Last Action:

Final Action

April 19, 2024

State Budget Processes and Information Technology Bill House File 2708

An Act relating to the powers, duties, and responsibilities of state government entities associated with the budget, financial control, and information technology, making penalties applicable, and making appropriations.

Fiscal Services Division

Legislative Services Agency

NOTES ON BILLS AND AMENDMENTS (NOBA) Available online at www.legis.iowa.gov/publications/information/appropriationBillAnalysis

LSA Staff Contact: Adam Broich (515.281.8223)

FUNDING SUMMARY

House File 2708 relates to the powers, duties, and responsibilities of State government entities associated with the budget, financial control, and information technology.

The Bill makes a number of changes related to the budget, and repeals requirements to provide funds to eliminate the generally accepted accounting principles (GAAP) deficit. The Bill removes references to appropriations made in prior years from the Rebuild Iowa Infrastructure Fund (RIIF) and past instances where the Technology Reinvestment Fund (TRF) standing appropriation was suspended. The Bill also allows the Director of the Department of Management (DOM) to establish, abolish, and consolidate divisions within the DOM.

The Bill transfers duties that are under Iowa Code chapter <u>8B</u> (Information Technology) to Iowa Code chapter <u>8</u> (Department of Management — Budget and Financial Control Act), eliminates the Office of the Chief Information Officer (OCIO), and authorizes the Chief Information Officer and the DOM to adopt various information technology policies and procedures.

FISCAL IMPACT: Moving duties previously under the OCIO to the DOM and eliminating the OCIO from the list of agencies under Iowa Code section <u>11.5B</u> will reduce reimbursements paid to the Auditor of the State and increase the auditing requirements covered by the Auditor of the State's existing General Fund appropriation. To offset this reduction, the General Assembly appropriated \$48,000 in <u>SF 2433</u> (FY 2025 Administration and Regulation Appropriations Bill) from the General Fund to the Auditor of the State.

SIGNIFICANT CODE CHANGES

Adopts new definitions in Iowa Code chapter <u>8</u> (Department of Management — Budget and Financial Control Act) and redefines "repayment receipts" as "appropriated receipts."	Page 1, Line 3
Amends the definition of "capital projects" as it pertains to Iowa Code section 8.3A.	Page 3, Line 4
Allows the Director of the DOM to establish, abolish, and consolidate divisions within the DOM and eliminates a requirement for the DOM director to post a \$25,000 surety bond.	Page 3, Line 21
Allows the DOM to employ personnel as necessary to perform assigned duties and responsibilities.	Page 4, Line 7
Consolidates current duties performed by the DOM into a single section and adds and expands duties related to information technology to Iowa Code chapter $\underline{8}$.	Page 4, Line 13

HOUSE FILE 2708

Eliminates the Special Olympics Fund but maintains the current standing General Fund appropriation and intended use of the funds. The annual appropriation of \$100,000 will be made to the DOM.	Page 9, Line 27
Requires the Office of Grants Enterprise Management in the DOM to process, track, and coordinate block grants and categorical grants.	Page 10, Line 2
Eliminates various duties of the facilitator of the Office of Grants Enterprise Management.	Page 10, Line 14
Appropriates \$17.5 million from the General Fund to the Technology Reinvestment Fund for FY 2026 and each fiscal year thereafter.	Page 24, Line 31
Extends the repeal of the Iowa Coronavirus Fiscal Recovery Fund from July 1, 2025, to July 1, 2027.	Page 26, Line 4
Extends the repeal of the Iowa Coronavirus Capital Projects Fund from July 1, 2025, to July 1, 2027.	Page 26, Line 17
Transfers the Sports Wagering Receipts Fund (SWRF) to a new Iowa Code section.	Page 26, Line 18
Changes the name of the Lean Enterprise Office to Lean Enterprise and Change Management Office and adds change management functions to the responsibilities of the Office.	Page 28, Line 17
Specifies it is the intent of the General Assembly that State and local governments will work collaboratively on a whole-of-state approach to protect against cybersecurity threats to information systems.	Page 31, Line 7
Authorizes the DOM to support all of State government and local governments that are conducting cybersecurity activities under new Iowa Code section 8.92. Allows the DOM to collect fees for these activities and deposit the fees into the DOM Internal Service Fund.	Page 31, Line 33
Authorizes the DOM to establish a grant program to support local governments and political subdivisions conducting activities related to cybersecurity and information systems. Allows the Department to establish grant program priorities and criteria.	Page 32, Line 3
Revises the definition of "network services" to include cybersecurity and information technology support for Iowa PBS and to exclude federally licensed television airwaves.	Page 32, Line 33
Adds "cloud computing solutions" to the list of infrastructure services as it pertains to "information technology."	Page 33, Line 12

HOUSE FILE 2708

Adds "other similar or related services as determined by the director" to the definition of "information technology services."	Page 33, Line 18
Replaces the term "participating agency" with the term "supported entity" as it pertains to information technology, and establishes entities that are not a "supported entity."	Page 33, Line 24
Allows the DOM to enter into agreements with local governments or local governments that have entered into an agreement under Iowa Code chapter 28E (Joint Exercise of Governmental Powers), the Iowa State Association of Counties, Iowa League of Cities, and the Iowa State Bar Association. Adopts conforming language changes.	Page 43, Line 2
Allows the DOM to establish an Internal Service Fund primarily funded from billings to governmental entities for information technology services provided by the DOM.	Page 43, Line 27
The Bill adds new duties related to information technology. Policies and procedures created by DOM are binding on supported entities and represent best practices for non-supported entities.	Page 46, Line 18
Additional duties of the Chief Information officer include continuous monitoring through a security operations center for supported entities and available to other entities; coordinating and managing the acquisition of information technology goods for supported entities; selecting the Chief Information Security officer and other technology staff; working with all governmental entities to achieve information technology goals; reviewing and evaluating information technology projects; streamlining, consolidating and coordinating broadband development, including administering the Broadband Grant program; and coordinating the Fiberoptic Network Conduit Installation Program	
Exempts the Department of Public Defense from requirements to obtain information technology services from the DOM for services that impact connections with federal government networks and systems.	Page 51, Line 30
Eliminates waivers that allow participating agencies to provide, acquire, or utilize information technology. Eliminates an annual report that the OCIO was required to submit to the Governor, DOM, and General Assembly related to spending, cost savings, and future planning related to technology.	Page 52, Line 2
Establishes the DOM as the sole authority in State government for providing and procuring information technology goods and services and for establishing associated master agreements. Allows the DOM to collect administrative fees associated with purchases made from information technology agreements. These fees will be deposited into the DOM Internal Service Fund.	Page 53, Line 18

Requires the DOM to prioritize the procurement of cloud computing solutions and other information technology related services not hosted by the State and establishes requirements related to the procurement and use of cloud computing solutions.	
Adds the DOM to the list of State agencies that are not subject to a 24-month limitation on employee interchange among governmental entities.	Page 60, Line 13
Removes an existing exception providing that the Iowa Public Employees' Retirement System (IPERS) is not a supported entity for purposes of information technology, thereby subjecting IPERS to the DOM's powers and responsibilities relating to information technology under the Bill.	Page 60, Line 20
Prohibits the Department of Insurance and Financial Services from providing certain information to the DOM.	Page 60, Line 22
Changes the due date for political subdivisions to file an annual report to the General Assembly related to county and city bond issuance from December 1 to January 1.	Page 61, Line 6
 The Bill repeals the following Iowa Code sections: 8.6 – Specific Powers and Duties 8.25 – Tentative Budget 8.28 – Supplemental Estimates 8.43 – Salary Adjustment Fund 8.53 – GAAP Deficit – GAAP Implementation 8.59 – Appropriations Freeze 8.60 – Use of Designated Moneys 8.61 – Trust Fund Information 8B.2 – Office Established – Chief Information Officer Selected 8B.3 – Office – Purpose – Mission 8B.4 – Powers and Duties of the Chief Information Officer 8B.5 – Prohibited Interests – Penalty 8B.9 – Reports Required 	Page 61, Line 20
Moves relevant provisions from Iowa Code chapter <u>8B</u> into Iowa Code chapter <u>8</u> .	Page 61, Line 33
Requires that any administrative rule, regulation, order, or directive from the OCIO will remain in effect until amended, repealed, or affirmatively replaced by the DOM.	Page 62, Line 28

EXECUTIVE SUMMARY

STATE BUDGET PROCESSES AND INFORMATION TECHNOLOGY BILL

Division II adopts conforming amendments.

Page 62, Line 33

HOUSE FILE 2708

House File 2708

House File 2708	provides f	for the	following	changes to	the Code of Iowa.

Page #	Line #	Bill Section	Action	Code Section
1	3	1	Amend	8.2
3	4	2	Amend	8.3A.1.a
3	21	3	Amend	8.4
4	7	4	Strike and Replace	8.5.1
4	13	5	Add	8.5.5,6,7,8,9,10,11,12,13,14,15,16,17,18,19,20,21,22
9	27	6	Amend	8.8
10	2	7	Amend	8.9.1
10	14	8	Amend	8.10
11	17	9	Amend	8.21.1
11	25	10	Amend	8.22.1
14	27	11	Amend	8.22A.5.b
14	34	12	Amend	8.23.1
15	10	13	Amend	8.23.1.a,d
15	21	13	Amend	8.26
16	5	15	Amend	8.29
16	14	16	Amend	8.31.3,5
16	27	17	Amend	8.32
18	6	18	Amend	8.35
18	22	19	Amend	8.35A.4
19	4	20	New	8.48
20	4 19	20 21	Strike	8.55.3.f
	21	21 22	Amend	8.56.1,3
20 21	15	22 23		
	30		Amend Strike	8.57.1,3
22		24		8.57.2,4,6
22	32	25	Amend	8.57.5.a
23	11	26	Strike	8.57.5.d,e
23	13	27	Strike	8.57.5.f.(1).(b)
23	16	28	Strike	8.57.5.f.(1).(d).(i)
23	20	29	Amend	8.57.5.f.(1).(g)
23	32	30	Strike	8.57.5.g
23	34	31	Amend	8.57A.1
24	11	32	Amend	8.57B.2
24	19	33	Amend	8.57C.1
24	31	34	Strike and Replace	8.57C.3.a
25	4	35	Strike	8.57C.3.b,c,d,e,f,g,h,i,j
25	7	36	Amend	8.57D.3
25	15	37	Amend	8.57E.3
25	25	38	Strike	8.57F.1.d
25	27	39	Amend	8.57G.3,4
26	5	40	Amend	8.57H.3,4
26	18	41	New	8.571
27	24	42	Amend	8.58
28	17	43	Amend	8.70
30	26	44	Amend	8.75.2
31	7	45	New	8.92
32	13	46	Add	8B.1.4A,4B
32	19	47	Amend	8B.1.8.b.(9),(10)
32	25	48	Amend	8B.1.9
32	33	49	Amend	8B.1.10.e

House File 2708

Line # **Bill Section Code Section** Page # Action 8B.1.10.1 33 12 50 Strike and Replace 33 18 51 8B.1.10.m Add 33 22 52 Strike 8B.1.11 33 24 Strike and Replace 8B.1.12 53 34 8 54 8B.1.13.a Amend 34 18 55 8B.1.13.b Amend 34 28 56 Amend 8B.1.15 35 9 57 8B.4A Amend 9 36 58 8B.6 Amend 36 26 59 Amend 8B.10.1,2 37 17 60 Amend 8B.11 43 2 8B.12.1,3 61 Amend 43 27 62 Amend 8B.13 8B.15 45 12 63 Amend 5 46 64 Amend 8B.16 18 46 65 Amend 8B.21.1,2,3 51 30 66 Strike and Replace 8B.21.4 52 2 8B.21.5,6 67 Strike 52 4 8B.22 68 Amend 53 1 69 8B.23 Amend 53 18 70 8B.24 Amend 57 8B.25.2,3 32 71 Amend 23 58 72 Amend 8B.31.1 58 35 73 8B.31.2 Amend 3 59 74 Amend 8B.31.2.b 59 14 75 Amend 8B.31.2.d 59 19 8B.32.1 76 Amend 8B.33 59 28 77 Amend 60 13 78 Amend 28D.3.4 20 79 97B.4.2.d 60 Strike 22 60 80 New 546.13 20 83 61 Repeal 8.6; 8.25; 8.28; 8.43; 8.53; 8.59; 8.60; 8.61; 8B.2; 8B.3; 8B.4; 8B.5; 8B.9 35 87 62 Amend 2.47A.1.b 5 63 88 Amend 8A.101 63 9 89 Strike 8A.104.7 11 90 8A.123.1 63 Amend 28 91 8A.125.1 63 Amend 64 7 92 Amend 8A.502.7 64 29 93 Amend 8A.502.8.b 94 65 1 Amend 8D.3.2.b 65 7 95 10A.107 Amend 65 14 96 Amend 10A.503.2 65 34 97 10A.506.4 Amend 66 19 98 10A.801.9 Amend 66 24 99 10A.902.5 Amend 100 11.5B.14 67 4 Strike 67 6 101 Amend 12.89.2.b 67 102 12.89A.2.a 11 Amend 67 16 103 Amend 13B.8.4.b

House File 2708 provides for the following changes to the Code of Iowa.

