HOUSE FILE 2454 BY COMMITTEE ON APPROPRIATIONS

(SUCCESSOR TO LSB 5011JB)

(As Amended and Passed by the House April 14, 2016)

# A BILL FOR

- 1 An Act relating to and making appropriations involving state
- 2 government entities involved with agriculture, natural
- 3 resources, and environmental protection, and including
- 4 effective date provisions.
- 5 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 DIVISION I DEPARTMENT OF AGRICULTURE AND LAND STEWARDSHIP 2 GENERAL APPROPRIATIONS FOR FY 2016-2017 3 4 Section 1. 2015 Iowa Acts, chapter 132, section 24, is 5 amended to read as follows: 6 SEC. 24. GENERAL FUND - DEPARTMENT. 7 There is appropriated from the general fund of the state 1. 8 to the department of agriculture and land stewardship for the 9 fiscal year beginning July 1, 2016, and ending June 30, 2017, 10 the following amount, or so much thereof as is necessary, to be 11 used for the purposes designated: 12 For purposes of supporting the department, including its 13 divisions, for administration, regulation, and programs; for 14 salaries, support, maintenance, and miscellaneous purposes; and 15 for not more than the following full-time equivalent positions: 16 ..... \$ <del>8,827,746</del> 17 17,655,492 18 ..... FTEs 372.00 2. Of the amount appropriated in subsection 1, the following 19 20 amount is transferred to Iowa state university of science and 21 technology, to be used for the university's midwest grape and 22 wine industry institute: 144,000 23 ..... \$ 24 288,000 25 3. The department shall submit a report each quarter of the 26 fiscal year to the legislative services agency, the department 27 of management, the members of the joint appropriations 28 subcommittee on agriculture and natural resources, and the 29 chairpersons and ranking members of the senate and house 30 committees on appropriations. The report shall describe in 31 detail the expenditure of moneys appropriated in this section 32 to support the department's administration, regulation, and 33 programs. 34 DESIGNATED APPROPRIATIONS MISCELLANEOUS FUNDS 35

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1 Sec. 2. 2015 Iowa Acts, chapter 132, section 25, is amended 2 to read as follows: 3 4 HORSE AND DOG RACING. There is appropriated from the moneys 5 available under section 99D.13 to the department of agriculture 6 and land stewardship for the fiscal year beginning July 1, 7 2016, and ending June 30, 2017, the following amount, or so 8 much thereof as is necessary, to be used for the purposes 9 designated: For purposes of supporting the department's 10 1. 11 administration and enforcement of horse and dog racing law 12 pursuant to section 99D.22, including for salaries, support, 13 maintenance, and miscellaneous purposes: 14 ..... \$ 152,758 15 295,516 16 2. For allocation to the Iowa junior angus association in 17 connection with the 2016 national junior angus show: 18 \_.....\$ 10,000 Sec. 3. 2015 Iowa Acts, chapter 132, section 26, is amended 19 20 to read as follows: 21 SEC. 26. RENEWABLE FUEL INFRASTRUCTURE FUND - MOTOR FUEL 22 INSPECTION. 23 There is appropriated from the renewable fuel 1. 24 infrastructure fund created in section 159A.16 to the 25 department of agriculture and land stewardship for the fiscal 26 year beginning July 1, 2016, and ending June 30, 2017, the 27 following amount, or so much thereof as is necessary, to be 28 used for the purposes designated: 29 For purposes of the inspection of motor fuel, including 30 salaries, support, maintenance, and miscellaneous purposes: 31 ..... 250,000 Ś 32 500,000 33 2. The department shall establish and administer programs 34 for the auditing of motor fuel including biofuel processing 35 and production plants, for screening and testing motor fuel,

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1 including renewable fuel, and for the inspection of motor fuel 2 sold by dealers including retail dealers who sell and dispense 3 motor fuel from motor fuel pumps. 4 SPECIAL APPROPRIATIONS GENERAL FUND 5 Sec. 4. 2015 Iowa Acts, chapter 132, section 27, is amended 6 7 to read as follows: SEC. 27. DAIRY REGULATION. 8 1. There is appropriated from the general fund of the state 9 10 to the department of agriculture and land stewardship for the 11 fiscal year beginning July 1, 2016, and ending June 30, 2017, 12 the following amount, or so much thereof as is necessary, to be 13 used for the purposes designated: For purposes of performing functions pursuant to section 14 15 192.109, including conducting a survey of grade "A" milk and 16 certifying the results to the secretary of agriculture: 94,598 17 ..... \$ 18 189,196 19 2. Notwithstanding section 8.33, moneys appropriated in 20 this section that remain unencumbered or unobligated at the 21 close of the fiscal year shall not revert but shall remain 22 available to be used for the purposes designated until the 23 close of the succeeding fiscal year. 24 2015 Iowa Acts, chapter 132, section 28, is amended Sec. 5. 25 to read as follows: 26 SEC. 28. LOCAL FOOD AND FARM PROGRAM. There is appropriated from the general fund of the state 27 1. 28 to the department of agriculture and land stewardship for the 29 fiscal year beginning July 1, 2016, and ending June 30, 2017, 30 the following amount, or so much thereof as is necessary, to be 31 used for the purposes designated: For purposes of supporting the local food and farm program 32 33 pursuant to chapter 267A: 37,500 34 .....\$ 35 75,000 HF 2454 (2) 86

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2. The department shall enter into a cost-sharing agreement 2 with Iowa state university of science and technology to support 3 the local food and farm program coordinator position as part of 4 the university's cooperative extension service in agriculture 5 and home economics pursuant to chapter 267A.

