

Senate File 559 - Reprinted

SENATE FILE 559
BY COMMITTEE ON APPROPRIATIONS

(SUCCESSOR TO SSB 1211)

(As Amended and Passed by the Senate May 2, 2023)

A BILL FOR

1 An Act relating to and making appropriations for the economic
2 development of the state, including to the economic
3 development authority, the Iowa finance authority, the
4 public employment relations board, the department of
5 workforce development, and the state board of regents and
6 certain regents institutions, and modifying the housing
7 renewal pilot program and provisions related to regional
8 industry sector partnerships, the apprenticeship training
9 program, and new jobs training agreements.
10 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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DIVISION I

FY 2023-2024 APPROPRIATIONS

Section 1. GOALS AND ACCOUNTABILITY — ECONOMIC DEVELOPMENT.

1. For the fiscal year beginning July 1, 2023, the goals for the economic development authority shall be to expand and stimulate the state economy, increase the wealth of Iowans, and increase the population of the state.

2. To achieve the goals in subsection 1, the economic development authority shall do all of the following for the fiscal year beginning July 1, 2023:

a. Concentrate its efforts on programs and activities that result in commercially viable products and services.

b. Adopt practices and services consistent with free market, private sector philosophies.

c. Ensure economic growth and development throughout the state.

d. Work with businesses and communities to continually improve the economic development climate along with the economic well-being and quality of life for Iowans.

e. Coordinate with other state agencies to ensure that they are attentive to the needs of an entrepreneurial culture.

f. Establish a strong and aggressive marketing image to showcase Iowa's workforce, existing industry, and potential. A priority shall be placed on recruiting new businesses, business expansion, and retaining existing Iowa businesses. Emphasis shall be placed on entrepreneurial development through helping entrepreneurs secure capital, and developing networks and a business climate conducive to entrepreneurs and small businesses.

g. Encourage the development of communities and quality of life to foster economic growth.

h. Prepare communities for future growth and development through development, expansion, and modernization of infrastructure.

1 i. Develop public-private partnerships with Iowa businesses
2 in the tourism industry, Iowa tour groups, Iowa tourism
3 organizations, and political subdivisions in this state to
4 assist in the development of advertising efforts.

5 j. Develop, to the fullest extent possible, cooperative
6 efforts for advertising with contributions from other sources.

7 Sec. 2. ECONOMIC DEVELOPMENT AUTHORITY.

8 1. APPROPRIATION

9 a. There is appropriated from the general fund of the state
10 to the economic development authority for the fiscal year
11 beginning July 1, 2023, and ending June 30, 2024, the following
12 amount, or so much thereof as is necessary, to be used for the
13 purposes designated in this subsection, and for not more than
14 the following full-time equivalent positions:

15	\$ 12,807,359
16	FTEs 112.50

17 b. (1) For salaries, support, miscellaneous purposes,
18 programs, marketing, and the maintenance of an administration
19 division, a business development division, a community
20 development division, a small business development division,
21 and other divisions the authority may organize.

22 (2) For business development operations and programs,
23 international trade, export assistance, workforce recruitment,
24 and the partner state program.

25 (3) For transfer to a fund created pursuant to section
26 15.313 for purposes of financing strategic infrastructure
27 projects.

28 (4) For community economic development programs, tourism
29 operations, community assistance, plans for Iowa green corps
30 and summer youth programs, the main street and rural main
31 street programs, the school-to-career program, the community
32 development block grant, and housing and shelter-related
33 programs.

34 (5) For achieving the goals and accountability, and
35 fulfilling the requirements and duties required under this Act.

1 (6) The full-time equivalent positions authorized under
2 this section are funded, in whole or in part, by the moneys
3 appropriated under this subsection or by other moneys received
4 by the authority, including certain federal moneys.

5 c. Notwithstanding [section 8.33](#), moneys appropriated in
6 this subsection that remain unencumbered or unobligated at the
7 close of the fiscal year shall not revert but shall remain
8 available for expenditure for the purposes designated in this
9 subsection until the close of the succeeding fiscal year.

10 2. FINANCIAL ASSISTANCE RESTRICTIONS

11 a. A business creating jobs through moneys appropriated in
12 subsection 1 shall be subject to contract provisions requiring
13 new and retained jobs to be filled by individuals who are
14 citizens of the United States who reside within the United
15 States, or any person authorized to work in the United States
16 pursuant to federal law, including legal resident aliens
17 residing in the United States.

18 b. Any vendor who receives moneys appropriated in
19 subsection 1 shall adhere to such contract provisions and
20 provide periodic assurances as the state shall require that the
21 jobs are filled solely by citizens of the United States who
22 reside within the United States, or any person authorized to
23 work in the United States, pursuant to federal law, including
24 legal resident aliens residing in the United States.

25 c. A business that receives financial assistance from
26 the authority from moneys appropriated in subsection 1 shall
27 only employ individuals legally authorized to work in this
28 state. In addition to all other applicable penalties provided
29 by current law, all or a portion of the assistance received
30 by a business which is found to knowingly employ individuals
31 not legally authorized to work in this state is subject to
32 recapture by the authority.