House File 2708

House File 2708 provides for the following changes to the Code of Iowa.

Page #	Line #	Bill Section	Action	Code Section	
67	26	104	Amend	15E.311.3.a	
68	20 21		Amend	16.50.1	
68	31		Amend	16.81.2.d	
69				17A.6B.1	
69	1 9		Amend	20.33	
69	27		Amend	20.55 22.3A.2.f	
			Amend		
70 70	2		Amend	23A.2.8.o	
70 70	6		Amend	29C.8.5	
70 70	22		Amend	35D.7.2	
70	29		Amend	35D.18.3	
71	1		Strike	35D.18.4	
71	3		Amend	68A.405A.1.a	
71	16		Amend	68A.405A.2	
71	35		Amend	80.28.2.a.(7)	
72	5		Amend	80B.15.2	
72	12		Amend	80B.19.1	
72	21		Amend	84A.5.9	
73	2		Amend	99D.14.2.b,c	
73	18		Amend	99D.17	
73	28		Amend	99D.22.3.d	
74	4		Amend	99D.22.4.b	
74	11	125	Amend	99E.5.3	
74	22		Amend	99E.5.4.c	
74	28		Amend	99E.6.2	
74	35		Amend	99F.4.2,27	
75	25		Amend	99F.10.4.b,c	
76	7		Amend	99F.11.5.b	
76	14		Amend	99G.39.6.a	
76	34		Amend	100B.4.2	
77	8		Amend	100C.9.1	
77	15	134	Amend	100D.7.2	
77	22	135	Amend	123.17.3	
78	4		Amend	124.553.6	
78	16		Amend	124E.10	
78	33	138	Amend	124E.19.1.b	
79	10		Amend	135C.7.2	
79	22		Amend	135Q.2.1	
79	33		Amend	135R.3.4	
80	3		Amend	136C.10.4	
80	13		Amend	147A.6.1	
80	31		Amend	155A.40.2	
81	14		Amend	162.2B.2	
81	23		Amend	192.111.3	
81	32		Amend	198.9.3	
82	5		Amend	200.9	
82	22		Amend	201A.11	
82	32		Amend	203.9.3	
83	8		Amend	203C.2.5	
	13	1			

. ...

Page # Line # **Bill Section Code Section** Action 206.12.3 83 34 153 Amend 15 84 154 215A.9.2 Amend 222.92.3 84 24 155 Amend 222.92.4 84 33 156 Strike 84 35 157 226.9B.2 Amend 85 8 158 232D.307.3 Amend 85 16 159 Amend 252B.4.3 85 23 160 252B.5.13.b Amend 85 31 161 252B.23.11 Amend 86 4 162 Amend 262.9.19.b 12 86 163 Amend 262.9B.1,3,4 22 87 164 272C.6.6.b Amend 33 87 165 Amend 321.52.4.d 321.491.2.b 89 6 166 Amend 89 22 321A.3.1 167 Amend 325A.5 90 16 168 Amend 90 27 169 421.17.2.d Amend 91 12 170 421.17.27.j Amend 91 29 171 423.2A.3 Amend 426B.1.1 92 8 172 Amend 92 27 173 427.1.40.a Amend 93 2 174 Amend 427.1.40.f.(1).(d) 93 11 175 Amend 427.1.40.f.(2),(7) 93 34 176 453A.35A.1 Amend 94 20 177 Amend 461A.79.4 94 29 178 Amend 473.19A.2.a 95 8 179 Amend 475A.6.3 28 95 180 Amend 477C.7.2 96 1 181 Amend 505.7.7 12 182 523A.501.3.b 96 Amend 96 30 183 Amend 523A.502.4.b 97 13 184 524.207.4 Amend 97 35 185 524.901.7.c.(2).(a) Amend 5 98 186 533.111.3.a Amend 98 11 187 543D.22.5 Amend 98 19 188 543E.20.5.d Amend

556.18.3

633.564.3

189

190

Amend

Amend

27

34

98

98

1	1	DIVISION I
1	2	BUDGET AND FINANCIAL CONTROL —— INFORMATION TECHNOLOGY
1	3	Section 1. Section 8.2, Code 2024, is amended to read as
1	4	follows:
1	5	8.2 DEFINITIONS.
1	6	When used in this chapter:
1	7	1. "Appropriated receipts" means receipts that have been
1	8	appropriated by the general assembly.
1	9	<u>1.</u> <u>2.</u> "Block grant" means funds from the federal government
1	10	awarded in broad program areas within which the state is given
1	11	considerable latitude in determining how funds are used and for
1	12	which the state develops its own plan for spending according
1		to general federal guidelines. "Block grant" does not include
1	14	education research grants.
1		—23. "Budget" means the budget document required by this
1	16	chapter to be transmitted to the legislature general assembly.
1		<u>3.</u> <u>4.</u> "Categorical grant" means federal funds applied
1	18	for and received by the state which are in the form of
1	19	entitlements, formula grants, discretionary grants, open-ended
1		entitlements, or another form that may be used only for
1		specific, narrowly defined activities, except funds for
1		student aid and assistance; grants, contracts, and cooperative
1	23	agreements for research and training for which no appropriated
1		matching funds are required; and reimbursements for services
1	25	rendered.
1		 4. "Code" or "the Code" means the Code of Iowa.
1	27	
1		deposits, taxes, or other means that are properly collected
1	29	from, held for, and distributed to individuals, private
1		organizations, and other governments as provided by law.
1		5. 6. The terms "department and establishment" and
1		"department" or "establishment", "department or establishment"
1		mean any executive department, commission, board, institution,
1		bureau, office, or other agency of the state government, by
1		whatever name called, that uses, expends, or receives any
2		state government funds, including the state department of
2		transportation, except for funds which that are required
2		to match federal aid allotted to the state by the federal
2		government for highway special purposes, but excluding the
2	5	courts and the legislature general assembly.

CODE: Adopts new definitions in Iowa Code chapter <u>8</u> (Department of Management — Budget and Financial Control Act) and redefines "repayment receipts" as "appropriated receipts."

2 6 "General fund" means the general fund of the state 2 established pursuant to section 444.21. 7 8 6. 8. "Government" means the government of the state of 2 2 9 Iowa. 10 7. "Private trust funds" means any and all endowment 2 funds and any and all moneys received by a department or 2 11 2 12 establishment from private persons to be held in trust and expended as directed by the donor. 2 13 2 14 8. "Repayment receipts" means those moneys collected by a department or establishment that supplement an appropriation 2 15 2 16 made by the legislature. 2 9. "Government funds" means all moneys appropriated by the 17 general assembly, or moneys collected by or for the state, or a 2 18 department or establishment of the state, pursuant to authority 2 19 2 20 granted by law. 10. "Private purpose trust funds" means trust arrangements 2 21 under which the principal and income benefit individuals, 22 2 private organizations, or other governments. "Private purpose 2 23 2 trust funds" does not include pension or other employee benefit 24 trust funds or investment trust funds. 2 25 9. 11. "Special fund" "Special revenue fund" means any 2 26 27 and all government fees and other revenue receipts earmarked 2 to finance a governmental agency to which $\frac{1}{100}$ a general fund 2 28 appropriation is not made by the state. 2 29 10. "State funds" means any and all moneys appropriated by 2 30 2 31 the legislature, or money collected by or for the state, or an agency thereof, pursuant to authority granted by any of its 2 32 2 33 laws. 2 34 <u>11.</u> 12. "Unencumbered balance" means the unobligated 35 balance of an appropriation after charging thereto to the 2 3 appropriation all unpaid liabilities for goods and services and 1 3 2 all contracts or agreements payable from an the appropriation 3 3 or a special fund. Sec. 2. Section 8.3A, subsection 1, paragraph a, Code 2024, 3 4 3 5 is amended to read as follows: 3 6 "Capital project" means a project that consists of nonroutine repairs and replacements unrelated to new 3 7 construction for which the cost is two hundred fifty thousand 3 8 dollars or more, new construction, infrastructure or site 3 9 development, equipment, or information technology, as defined 3 10

3 11 in section 8B.1. "Capital project" includes land acquisition

CODE: Amends the definition of "capital projects" as it pertains to Iowa Code section 8.3A (A Capital Project Planning and Budgeting — Governor's Duties).

3 12 and projects that extend the useful life of or change the 3 13 functional use of a facility. "Capital project" does not include highway and right-of-way 3 14 3 15 projects or airport capital projects undertaken by the state 3 16 department of transportation and financed from dedicated 3 17 funds or capital projects funded by nonstate grants, gifts, 3 18 or contracts obtained at or through state universities, if 19 the projects do not require a commitment of additional state 3 3 20 resources for maintenance, operations, or staffing. 3 21 Sec. 3. Section 8.4, Code 2024, is amended to read as 3 22 follows: 3 23 8.4 DEPARTMENT OF MANAGEMENT. The department of management is created, which is directly 3 24 25 attached to the office of the governor and under the general 3 26 direction, supervision, and control of the governor. The 3 27 office is in immediate charge of an officer to be known 3 3 28 as "the director", who shall be appointed by the governor, subject to confirmation by the senate, and shall hold office 3 29 30 at the governor's pleasure and shall receive a salary as set 3 31 by the governor. The director may establish, abolish, and 3 32 consolidate divisions within the department of management 3 33 when necessary for the efficient performance of the various 3 3 34 functions and duties of the department of management. Before 35 entering upon the discharge of duties, the director shall 3 1 take the constitutional oath of office and give a surety bond 4 2 in the penalty fixed by the governor, payable to the state, 4 3 which shall not be less than twenty-five thousand dollars. 4 4 conditioned upon the faithful discharge of the director's 4 5 duties. The premium on the bond shall be paid out of the state 4 6 treasury. 4 4 Sec. 4. Section 8.5, subsection 1, Code 2024, is amended 8 by striking the subsection and inserting in lieu thereof the 4 4 9 following: 1. PERSONNEL. Employ personnel as necessary for the 4 10 4 11 performance of the duties and responsibilities assigned to the 4 12 department of management.

4 13 Sec. 5. Section 8.5, Code 2024, is amended by adding the 4 14 following new subsections:

4 15 NEW SUBSECTION 5. INVESTIGATIONS. Make such

CODE: Allows the Director of the Department of Management (DOM) to establish, abolish, and consolidate divisions within the DOM and eliminates a requirement for the DOM director to post a \$25,000 surety bond.

CODE: Allows the DOM to employ personnel as necessary to perform assigned duties and responsibilities.

CODE: Consolidates current duties performed by the DOM into a single section and adds and expands duties related to information technology to Iowa Code chapter 8.