6 3. Notwithstanding section 8.33, moneys appropriated in 7 this section that remain unencumbered or unobligated at the 8 close of the fiscal year shall not revert but shall remain 9 available to be used for the purposes designated until the 10 close of the succeeding fiscal year.

11 Sec. 6. 2015 Iowa Acts, chapter 132, section 29, is amended 12 to read as follows:

13 SEC. 29. AGRICULTURAL EDUCATION.

14 1. There is appropriated from the general fund of the state 15 to the department of agriculture and land stewardship for the 16 fiscal year beginning July 1, 2016, and ending June 30, 2017, 17 the following amount, or so much thereof as is necessary, to be 18 used for the purposes designated:

19 For purposes of allocating moneys to an Iowa association 20 affiliated with a national organization which promotes 21 agricultural education providing for future farmers:

22 ..... \$ <del>12,500</del> 23 <u>25,000</u>

24 2. Notwithstanding section 8.33, moneys appropriated for 25 the fiscal year beginning July 1, 2016, in this section that 26 remain unencumbered or unobligated at the close of the fiscal 27 year shall not revert but shall remain available to be used 28 for the purposes designated until the close of the succeeding 29 fiscal year.

30 Sec. 7. 2015 Iowa Acts, chapter 132, section 30, is amended 31 to read as follows:

32 SEC. 30. FARMERS WITH DISABILITIES PROGRAM.

33 1. There is appropriated from the general fund of the state 34 to the department of agriculture and land stewardship for the 35 fiscal year beginning July 1, 2016, and ending June 30, 2017,

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1 the following amount, or so much thereof as is necessary, to be 2 used for the purposes designated: For purposes of supporting a program for farmers with 3 4 disabilities: 5 \$ 65,000 . . . . . . . . . 6 130,000 7 The moneys appropriated in subsection 1 shall be used for 2. 8 the public purpose of providing a grant to a national nonprofit 9 organization with over 80 years of experience in assisting 10 children and adults with disabilities and special needs. The 11 moneys shall be used to support a nationally recognized program 12 that began in 1986 and has been replicated in at least 30 other 13 states, but which is not available through any other entity 14 in this state, and that provides assistance to farmers with 15 disabilities in all 99 counties to allow the farmers to remain 16 in their own homes and be gainfully engaged in farming through 17 provision of agricultural worksite and home modification 18 consultations, peer support services, services to families, 19 information and referral, and equipment loan services. 20 3. Notwithstanding section 8.33, moneys appropriated in 21 this section that remain unencumbered or unobligated at the 22 close of the fiscal year shall not revert but shall remain 23 available for expenditure for the purposes designated until the 24 close of the succeeding fiscal year. 25 DIVISION II 26 GENERAL FUND 27 DEPARTMENT OF AGRICULTURE AND LAND STEWARDSHIP 28 WATER QUALITY INITIATIVE APPROPRIATIONS FOR FY 2016-2017 29 30 2015 Iowa Acts, chapter 132, section 31, is amended Sec. 8. 31 to read as follows: SEC. 31. WATER QUALITY INITIATIVE - GENERAL. 32 33 1. There is appropriated from the general fund of the state 34 to the department of agriculture and land stewardship for the 35 fiscal year beginning July 1, 2016, and ending June 30, 2017,

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1 the following amount, or so much thereof as is necessary, to be 2 used for the purposes designated: For deposit in the water quality initiative fund created in 3 4 section 466B.45, for purposes of supporting the water quality 5 initiative administered by the division of soil conservation 6 and water quality as provided in section 466B.42, including 7 salaries, support, maintenance, and miscellaneous purposes: \$ 2,200,000 8 9 4,400,000 The moneys appropriated in subsection 1 shall be 10 2. a. 11 used to support projects in subwatersheds as designated by the 12 division that are part of high-priority watersheds identified 13 by the water resources coordinating council established 14 pursuant to section 466B.3. 15 b. The moneys appropriated in subsection 1 shall be used to 16 support projects in watersheds generally, including regional 17 watersheds, as designated by the division and high-priority 18 watersheds identified by the water resources coordinating 19 council established pursuant to section 466B.3. In supporting projects in subwatersheds and watersheds 20 3. 21 as provided in subsection 2, all of the following shall apply: The demonstration projects shall utilize water quality 22 a. 23 practices as described in the latest revision of the document 24 entitled "Iowa Nutrient Reduction Strategy" initially presented 25 in November 2012 by the department of agriculture and land 26 stewardship, the department of natural resources, and Iowa 27 state university of science and technology. 28 b. The division shall implement demonstration projects as 29 provided in paragraph "a" by providing for participation by 30 persons who hold a legal interest in agricultural land used in 31 farming. To every extent practical, the division shall provide 32 for collaborative participation by such persons who hold a 33 legal interest in agricultural land located within the same 34 subwatershed.