33 3. USES OF APPROPRIATIONS

34 a. From the moneys appropriated in subsection 1, the
35 authority may provide financial assistance in the form of a

1 grant to a community economic development entity for conducting
2 a local workforce recruitment effort designed to recruit former
3 citizens of the state and former students at colleges and
4 universities in the state to meet the needs of local employers.

5 b. From the moneys appropriated in subsection 1, the
6 authority may provide financial assistance to early stage
7 industry companies being established by women entrepreneurs.

8 c. From the moneys appropriated in subsection 1, the
9 authority may provide financial assistance in the form of
10 grants, loans, or forgivable loans for advanced research and
11 commercialization projects involving value-added agriculture,
12 advanced technology, or biotechnology.

13 d. The authority shall not use any moneys appropriated in
14 subsection 1 for purposes of providing financial assistance for
15 the Iowa green streets pilot project or for any other program
16 or project that involves the installation of geothermal systems
17 for melting snow and ice from streets or sidewalks.

18 4. WORLD FOOD PRIZE

19 In lieu of the standing appropriation in [section 15.368](#),
20 there is appropriated from the general fund of the state to the
21 economic development authority for the fiscal year beginning
22 July 1, 2023, and ending June 30, 2024, the following amount
23 for the world food prize:

24 \$ 500,000

25 5. COUNCILS OF GOVERNMENTS — ASSISTANCE

26 There is appropriated from the general fund of the state
27 to the economic development authority for the fiscal year
28 beginning July 1, 2023, and ending June 30, 2024, the following
29 amount to be used for the purposes of providing financial
30 assistance to Iowa’s councils of governments:

31 \$ 250,000

32 6. BUTCHERY INNOVATION AND REVITALIZATION PROGRAM

33 a. There is appropriated from the general fund of the state
34 to the economic development authority for the fiscal year
35 beginning July 1, 2023, and ending June 30, 2024, the following

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

3 For support of the butchery innovation and revitalization
4 program established in [section 15E.370](#):

5 \$ 633,325

6 b. There is appropriated from the Iowa skilled worker and
7 job creation fund created in [section 8.75](#) to the economic
8 development authority for the fiscal year beginning July 1,
9 2023, and ending June 30, 2024, the following amount, or so
10 much thereof as is necessary, to be used for the purposes
11 designated:

12 For support of the butchery innovation and revitalization
13 program established in [section 15E.370](#):

14 \$ 366,675

15 7. TOURISM OFFICE

16 a. There is appropriated from the general fund of the state
17 to the economic development authority for the fiscal year
18 beginning July 1, 2023, and ending June 30, 2024, the following
19 amount for the tourism office to be used for advertising,
20 promoting, placement, and implementation of the economic
21 development authority's strategic plan for tourism and travel:

22 \$ 1,100,000

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

28 c. The economic development authority shall submit an
29 annual report on or before January 15 to the general assembly
30 regarding the tourism office's activities funded with moneys
31 appropriated under this subsection. The report shall be
32 provided in an electronic format and shall include metrics
33 and criteria that allow the general assembly to quantify
34 and evaluate the effectiveness and economic impact of the
35 tourism office's activities related to advertising, promoting,

1 placement, and implementation of the economic development
2 authority's strategic plan for tourism and travel.

3 8. EMPOWER RURAL IOWA

4 a. There is appropriated from the Iowa skilled worker and
5 job creation fund created in section 8.75 to the economic
6 development authority for the fiscal year beginning July 1,
7 2023, and ending June 30, 2024, the following amount, or so
8 much thereof as is necessary, to be used for the purposes
9 designated:

10 Empower rural Iowa program:

11 \$ 700,000

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

17 c. The authority shall adopt rules pursuant to chapter
18 17A to establish criteria for the distribution of the moneys
19 appropriated in this subsection.

20 9. CULTURAL AFFAIRS ACTIVITIES

21 a. There is appropriated from the general fund of the state
22 to the economic development authority for the fiscal year
23 beginning July 1, 2023, and ending June 30, 2024, the following
24 amounts, or so much thereof as is necessary, to be used for the
25 purposes designated:

26 (1) For planning and programming for the community cultural
27 grants program established under section 303.3, as amended by
28 2023 Iowa Acts, Senate File 514:

29 \$ 172,090

30 (2) For support of the Iowa arts council:

31 \$ 1,400,000

32 Of the moneys appropriated in this subparagraph, the
33 authority shall allocate \$300,000 for purposes of the film
34 office.

35 (3) For the Iowa great places program established under

1 section 303.3C, as amended by 2023 Iowa Acts, Senate File 514:
2 \$ 149,710

3 (4) For grant programs administered by the Iowa arts
4 council including those programs supporting the long-term
5 financial stability and sustainability of nonprofit cultural
6 organizations:

7 \$ 150,000

8 b. Notwithstanding section 8.33, moneys appropriated in
9 this subsection that remain unencumbered or unobligated at the
10 close of the fiscal year shall not revert but shall remain
11 available for expenditure for the purposes designated until the
12 close of the succeeding fiscal year.

