26 \$ 1,305,775

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

32 1. ADMINISTRATION AND ELECTIONS

33 a. For salaries, support, maintenance, and miscellaneous
34 purposes:

35 \$ 2,566,697

1 b. The state department or agency that provides data
2 processing services to support voter registration file
3 maintenance and storage shall provide those services without
4 charge.

5 2. BUSINESS SERVICES

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

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 \$ 195,400

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

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

30 Sec. 23. TREASURER OF STATE.

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

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

3 \$ 1,046,415

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

8 \$ 200,000

9 2. The office of treasurer of state shall supply
10 administrative support for the executive council.

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

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

19 \$ 316,788

20 Sec. 25. IOWA UTILITIES COMMISSION.

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

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

28 \$ 12,080,831

29 2. The Iowa utilities commission may expend additional
30 moneys, including moneys for additional personnel, if those
31 additional expenditures are actual expenses which exceed the
32 moneys budgeted for utility regulation and the expenditures are
33 fully reimbursable. Before the commission expends or encumbers
34 an amount in excess of the moneys budgeted for regulation, the
35 commission shall first do all of the following:

1 a. Notify the department of management, the legislative
2 services agency, and the legislative fiscal committee of the need
3 for the expenditures.

4 b. File with each of the entities named in paragraph "a" the
5 legislative and regulatory justification for the expenditures,
6 along with an estimate of the expenditures.

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

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

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

28 For the enforcement of chapter 453D relating to tobacco
29 product manufacturers under section 453D.8:
30 \$ 17,525

31 DIVISION II

32 DEPOSIT OF CERTAIN FEES

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

35 NEW PARAGRAPH. c. The fees collected by the director under

1 this subsection shall be deposited in the licensing and
2 regulation fund created in section 10A.507.

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

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

17 ~~b.~~ The director shall establish a local fire protection and
18 emergency medical service providers grant program to provide
19 grants in the following order of priority:

20 (1) a. Local fire protection service providers and local
21 emergency medical service providers to establish or provide
22 fireworks safety education programming to members of the public,
23 and for the purchase of necessary enforcement, protection, or
24 emergency response equipment related to the sale and use of
25 consumer fireworks in this state.

26 (2) b. Local volunteer fire protection service providers for
27 the purchase of necessary enforcement, protection, or emergency
28 response equipment.

29 Sec. 31. Section 10A.520, subsection 3, Code 2026, is amended
30 to read as follows:

31 3. The director shall establish an annual registration fee of
32 one thousand dollars for wholesalers of consumer fireworks within
33 the state. Registration fees collected pursuant to this section
34 shall be deposited in the ~~consumer fireworks fee fund created in~~
35 section 10A.519 licensing and regulation fund created in section

1 10A.507.

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

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

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

17 **99B.58 Electrical or mechanical amusement devices — special**
18 **fund deposit of fees.**

19 Fees collected by the department pursuant to sections 99B.53
20 and 99B.56 shall be deposited in a ~~special fund created in~~
21 ~~the state treasury.~~ Moneys in the fund are ~~appropriated to~~
22 ~~the department of inspections, appeals, and licensing and the~~
23 ~~department of public safety for administration and enforcement~~
24 ~~of this subchapter, including employment of necessary personnel.~~
25 ~~The distribution of moneys in the fund to the department of~~
26 ~~inspections, appeals, and licensing and the department of public~~
27 ~~safety shall be pursuant to a written policy agreed upon by~~
28 ~~the departments.~~ Notwithstanding section 12C.7, subsection 2,
29 ~~interest or earnings on moneys deposited in the fund shall be~~
30 ~~credited to the fund.~~ Notwithstanding section 8.33, moneys
31 ~~remaining in the fund at the end of a fiscal year shall not~~
32 ~~revert to the general fund of the state~~ the licensing and
33 regulation fund created in section 10A.507.

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

1 devices special fund and requires the moneys that were deposited
2 in those funds to be deposited in the licensing and regulation
3 fund. The bill also eliminates the provision requiring moneys
4 collected from a professional boxing event to be used to award
5 grants to organizations that promote amateur boxing matches
6 and requires the moneys to be deposited in the licensing and
7 regulation fund.

8 Under current law, 40 percent of nonexamination revenues paid
9 to the insurance division or the department of revenue are
10 deposited in the commerce revolving fund, while the rest of the
11 nonexamination revenues are deposited in the general fund of the
12 state. The bill requires all such nonexamination revenues to be
13 deposited in the commerce revolving fund.

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