35 c. The division shall implement a demonstration project on

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1 a cost-share basis as determined by the division. However, the 2 state's share of the amount shall not exceed 50 percent of the 3 estimated cost of establishing the practice as determined by 4 the division or 50 percent of the actual cost of establishing 5 the practice, whichever is less.

d. The demonstration projects shall be used to educate other
7 persons about the feasibility and value of establishing similar
8 water quality practices. The division shall promote field day
9 events for purposes of allowing interested persons to establish
10 water quality practices on their agricultural land.

e. The division shall conduct water quality evaluations within supported subwatersheds. Within a reasonable period after accumulating information from such evaluations, the division shall create an aggregated database of water quality practices. Any information identifying a person holding a legal interest in agricultural land or specific agricultural land shall be a confidential record under section 22.7.

18 4. The moneys appropriated in subsection 1 shall be used 19 to support education and outreach in a manner that encourages 20 persons who hold a legal interest in agricultural land used for 21 farming to implement water quality practices, including the 22 establishment of such practices in watersheds generally, and 23 not limited to subwatersheds or high-priority watersheds. 24 5. The moneys appropriated in subsection 1 may be used

25 to contract with persons to coordinate the implementation of 26 efforts provided in this section.

6. The moneys appropriated in subsection 1 may be used by the department to support urban soil and water conservation efforts, which may include but are not limited to management practices related to bioretention, landscaping, the use of permeable or pervious pavement, and soil quality restoration. The moneys shall be allocated on a cost-share basis as provided in chapter 161A.

34 7. Notwithstanding any other provision of law to the 35 contrary, the department may use moneys appropriated in

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1 subsection 1 to carry out the provisions of this section on a 2 cost-share basis in combination with other moneys available to 3 the department from a state or federal source. 4 8. Not more than 10 percent of the moneys appropriated in 5 this section may be used to pay for the costs of administering 6 and implementing the water quality initiative by the 7 department's division of soil conservation and water quality as 8 provided in section 466B.42 and this section. 9 DIVISION III 10 DEPARTMENT OF NATURAL RESOURCES GENERAL APPROPRIATIONS FOR FY 2016-2017 11 12 Sec. 9. 2015 Iowa Acts, chapter 132, section 32, is amended 13 to read as follows: SEC. 32. GENERAL FUND - DEPARTMENT. 14 15 There is appropriated from the general fund of the state 1. 16 to the department of natural resources for the fiscal year 17 beginning July 1, 2016, and ending June 30, 2017, the following 18 amount, or so much thereof as is necessary, to be used for the 19 purposes designated: For purposes of supporting the department, including its 20 21 divisions, for administration, regulation, and programs; for 22 salaries, support, maintenance, and miscellaneous purposes; and 23 for not more than the following full-time equivalent positions: 24 ..... \$ <del>6,431,154</del> 25 12,862,307 26 ..... 1,145.95 FTEs 2. Of the number of full-time equivalent positions 27 28 authorized to the department pursuant to subsection 1, 50.00 29 full-time equivalent positions shall be allocated by the 30 department for seasonal employees for purposes of providing 31 maintenance, upkeep, and sanitary services at state parks. 32 This subsection shall not impact park ranger or park manager 33 positions within the department. 34 The department shall submit a report each quarter of the 3.

35 fiscal year to the legislative services agency, the department

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1 of management, the members of the joint appropriations 2 subcommittee on agriculture and natural resources, and the 3 chairpersons and ranking members of the senate and house 4 committees on appropriations. The report shall describe in 5 detail the expenditure of moneys appropriated under this 6 section to support the department's administration, regulation, 7 and programs.

8 Sec. 10. 2015 Iowa Acts, chapter 132, section 33, is amended 9 to read as follows:

10 SEC. 33. STATE FISH AND GAME PROTECTION FUND — REGULATION 11 AND ADVANCEMENT OF OUTDOOR ACTIVITIES.

12 1. There is appropriated from the state fish and game 13 protection fund to the department of natural resources for the 14 fiscal year beginning July 1, 2016, and ending June 30, 2017, 15 the following amount, or so much thereof as is necessary, to be 16 used for the purposes designated:

For purposes of supporting the regulation or advancement of hunting, fishing, or trapping, or the protection, propagation, restoration, management, or harvest of fish or wildlife, including for administration, regulation, law enforcement, and programs; and for salaries, support, maintenance, equipment, and miscellaneous purposes:

23 ..... \$ <del>20,611,613</del> 24 <u>42,044,573</u>

25 2. Notwithstanding section 455A.10, the department may use 26 the unappropriated balance remaining in the state fish and game 27 protection fund to provide for the funding of health and life 28 insurance premium payments from unused sick leave balances of 29 conservation peace officers employed in a protection occupation 30 who retire, pursuant to section 97B.49B.