13 Sec. 3. LIMITATIONS OF STANDING APPROPRIATIONS — FY
14 2023-2024. Notwithstanding the standing appropriations
15 in the following designated sections for the fiscal year
16 beginning July 1, 2023, and ending June 30, 2024, the amounts
17 appropriated from the general fund of the state pursuant to
18 those sections for the following purposes shall not exceed the
19 following amounts:

20 1. For operational support grants and community cultural
21 grants under [section 99F.11, subsection 4](#), paragraph "d",
22 subparagraph (1):

23 \$ 448,403

24 2. For the purposes of regional tourism marketing under
25 [section 99F.11, subsection 4](#), paragraph "d", subparagraph (2):

26 \$ 1,443,700

27 Sec. 4. FINANCIAL ASSISTANCE REPORTING — ECONOMIC
28 DEVELOPMENT AUTHORITY. The economic development authority
29 shall submit an annual report to the general assembly no later
30 than November 1, 2023, that details the amount of every direct
31 loan, forgivable loan, tax credit, tax exemption, tax refund,
32 grant, or any other financial assistance awarded to a person
33 during the prior fiscal year by the authority under an economic
34 development program administered by the authority. The report
35 shall identify the county where the project associated with

1 each such award is located.

2 Sec. 5. INSURANCE ECONOMIC DEVELOPMENT. From the
3 moneys collected by the insurance division in excess of the
4 anticipated gross revenues under section 505.7, subsection
5 3, during the fiscal year beginning July 1, 2023, \$100,000
6 shall be transferred to the economic development authority for
7 insurance economic development and international insurance
8 economic development.

9 Sec. 6. IOWA FINANCE AUTHORITY.

10 1. There is appropriated from the general fund of the state
11 to the Iowa finance authority for the fiscal year beginning
12 July 1, 2023, and ending June 30, 2024, the following amounts,
13 or so much thereof as is necessary, to be used for the purposes
14 designated:

15 a. Rent subsidy program

16 (1) To provide reimbursement for rent expenses to eligible
17 persons under the home and community-based services rent
18 subsidy program established in section 16.55:

19 \$ 873,000

20 (2) Of the moneys appropriated in this paragraph, not more
21 than \$35,000 may be used for administrative costs.

22 b. Housing renewal pilot program

23 To provide housing renewal moneys to a nonprofit Iowa
24 affiliate to award grants to eligible communities for a housing
25 renewal pilot program:

26 \$ 500,000

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

32 Sec. 7. IOWA FINANCE AUTHORITY AUDIT. The auditor of state
33 is requested to review the audit of the Iowa finance authority
34 performed by the auditor hired by the authority.

35 Sec. 8. PUBLIC EMPLOYMENT RELATIONS BOARD.

1 1. There is appropriated from the general fund of the state
2 to the public employment relations board for the fiscal year
3 beginning July 1, 2023, and ending June 30, 2024, the following
4 amount, or so much thereof as is necessary, to be used for the
5 purposes designated:

6 For salaries, support, maintenance, and miscellaneous
7 purposes, and for not more than the following full-time
8 equivalent positions:

9	\$	1,290,230
10	FTEs	9.00

11 2. Of the moneys appropriated in this section, the board
12 shall allocate \$15,000 for maintaining an internet site that
13 allows access to a searchable database of collective bargaining
14 information.

15 Sec. 9. DEPARTMENT OF WORKFORCE DEVELOPMENT. There
16 is appropriated from the general fund of the state to the
17 department of workforce development for the fiscal year
18 beginning July 1, 2023, and ending June 30, 2024, the following
19 amounts, or so much thereof as is necessary, to be used for the
20 purposes designated:

21 1. WORKFORCE DEVELOPMENT OPERATIONS

22 a. For the operation of field offices and the workforce
23 development board, and for not more than the following
24 full-time equivalent positions:

25	\$	6,675,650
26	FTEs	166.41

27 b. Of the moneys appropriated in paragraph "a", the
28 department shall allocate \$150,000 to the state library for the
29 purpose of licensing an online resource which prepares persons
30 to succeed in the workplace through programs which improve job
31 skills and vocational test-taking abilities.

32 2. OFFENDER REENTRY PROGRAM

33 a. For the development and administration of an offender
34 reentry program to provide offenders with employment skills,
35 and for not more than the following full-time equivalent

1 positions:

2	\$	387,158
3	FTEs	5.00

4 b. The department of workforce development shall partner
5 with the department of corrections to provide staff within
6 the correctional facilities resources to improve offenders'
7 abilities to find and retain productive employment.