4 16 investigations of the organization, activities, and methods of 4 17 procedure of the several departments and establishments as the 4 18 director of the department of management may be called upon to 4 19 make by the governor or general assembly. 4 20 NEW SUBSECTION 6. LEGISLATIVE ASSISTANCE. 4 21 a. Furnish to any committee of either house of the general 4 22 assembly having jurisdiction over revenues or appropriations such assistance and information regarding the financial affairs 23 4 4 24 of the government as the committee may request. 25 b. Develop and recommend legislative proposals deemed 4 4 26 necessary for the continued efficiency of the department of 27 management in performing information technology functions under 4 4 28 subchapter XI, and review legislative proposals generated 29 outside of the department which are related to matters within 4 4 30 the department's purview. 31 NEW SUBSECTION 7. RULES. Make such rules, subject to the 4 32 approval of the governor, as may be necessary for effectively 4 33 carrying on the work of the department of management. The 4 34 director may, with the approval of the executive council, 4 35 require any state official, agency, department, or commission, 4 1 to require any applicant, registrant, filer, permit holder, 5 2 or license holder, whether individual, partnership, trust, or 5 3 corporation, to submit to said official, agency, department, 5 4 or commission, the social security number or the tax number or 5 5 5 both so assigned to said individual, partnership, trust, or 5 6 corporation. 5 7 NEW SUBSECTION 8. ALLOTMENTS. Perform the necessary work 8 involved in reviewing requests for allotments as are submitted 5 5 9 to the governor for approval. 5 10 NEW SUBSECTION 9. BUDGET DOCUMENT. Prepare the budget 5 11 document and draft the legislation to make it effective. 5 12 NEW SUBSECTION 10. TAXATION TRANSPARENCY AND DISCLOSURE. Exercise the powers and perform the duties 5 13 14 and responsibilities of the director and the department as 5 5 15 authorized or required under chapter 8G. 5 16 NEW SUBSECTION 11. GENERAL CONTROL. Perform such other 5 17 duties as may be required to effectively control the financial 18 operations of the government as limited by this chapter. 5 5 19 NEW SUBSECTION 12. CAPITAL PROJECT BUDGETING REQUESTS. Compile annually all capital project budgeting 5 20 5 21 requests of all state agencies, as those terms are defined in

5 22 section 8.3A, and to consolidate the requests, with individual 23 state agency priorities noted, into a report for submission 5 5 24 with the budget documents by the governor pursuant to section 25 8.22. Any additional information regarding the capital 5 26 project budgeting requests or priorities shall be compiled and 5 27 submitted in the same report. 5 28 NEW SUBSECTION 13. CAPITAL PROJECT PLANNING AND BUDGETING 5 AUTHORITY. Call upon any state agency, as defined in section 5 29 5 30 8.3A, for assistance the director may require in performing the 5 31 director's duties under subsection 12. All state agencies, 5 32 upon the request of the director, shall assist the director and 33 are authorized to make available to the director any existing 5 5 34 studies, surveys, plans, data, and other materials in the 5 35 possession of the state agencies which are relevant to the 6 director's duties. 6 2 NEW SUBSECTION 14. STATE TORT CLAIMS —— RISK MANAGEMENT COORDINATOR. Designate a position within the department of 6 3 4 management to serve as the executive branch's risk management 6 6 5 coordinator. a. The risk management coordinator shall have all of the 6 6 6 following responsibilities: 7 6 8 Coordinating and monitoring risk control policies and programs in the executive branch, including but not limited 6 9 6 10 to coordination with the employees of departments who are 11 responsible for the workers' compensation for state employees 6 6 12 and management of state property. (2) Consulting with the attorney general with respect to 6 13 6 14 the risk control policies and programs and trends in claims and 15 liability of the state under chapter 669. 6 6 16 (3) Coordinating the state's central data repository for 6 17 claims and risk information. 6 18 b. The costs of salary, benefits, and support for the risk 19 management coordinator shall be authorized by the state appeal 6 20 board established in chapter 73A and shall be paid as claims 6 6 21 for services furnished to the state under section 25.2. 6 22 NEW SUBSECTION 15. SALARY MODEL ADMINISTRATOR. Designate 6 23 a position within the department of management to serve as the 24 salary model administrator. 6 6 25 a. The salary model administrator shall work in conjunction 26 with the legislative services agency to maintain the state's 6 6 27 salary model used for analyzing, comparing, and projecting

6 28 state employee salary and benefit information, including 29 information relating to employees of the state board of 6 6 30 regents. b. The department of revenue, the department of 6 31 6 32 administrative services, the institutions governed by the state 33 board of regents pursuant to section 262.7, each judicial 6 6 34 district's department of correctional services, and the state 35 department of transportation shall provide salary data to the 6 7 1 department of management and the legislative services agency 7 2 to operate the state's salary model. The format and frequency 7 3 of provision of the salary data shall be determined by the 4 department of management and the legislative services agency. 7 7 5 c. The information shall be used in collective bargaining 6 processes under chapter 20 and in calculating the funding needs 7 7 7 contained within any annual salary adjustment legislation. 7 8 A state employee organization as defined in section 20.3, 9 subsection 4, may request information produced by the model, 7 7 10 but the information provided shall not contain information 7 11 attributable to individual employees. 7 12 NEW SUBSECTION 16. CHIEF INFORMATION OFFICER. Designate a 7 13 position within the department of management to serve as the 7 14 chief information officer for the department and supported 7 15 entities, as defined in section 8B.1, who shall be the sole 7 16 chief information officer for the department and supported 7 17 entities. 7 18 NEW SUBSECTION 17. GUBERNATORIAL ADVICE. Provide advice 7 19 to the governor, including advice related to information 7 20 technology, as defined in section 8B.1. 7 21 NEW SUBSECTION 18. INFORMATION TECHNOLOGY CONSULTATION. Consult with departments and establishments on 7 22 7 23 issues related to information technology, as defined in section 7 24 8B.1. 7 25 NEW SUBSECTION 19. CYBERSECURITY. Exercise the sole 26 authority in the executive branch of state government for 7 7 27 convening cross-jurisdictional, multi-entity collaborations to 7 28 address cybersecurity issues for supported entities, as defined 7 29 in section 8B.1. NEW SUBSECTION 20. DESIGNATION OF SERVICES — FUNDING — 7 30 7 31 CUSTOMER COUNCIL. 32 7 Establish a process by which the department of 7 33 management, in consultation with the department of

7 34 administrative services, determines which services provided 35 by the department of administrative services shall be funded 7 8 1 by an appropriation and which services shall be funded by the 8 2 governmental entity receiving the service. b. Establish a process for determining whether the 8 3 8 4 department of administrative services shall be the sole 8 5 provider of a service for purposes of those services which the 6 department of management determines under paragraph "a" are to 8 8 7 be funded by the governmental entities receiving the service. 8 c. (1) Establish, by rule, a customer council responsible 8 8 9 for overseeing the services provided solely by the department 10 of administrative services. The rules adopted shall provide 8 8 11 for all of the following: (a) The method of appointment of members to the council by 8 12 8 13 the governmental entities required to receive the services. 8 14 (b) The duties of the customer council which shall be as 8 15 follows: 8 16 (i) Annual review and approval of the department of 17 administrative services' business plan regarding services 8 provided solely by the department of administrative services. 8 18 8 19 (ii) Annual review and approval of the procedure for 8 20 resolving complaints concerning services provided by the department of administrative services. 8 21 8 22 (iii) Annual review and approval of the procedure for setting rates for the services provided solely by the 8 23 8 24 department of administrative services. 25 8 (c) A process for receiving input from affected 8 26 governmental entities as well as for a biennial review by the 27 customer council of the determinations made by the department 8 8 28 of management of which services are funded by an appropriation 8 29 to the department of administrative services and which services 8 30 are funded by the governmental entities receiving the service, 8 31 including any recommendations as to whether the department of 32 administrative services shall be the sole provider of a service 8 8 33 funded by the governmental entities receiving the service. The 8 34 department of management, in consultation with the department 35 of administrative services, may change the determination of 8 a service if the change is in the best interests of those 9 1 2 governmental entities receiving the service. 9 9 (2) If a service to be provided may also be provided to the 3 4 judicial branch or legislative branch, then the rules shall 9

PG LN

9

9

9

9 9

9

9

9

9

9

9

9

9

9

10

10

10

10

10

5 provide that the chief justice of the supreme court may appoint 6 a member to the customer council, and the legislative council 7 may appoint a member from the senate and a member from the 8 house of representatives to the customer council, respectively, 9 at their discretion. 10 NEW SUBSECTION 21. ANNUAL REPORT. On an annual basis, 11 the department of management shall prepare a report to the 9 12 governor and the general assembly regarding the total spending 13 on technology for the previous fiscal year, the total amount 9 14 appropriated for the current fiscal year, and an estimate of 9 15 the amount to be requested for the succeeding fiscal year 16 for all supported entities, as defined in section 8B.1. The 9 9 17 report must include a five-year projection of technology cost 18 savings, an accounting of the level of technology cost savings 19 for the current fiscal year, and a comparison of the level of 9 9 20 technology cost savings for the current fiscal year with that 21 of the previous fiscal year. The department shall file the 9 22 report as soon as possible after the close of a fiscal year, 9 23 and by no later than the second Monday of January of each year. 9 24 NEW SUBSECTION 22. OTHER POWERS AND DUTIES. Exercise and 9 9 25 perform such other powers and duties as may be prescribed by 9 26 law. 9 27 Sec. 6. Section 8.8, Code 2024, is amended to read as 9 28 follows: 8.8 SPECIAL OLYMPICS **FUND** — APPROPRIATION. 9 29 A special olympics fund is created in the office of the 30 31 treasurer of state under the control of the department of 32 management. There is appropriated annually from the general 33 fund of the state to the special olympics fund department of management one hundred thousand dollars for distribution to 9 34 35 one or more organizations which administer special olympics programs benefiting the citizens of lowa with disabilities. 2 Sec. 7. Section 8.9, subsection 1, Code 2024, is amended to 3 read as follows: 1. The office of grants enterprise management is 4 5 established in the department of management. The function of 6 the office is to develop and administer a system process to

- 10 7 track, identify, advocate for, and coordinate nonstate block 10
- 8 grants as defined in section 8.2, subsections 1 and 3 10
- and categorical grants. Staffing for the office of grants 10 9

CODE: Eliminates the Special Olympics Fund but maintains the current standing General Fund appropriation and intended use of the funds. The annual appropriation of \$100,000 will be made to the DOM.

CODE: Requires the Office of Grants Enterprise Management in the DOM to process, track, and coordinate block grants and categorical grants.

10 10 enterprise management shall be provided by a facilitator 11 appointed by the director of the department of management. 10 10 12 Additional staff may be hired, subject to the availability of 10 13 funding. Sec. 8. Section 8.10, Code 2024, is amended to read as 10 14 10 15 follows: 10 16 8.10 FACILITATOR'S DUTIES. 10 17 The specific duties of the facilitator of the office of grants enterprise management may include the following: 10 18 10 Establish Coordinate a grants network representing all 19 state agencies to assist the grants enterprise management 10 20 office in an advisory capacity. Each state agency shall 10 21 22 designate an employee on the management or senior staff 10 level to serve as the agency's federal funds coordinator and 10 23 represent the agency on the grants network. An agency may not 10 24 create a staff position for a federal funds coordinator. The 10 25 10 26 coordinator's duties shall be in addition to the duties of the employee of the agency. 27 10 10 28 Develop a plan for increased state access to funding sources other than the general fund of the state. 29 10 10 30 Bevelop procedures to formally notify appropriate state 10 31 and local agencies of the availability of discretionary federal 10 32 funds and, when necessary, coordinate the application process. 4. 2. Establish an automated information system process 33 10 34 database for grants applied for and received and to track 10 10 35 congressional activity. 11 Frovide information and counseling to state agencies and 1 2 political subdivisions of the state concerning the availability 11 3 and means of obtaining state, federal, and private grants. 11 4 6. Provide grant application writing assistance and 11 5 training to state agencies and political subdivisions of the 11 6 state, directly or through interagency contracts, cooperative 11 agreements, or contracts with third-party providers. 11 7 -7. 3. Monitor the federal register and other federal or 11 8 state publications to identify funding opportunities, with 11 9 11 10 special emphasis on discretionary grants or other funding opportunities available to the state. 11 11 11 12 Periodically review the funding strategies and methods 13 of those states that rank significantly above the national 11 11 14 average in the per capita receipt of federal funds to determine

11 15 whether those strategies and methods could be successfully

CODE: Eliminates various duties of the facilitator of the Office of Grants Enterprise Management and requires the following:

- Coordinate a grants network representing all State agencies to assist the Grants Enterprise Management Office in an advisory capacity.
- Establish an automated information process database for all grants applied for and received.
- Monitor the federal register and other federal or State publications to identify funding opportunities.