31 3. Notwithstanding section 455A.10, the department of 32 natural resources may use the unappropriated balance remaining 33 in the state fish and game protection fund for the fiscal 34 year beginning July 1, 2016, and ending June 30, 2017, as is 35 necessary to fund salary adjustments for departmental employees

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1 for which the general assembly has made an operating budget 2 appropriation in subsection 1. Sec. 11. 2015 Iowa Acts, chapter 132, section 34, is amended 3 4 to read as follows: SEC. 34. GROUNDWATER PROTECTION FUND - WATER QUALITY. 5 6 There is appropriated from the groundwater protection fund 7 created in section 455E.11 to the department of natural 8 resources for the fiscal year beginning July 1, 2016, 9 and ending June 30, 2017, from those moneys which are not 10 allocated pursuant to that section, the following amount, or 11 so much thereof as is necessary, to be used for the purposes 12 designated: For purposes of supporting the department's protection 13 14 of the state's groundwater, including for administration, 15 regulation, and programs, and for salaries, support, 16 maintenance, equipment, and miscellaneous purposes: 17 ..... \$ <del>1,727,916</del> 18 3,455,832 19 DESIGNATED APPROPRIATIONS 20 MISCELLANEOUS FUNDS 21 Sec. 12. 2015 Iowa Acts, chapter 132, section 35, is amended 22 to read as follows: 23 SEC. 35. SPECIAL SNOWMOBILE FUND - SNOWMOBILE PROGRAM. 24 There is appropriated from the special snowmobile fund created 25 under section 321G.7 to the department of natural resources for 26 the fiscal year beginning July 1, 2016, and ending June 30, 27 2017, the following amount, or so much thereof as is necessary, 28 to be used for the purpose designated: 29 For purposes of administering and enforcing the state 30 snowmobile programs: 31 ..... 50,000 Ś 32 100,000 33 Sec. 13. 2015 Iowa Acts, chapter 132, section 36, is amended 34 to read as follows: SEC. 36. UNASSIGNED REVENUE FUND - UNDERGROUND STORAGE 35

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1 TANKS SECTION EXPENSES. There is appropriated from the 2 unassigned revenue fund administered by the Iowa comprehensive 3 petroleum underground storage tank fund board established 4 pursuant to section 455G.4 to the department of natural 5 resources for the fiscal year beginning July 1, 2016, and 6 ending June 30, 2017, the following amount, or so much thereof 7 as is necessary, to be used for the purpose designated: 8 For purposes of paying for administration expenses of the 9 department's underground storage tanks section: 10 ..... \$ 100,000 11 200,000 12 SPECIAL APPROPRIATIONS 13 GENERAL FUND Sec. 14. 2015 Iowa Acts, chapter 132, section 37, is amended 14 15 to read as follows: 16 SEC. 37. FLOODPLAIN MANAGEMENT AND DAM SAFETY. 17 1. There is appropriated from the general fund of the state 18 to the department of natural resources for the fiscal year 19 beginning July 1, 2016, and ending June 30, 2017, the following 20 amount, or so much thereof as is necessary, to be used for the 21 purpose designated: 22 For purposes of supporting floodplain management and dam 23 safety: 24 ..... Ś <del>975,000</del> 25 1,950,000 2. Of the amount appropriated in subsection 1, up to 26 27 \$200,000 \$400,000 may be used by the department to acquire or 28 install stream gages for purposes of tracking and predicting 29 flood events and for compiling necessary data to improve flood 30 frequency analysis. Notwithstanding section 8.33, moneys appropriated in 31 3. 32 subsection 1 that remain unencumbered or unobligated at the 33 close of the fiscal year shall not revert but shall remain 34 available for expenditure for the purposes designated until the 35 close of the succeeding fiscal year.

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1 2015 Iowa Acts, chapter 132, section 38, is amended Sec. 15. 2 to read as follows: SEC. 38. FORESTRY HEALTH MANAGEMENT. 3 4 1. There is appropriated from the general fund of the state 5 to the department of natural resources for the fiscal year 6 beginning July 1, 2016, and ending June 30, 2017, the following 7 amount, or so much thereof as is necessary, to be used for the 8 purposes designated: 9 For purposes of providing for forestry health management 10 programs: 11 ..... \$ 250,000 12 500,000 13 2. Notwithstanding section 8.33, moneys appropriated in 14 this section that remain unencumbered or unobligated at the 15 close of the fiscal year shall not revert but shall remain 16 available to be used for the purposes designated until the 17 close of the succeeding fiscal year. 18 DIVISION IV 19 IOWA STATE UNIVERSITY 20 SPECIAL GENERAL FUND APPROPRIATIONS FOR FY 2016-2017 21 VETERINARY DIAGNOSTIC LABORATORY 22 2015 Iowa Acts, chapter 132, section 39, is amended Sec. 16. 23 to read as follows: 24 SEC. 39. VETERINARY DIAGNOSTIC LABORATORY. 25 1. There is appropriated from the general fund of the state 26 to Iowa state university of science and technology for the 27 fiscal year beginning July 1, 2016, and ending June 30, 2017, 28 the following amount, or so much thereof as is necessary, to be 29 used for the purposes designated: For purposes of supporting the college of veterinary 30 31 medicine for the operation of the veterinary diagnostic 32 laboratory and for not more than the following full-time 33 equivalent positions: 34 ..... \$ 2,000,000 35 4,000,000