8 3. INTEGRATED INFORMATION FOR IOWA SYSTEM

9 For the payment of services provided by the department of
10 administrative services related to the integrated information
11 for Iowa system:

12	\$	228,822
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13 4. WORKPLACE INJURY AND SAFETY SURVEYS

14 For the operation of workplace safety surveys and workplace
15 data collection and analysis, including salaries, support,
16 maintenance, and miscellaneous purposes, and for not more than
17 the following full-time equivalent positions:

18	\$	125,555
19	FTEs	3.00

20 5. SUMMER YOUTH INTERN PILOT PROGRAM

21 For the funding of a summer youth intern pilot program that
22 will help young people at risk of not graduating from high
23 school to explore and prepare for high-demand careers through
24 summer work experience, including the development of soft
25 skills:

26	\$	250,000
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27 6. VOCATIONAL REHABILITATION SERVICES DIVISION

28 a. For salaries, support, maintenance, and miscellaneous
29 purposes, and for not more than the following full-time
30 equivalent positions:

31	\$	6,106,732
32	FTEs	248.00

33 For purposes of optimizing the job placement of individuals
34 with disabilities, the division shall make its best efforts
35 to work with community rehabilitation program providers for

1 job placement and retention services for individuals with
2 significant disabilities and most significant disabilities. By
3 January 15, 2024, the division shall submit a written report to
4 the general assembly regarding the division's outreach efforts
5 with community rehabilitation program providers.

6 b. For matching moneys for programs to enable persons
7 with severe physical or mental disabilities to function more
8 independently, including salaries and support, and for not more
9 than the following full-time equivalent positions:

10	\$	84,804
11	FTEs	1.00

12 c. For the entrepreneurs with disabilities program
13 established pursuant to section 259.4, as amended by 2023 Iowa
14 Acts, Senate File 514:

15	\$	138,506
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16 d. For costs associated with centers for independent
17 living:

18	\$	86,547
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19 7. ADULT EDUCATION AND LITERACY PROGRAMS

20 For distribution as grants to community colleges for
21 the purpose of adult basic education programs for students
22 requiring instruction in English as a second language:

23	\$	500,000
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24 In issuing grants under this subsection, the department of
25 workforce development shall use the same application process
26 and criteria as are used for purposes of awarding grants to
27 community colleges for the purpose of adult basic education
28 programs for students requiring instruction in English as a
29 second language using moneys that are appropriated to the
30 department from the Iowa skilled worker and job creation fund.

31 8. FUTURE READY IOWA REGISTERED APPRENTICESHIP DEVELOPMENT
32 PROGRAM

33 For the funding of the future ready Iowa registered
34 apprenticeship development program under chapter 15C, as
35 amended by 2023 Iowa Acts, Senate File 514, to encourage

1 small to midsize businesses to start or grow registered
2 apprenticeships:

3 \$ 760,000

4 Notwithstanding section 8.33, moneys appropriated in this
5 section that remain unencumbered or unobligated at the close of
6 the fiscal year shall not revert but shall remain available for
7 expenditure for the purposes designated until the close of the
8 succeeding fiscal year.

9 Sec. 10. GENERAL FUND — EMPLOYEE MISCLASSIFICATION

10 PROGRAM. There is appropriated from the general fund of the
11 state to the department of workforce development for the fiscal
12 year beginning July 1, 2023, and ending June 30, 2024, the
13 following amount, or so much thereof as is necessary, to be
14 used for the purposes designated:

15 For enhancing efforts to investigate employers that
16 misclassify workers, and for not more than the following
17 full-time equivalent positions:

18 \$ 379,631

19 FTEs 3.00

20 Sec. 11. SPECIAL EMPLOYMENT SECURITY CONTINGENCY FUND.

21 1. There is appropriated from the special employment
22 security contingency fund created in section 96.13 to the
23 department of workforce development for the fiscal year
24 beginning July 1, 2023, and ending June 30, 2024, the following
25 amount, or so much thereof as is necessary, to be used for
26 field offices:

27 \$ 2,416,084

28 2. Any remaining additional penalty and interest revenue
29 collected by the department of workforce development is
30 appropriated to the department for the fiscal year beginning
31 July 1, 2023, and ending June 30, 2024, to accomplish the
32 mission of the department.

33 Sec. 12. UNEMPLOYMENT COMPENSATION RESERVE FUND — FIELD

34 OFFICES. Notwithstanding section 96.9, subsection 8, paragraph
35 "e", there is appropriated from interest earned on the

1 unemployment compensation reserve fund created in section 96.9
2 to the department of workforce development for the fiscal year
3 beginning July 1, 2023, and ending June 30, 2024, the following
4 amount, or so much thereof as is necessary, to be used for the
5 purposes designated:

6 For the operation of field offices:
7 \$ 2,200,000

8 Sec. 13. VIRTUAL ACCESS WORKFORCE DEVELOPMENT OFFICES. The
9 department of workforce development shall require a unique
10 identification login for all users of workforce development
11 centers operated through electronic means.

12 Sec. 14. UNEMPLOYMENT COMPENSATION PROGRAM.

13 1. Notwithstanding [section 96.9, subsection 4](#), paragraph
14 "a", moneys credited to the state by the secretary of the
15 treasury of the United States pursuant to section 903 of the
16 federal Social Security Act are appropriated to the department
17 of workforce development and shall be used by the department
18 for the administration of the unemployment compensation program
19 only. This appropriation shall not apply to any fiscal year
20 beginning after December 31, 2023.