11	17	Sec. 9. Section 8.21, subsection 1, Code 2024, is amended
11	18	to read as follows:
11	19	1 Not later than February 1 of each legislative regular

- 11 19 1. Not later than February 1 of each legislative regular
- 11 20 session of the general assembly, the governor shall transmit
- 11 21 to the tegislature general assembly a document to be known as
- 11 22 a budget, setting forth the governor's financial program for
- 11 23 the ensuing fiscal year and having the character and scope set
- 11 24 forth in sections 8.22 through 8.29 this subchapter.

11 25 Sec. 10. Section 8.22, subsection 1, Code 2024, is amended

- 11 26 to read as follows:
- 11 27 1. PART I GOVERNOR'S BUDGET MESSAGE. Part I shall consist
- 11 28 of the governor's budget message, in which the governor shall
- 11 29 set forth all of the following:
- 11 30 a. Part I shall consist of the governor's budget message, in
- 11 31 which the governor shall set forth.
- 11 32 (1) (a) The governor's program for meeting all the
- 11 33 expenditure needs of the government for the fiscal year,
- 11 34 indicating the classes of funds, general or special, from which
- 11 35 appropriations are to be made and the means through which
- 12 1 the expenditures shall be financed. The governor's program
- 12 2 shall include a single budget request for all capital projects
- 12 3 proposed by the governor. The request shall include but is not
- 12 4 limited to all of the following:
- 12 5 (b) The governor's program shall include a single budget

12 6 request for all capital projects proposed by the governor. The

- 12 7 request shall include but is not limited to the following:
- 12 8 -(i) (1) The purpose and need for each capital project.
- 12 9 $-\frac{(ii)}{(2)}$ A priority listing of capital projects.
- 12 10 -(iii) (3) The costs of acquisition, lease, construction,
- 12 11 renovation, or demolition of each capital project.
- 12 12 (iv) (4) The identification of the means and source of 12 13 funding each capital project.
- 12 14 (v) (5) The estimated operating costs of each capital 12 15 project after completion.
- 12 16 (vi) (6) The estimated maintenance costs of each capital 12 17 project after completion.
- 12 18 <u>(vii)</u> (7) The consequences of delaying or abandoning each 12 19 capital project.
- 12 20 <u>(viii)</u> (8) Alternative approaches to meeting the purpose or

CODE: Changes the reference for the "Legislative Session" to "Regular Session of the General Assembly" and changes "Legislature" to "General Assembly."

CODE: Combines duties that had been established in other Iowa Code sections to Iowa Code section 8.22 (Nature and Contents of Budget). These include:

- Transferring a requirement to annually report standing appropriations from Iowa Code section <u>8.6</u> (Specific Powers and Duties).
- Transferring a requirement for the Governor to transmit supplemental estimates to the General Assembly from Iowa Code section <u>8.28</u> (Supplemental Estimates).

12 21 need for each capital project. (ix) (9) Alternative financing mechanisms. 12 22 12 23 $\frac{1}{(x)}$ (10) A cost-benefit analysis or economic impact of each 12 24 capital project. 12 25 b. (1) Financial statements giving in summary form: 12 26 (a) The condition of the treasury at the end of the last 12 27 completed fiscal year, the estimated condition of the treasury at the end of the year in progress, and the estimated condition 28 12 12 29 of the treasury at the end of the following fiscal year if the governor's budget proposals are put into effect. 12 30 12 31 (b) Statements showing the bonded indebtedness of the 32 government, debt authorized and unissued, debt redemption and 12 12 33 interest requirements, and condition of the sinking funds, if 12 34 any. 12 35 (c) A summary of appropriations recommended for the 1 following fiscal year for each department and establishment 13 2 and for the government as a whole, in comparison with the 13 13 3 actual expenditures for the last completed fiscal year and the 4 estimated expenditures for the year in progress. 13 13 5 (d) A summary of the revenue, estimated to be received by 13 6 the government during the following fiscal year, classified 13 7 according to sources, in comparison with the actual revenue 8 received by the government during the last completed fiscal 13 13 9 year and estimated income during the year in progress. (e) A statement of federal funds received in the form of 13 10 13 11 block or categorical grants which were not included in the governor's budget for the previous fiscal year and a statement 13 12 13 of anticipated block grants and categorical grants. The 13 14 budget shall indicate how the federal funds will be used and 13 13 15 the programs to which they will be allocated. The amount of 13 16 state government funds required to implement the programs to 13 which the federal funds will apply shall also be indicated. 17 18 The departments and establishments shall provide information 13 19 to the director on the anticipated federal block grants and 13 13 20 categorical grants to be received on or before November 1 of each year. The director shall use this information to develop 13 21 13 22 an annual update of the statement of federal funds received which shall be provided to the general assembly. 13 23 13 24 (f) Other financial statements, data, and comments as in the governor's opinion are necessary or desirable in order to make 13 25 13 26 known in all practicable detail the financial condition and

13 27 operation of the government and the effect that the budget as proposed by the governor will have on the financial condition 28 13 13 29 and operation. 13 30 (g) A separate report containing a complete list of all standing appropriations showing the amount or estimated 13 31 amount of each appropriation and the purpose for which the 13 32 13 33 appropriation is made. (2) If the estimated revenues of the government for the 13 34 13 35 ensuing fiscal year as set forth in the budget on the basis of existing laws, plus the estimated amounts in the treasury at 14 1 14 2 the close of the year in progress, available for expenditure in 3 the ensuing fiscal year are less than the aggregate recommended 14 14 4 for the ensuing fiscal year as contained in the budget, the 5 governor shall make recommendations to the legislature in 14 14 6 respect to the manner in which the deficit shall be met. 7 whether by an increase in the state tax or the imposition of 14 8 new taxes, increased rates on existing taxes, or otherwise, 14 14 9 and if the aggregate of the estimated revenues, plus estimated 10 balances in the treasury, is greater than the recommended 14 11 appropriations for the ensuing fiscal year, the governor shall 14 make recommendations in reference to the application of the 14 12 14 13 surplus to the reduction of debt or otherwise, to the reduction in taxation, or to such other action as in the governor's 14 14 14 15 opinion is in the interest of the public welfare. c. Supplemental estimates for such appropriations as in 14 16 the governor's judgment may be necessary on account of laws 14 17 enacted after transmission of the budget, or as the governor 14 18 deems otherwise in the public interest. The governor shall 14 19 20 accompany such estimates with a statement of the reasons 14 14 21 therefor, including the reasons for their omission from the 22 budget. Whenever such supplemental estimates amount to an 14 aggregate which, if they had been contained in the budget, 14 23 would have required the governor to make a recommendation for 24 14 the raising of additional revenue, the governor shall make such 14 25 recommendation. 14 26 14 27 Sec. 11. Section 8.22A, subsection 5, paragraph b, Code

- 14 28 2024, is amended to read as follows:
- 14 29 b. The amount of revenue for the following fiscal year from
- 14 30 gambling revenues and from interest earned on the cash reserve
- 14 31 fund and the economic emergency fund to be deposited in the
- 14 32 rebuild lowa infrastructure fund under section 8.57, subsection

CODE: Adopts a corrective provision by updating a reference in Iowa Code section 8.22A for the estimation of gambling receipts (Revenue Estimating Conference).

14 33 5, paragraph "e" <u>"f"</u>.

- 14 34 Sec. 12. Section 8.23, subsection 1, unnumbered paragraph
- 14 35 1, Code 2024, is amended to read as follows:
- 15 1 On or before October 1, prior to each legislative regular
- 15 2 session of the general assembly, all departments and
- 15 3 establishments of the government shall transmit to the director
- 15 4 of the department of management, on blanks to be furnished
- 15 5 in a format designated by the director, estimates of their
- 15 6 expenditure requirements, including every proposed expenditure,
- 15 7 for the ensuing fiscal year, together with supporting data and
- 15 8 explanations as called for by the director after consultation
- 15 9 with the legislative services agency.

15 10 Sec. 13. Section 8.23, subsection 1, paragraphs a and d,

- 15 11 Code 2024, are amended to read as follows:
- 15 12 a. The estimates of expenditure requirements shall be
- 15 13 in a form specified by the director, and the expenditure
- 15 14 requirements shall include all proposed expenditures and shall
- 15 15 be prioritized by program or the results to be achieved. The
- 15 16 estimates shall be accompanied by performance measures for
- 15 17 evaluating the effectiveness of the programs or results.
- 15 18 d. The director shall furnish designate standard
- 15 19 budget request forms formats to each department or agency
- 15 20 establishment of state government.

15 21 Sec. 14. Section 8.26, Code 2024, is amended to read as 15 22 follows:

- 15 23 8.26 HEARINGS.
- 15 24 Immediately upon the receipt of the tentative budget
- 15 25 provided for by section 8.25 the The governor shall make
- 15 26 provision for public hearings thereon on the estimates of
- 15 27 expenditure requirements required by section 8.23, at which
- 15 28 the governor may require the attendance of the heads and other
- 15 29 officers of all departments, establishments, and other persons
- 15 30 receiving or requesting the grant of state government funds
- 15 31 and the giving by them of such explanations and suggestions as
- 15 32 they may be called upon to give or as they may desire to offer
- 15 33 in respect to items of requested appropriations in which they
- 15 34 are interested. The governor shall also extend invitations
- 15 35 to the governor-elect and the director of the department of
- 16 1 management to be present at such hearings and to participate in

CODE: Updates the method of transmitting annual department estimates to the DOM and makes conforming changes to Iowa Code section $\underline{8.23}$ (Annual Departmental Estimates).

CODE: Makes conforming changes to Iowa Code section <u>8.23</u> (Annual Departmental Estimates).

CODE: Removes a requirement for the Governor to immediately schedule public hearings on the tentative budget and instead requires the Governor to schedule hearings to review estimates of expenditure requirements submitted to the DOM.

2 the hearings through the asking of questions or the expression 16 3 of opinion in regard to the items of the tentative budget 16 16 4 estimates. 16 5 Sec. 15. Section 8.29, Code 2024, is amended to read as CODE: Removes an implementation date by which the Board of 6 follows: Regents was mandated to implement a uniform budgeting and 16 accounting system. 8.29 REGENTS UNIVERSITIES — UNIFORM ACCOUNTING SYSTEM. 16 7 16 8 The state board of regents, with the approval of the director 9 of the department of management, shall establish a uniform 16 16 10 budgeting and accounting system for the institutions of higher 16 11 education under its control, and shall require each of the 16 12 institutions of higher education to begin operating operate 16 13 under the uniform system not later than June 30, 1994. Sec. 16. Section 8.31, subsections 3 and 5, Code 2024, are CODE: Adopts a conforming change by replacing "repayment receipts" 16 14 with "appropriated receipts" in Iowa Code section 8.31 (Allotments of 16 15 amended to read as follows: Appropriations — Exceptions — Modifications). 3. The allotment requests of all departments and 16 16 16 17 establishments collecting governmental fees and other 18 revenue which supplement a state appropriation shall attach 16 19 to the summary of requests a statement showing how much 16 16 20 of the proposed allotments are to be financed from state 16 21 appropriations, stores, and repayment appropriated receipts. 5. If the governor determines that the estimated budget 16 22 16 23 resources during the fiscal year are insufficient to pay all 16 24 appropriations in full, the reductions shall be uniform and 16 25 prorated between all departments, agencies, and establishments 16 26 upon the basis of their respective appropriations. Sec. 17. Section 8.32, Code 2024, is amended to read as CODE: Adopts conforming changes and other nonsubstantive 16 27 16 28 follows: changes. 8.32 CONDITIONAL AVAILABILITY OF APPROPRIATIONS -----16 29 30 APPLICABILITY OF CHAPTER . 16 1. All appropriations made to any department or 16 31 32 establishment of the government as receive receivable or 16 33 collect collectable moneys available for expenditure by them 16 34 under present laws law, are declared to be in addition to such 16 16 35 repayment appropriated receipts, and such appropriations are 1 to be available as and to the extent that such receipts are 17 2 insufficient to meet the costs of administration, operation, 17 3 and maintenance, or and public improvements of such departments 17 or establishments, provided all of the following conditions are 17 4