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FTEs 51.00 1 .... 2. a. Iowa state university of science and technology 2 3 shall not reduce the amount that it allocates to support the 4 college of veterinary medicine from any other source due to the 5 appropriation made in this section. b. Paragraph "a" does not apply to a reduction made to 6 7 support the college of veterinary medicine, if the same 8 percentage of reduction imposed on the college of veterinary 9 medicine is also imposed on all of Iowa state university of 10 science and technology's budget units. If by June 30, 2017, Iowa state university of science and 11 3. 12 technology fails to allocate the moneys appropriated in this 13 section to the college of veterinary medicine in accordance 14 with this section, the moneys appropriated in this section for 15 that fiscal year shall revert to the general fund of the state. 16 WATER QUALITY INITIATIVE Sec. 17. 2015 Iowa Acts, chapter 132, section 40, is amended 17 18 to read as follows: 19 SEC. 40. IOWA NUTRIENT RESEARCH CENTER. 20 There is appropriated from the general fund of the state 1. 21 to Iowa state university of science and technology for the 22 fiscal year beginning July 1, 2016, and ending June 30, 2017, 23 the following amount, or so much thereof as is necessary, to be 24 used for the purposes designated: 25 For purposes of supporting an Iowa nutrient research center 26 as established in section 466B.47: 27 ..... \$ 662,500 28 1,325,000 29 2. Notwithstanding section 8.33, moneys appropriated in 30 this section that remain unencumbered or unobligated at the 31 close of the fiscal year shall not revert but shall remain 32 available for expenditure for the purposes designated until the 33 close of the succeeding fiscal year. 34 DIVISION V ENVIRONMENT FIRST FUND 35

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1 GENERAL APPROPRIATIONS FOR FY 2016-2017 2 Sec. 18. 2015 Iowa Acts, chapter 132, section 41, is amended 3 to read as follows: SEC. 41. DEPARTMENT OF AGRICULTURE AND LAND STEWARDSHIP. 4 5 There is appropriated from the environment first fund created 6 in section 8.57A to the department of agriculture and land 7 stewardship for the fiscal year beginning July 1, 2016, and 8 ending June 30, 2017, the following amounts, or so much thereof 9 as is necessary, to be used for the purposes designated: 10 CONSERVATION RESERVE ENHANCEMENT PROGRAM (CREP) 1. 11 a. For the conservation reserve enhancement program to 12 restore and construct wetlands for the purposes of intercepting 13 tile line runoff, reducing nutrient loss, improving water 14 quality, and enhancing agricultural production practices: Ś 500,000 15 ..... 16 1,000,000 b. Not more than 10 percent of the moneys appropriated 17 18 in paragraph "a" may be used for costs of administration and 19 implementation of soil and water conservation practices. 20 Notwithstanding any other provision in law, the c. 21 department may use moneys appropriated in this subsection, 22 in combination with other appropriate environment first 23 fund appropriations, for cost sharing to match United States 24 department of agriculture, natural resources conservation 25 service, wetlands reserve enhancement program (WREP) funding 26 available to Iowa. 27 2. WATERSHED PROTECTION 28 For continuation of a program that provides a. 29 multiobjective resource protections for flood control, water 30 quality, erosion control, and natural resource conservation: 31 ..... 450,000 Ś 32 900,000 33 b. Not more than 10 percent of the moneys appropriated 34 in paragraph "a" may be used for costs of administration and 35 implementation of soil and water conservation practices.

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1 3. FARM MANAGEMENT DEMONSTRATION PROGRAM 2 For continuation of a statewide voluntary farm a. 3 management demonstration program to demonstrate the 4 effectiveness and adaptability of emerging practices in 5 agronomy that protect water resources and provide other 6 environmental benefits: Ś 312,500 7 8 625,000 9 b. Not more than 10 percent of the moneys appropriated 10 in paragraph "a" may be used for costs of administration and 11 implementation of soil and water conservation practices. 12 c. Of the amount appropriated in paragraph "a", \$200,000 13 \$400,000 shall be allocated to an organization representing 14 soybean growers to provide for an agriculture and environment 15 performance program in order to carry out the purposes of this 16 subsection as specified in paragraph "a". SOIL AND WATER CONSERVATION - ADMINISTRATION 17 4. 18 For use by the department for costs of administration and a. 19 implementation of soil and water conservation practices: 20 ..... \$ 1,350,000 21 2,800,000 22 Of the moneys appropriated in paragraph "a", the b. 23 department shall support field staff providing technical 24 assistance by allocating fifty percent of the amount that the 25 department allocated to support field staff under section 26 19, subsection 4, of this Act. In addition, of the moneys 27 appropriated in paragraph "a", the department shall allocate an 28 additional \$75,000 \$150,000 to support such field staff. 29 5. CONSERVATION RESERVE PROGRAM (CRP) 30 To encourage and assist farmers in enrolling in and the a. 31 implementation of the federal conservation reserve program and 32 to work with them to enhance their revegetation efforts to 33 improve water quality and habitat: 500,000 34 ..... \$ 35 1,000,000