21 2. Notwithstanding subsection 1, up to \$800,000, or
22 so much thereof as may be necessary, of the unemployment
23 compensation modernization incentive payments made to the
24 state's unemployment trust fund account as a special transfer
25 under section 903 of the federal Social Security Act, pursuant
26 to the federal Assistance for Unemployed Workers and Struggling
27 Families Act, of the American Recovery and Reinvestment Act of
28 2009, Pub. L. No. 111-5, are appropriated to the department of
29 workforce development for the fiscal year beginning July 1,
30 2023, and ending June 30, 2024, for the purpose of modification
31 of space for unemployment insurance administrative law judge
32 offices and conference rooms in which to hold unemployment
33 insurance appeal hearings.

34 Sec. 15. IOWA SKILLED WORKER AND JOB CREATION FUND.

35 1. There is appropriated from the Iowa skilled worker and

1 job creation fund created in [section 8.75](#) to the following
2 departments, agencies, and institutions for the fiscal year
3 beginning July 1, 2023, and ending June 30, 2024, the following
4 amounts, or so much thereof as is necessary, to be used for the
5 purposes designated:

6 a. ECONOMIC DEVELOPMENT AUTHORITY

7 (1) For the purposes of providing assistance as described in
8 section 15.335B for the high quality jobs program:

9 \$ 11,700,000

10 From the moneys appropriated in this subparagraph, the
11 economic development authority may use not more than \$1,000,000
12 for purposes of providing infrastructure grants to main street
13 communities under the main street Iowa program and may allocate
14 not more than \$300,000 for the purposes of supporting statewide
15 worker education and quality preapprenticeship programs.

16 (2) As a condition of receiving moneys appropriated in
17 this lettered paragraph "a", an entity shall testify upon the
18 request of the joint appropriations subcommittee on economic
19 development regarding the expenditure of such moneys.

20 b. STATE BOARD OF REGENTS AND REGENTS INSTITUTIONS

21 (1) STATE BOARD OF REGENTS. For capacity building
22 infrastructure in areas related to technology
23 commercialization, marketing and business development
24 efforts in areas related to technology commercialization,
25 entrepreneurship, and business growth, and infrastructure
26 projects and programs needed to assist in implementation of
27 activities under [chapter 262B](#):

28 \$ 3,000,000

29 (a) Of the moneys appropriated pursuant to this
30 subparagraph (1), 35 percent shall be allocated for Iowa state
31 university of science and technology, 35 percent shall be
32 allocated for the state university of Iowa, and 30 percent
33 shall be allocated for the university of northern Iowa.

34 (b) The institutions shall provide a one-to-one match
35 of additional moneys for the activities funded with moneys

1 appropriated under this subparagraph (1).

2 (c) The state board of regents shall submit a report by
3 January 15, 2024, to the governor and the general assembly
4 regarding the activities, projects, and programs funded with
5 moneys appropriated under this subparagraph (1). The report
6 shall be provided in an electronic format and shall include a
7 list of metrics and criteria mutually agreed to in advance by
8 the board of regents and the economic development authority.
9 The metrics and criteria shall allow the governor's office and
10 the general assembly to quantify and evaluate the progress
11 of the board of regents institutions with regard to their
12 activities, projects, and programs in the areas of technology
13 commercialization, entrepreneurship, regional development, and
14 market research.

15 (2) IOWA STATE UNIVERSITY OF SCIENCE AND TECHNOLOGY. For
16 small business development centers, the research park, and the
17 center for industrial research and service, and for not more
18 than the following full-time equivalent positions:

19	\$	2,424,302
20	FTEs	50.95

21 (a) Of the moneys appropriated in this subparagraph (2),
22 Iowa state university of science and technology shall allocate
23 at least \$735,728 for purposes of funding small business
24 development centers. Iowa state university of science and
25 technology may allocate the appropriated moneys to the various
26 small business development centers in any manner necessary to
27 achieve the purposes of this subparagraph.

28 (b) Iowa state university of science and technology shall
29 do all of the following:

30 (i) Direct expenditures for research toward projects that
31 will provide economic stimulus for Iowa.

32 (ii) Provide emphasis to providing services to Iowa-based
33 companies.

34 (c) It is the intent of the general assembly that the
35 industrial incentive program focus on Iowa industrial sectors

1 and seek contributions and in-kind donations from businesses,
2 industrial foundations, and trade associations, and that moneys
3 for the center for industrial research and service industrial
4 incentive program shall be allocated only for projects which
5 are matched by private sector moneys for directed contract
6 research or for nondirected research. The match required of
7 small businesses as defined in section 15.102 for directed
8 contract research or for nondirected research shall be \$1
9 for each \$3 of state funds. The match required for other
10 businesses for directed contract research or for nondirected
11 research shall be \$1 for each \$1 of state funds. The match
12 required of industrial foundations or trade associations shall
13 be \$1 for each \$1 of state funds.