17 5 <u>met</u>:

17 6 a. Provided, that such Such receipts or collections shall be are deposited in the state treasury as part of the general fund 17 7 17 8 or special revenue funds in all cases, except those collections made by the state fair board, the institutions under the state 17 9 17 10 board of regents, and the natural resource commission. 17 11 b. Provided further, that no repayment Appropriated receipts 17 12 shall be are not available for expenditures until allotted as provided in section 8.31, and. 17 13 17 14 c. Provided further, that the The collection of repayment 17 15 appropriated receipts by the state fair board and the 17 16 institutions under the state board of regents shall be are 17 17 deposited in a bank or banks duly designated and qualified as 17 18 state depositories, in the name of the state of Iowa, for the 17 19 use of such boards and institutions, and such funds shall be 17 20 are available only on the check of such boards or institutions 17 21 depositing them, which are hereby authorized to withdraw such 17 22 funds, but only after allotment by the governor as provided in 17 23 section 8.31, and. 17 24 d. 2. a. Provided further, that this This chapter shall does not apply to endowment or private purpose trust funds or 17 25 17 26 to gifts to institutions owned or controlled by the state or to 17 27 the income from such endowment or private purpose trust funds, or to private custodial funds belonging to students or inmates 17 28 17 29 of state institutions. 17 30 2. b. The provisions of this This chapter shall not be 17 31 construed to prohibit the state fair board from creating an 32 emergency or sinking fund out of the receipts of the state fair 17 17 33 and state appropriation for the purpose of taking care of any 34 emergency that might arise beyond the control of the board of 17 17 35 not to exceed three hundred thousand dollars. Neither shall 18 1 this 18 2 c. Thischapter shall not be construed to prohibit the state 3 fair board from retaining an additional sum of not to exceed 18 4 three hundred fifty thousand dollars to be used in carrying out 18 18 5 the provisions of chapter 173. 18 6 Sec. 18. Section 8.35, Code 2024, is amended to read as 18 7 follows: 18 8 8.35 GENERAL SUPERVISORY CONTROL. 18 9 The governor and the director of the department of

- 18 10 management and any officer of the department of management,
- 18 11 when authorized by the governor, are hereby authorized to make

CODE: Adopts a conforming change to Iowa Code section 8.35 (General Supervisory Control).

18 12 such inquiries regarding the receipts, custody, and application 18 13 of state government funds, existing organization, activities, 18 14 and methods of business of the departments and establishments, 18 15 assignments of particular activities to particular services 18 16 and regrouping of such services, as in the opinion of the governor, will enable the governor to make recommendations to 17 18 18 18 the legislature general assembly, and, within the scope of the powers possessed by the governor, to order action to be taken, 19 18 18 20 having for their purpose to bring about increased economy and 18 21 efficiency in the conduct of the affairs of government. 18 22 Sec. 19. Section 8.35A, subsection 4, Code 2024, is amended 18 23 to read as follows: 4. A government agency which receives state government 18 24 25 funds directly from the state or indirectly through a political 18 26 subdivision as directed by statute and which is not a city, 18 27 county, or school district is subject to this subsection. A 18 28 government agency which is subject to this subsection shall 18 submit a copy of its budget to the legislative services agency, 29 18 30 identifying it as being submitted under this subsection, when 18 31 the budget of that government agency has received approval 18 18 32 from the governing head or body of that agency. The copy of 33 the budget submitted to the legislative services agency shall 18 18 34 be on the budget forms provided in the format designated by 35 the department of management to state agencies under this 18 1 chapter section 8.23. The government agency shall also submit 19 2 a statement identifying any funds available to the agency which 19 19 3 are not included in the budget.

19 Sec. 20.NEW SECTION 8.48 LOCAL BUDGETS ---- FORMS AND 4 19 5 PROCEDURES. 1. The director of the department of management shall 6 19 7 consult with all state officers and agencies which receive 19 8 reports and forms from county officers, in order to devise 19 19 9 standardized reports and forms which will permit computer 10 processing of the information submitted by county officers, 19 19 11 and prescribe forms on which each municipality, at the time 19 12 of preparing estimates required under section 24.3, shall be 19 13 required to compile in parallel columns all of the following 19 14 data and estimates for immediate availability to any taxpayer 19 15 upon request: a. For the immediate prior fiscal year, revenue from all 19 16

CODE: Requires the budget submitted to the Legislative Services Agency to be submitted on a format designated by the DOM according to Iowa Code section $\frac{8.23}{2}$ (Annual Departmental Estimates).

CODE: Transfers duties currently under Iowa Code section $\frac{8.6}{1}$ to a new Iowa Code section. This section pertains to statewide coordination on county forms and information that municipalities are required to report under Iowa Code section $\frac{24.3}{24.3}$ (Requirement of Local Budget).

19 17 sources, other than revenue received from property taxation, 18 allocated to each of the several funds and separately stated 19 19 19 as to each such source, and for each fund the unencumbered cash balance thereof at the beginning and end of the year, the 19 20 19 21 amount received by property taxation allocated to each fund, 19 22 and the amount of actual expenditure for each fund. 19 23 b. For the current fiscal year, actual and estimated 24 revenue, from all sources, other than revenue received from 19 19 25 property taxation, and separately stated as to each such 19 26 source, allocated to each of the several funds, and for each 19 27 fund the actual unencumbered cash balance available at the 28 19 beginning of the year, the amount to be received from property 19 29 taxation allocated to each fund, and the amount of actual and 30 estimated expenditures, whichever is applicable. 19 19 31 c. For the proposed budget year, an estimate of revenue from 19 32 all sources, other than revenue to be received from property taxation, separately stated as to each such source, to be 19 33 34 allocated to each of the several funds, and for each fund the 19 35 actual or estimated unencumbered cash balance, whichever is 19 20 applicable, to be available at the beginning of the year, the 20 2 amount proposed to be received from property taxation allocated 3 to each fund, and the amount proposed to be expended during 20 20 4 the year plus the amount of cash reserve, based on actual 20 5 experience of prior years, which shall be the necessary cash 6 reserve of the budget adopted exclusive of capital outlay 20 20 7 items. The estimated expenditures plus the required cash 20 8 reserve for the ensuing fiscal year less all estimated or 20 9 actual unencumbered balances at the beginning of the year and 10 less the estimated income from all sources other than property 20 20 11 taxation shall equal the amount to be received from property 20 12 taxes, and such amount shall be shown on the proposed budget 20 13 estimate. 2. To ensure uniformity, accuracy, and efficiency in the 20 14 preparation of budget estimates by municipalities subject to 20 15 16 chapter 24, the director shall prescribe the procedures to be 20 20 17 used and instruct the appropriate officials of the various 20 18 municipalities on implementation of the procedures.

20 19 Sec. 21. Section 8.55, subsection 3, paragraph f, Code 2024,20 is amended by striking the paragraph.

CODE: Removes a requirement to consider the Economic Emergency Fund (EEF) a special account under Iowa Code section 8.53, which relates to generally accepted accounting principles (GAAP).

20 21 Sec. 22. Section 8.56, subsections 1 and 3, Code 2024, are 20 22 amended to read as follows: 20 23 1. A cash reserve fund is created in the state treasury. 24 The cash reserve fund shall be separate from the general fund 20 25 of the state and shall not be considered part of the general 20 26 fund of the state except in determining the cash position of 20 27 the state as provided in subsection 3. The moneys in the cash 20 28 reserve fund are not subject to section 8.33 and shall not 20 be transferred, used, obligated, appropriated, or otherwise 29 20 encumbered except as provided in this section. Notwithstanding 20 30 31 section 12C.7, subsection 2, interest or earnings on moneys 20 20 32 deposited in the cash reserve fund shall be credited to the 33 rebuild lowa infrastructure fund created in section 8.57. 20 34 Moneys in the cash reserve fund may be used for cash flow 20 35 purposes during a fiscal year provided that any moneys so 20 allocated are returned to the cash reserve fund by the end of 21 1 21 2 that fiscal year. 21 3 The moneys in the cash reserve fund shall only be used 4 pursuant to an appropriation made by the general assembly. An 21 5 appropriation shall be made in accordance with subsection 4 21 21 6 only for the fiscal year in which the appropriation is made. 7 The moneys shall only be appropriated by the general assembly 21 8 for nonrecurring emergency expenditures and shall not be 21 appropriated for payment of any collective bargaining agreement 21 9 21 10 or arbitrator's decision negotiated or awarded under chapter 21 11 20. Except as provided in section 8.58, the cash reserve fund 21 12 shall be considered a special account for the purposes of 13 section 8.53 in determining the cash position of the general 21 21 14 fund of the state for the payment of state obligations. Sec. 23. Section 8.57, subsections 1 and 3, Code 2024, are 21 15 amended to read as follows: 21 16 21 17 1. a. The "cash reserve goal percentage" for fiscal years beginning on or after July 1, 2004, is seven and one-half 21 18

- 21 19 percent of the adjusted revenue estimate. For each fiscal year
- 21 20 in which the appropriation transfer of the surplus existing in
- 21 21 the general fund of the state at the conclusion of the prior
- 21 22 fiscal year pursuant to paragraph "b" was not sufficient for

DETAIL: The Bill repeals Iowa Code section <u>8.53</u> (GAAP Deficit — GAAP Implementation).

CODE: Removes a requirement to consider the Cash Reserve Fund (CRF) a special account under Iowa Code section $\frac{8.53}{2}$, which relates to GAAP.

DETAIL: The Bill repeals Iowa Code section 8.53 (GAAP Deficit — GAAP Implementation).

CODE: Replaces the term "appropriation" with "transfer," removes references to the GAAP deficit, and updates terminology.

21 23 the cash reserve fund to reach the cash reserve goal percentage 24 for the current fiscal year, there is appropriated transferred 21 21 25 from the general fund of the state an amount to be determined as follows: 21 26 21 27 (1) If the balance of the cash reserve fund in the current 21 28 fiscal year is not more than six and one-half percent of 21 29 the adjusted revenue estimate for the current fiscal year, the amount of the appropriation transfer under this lettered 21 30 21 31 paragraph is one percent of the adjusted revenue estimate for 21 32 the current fiscal year. 21 33 (2) If the balance of the cash reserve fund in the current 21 34 fiscal year is more than six and one-half percent but less than 35 seven and one-half percent of the adjusted revenue estimate 21 22 1 for that fiscal year, the amount of the appropriation transfer 22 2 under this lettered paragraph is the amount necessary for the 22 3 cash reserve fund to reach seven and one-half percent of the adjusted revenue estimate for the current fiscal year. 22 4 22 5 (3) The moneys appropriated transferred under this lettered paragraph shall be credited in equal and proportionate amounts 22 6 7 in each quarter of the current fiscal year. 22 22 8 b. The surplus existing in the general fund of the state 22 9 at the conclusion of the fiscal year is appropriated for distribution in the succeeding fiscal year as provided in 22 10 22 subsections 2 and 3. Moneys credited to the cash reserve fund 11 from the appropriation made in this paragraph shall transferred 22 12 22 13 to the cash reserve fund, not to exceed the amount necessary 14 for the cash reserve fund to reach the cash reserve goal 22 22 15 percentage for the succeeding fiscal year. As used in this paragraph, "surplus" means the excess of revenues and other 22 16 22 17 financing sources over expenditures and other financing uses 22 18 for the general fund of the state in a fiscal year. 22 c. The amount appropriated in this section is not subject 19 to the provisions of section 8.31, relating to requisitions 22 20 22 21 and allotment, or to section 8.32, relating to conditional 22 22 availability of appropriations. 22 23 3. To the extent that moneys appropriated transferred under 24 subsection 1 exceed the amounts necessary for the cash reserve 22 fund to reach its maximum balance and the amounts necessary to 22 25 eliminate lowa's GAAP deficit, including elimination of the 22 26 22 27 making of any appropriation in an incorrect fiscal year, the 22 28 moneys shall be appropriated transferred to the lowa economic

Explanation

22 29 emergency fund.

