

House Study Bill 763 - Introduced

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

A BILL FOR

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

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

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

9 a. Transportation operations:
10 \$ 17,723,539

11 b. Motor vehicles:
12 \$ 34,234,969

13 2. For payments to the department of administrative
14 services and the department of management for utility services:
15 \$ 1,823,348

16 3. For unemployment compensation:
17 \$ 7,000

18 4. For payments to the department of administrative
19 services for paying workers' compensation claims under chapter
20 85 on behalf of employees of the department of transportation:
21 \$ 199,907

22 5. For payment to the general fund of the state for indirect
23 cost recoveries:
24 \$ 90,000

25 6. For reimbursement to the auditor of state for audit
26 expenses as provided in [section 11.5B](#):
27 \$ 107,884

28 7. For automation, telecommunications, and related costs
29 associated with the county issuance of driver's licenses and
30 vehicle registrations and titles:
31 \$ 1,406,000

32 8. For costs associated with participation in the
33 Mississippi 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
8 systems 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
15 after the end of the fiscal year for which the appropriation
16 was made. However, if the project or projects for which the
17 appropriation was made are completed in an earlier fiscal year,
18 unencumbered or unobligated moneys shall revert at the close of
19 that same fiscal year.

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

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

28 \$348,619,071

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

31 \$ 11,200,563

32 3. For unemployment compensation:

33 \$ 138,000

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

1 chapter 85 on behalf of the employees of the department of
2 transportation:
3 \$ 4,835,877
4 5. For payment to the general fund of the state for indirect
5 cost recoveries:
6 \$ 660,000
7 6. For reimbursement to the auditor of state for audit
8 expenses as provided in [section 11.5B](#):
9 \$ 662,716
10 7. For costs associated with producing transportation maps:
11 \$ 195,000
12 8. For inventory and equipment replacement:
13 \$ 23,623,165
14 9. For costs associated with the statewide interoperability
15 network:
16 \$ 442,162
17 10. For facility major maintenance and enhancement:
18 \$ 7,300,000
19 11. For facility routine maintenance and preservation:
20 \$ 8,050,000
21 12. For replacement of the Alton maintenance garage:
22 \$ 13,000,000
23 For purposes of [section 8.33](#), unless specifically provided
24 otherwise, moneys appropriated in subsections 10 through 12
25 that remain unencumbered or unobligated shall not revert
26 but shall remain available for expenditure for the purposes
27 designated until the close of the fiscal year that ends
28 three years after the end of the fiscal year for which the
29 appropriation was made. However, if the project or projects
30 for which such appropriation was made are completed in an
31 earlier fiscal year, unencumbered or unobligated moneys shall
32 revert at the close of that same fiscal year.
33 Sec. 3. 2023 Iowa Acts, chapter 117, section 2, unnumbered
34 paragraph 2, is amended to read as follows:
35 For purposes of [section 8.33](#), unless specifically provided

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

EXPLANATION

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

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

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

31 Appropriations for FY 2026-2027 from the primary road fund
 32 include appropriations for transportation operations, utility
 33 services, unemployment and workers' compensation, indirect
 34 cost recoveries, audits, transportation maps, inventory and
 35 equipment replacement, the statewide interoperability network,

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1 major facility maintenance and enhancement, routine facility
2 maintenance and preservation, and the Alton maintenance garage.
3 The bill provides that an FY 2023-2024 appropriation for
4 replacement of the Davenport highway operations complex will
5 remain available until the close of FY 2027-2028.