14 (d) Iowa state university of science and technology shall
15 report annually to the general assembly the total amount of
16 private contributions, the proportion of contributions from
17 small businesses and other businesses, and the proportion for
18 directed contract research and nondirected research of benefit
19 to Iowa businesses and industrial sectors.

20 (3) STATE UNIVERSITY OF IOWA

21 (a) For the state university of Iowa research park and for
22 university of Iowa pharmaceuticals located at the research
23 park, including salaries, support, maintenance, equipment, and
24 miscellaneous purposes, and for not more than the following
25 full-time equivalent positions:

26	\$	209,279
27	FTEs	6.00

28 The state university of Iowa shall do all of the following:

29 (i) Direct expenditures for research toward projects that
30 will provide economic stimulus for Iowa.

31 (ii) Provide emphasis to providing services to Iowa-based
32 companies.

33 (b) For the purpose of implementing the entrepreneurship
34 and economic growth initiative, and for not more than the
35 following full-time equivalent positions:

1 \$ 2,000,000

2 FTEs 8.00

3 (4) UNIVERSITY OF NORTHERN IOWA. For the metal casting and
4 foundry 4.0 centers, advance Iowa, family business center, and
5 the institute for decision making, including salaries, support,
6 maintenance, and miscellaneous purposes, and for not more than
7 the following full-time equivalent positions:

8 \$ 1,466,419

9 FTEs 13.00

10 The university of northern Iowa shall do all of the
11 following:

12 (a) Direct expenditures for research toward projects that
13 will provide economic stimulus for Iowa.

14 (b) Provide emphasis to providing services to Iowa-based
15 companies.

16 (5) As a condition of receiving moneys appropriated in
17 this lettered paragraph "b", an entity shall testify upon the
18 request of the joint appropriations subcommittee on economic
19 development regarding the expenditure of such moneys.

20 c. DEPARTMENT OF WORKFORCE DEVELOPMENT

21 (1) To develop a long-term sustained program to train
22 unemployed and underemployed central Iowans with skills
23 necessary to advance to higher-paying jobs with full benefits:

24 \$ 100,000

25 (a) The department of workforce development shall begin
26 a request for proposals process, issued for purposes of this
27 subparagraph (1), no later than September 1, 2023.

28 (b) As a condition of receiving moneys appropriated under
29 this subparagraph (1), an entity shall testify upon the
30 request of the joint appropriations subcommittee on economic
31 development regarding the expenditure of such moneys.

32 (2) For the funding of a future ready Iowa coordinator in
33 the department, and for not more than the following full-time
34 equivalent positions:

35 \$ 150,000

1 FTEs 1.00

2 (3) For distribution to community colleges for the purposes
3 of implementing adult education and literacy programs pursuant
4 to section 84A.19, as enacted by 2023 Iowa Acts, Senate File
5 514:

6 \$ 5,500,000

7 (a) From the moneys appropriated in this numbered
8 subparagraph, \$3,883,000 shall be allocated pursuant to the
9 formula established in section 260C.18C.

10 (b) From the moneys appropriated in this numbered
11 subparagraph, not more than \$150,000 shall be used by the
12 department of workforce development for implementation of adult
13 education and literacy programs pursuant to section 84A.19, as
14 enacted by 2023 Iowa Acts, Senate File 514.

15 (c) From the moneys appropriated in this numbered
16 subparagraph, not more than \$1,257,000 shall be distributed
17 as grants to community colleges for the purpose of adult
18 basic education programs for students requiring instruction
19 in English as a second language. The department of workforce
20 development shall establish an application process and criteria
21 to award grants pursuant to this subparagraph division to
22 community colleges. The criteria shall be based on need for
23 instruction in English as a second language in the region
24 served by each community college as determined by factors
25 including data from the latest federal decennial census and
26 outreach efforts to determine regional needs.

27 (d) From the moneys appropriated in this numbered
28 subparagraph, \$210,000 shall be transferred to the department
29 of health and human services for purposes of administering a
30 program to provide access to international resources to Iowans
31 and new Iowans to provide economic and leadership development
32 resulting in Iowa being a more inclusive and welcoming place
33 to live, work, and raise a family. The program shall provide
34 supplemental support services for international refugees to
35 improve learning, English literacy, life skills, cultural

1 competencies, and integration in a county with a population
2 over 350,000 as determined by the 2020 federal decennial
3 census. The department of health and human services shall
4 utilize a request for proposals process to identify the entity
5 best qualified to implement the program.

6 (4) For deposit in the statewide work-based learning
7 intermediary network fund created pursuant to section 256.40,
8 as amended by 2023 Iowa Acts, Senate File 514:

9 \$ 1,500,000

10 From the moneys appropriated in this numbered subparagraph,
11 not more than \$50,000 shall be used by the department of
12 workforce development to provide statewide support for
13 work-based learning.

14 (5) For the funding of internships for students studying in
15 the fields of science, technology, engineering, and mathematics
16 with eligible Iowa employers as provided in section 15.411,
17 subsection 3, paragraph "c":

18 \$ 633,325

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 for expenditure for the purposes designated until the
23 close of the succeeding fiscal year.

