

**Senate Study Bill 3186 - 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.

16 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.