22 30 Sec. 24. Section 8.57, subsections 2, 4, and 6, Code 2024,

- 22 31 are amended by striking the subsections.
- 22 32 Sec. 25. Section 8.57, subsection 5, paragraph a,
- 22 33 unnumbered paragraph 1, Code 2024, is amended to read as22 34 follows:
- 22 35 A rebuild lowa infrastructure fund is created under the
- 23 1 authority of the department of management. The fund shall
- 23 2 consist of appropriations made to the fund and transfers of
- 23 3 interest, earnings, and moneys from other funds as provided by
- 23 4 law. The rebuild lowa infrastructure fund shall be separate
- 23 5 from the general fund of the state and the balance in the
- 23 6 rebuild lowa infrastructure fund shall not be considered part
- 23 7 of the balance of the general fund of the state. However, the
- 23 8 rebuild lowa infrastructure fund shall be considered a special
- 23 9 account for the purposes of section 8.53, relating to generally
- 23 10 accepted accounting principles.

23 11 Sec. 26. Section 8.57, subsection 5, paragraphs d and e,

23 12 Code 2024, are amended by striking the paragraphs.

23 13 Sec. 27. Section 8.57, subsection 5, paragraph f,

- 23 14 subparagraph (1), subparagraph division (b), Code 2024, is
- 23 15 amended by striking the subparagraph division.

23 16 Sec. 28. Section 8.57, subsection 5, paragraph f,

- 23 17 subparagraph (1), subparagraph division (d), subparagraph
- 23 18 subdivision (i), Code 2024, is amended by striking the
- 23 19 subparagraph subdivision.

CODE: Eliminates the annual transfer of excess CRF funds for the purpose of eliminating Iowa's GAAP deficit. Adopts conforming changes related to the elimination of the GAAP deficit and transfers the Sports Wagering Receipts Fund to a new Iowa Code section.

CODE: Removes a requirement to consider the Rebuild Iowa Infrastructure Fund (RIIF) a special account for Iowa Code section <u>8.53</u>, which relates to GAAP.

DETAIL: The Bill repeals Iowa Code section 8.53 (GAAP Deficit — GAAP Implementation).

CODE: Removes an authorization for the General Assembly to transfer money in the GAAP Fund to the RIIF in lieu of a transfer to the EEF. Removes outdated allocations of wagering tax receipts to a number of funds. Removes outdated provisions that provide for the funding of certain items if wagering taxes are insufficient.

CODE: Removes an outdated reference that deposited \$15,000,000 in State wagering tax receipts to the Vision Iowa Fund for the repayment of bonds.

DETAIL: These bonds were fully repaid at of the end of FY 2020.

CODE: Removes an outdated reference that deposited \$66,000,000 in State wagering taxes in the Iowa Skilled Worker and Job Creation Fund (SWJCF).

DETAIL: This allocation was decreased to \$63,750,000 per year beginning in FY 2019.

23 20 Sec. 29. Section 8.57, subsection 5, paragraph f, 23 21 subparagraph (1), subparagraph division (g), Code 2024, is 23 22 amended to read as follows: (g) For the fiscal year beginning July 1, 2018, and for 23 23 23 24 each fiscal year thereafter, the total moneys in excess of the 25 moneys deposited under this paragraph "f" in the revenue bonds 23 23 26 debt service fund, the revenue bonds federal subsidy holdback 23 27 fund, the vision lowa fund, the water guality infrastructure 23 28 fund, the lowa skilled worker and job creation fund, and the 23 29 general fund of the state shall be deposited in the rebuild 23 30 Iowa infrastructure fund and shall be used as provided in this 23 31 section, notwithstanding section 8.60. Sec. 30. Section 8.57, subsection 5, paragraph g, Code 2024, 23 32 23 33 is amended by striking the paragraph. 23 34 Sec. 31. Section 8.57A, subsection 1, Code 2024, is amended 23 35 to read as follows: 1. An environment first fund is created under the authority 24 1 2 of the department of management. The fund shall consist of 24 3 appropriations made to the fund and transfers of interest, 24 4 earnings, and moneys from other funds as provided by law. The 24 5 fund shall be separate from the general fund of the state 24 6 and the balance in the fund shall not be considered part of 24 7 the balance of the general fund of the state. However, the 24 8 fund shall be considered a special account for the purposes 24 24 9 of section 8.53, relating to generally accepted accounting 24 10 principles. Sec. 32. Section 8.57B, subsection 2, Code 2024, is amended 24 11 24 12 to read as follows: 2. The fund shall be separate from the general fund of the 24 13 24 14 state and the balance in the fund shall not be considered part 24 15 of the balance of the general fund of the state. However, the 24 16 fund shall be considered a special account for the purposes 24 17 of section 8.53, relating to generally accepted accounting 24 18 principles.

24 19 Sec. 33. Section 8.57C, subsection 1, Code 2024, is amended 24 20 to read as follows:

CODE: Adopts conforming changes to Iowa Code section 8.57 (Annual Appropriations — Reduction of GAAP Deficit — Rebuild Iowa Infrastructure Fund — Sports Wagering Receipts Fund).

CODE: Removes an outdated reference to FY 2009 and FY 2010 appropriations from State wagering taxes to the Secure an Advanced Vision for Education Fund.

CODE: Removes a requirement to consider the Environment First Fund a special account under Iowa Code section $\frac{8.53}{5.53}$, which relates to GAAP.

DETAIL: The Bill repeals Iowa Code section 8.53 (GAAP Deficit — GAAP Implementation).

CODE: Removes a requirement to consider the Water Quality Infrastructure Fund a special account under Iowa Code section <u>8.53</u>, which relates to GAAP.

DETAIL: The Bill repeals Iowa Code section 8.53 (GAAP Deficit — GAAP Implementation).

CODE: Removes a requirement to consider the Technology Reinvestment Fund a special account under Iowa Code section <u>8.53</u>, which relates to GAAP. 24 21 1. A technology reinvestment fund is created under the
24 21 1. A technology reinvestment fund is created under the
24 22 authority of the department of management. The fund shall
24 23 consist of appropriations made to the fund and transfers of
24 24 interest, earnings, and moneys from other funds as provided by
24 25 law. The fund shall be separate from the general fund of the
24 26 state and the balance in the fund shall not be considered part
24 27 of the balance of the general fund of the state. However, the
24 28 fund shall be considered a special account for the purposes
24 29 of section 8.53, relating to generally accepted accounting
24 31 Sec. 34. Section 8.57C, subsection 3, paragraph a, Code
24 32 2024, is amended by striking the paragraph and inserting in
24 34 a There is appropriated from the general fund of the

- 24 34 a. There is appropriated from the general fund of the
- 24 35 state to the technology reinvestment fund for the fiscal year
- 25 1 beginning July 1, 2025, and for each subsequent fiscal year
- 25 2 thereafter, the sum of seventeen million five hundred thousand25 3 dollars.
- 25 4 Sec. 35. Section 8.57C, subsection 3, paragraphs b, c, d,
- 25 5 e, f, g, h, i, and j, Code 2024, are amended by striking the
- 25 6 paragraphs.

25 7 Sec. 36. Section 8.57D, subsection 3, Code 2024, is amended
25 8 to read as follows:

- 25 9 3. The levee improvement fund shall be separate from the
- 25 10 general fund of the state and the balance in the fund shall
- 25 11 not be considered part of the balance of the general fund of
- 25 12 the state. However, the fund shall be considered a special
- 25 13 account for the purposes of section 8.53, relating to generally
- 25 14 accepted accounting principles.

25 15 Sec. 37. Section 8.57E, subsection 3, Code 2024, is amended25 16 to read as follows:

- 25 17 3. a. Moneys in the taxpayer relief fund may be used for
- 25 18 cash flow purposes during a fiscal year provided that any
- $25\ \ 19\ \ moneys$ so allocated are returned to the fund by the end of that

DETAIL: The Bill repeals Iowa Code section 8.53 (GAAP Deficit — GAAP Implementation).

CODE: Appropriates \$17,500,000 from the General Fund to the Technology Reinvestment Fund for FY 2026 and each fiscal year thereafter.

DETAIL: This is no change compared to current law. Typically this appropriation is suspended and funding for the TRF is appropriated from the RIIF.

CODE: Repeals language that suspended the standing General Fund appropriation to the Technology Reinvestment Fund in past fiscal years.

DETAIL: Current law makes an annual appropriation of \$17,500,000 from the General Fund to the TRF. Typically this appropriation is suspended and funding for the TRF is appropriated from the RIIF.

CODE: Removes a requirement to consider the Levee Improvement Fund a special account under Iowa Code section $\frac{8.53}{5.53}$, which relates to GAAP.

DETAIL: The Bill repeals Iowa Code section <u>8.53</u> (GAAP Deficit — GAAP Implementation).

CODE: Removes a requirement to consider the Taxpayer Relief Fund a special account under Iowa Code section $\frac{8.53}{8.53}$, which relates to GAAP.

25 20 fiscal year.

- 25 21 b. Except as provided in section 8.58, the taxpayer relief
- 25 22 fund shall be considered a special account for the purposes of
- 25 23 section 8.53 in determining the cash position of the general
- 25 24 fund of the state for the payment of state obligations.

25 25 Sec. 38. Section 8.57F, subsection 1, paragraph d, Code

25 26 2024, is amended by striking the paragraph.

25 27 Sec. 39. Section 8.57G, subsections 3 and 4, Code 2024, are
26 28 amended to read as follows:
27 30. Except as provided in section 8.58, the fund shall be
28 considered a special account for the purposes of section 8.53
29 31 in determining the cash position of the general fund of the
25 32 state for the payment of state obligations. Notwithstanding
26 33 section 8.33, moneys in the fund that remain unencumbered or
27 34 unobligated at the close of a fiscal year shall not revert
28 but shall compare quotients for the payment.

- 25 35 but shall remain available for expenditure for the purposes
- 1 designated. Notwithstanding section 12C.7, subsection 2,
- 26 2 interest or earnings on moneys in the fund shall be credited
- 26 3 to the fund.
- 26 4 4. This section is repealed July 1, 2025 2027.

26 5 Sec. 40. Section 8.57H, subsections 3 and 4, Code 2024, are

- 26 6 amended to read as follows:
- 26 7 3. Except as provided in section 8.58, the fund shall be
- 26 8 considered a special account for the purposes of section 8.53

26 9 in determining the cash position of the general fund of the

- 26 10 state for the payment of state obligations. Notwithstanding
- 26 11 section 8.33, moneys in the fund that remain unencumbered or
- 26 12 unobligated at the close of a fiscal year shall not revert
- 26 13 but shall remain available for expenditure for the purposes
- 26 14 designated. Notwithstanding section 12C.7, subsection 2,
- 26 15 interest or earnings on moneys in the fund shall be credited

26 16 to the fund.

DETAIL: The Bill repeals Iowa Code section $\underline{8.53}$ (GAAP Deficit — GAAP Implementation).

CODE: Removes a requirement to consider the State Bond Repayment Fund a special account under Iowa Code section $\frac{8.53}{8.53}$ which relates to GAAP.

DETAIL: The Bill repeals lowa Code section $\frac{8.53}{6}$ (GAAP Deficit — GAAP Implementation).

CODE: Removes a requirement to consider the Iowa Coronavirus Fiscal Recovery Fund a special account under Iowa Code section <u>8.53</u>, which relates to GAAP.

DETAIL: The Bill repeals Iowa Code section $\underline{8.53}$ (GAAP Deficit — GAAP Implementation).

CODE: Extends the repeal of the Iowa Coronavirus Fiscal Recovery Fund from July 1, 2025, to July 1, 2027.

CODE: Removes a requirement to consider the Iowa Coronavirus Capital Projects Fund a special account under Iowa Code section $\frac{8.53}{2}$, which relates to GAAP.