24 Sec. 16. GENERAL FUND — CERTAIN REGENTS INSTITUTIONS.

25 1. There is appropriated from the general fund of the state
26 to the following institutions for the fiscal year beginning
27 July 1, 2023, and ending June 30, 2024, the following amounts,
28 or so much thereof as is necessary, to be used for the purposes
29 designated:

30 a. IOWA STATE UNIVERSITY OF SCIENCE AND TECHNOLOGY

31 In cooperation with the economic development authority, for
32 support of a biosciences innovation ecosystem, to strengthen
33 Iowa's leadership positions in the area of bio-based chemicals,
34 digital agriculture, vaccines, and medical devices, including
35 salaries, support, maintenance, and miscellaneous purposes, and

1 for not more than the following full-time equivalent positions:
 2 \$ 2,963,995
 3 FTEs 8.40

4 b. STATE UNIVERSITY OF IOWA

5 In cooperation with the economic development authority, for
 6 support of a biosciences innovation ecosystem, to strengthen
 7 Iowa's leadership positions in the area of bio-based chemicals,
 8 digital agriculture, vaccines, and medical devices, including
 9 salaries, support, maintenance, and miscellaneous purposes, and
 10 for not more than the following full-time equivalent positions:

11 \$ 1,000,000
 12 FTEs 4.35

13 c. UNIVERSITY OF NORTHERN IOWA

14 For equipment and technology to expand the university's
 15 additive manufacturing capabilities related to investment
 16 castings technology and industry support, including salaries,
 17 support, maintenance, and miscellaneous purposes, and for not
 18 more than the following full-time equivalent positions:

19 \$ 394,321
 20 FTEs 2.73

21 The university of northern Iowa shall make a good-faith
 22 effort to coordinate with private entities to seek moneys to
 23 supplement this appropriation to support the expansion of the
 24 university's additive manufacturing capabilities.

25 2. Notwithstanding [section 8.33](#), moneys appropriated in
 26 subsection 1, paragraphs "a" and "b", that remain unencumbered
 27 or unobligated at the close of the fiscal year shall not revert
 28 but shall remain available for expenditure for the purposes
 29 designated until the close of the succeeding fiscal year.

30 DIVISION II

31 FY 2022-2023 — FUTURE READY IOWA VOLUNTEER MENTORING PROGRAM
 32 Sec. 17. 2022 Iowa Acts, chapter 1148, section 3, subsection
 33 11, is amended to read as follows:

34 11. FUTURE READY IOWA — VOLUNTEER MENTORING PROGRAM

35 a. There is appropriated from the Iowa skilled worker and

1 job creation fund created in section 8.75 to the economic
2 development authority for the fiscal year beginning July 1,
3 2022, and ending June 30, 2023, the following amount, or so
4 much thereof as is necessary, to be used for the purposes
5 designated:

6 For allocation to the Iowa commission on volunteer services
7 to be used for establishing a volunteer mentor program to
8 support implementation of the future ready Iowa skilled
9 workforce last-dollar scholarship program in section 261.131
10 and the future ready Iowa skilled workforce grant program
11 created in section 261.132, and for not more than the following
12 full-time equivalent positions:

13	\$	400,000
14	FTEs	1.15

15 b. Notwithstanding section 8.33, moneys appropriated in
16 this subsection that remain unencumbered or unobligated at the
17 close of the fiscal year shall not revert but shall remain
18 available for expenditure for the purposes designated, and for
19 not more than the authorized full-time equivalent positions,
20 until the close of the succeeding fiscal year.

21 DIVISION III

22 HOUSING RENEWAL PILOT PROGRAM

23 Sec. 18. 2022 Iowa Acts, chapter 1148, section 20, is
24 amended to read as follows:

25 SEC. 20. HOUSING RENEWAL PILOT PROGRAM.

26 1. For purposes of this section, ~~“nonprofit Iowa~~
27 affiliate”:

28 a. “Eligible participant” includes cities, counties,
29 consortiums of local governments, and organizations exempt from
30 taxation pursuant to section 501(c)(3) of the Internal Revenue
31 Code.

32 b. “Nonprofit Iowa affiliate” means a nonprofit Iowa
33 affiliate of a nonprofit international organization whose
34 primary activity is the promotion of the construction,
35 remodeling, or rehabilitation of one-family or two-family

1 dwellings for use by low-income families.

2 2. a. A housing renewal program fund is created in the
3 state treasury under the control of the Iowa finance authority.
4 The fund shall consist of moneys appropriated to or deposited
5 in the fund. Moneys in the fund are appropriated to the Iowa
6 finance authority to establish and administer a housing renewal
7 pilot program.

8 b. For the fiscal year beginning July 1, 2022, and ending
9 June 30, 2023, there is appropriated from the general fund of
10 the state to the Iowa finance authority five hundred thousand
11 dollars for deposit in the housing renewal program fund.