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1 b. Not more than 10 percent of the moneys appropriated 2 in paragraph "a" may be used for costs of administration and 3 implementation of soil and water conservation practices. SOIL AND WATER CONSERVATION 4 6. 5 a. For use by the department in providing for soil and 6 water conservation administration, the conservation of soil and 7 water resources, or the support of soil and water conservation 8 districts: 9 ..... \$ 3,375,000 10 6,750,000 b. Of the amount appropriated in paragraph "a" that the 11 12 department allocates to a soil and water conservation district, 13 the first \$7,500 \$15,000 may be expended by the district for 14 the purpose of providing financial incentives under section 15 161A.73 to establish management practices for the control 16 of soil erosion on land that is row-cropped, including but 17 not limited to nontill planting, ridge-till planting, and 18 contouring strip-cropping. Of any remaining amount of that 19 appropriation allocated by the department to a district, 30 20 percent may be expended by the district for that same purpose. 21 c. Not more than 5 percent of the moneys appropriated in 22 paragraph "a" may be allocated for cost sharing to address 23 complaints filed under section 161A.47. 24 d. Of the moneys appropriated in paragraph "a", 5 percent 25 shall be allocated for financial incentives to establish 26 practices to protect watersheds above publicly owned lakes of 27 the state from soil erosion and sediment as provided in section 28 161A.73. 29 e. The state soil conservation committee established by 30 section 161A.4 may allocate moneys appropriated in paragraph 31 "a" to conduct research and demonstration projects to promote 32 conservation tillage and nonpoint source pollution control 33 practices.

34 f. The allocation of moneys as financial incentives as 35 provided in section 161A.73 may be used in combination with

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1 moneys allocated by the department of natural resources. 2 q. Not more than 15 percent of the moneys appropriated 3 in paragraph "a" may be used for costs of administration and 4 implementation of soil and water conservation practices. 5 h. In lieu of moneys appropriated in section 466A.5, 6 not more than \$25,000 \$50,000 of the moneys appropriated 7 in paragraph "a" shall be used by the division of soil 8 conservation and water quality of the department of agriculture 9 and land stewardship to provide administrative support to the 10 watershed improvement review board established in section 11 466A.3. 12 7. LOESS HILLS DEVELOPMENT AND CONSERVATION FUND 13 a. For deposit in the loess hills development and 14 conservation fund created in section 161D.2: 300,000 15 .....\$ 16 600,000 b. (1) Of the amount appropriated in paragraph "a", 17 18 \$225,000 \$450,000 shall be allocated to the fund's hungry 19 canyons account. 20 (2) Not more than 10 percent of the moneys allocated to the 21 hungry canyons account as provided in subparagraph (1) may be 22 used for administrative costs. c. (1) Of the amount appropriated in paragraph "a", \$75,000 23 24 \$150,000 shall be allocated to the fund's loess hills alliance 25 account. 26 (2) Not more than 10 percent of the moneys allocated to the 27 loess hills alliance account as provided in subparagraph (1) 28 may be used for administrative costs. 29 Sec. 19. 2015 Iowa Acts, chapter 132, section 42, is amended 30 to read as follows: SEC. 42. DEPARTMENT OF NATURAL RESOURCES. 31 There is 32 appropriated from the environment first fund created in section 33 8.57A to the department of natural resources for the fiscal 34 year beginning July 1, 2016, and ending June 30, 2017, the 35 following amounts, or so much thereof as is necessary, to be

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1 used for the purposes designated: 2 1. STATE PARKS MAINTENANCE AND OPERATIONS a. For regular maintenance and operations of state parks and 3 4 staff time associated with these activities: 5 ..... \$ <del>3,057,500</del> 6 6,235,000 b. Of the amount appropriated in paragraph "a", up to 7 8 \$100,000 shall be allocated for statewide coordination of 9 volunteer efforts under the water quality and keepers of the 10 land programs. 2. GEOGRAPHIC INFORMATION SYSTEM (GIS) 11 12 To provide local watershed managers with geographic 13 information system data for their use in developing, 14 monitoring, and displaying results of their watershed work: 97,500 15 .....\$ 16 195,000 3. WATER QUALITY MONITORING 17 18 For continuing the establishment and operation of water 19 guality monitoring stations: 20 ..... \$ <del>1,477,500</del> 21 2,955,000 22 4. PUBLIC WATER SUPPLY SYSTEM ACCOUNT For deposit in the public water supply system account of the 23 24 water quality protection fund created in section 455B.183A: 25 ..... \$ 250,000 26 500,000 27 5. REGULATION OF ANIMAL FEEDING OPERATIONS 28 For the regulation of animal feeding operations, including 29 as provided for in chapters 459 through 459B: 30 ..... \$ 660,000 31 1,320,000 32 6. AMBIENT AIR QUALITY For the abatement, control, and prevention of ambient 33 34 air pollution in this state, including measures as necessary 35 to assure attainment and maintenance of ambient air quality