DETAIL: The Bill repeals low a Code section $\underline{8.53}$ (GAAP Deficit — GAAP Implementation). 26 17 4. This section is repealed July 1, 2025 <u>2027</u>.

Sec. 41.NEW SECTION 8.571 SPORTS WAGERING RECEIPTS FUND. 26 18 26 19 1. A sports wagering receipts fund is created in the state 26 20 treasury under the authority of the department of management. 26 21 The fund shall consist of appropriations made to the fund and 26 22 transfers of interest, earnings, and moneys from other funds 26 23 or sources as provided by law. The sports wagering receipts 26 24 fund shall be separate from the general fund of the state and 26 25 the balance in the sports wagering receipts fund shall not 26 26 be considered part of the balance of the general fund of the 26 27 state. 26 28 2. Moneys in the sports wagering receipts fund are not 26 29 subject to section 8.33. Notwithstanding section 12C.7, 26 30 subsection 2, interest or earnings on moneys in the sports 26 31 wagering receipts fund shall be credited to the fund. Moneys 26 32 in the sports wagering receipts fund may be used for cash flow 26 33 purposes during a fiscal year provided that any moneys so 26 34 allocated are returned to the fund by the end of that fiscal 26 35 year. 27 3. Moneys in the sports wagering receipts fund in a fiscal 1 27 2 year shall be used as directed by the general assembly. 4. Annually, on or before January 15 of each year, a 27 3 4 state agency that received an appropriation from the sports 27 27 5 wagering receipts fund shall report to the legislative services 27 6 agency and the department of management the status of all 7 projects completed or in progress. The report shall include 27 27 8 a description of the project, the progress of work completed, 27 9 the total estimated cost of the project, a list of all revenue 27 10 sources being used to fund the project, the amount of funds 27 11 expended, the amount of funds obligated, and the date the 27 12 project was completed or an estimated completion date of the 27 13 project, where applicable. 5. Annually, on or before December 31 of each year, a 27 14 27 15 recipient of moneys from the sports wagering receipts fund 27 16 for any purpose shall report to the state agency to which the 27 17 moneys are appropriated the status of all projects completed 27 18 or in progress. The report shall include a description of the 27 19 project, the progress of work completed, the total estimated 27 20 cost of the project, a list of all revenue sources being used

CODE: Extends the repeal of the Iowa Coronavirus Capital Projects Fund from July 1, 2025, to July 1, 2027.

CODE: Transfers the Sports Wagering Receipts Fund (SWRF) to a new Iowa Code section. Establishes the Fund under the State Treasurer and removes a requirement to consider the SWRF a special account under Iowa Code section 8.53, which relates to GAAP.

DETAIL: The Bill repeals Iowa Code section 8.53 (GAAP Deficit — GAAP Implementation).

27 21 to fund the project, the amount of funds expended, the amount 27 22 of funds obligated, and the date the project was completed or 27 23 an estimated completion date of the project, where applicable. 27 24 Sec. 42. Section 8.58, Code 2024, is amended to read as 27 25 follows: 27 26 8.58 EXEMPTION FROM AUTOMATIC APPLICATION. 27 27 1. To the extent that moneys appropriated transferred under 27 28 section 8.57 do not result in moneys being credited to the general fund of the state under section 8.55, subsection 2, 27 29 30 moneys appropriated transferred under section 8.57 and moneys 27 27 31 contained in the cash reserve fund, rebuild lowa infrastructure 27 32 fund, environment first fund, lowa economic emergency 33 fund, taxpayer relief fund, state bond repayment fund, lowa 27 34 coronavirus fiscal recovery fund, and lowa coronavirus capital 27 35 projects fund, sports wagering receipts fund, and lowa skilled 27 28 1 worker and job creation fund shall not be considered in 28 2 the application of any formula, index, or other statutory 3 triggering mechanism which would affect appropriations, 28 4 payments, or taxation rates, contrary provisions of the Code 28 28 5 law notwithstanding. 2. To the extent that moneys appropriated transferred under 28 6 7 section 8.57 do not result in moneys being credited to the 28 8 general fund of the state under section 8.55, subsection 2, 28 9 moneys appropriated transferred under section 8.57 and moneys 28 28 10 contained in the cash reserve fund, rebuild lowa infrastructure 28 11 fund, environment first fund, Iowa economic emergency 28 12 fund, taxpayer relief fund, state bond repayment fund, lowa 28 13 coronavirus fiscal recovery fund, and lowa coronavirus capital 28 14 projects fund, sports wagering receipts fund, and lowa skilled 28 15 worker and job creation fund shall not be considered by an 16 arbitrator or in negotiations under chapter 20. 28 28 17 Sec. 43. Section 8.70, Code 2024, is amended to read as 28 18 follows: 8.70 LEAN ENTERPRISE AND CHANGE MANAGEMENT OFFICE. 28 19 1. For purposes of this section, "lean": 28 20 28 21 a. "Change management" means the application of a structured approach to the transition of an organization and its workforce 28 22 28 23 from a current state to a future state to achieve expected 28 24 benefits. "Change management" includes preparing and supporting

28 25 employees, establishing the necessary steps for change, and

CODE: Replaces the term "appropriated" with "transferred" and adds the Sports Wagering Receipts Fund (SWRF) and Iowa Skilled Worker Job Creation Fund (SWJCF) to the list of funds considered in the application of any formula, index, or other statutory triggering mechanism that impacts appropriations, payments or taxation rates. The SWRF and the SWJCF are also added to the list of funds that may not be considered by an arbitrator in negotiations under Iowa Code chapter <u>20</u> (Public Employment Relations).

CODE: Changes the name of the Lean Enterprise Office to Lean Enterprise and Change Management Office and adds change management functions to the responsibilities of the Office. 28 26 monitoring activities to ensure successful implementation. b. "Lean" means a business-oriented system for organizing 28 27 28 28 and managing product development, operations, suppliers, and 29 customer relations to create precise customer value, expressed 28 28 30 as providing goods and services with higher quality and fewer 28 defects and errors, with less human effort, less space, less 31 28 32 capital, and less time than more traditional systems. 2. The office of lean enterprise and change management is 28 33 34 established in the department of management. The function 28 35 of the office is to ensure implementation of lean tools and 28 29 1 enterprises change management as a component components of 29 2 a performance management system for all executive branch 29 3 agencies. Staffing for the office of lean enterprise shall be 29 4 provided by an administrator appointed by the director of the 29 5 department of management. 29 6 3. The duties of the office of lean enterprise may include 7 the following: 29 a. Create a standardized approach to change that achieves 29 8 expected benefits and organizational goals. 29 9 10 a. b. Create strategic and tactical approaches for lean 29 11 implementation, including integration into state governance and 29 12 operational systems. 29 13 b. c. Lead and develop state government's capacity to 29 14 implement lean and change management tools and enterprises structures, including design and development of instructional 29 15 29 16 materials as needed with the goal of integrating continuous 17 improvement and change management into the organizational 29 18 culture. 29 29 19 c. d. (1) Create demand for lean and change management 20 tools and enterprises initiatives in departments and 29 29 21 establishments. (2) Communicate with agency directors, boards, commissions, 29 22 23 and senior management to create interest and organizational 29 24 will to implement lean and change management tools and 29 25 enterprises to improve agency results. 29 29 26 (3) Provide direction and advice to department heads and 29 27 senior management to plan and implement departmental lean and 29 28 change management programs. (4) Direct and review plans for leadership and assist with 29 29 the selection of identifying and selecting process improvement 29 30 29 31 projects of key importance to agency goals, programs, and

2	29	32	missions.
2	29	33	d. (1) Identify and assist departments in identifying
2	29	34	potential lean projects.
2	29	35	(2) e. Continuously evaluate organizational performance
;	30	1	in meeting objectives, identify and structure the direction
;	30	2	the that change management and lean implementation should take
;	30	3	to provide greatest effectiveness, and justify critical and
;	30	4	far-reaching changes.
;	30	5	e. f. (1) Lead the collection and reporting of data and
;	30	6	learning related to lean and change management accomplishments.
;	30	7	(2) Widely disseminate lean and change management results
;	30	8	and learning with lowans, stakeholders, and other members
;	30	9	of the public to demonstrate the benefits and return on
;	30	10	investment.
;	30	11	f. g. (1) Evaluate the effect of unforeseen developments
;	30	12	on plans and programs and present to agency directors, boards,
;	30	13	commissions, and senior management suggested changes in overall
;	30	14	direction.
;	30	15	(2) Provide input related to proposals regarding new or
;	30	16	revised legislation, regulations, and related changes which
;	30	17	have a direct impact over the implementation.
;	30	18	g. h. Lead the development of alliances and partnerships
;	30	19	with the business community, associations, consultants, and
;	30	20	other stakeholders to enhance external support and advance
;	30	21	the implementation of lean and change management tools and
;	30	22	enterprises in state government.
;	30	23	h. i. Lead relations with the general assembly and staff
;	30	24	to build support for and understanding of lean and change
;	30	25	management work in state government.
		26	Sec. 44. Section 8.75, subsection 2, Code 2024, is amended
		27	to read as follows:
		28	The lowa skilled worker and job creation fund shall be
		29	separate from the general fund of the state and the balance
		30	in the lowa skilled worker and job creation fund shall not
		31	be considered part of the balance of the general fund of the
			state. However, the lowa skilled worker and job creation
			fund shall be considered a special account for the purposes
			of section 8.53, relating to generally accepted accounting
		35	principles. Moneys in the fund may be used for cash flow
	31	1	purposes during a fiscal year provided that any moneys so
;	31	2	allocated are returned to the fund by the end of that fiscal

CODE: Removes a requirement to consider the Iowa Skilled Worker and Job Creation Fund a special account under Iowa Code section 8.53, which relates to GAAP.

DETAIL: The Bill repeals Iowa Code section $\frac{8.53}{6}$ (GAAP deficit — GAAP implementation).

31 3 year. Notwithstanding section 8.33, moneys in the fund at the

- 31 4 end of each fiscal year shall not revert to any other fund but
- 31 5 shall remain in the fund for expenditure in subsequent fiscal
- 31 6 years.

31 7 Sec. 45.NEW SECTION 8.92 CYBERSECURITY.

31 8 1. It is the intent of the general assembly that state

- 31 9 and local governmental entities work collaboratively in a
- 31 10 whole-of-state approach to protect against cybersecurity risks
- 31 11 and threats to information systems owned or operated by, or on
- 31 12 behalf of, state and local governmental entities. State and
- 31 13 local governmental entities shall take steps to modernize their
- 31 14 approach to cybersecurity, including by adopting cybersecurity
- 31 15 best practices wherever possible.

31 16 2. A state or local governmental entity that complies

- 31 17 with chapter 554G by implementing a cybersecurity program, as
- 31 18 described in chapter 554G, shall be deemed a covered entity,
- 31 19 as defined in section 554G.1.

31 20 3. The department shall establish a cybersecurity reporting
31 21 function for local governments. The cybersecurity reporting
31 22 function must include but is not limited to all of the

- 31 23 following capabilities:
- 31 24 a. A hotline available continuously for local government
- 31 25 reporting of cybersecurity incidents resulting in system
- 31 26 outages or data breaches.
- 31 27 b. A method for the reporting of local government
- 31 28 cybersecurity protections including the presence of multifactor
- 31 29 authentication, event logging, use of data encryption at rest
- $31\ \ 30\ \ and$ in transit, the ability to reconstitute systems in the
- 31 31 event of data loss, use of the ".gov" internet domain, and
- 31 32 related cybersecurity practices.

31 33 4. The department is authorized to provide support to all

- 31 34 state and local governmental entities in furtherance of this
- 31 35 section, in accordance with fee schedules established by the
- 32 1 department. The department may retain fees collected under
- 32 2 this subsection in a fund created under section 8B.13.

32 3 5. The department is authorized to establish a grant program

CODE: Specifies it is the intent of the General Assembly that State and local governments will work collaboratively on a whole-of-state approach to protect against cybersecurity threats to information systems.

CODE: Requires the State and local governments to comply with lowa Code chapter $\frac{554G}{554G}$ (Tort Liability — Cybersecurity Programs).