12 c. Notwithstanding section 8.33, moneys appropriated in
13 this section that remain unencumbered or unobligated at the
14 close of the fiscal year shall not revert but shall remain
15 available for expenditure for the purposes designated until the
16 close of the succeeding fiscal year.

17 ~~e.~~ d. Notwithstanding section 12C.7, subsection 2,
18 interest or earnings on moneys in the housing renewal program
19 fund shall be credited to the fund. Payment of interest,
20 income generated from the sale of an ownership unit pursuant to
21 subsection 6, recaptures of ~~grant~~ financial assistance awards,
22 and other repayments under the housing renewal pilot program
23 shall be deposited in the fund.

24 3. a. The Iowa finance authority shall provide moneys
25 from the housing renewal program fund to a nonprofit Iowa
26 affiliate that shall use the moneys to award ~~grants~~ financial
27 assistance under the housing renewal pilot program to eligible
28 participants.

29 b. Eligible participants ~~under paragraph "a"~~ shall use
30 ~~a grant~~ financial assistance awarded under the housing
31 renewal pilot program only for purposes of the acquisition,
32 rehabilitation, and resale of ownership units; the acquisition
33 and demolition of blighted structures; and the redevelopment
34 of ownership units.

35 4. Twenty-five percent of moneys appropriated to the

1 housing renewal program fund shall be allocated to ~~rural~~
2 ~~communities~~ financial assistance awards for eligible
3 participants located in the eighty-eight least populated
4 counties in the state.

5 5. a. The nonprofit Iowa affiliate ~~may partner with a city,~~
6 ~~a county, a consortium of local governments, or an organization~~
7 ~~exempt from taxation pursuant to section 501(c)(3) of the~~
8 ~~Internal Revenue Code; however, the nonprofit Iowa affiliate~~
9 ~~shall determine the geographic location of all projects for~~
10 ~~which a grant is awarded~~ shall determine the criteria used
11 to evaluate eligible participants and to award financial
12 assistance to eligible participants selected by the nonprofit
13 Iowa affiliate.

14 b. The nonprofit Iowa affiliate shall not award a grantee an
15 eligible participant more than one hundred thousand dollars per
16 ownership unit. ~~A grantee may use up to five percent of a grant~~
17 ~~for administration expenses related to the grantee's project.~~
18 The nonprofit Iowa affiliate may use up to five percent of the
19 financial assistance awarded to an eligible participant for
20 administrative expenses related to the housing renewal pilot
21 program.

22 c. (1) ~~A grantee~~ An eligible participant shall have a
23 maximum of thirty-six months from the date a contract is
24 executed between the nonprofit Iowa affiliate and the grantee
25 eligible participant for the grantee's eligible participant to
26 complete the eligible participant's project. The grantee's
27 eligible participant's project shall be considered complete
28 when all ~~grant funds~~ financial assistance awarded to the
29 ~~grantee have~~ eligible participant has been expended, and all
30 ownership units that are covered by the contract are finished
31 and available for sale.

32 (2) ~~If a grantee~~ Unless the nonprofit Iowa affiliate
33 authorizes additional time for good cause shown, if an eligible
34 participant has no project activity within ~~thirty-six~~ twelve
35 months from the date a contract is executed between the

1 nonprofit Iowa affiliate and the ~~grantee~~ eligible participant,
2 the ~~grant~~ financial assistance award shall be returned to the
3 Iowa finance authority for deposit in the housing renewal
4 program fund.

5 d. ~~A grantee~~ An eligible participant shall sell each
6 completed ownership unit to a homebuyer whose income is under
7 the one hundred twenty percent area median income and who must
8 occupy the ownership unit as the homebuyer's primary residence.
9 The deed to the ownership unit must contain a restrictive
10 resale requirement that prohibits the homebuyer or a subsequent
11 owner from selling the ownership unit to a person with an
12 income above the one hundred twenty percent area median income
13 for five calendar years from the date the ~~grantee~~ eligible
14 participant sold the ownership unit to the first homebuyer
15 whose income is under the one hundred twenty percent area
16 median income.

17 6. ~~A grantee may~~ The nonprofit Iowa affiliate shall use
18 income generated from the sale of an ownership unit only for
19 the purpose of ~~additional eligible expenses~~ awarding financial
20 assistance to eligible participants under the housing renewal
21 pilot program.

22 7. The Iowa finance authority shall not use more than five
23 percent of moneys ~~allocated~~ appropriated to the housing renewal
24 program fund for administration and oversight of the housing
25 renewal pilot program.

26 8. ~~The Iowa finance authority shall adopt rules pursuant to~~
27 ~~chapter 17A to administer this division.~~

28 9. ~~8.~~ The Iowa finance authority, in coordination with the
29 nonprofit Iowa affiliate, shall submit a report to the general
30 assembly on or before December 31, ~~2023~~ 2024, describing the
31 community, economic, and financial impact of the housing
32 renewal pilot program.

33 9. This section is repealed July 1, 2025.

34 DIVISION IV

35 REGIONAL INDUSTRY SECTOR PARTNERSHIPS — RULES