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1 standards from particulate matter: 212,500 \$ 2 ..... 3 425,000 4 7. WATER QUANTITY REGULATION 5 For regulating water quantity from surface and subsurface 6 sources by providing for the allocation and use of water 7 resources, the protection and management of water resources, 8 and the preclusion of conflicts among users of water resources, 9 including as provided in chapter 455B, division III, part 4: 10 ..... \$ 247,500 11 495,000 12 8. GEOLOGICAL AND WATER SURVEY 13 For continuing the operations of the department's geological 14 and water survey including but not limited to providing 15 analysis, data collection, investigative programs, and 16 information for water supply development and protection: 17 ..... \$ 100,000 18 200,000 19 9. KEEP IOWA BEAUTIFUL INITIATIVE For purposes of supporting a keep Iowa beautiful initiative 20 21 in order to assist communities in developing and implementing 22 beautification and community development plans: 23 ------ \$ 100,000 24 Sec. 20. 2015 Iowa Acts, chapter 132, section 43, is amended 25 to read as follows: 26 SEC. 43. REVERSION. 1. Except as provided in subsection 2, and notwithstanding 27 28 section 8.33, moneys appropriated for the fiscal year beginning 29 July 1, 2016, in this division of this Act that remain 30 unencumbered or unobligated at the close of the fiscal year 31 shall not revert but instead shall remain available to be used 32 for the purposes designated until the close of the succeeding 33 fiscal year, or until the project for which the appropriation 34 was made is completed, whichever is earlier. 35 2. Notwithstanding section 8.33, moneys appropriated for HF 2454 (2) 86

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1 the fiscal year beginning July 1, 2016, in this division of 2 this Act to the department of agriculture and land stewardship 3 to provide financial assistance for the establishment of 4 permanent soil and water conservation practices that remain 5 unencumbered or unobligated at the close of the fiscal year 6 shall not revert but instead shall remain available for 7 expenditure for the purposes designated until the close of the 8 fiscal year beginning July 1, 2019. 9 DIVISION VI 10 ENVIRONMENT FIRST FUND SPECIAL APPROPRIATION FOR FY 2016-2017 11 12 Sec. 21. REAP — IN LIEU OF GENERAL FUND 13 APPROPRIATION. Notwithstanding the standing appropriation in 14 section 455A.18, there is appropriated from the environment 15 first fund created in section 8.57A to the Iowa resources 16 enhancement and protection fund, in lieu of the appropriation 17 made in section 455A.18, for the fiscal year beginning July 1, 18 2016, and ending June 30, 2017, the following amount, to be 19 allocated as provided in section 455A.19: ..... \$ 16,000,000 21 DIVISION VII 22 STATUTORY CHANGES - STUDIES - DEPARTMENT OF NATURAL RESOURCES 23 Sec. 22. STATE FORESTRY NURSERIES. The department of 24 natural resources shall conduct a study of the long-term 25 viability of maintaining the state forest nurseries. Pursuant 26 to section 455A.13, the nurseries must establish by rule sale 27 prices offered for plants that cover all expenses related to 28 the growing of the plants. The department shall submit a 29 report, including findings, recommendations, and any proposed 30 legislation, to the governor and the joint appropriations 31 subcommittee on agriculture and natural resources not later 32 than December 1, 2016. 33 Sec. 23. FEASIBILITY OF ELECTRONIC SYSTEMS AT STATE PARKS. 34 1. The department of natural resources shall conduct a study 35 of the feasibility of installing electronic systems at the

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1 entrances of areas located within the department's jurisdiction 2 for the exclusive purpose of allowing the department to more 3 efficiently collect user fees from individuals who enter 4 those areas by motor vehicle. The department shall consider 5 different types of electronic systems that are practical to 6 install and provide a cost-savings to the state during the 7 lifespan of the electronic system.

8 2. As part of the study, the department shall also solicit 9 input from state park users and state park supporter groups 10 regarding their willingness to pay additional fees to provide 11 funding for the maintenance and operations of state parks. 12 3. The department shall submit a report regarding the 13 study, including findings, recommendations, and any proposed 14 legislation, to the governor and the joint appropriations 15 subcommittee on agriculture and natural resources not later 16 than January 15, 2017.

17 Sec. 24. EFFECTIVE UPON ENACTMENT. This division of this 18 Act, being deemed of immediate importance, takes effect upon 19 enactment.

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#### DIVISION VIII

21 STATUTORY CHANGES — ANIMAL AGRICULTURE — CIVIL PENALTIES 22 Sec. 25. Section 455B.109, subsection 5, paragraph b, Code 23 2016, is amended to read as follows:

b. Civil penalties assessed and collected by or on behalf of
the department and interest on the civil penalties as provided
in sections 459.602, 459.603, 459.604, 459A.502, and 459B.402
shall be deposited into credited to the watershed improvement
<u>Iowa nutrient research</u> fund created in section 466A.2 466B.46.
Sec. 26. Section 459.602, Code 2016, is amended to read as
follows:

31 459.602 Air quality violations — civil penalty.

A person who violates subchapter II shall be subject to 33 a civil penalty which shall be established, assessed, and 34 collected in the same manner as provided in section 455B.109. 35 Any collected civil penalty collected and interest on a civil

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1 penalty shall be deposited into credited to the watershed 2 improvement Iowa nutrient research fund created in section 3 466A.2 466B.46. 4 Sec. 27. Section 459.603, Code 2016, is amended to read as 5 follows: 459.603 Water quality violations — civil penalty. 6 7 A person who violates subchapter III shall be subject to 8 a civil penalty which shall be established, assessed, and 9 collected in the same manner as provided in section 455B.109 or 10 455B.191. Any collected civil penalty collected and interest 11 on a civil penalty shall be deposited into credited to the 12 watershed improvement Iowa nutrient research fund created in 13 section 466A.2 466B.46. 14 Sec. 28. Section 459.604, subsection 2, Code 2016, is 15 amended to read as follows: 16 2. Moneys assessed and collected in civil penalties and 17 interest earned on civil penalties, arising out of a violation 18 involving an animal feeding operation, shall be deposited into 19 credited to the watershed improvement Iowa nutrient research 20 fund created in section 466A.2 466B.46. 21 Section 459A.502, Code 2016, is amended to read as Sec. 29. 22 follows: 23 459A.502 Violations — civil penalty. 24 A person who violates this chapter shall be subject to 25 a civil penalty which shall be established, assessed, and 26 collected in the same manner as provided in section 455B.191. 27 Any collected civil penalty collected and interest on a civil 28 penalty shall be deposited into credited to the watershed 29 improvement Iowa nutrient research fund created in section 30 466A.2 466B.46. A person shall not be subject to a penalty 31 under this section and a penalty under section 459.603 for the 32 same violation. Section 459B.402, Code 2016, is amended to read as 33 Sec. 30. 34 follows:

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35 459B.402 Violations — civil penalty.

A person who violates section 459B.301 shall be subject to the same penalty as provided in section 459.602, and a person who violates any other provision of this chapter shall be subject to the same penalty as provided in section 459.603. Any <u>collected</u> civil penalty <del>collected</del> and interest on a civil penalty shall be <del>deposited into</del> <u>credited</u> to the <del>watershed</del> <u>improvement</u> <u>Iowa nutrient research</u> fund created in section <u>8 466A.2</u> 466B.46.

9 Sec. 31. Section 466A.2, subsection 1, paragraph b, 10 subparagraph (2), Code 2016, is amended to read as follows: The special account shall exclusively include moneys 11 (2) 12 that prior to the effective date of this division of this Act 13 were assessed and collected by or on behalf of the department 14 of natural resources as provided in sections 455B.109, 459.602, 15 459.603, 459.604, 459A.502, and 459B.402. Additionally, 16 payments of interest, recaptures of awards, and other 17 repayments to the account shall be deposited in the account. 466B.46 Iowa nutrient research fund 18 Sec. 32. NEW SECTION. 19 — creation and purpose.

20 1. An Iowa nutrient research fund is created in the state
 21 treasury under the management and control of the center.

22 2. The fund shall include all of the following:

23 a. Moneys appropriated by the general assembly.

*b.* Moneys assessed and collected by or on behalf of the
department of natural resources to be credited to the fund
as provided in sections 455B.109, 459.602, 459.603, 459.604,
459A.502, and 459B.402.

28 c. Moneys accepted by the center from public or private 29 sources.

30 3. Moneys in the fund are appropriated to the center and 31 shall be used exclusively by the center to carry out its 32 purpose as described in section 466B.47.

33 4. a. Notwithstanding section 12C.7, interest or earnings34 on moneys in the fund shall be credited to the fund.

35 b. The moneys credited to the fund are not subject to

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1 section 8.33 and shall not be transferred, used, obligated, 2 appropriated, or otherwise encumbered except as provided in 3 this section. 4 Sec. 33. EFFECTIVE UPON ENACTMENT. This division of this 5 Act, being deemed of immediate importance, takes effect upon 6 enactment. DIVISION IX 7 STATUTORY CHANGES - WATERSHED IMPROVEMENT REVIEW BOARD 8 9 SUSPENSION OF NEW ACTIVITIES 10 Sec. 34. WATERSHED IMPROVEMENT REVIEW BOARD. 11 1. The watershed improvement review board as established in 12 section 466A.3 and the division of soil conservation and water 13 quality of the department of agriculture and land stewardship 14 shall not establish any new activity, including a project, 15 on or after the effective date of this division of this Act, 16 that otherwise could be conducted under chapter 466A. The 17 board and the division shall administer ongoing activities, 18 including projects, established prior to the effective date of 19 this division of this Act until the activities are concluded 20 by their own terms. 21 2. Any unobligated and unexpended moneys in the watershed 22 improvement fund created in section 466A.2 shall not be 23 expended for any purpose, except as necessary to administer 24 ongoing activities, including projects, conducted under chapter 25 466A, by the board and the division as described in subsection The board may expend moneys in the fund as necessary to 26 1. 27 pay for any reasonable overrun associated with an activity, 28 including a project, established prior to the effective date 29 of this division of this Act. 30 Sec. 35. EFFECTIVE UPON ENACTMENT. This division of this 31 Act, being deemed of immediate importance, takes effect upon 32 enactment. 33 DIVISION X 34 STATUTORY CHANGES - DEPARTMENT OF AGRICULTURE AND LAND STEWARDSHIP - NUTRIENT REDUCTION PILOT PROJECT 35

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1 Sec. 36. REVERSE AUCTION. The department of agriculture and 2 land stewardship shall establish a pilot project to determine 3 the feasibility and cost-effectiveness of conducting reverse 4 auctions when allocating financial assistance to persons 5 seeking to establish practices that reduce the transport 6 of nutrients to surface water from nonpoint sources within The department shall advertise for bids, analyze 7 watersheds. 8 accepted bids, and award cost-share moneys to one or more 9 successful bidders based on a ranking that computes the 10 greatest benefit-to-cost ratio for all accepted bids. The 11 department shall prepare and submit a report regarding its 12 findings and recommendations to the governor and general 13 assembly not later than January 13, 2017.