CODE: Requires the DOM to establish a cybersecurity reporting function for local governments.

CODE: Authorizes the DOM to support all of State government and local governments that are conducting cybersecurity activities under new Iowa Code section 8.92. Allows the DOM to collect fees for these activities and deposit the fees into the DOM Internal Services Fund.

32 4 to support local governments and political subdivisions of local governments and political subdivisions conducting activities related to cybersecurity and information systems. Allows the 32 5 the state in addressing cybersecurity for information systems 6 owned or operated by, or on behalf of, state, local, or tribal Department to establish grant program priorities and criteria. 32 7 governments. Contingent on a specific appropriation by the 32 8 general assembly, the department may award grants to local 32 9 governments and political subdivisions of the state under 32 32 10 the program for such purposes. The department may establish 32 11 criteria for grant program priorities, as well as policies and 32 12 procedures relating to the program. 32 13 Sec. 46. Section 8B.1, Code 2024, is amended by adding the 32 14 following new subsections: (Definitions). 32 15 NEW SUBSECTION 4A. "Department" means the department of 32 16 management. 32 17 NEW SUBSECTION 4B. "Director" means the director of the Department of Management. 32 18 department of management. Sec. 47. Section 8B.1, subsection 8, paragraph b, 32 19 32 20 subparagraphs (9) and (10), Code 2024, are amended to read as (Definitions). 32 21 follows: 32 22 Information technology planning and standards policies. 32 23 (10) Establishment of local area network and workstation 32 24 management standards policies. 32 25 Sec. 48. Section 8B.1, subsection 9, Code 2024, is amended 32 26 to read as follows: (Definitions). 9. "Information technology staff" includes any employees 32 27 32 28 performing information technology services, including but not 32 29 limited to agency department or establishment employees in 32 30 information technology classifications, contractors, temporary 32 31 workers, and any other employees providing information 32 32 technology services. 32 33 Sec. 49. Section 8B.1, subsection 10, paragraph e, Code 32 34 2024, is amended to read as follows: 32 35 e. Network services, including equipment and software 1 which support local area networks, campus area networks, wide 33 2 area networks, and metro area networks. Network services 33 "network services". 33 3 also include data network services such as routers, switches, 33 4 firewalls, virtual private networks, intrusion detection 5 systems, access control, internet protocol load balancers, 33 33 6 event logging and correlation, and content caching. Network

CODE: Adopts conforming changes to Iowa Code section 8B.1

DETAIL: Iowa Acts, chapter 1153 (FY 2023 Standing Appropriations Act), moved the Office of the Chief Information Officer under the

CODE: Adopts conforming changes to Iowa Code section 8B.1

CODE: Adopts conforming changes to Iowa Code section 8B.1

CODE: Revises the definition of "network services" to include cybersecurity and information technology support for Iowa PBS and to exclude federally licensed television airwaves.

DETAIL: Current law excludes lowa PBS from the definition of

33

7 services do not also include services provided by cybersecurity

8 support and information technology support for the public 33 9 broadcasting division of the department of education. "Network 33 33 10 services" does not extend to control of the federally licensed 33 11 television airwaves. 33 12 Sec. 50. Section 8B.1, subsection 10, paragraph I, Code 33 13 2024, is amended by striking the paragraph and inserting in 33 14 lieu thereof the following: 33 15 I. Cloud computing solutions including but not limited 33 16 to solutions based on software as a service, platform as a 33 17 service, and infrastructure as a service. 33 18 Sec. 51. Section 8B.1, subsection 10, Code 2024, is amended 33 19 by adding the following new paragraph: 33 20 NEW PARAGRAPH m. Other similar or related services as 33 21 determined by the director. Sec. 52. Section 8B.1, subsection 11, Code 2024, is amended 33 22 33 23 by striking the subsection. Sec. 53. Section 8B.1, subsection 12, Code 2024, is amended 33 24 33 25 by striking the subsection and inserting in lieu thereof the 33 26 following: 12. "Supported entity" means a unit of state government, 33 27 33 28 which is an authority, board, commission, committee, council, 29 department, or independent agency as defined in section 7E.4, 33 33 30 including but not limited to each principal central department 33 31 enumerated in section 7E.5. However, "supported entity" does 33 32 not mean any of the following: a. The office of the governor or the office of an elective 33 33 33 34 constitutional or statutory officer. b. The general assembly, or any office or unit under its 33 35 1 administrative authority. 34 c. The judicial branch, as provided in section 602.1102. 34 2 d. A political subdivision of the state or its offices 34 3 4 or units, including but not limited to a county, city, or 34 5 community college. 34 e. The state board of regents and institutions operated 34 6 34 7 under its authority.

CODE: Adds "cloud computing solutions" to the list of infrastructure services as it pertains to "information technology."

CODE: Adds "other similar or related services as determined by the director" to the definition of "information technology services."

CODE: Removes the definition of "Office" as it pertains to the Office of the Chief Information Officer.

CODE: Replaces the term "participating agency" with the term "supported entity" as it pertains to information technology, and establishes entities that are not a "supported entity."

35 11 8B.4A BACKGROUND CHECKS.

35 12 An applicant for employment with the office department,

34 10 34 11 34 12 34 13 34 14 34 15 34 16	unnumbered paragraph 1, Code 2024, is amended to read as follows: A United States census bureau census block located in this state, including any crop operation located within the census block, or other geographic unit the <u>office department</u> sets by rule, within which no communications service provider offers or facilitates broadband service at or above the tier 1, tier 2, or tier 3 download and upload speeds. As used in this subsection:	(Definitions).
34 20 34 21 34 22 34 23 34 23 34 24 34 25	 2024, is amended to read as follows: b. Any geographic area, as the office department sets by rule, that is materially underserved by broadband service such that tier 1, tier 2, and tier 3 download and upload speeds are not meaningfully available. The office's department's power to determine the geographic area by rule under this paragraph includes the power to define and interpret standards policies as to whether a geographic area is materially underserved and 	CODE: Adopts conforming changes to Iowa Code section <u>8B.1</u> (Definitions).
34 30 34 31 34 32 34 33 34 34 34 35 35 1 35 2 35 3 35 4 35 6 35 7	to read as follows: 15. "Value-added services" means services that offer or provide unique, special, or enhanced value, benefits, or features to the customer or user including but not limited to services in which information technology is specially designed, modified, or adapted to meet the special or requested needs of the user or customer; services involving the delivery, provision, or transmission of information or data that require or involve additional processing, formatting, enhancement, compilation, or security; services that provide the customer or user with enhanced accessibility, security, or convenience; research and development services; and services that are provided to support technological or statutory requirements	CODE: Adopts conforming changes to Iowa Code section <u>8B.1</u> (Definitions).
35 9 35 10	Sec. 57. Section 8B.4A, Code 2024, is amended to read as follows:	CODE: Adopts conforming changes to lowa Code section <u>8B.4A</u> (Background Checks).

35 13 or an applicant for employment with a participating agency supported entity for a position as information technology 35 14 35 15 staff, may be subject to a background investigation by the 16 office department. The background investigation may include, 35 17 without limitation, a work history, financial review, request 35 35 18 for criminal history data, and national criminal history check 19 through the federal bureau of investigation. In addition, 35 a contractor, vendor, employee, or any other individual 20 35 35 21 performing work for the office department, or an individual 35 22 on the information technology staff of a participating agency 35 23 supported entity, may be subject to a national criminal history 24 check through the federal bureau of investigation at least once 35 35 25 every ten years, including, without limitation, any time the 35 26 office department or participating agency supported entity 27 has reason to believe an individual has been convicted of a 35 28 crime. The office department may request the national criminal 35 29 history check and, if requested, shall provide the individual's 35 35 30 fingerprints to the department of public safety for submission 31 through the state criminal history repository to the federal 35 35 32 bureau of investigation. The individual shall authorize 35 33 release of the results of the national criminal history check 35 34 to the office department and the applicable participating 35 agency supported entity. The office department shall pay the 35 1 actual cost of the fingerprinting and national criminal history 36 2 check, if any, unless otherwise agreed as part of a contract 36 36 3 between the office department or participating agency supported 4 entity and a vendor or contractor performing work for the 36 36 5 office department or participating agency supported entity. 6 The results of a criminal history check conducted pursuant to 36 36 7 this section shall not be considered a public record under 36 8 chapter 22. 36 9 Sec. 58. Section 8B.6, Code 2024, is amended to read as 36 10 follows: 8B.6 ACCEPTANCE OF FUNDS. 36 11 36 12 The office department of management may receive and accept 36 13 donations, grants, gifts, and contributions in the form of 14 moneys, services, materials, or otherwise, from the United 36 36 15 States or any of its agencies, from this state or any of its 16 agencies, or from any other person, and expend such moneys, 36 36 17 services, materials, or other contributions, or issue grants,

36 18 in carrying out the operations of the office department. All CODE: Adopts conforming changes to Iowa Code section 8B.6 (Acceptance of Funds).

36 19 federal grants to and the federal receipts of the office 20 department are appropriated for the purpose set forth in such 36 36 21 federal grants or receipts. The office department shall report 22 annually to the general assembly on or before September 1 the 36 36 23 donations, grants, gifts, and contributions with a monetary 24 value of one thousand dollars or more that were received during 36 36 25 the most recently concluded fiscal year. 36 26 Sec. 59. Section 8B.10, subsections 1 and 2, Code 2024, are 36 27 amended to read as follows: 1. The determination of whether a communications service 36 28 36 29 provider facilitates broadband service meeting the tier 30 1, tier 2, or tier 3 download and upload speeds specified 36 36 31 in the definition of targeted service area in section 8B.1 32 shall be determined or ascertained by reference to broadband 36 33 availability maps or data sources that are identified 36 34 by the office department by rule. The office department 36 36 35 shall periodically make renewed determinations of whether 1 a communications service provider facilitates broadband 37 2 service at or above the tier 1, tier 2, or tier 3 download 37 3 and upload speeds specified in the definition of targeted 37 4 service area in section 8B.1, which shall, to the extent 37 37 5 updated maps and data sources are available at the time, 6 include making such determinations prior to each round of grant 37 7 applications solicited by the office department pursuant to 37 8 section 8B.11. The office department is not required to make 37 9 renewed determinations of whether a communications service 37 37 10 provider facilitates broadband service at or above the tier 37 11 1, tier 2, or tier 3 download and upload speeds specified in 37 12 the definition of targeted service area in section 8B.1 more 37 13 frequently than once in any calendar year. 2. The office department shall establish procedures to 37 14 37 15 allow challenges to the office's department's finding on 37 16 whether an area meets the definition of targeted service area. Sec. 60. Section 8B.11, Code 2024, is amended to read as 37 17 37 18 follows: 8B.11 EMPOWER RURAL IOWA —— BROADBAND GRANTS —— FUND. 37 19 37 20 1. The office department shall administer a broadband grant program designed to reduce or eliminate unserved and 37 21 37 22 underserved areas in the state, leveraging federal funds and 37 23 public and private partnerships where possible, by awarding

CODE: Adopts conforming changes to Iowa Code section <u>8B.10</u> (Targeted Service Areas — Determination — Criteria).

CODE: Adopts conforming changes to Iowa Code section <u>8B.11</u> (Empower Rural Iowa — Broadband Grants — Fund). 37 24 grants to communications service providers that reduce or 25 eliminate targeted service areas by installing broadband 37 26 infrastructure that facilitates broadband service in accordance 37 27 with the following: 37 37 28 a. The broadband infrastructure facilitates broadband 37 29 service that provides a minimum download speed of one hundred 37 30 megabits per second and a minimum upload speed of one hundred 37 31 megabits per second in a targeted service area within which no 37 32 communications service provider offers or facilitates broadband 37 33 service that provides download and upload speeds less than or 37 34 equal to the tier 1 download and upload speeds specified in the 37 35 definition of targeted service area in section 8B.1. 38 1 b. The broadband infrastructure facilitates broadband 38 2 service that provides a minimum download speed of one hundred 38 3 megabits per second and a minimum upload speed of one hundred 38 4 megabits per second in a targeted service area within which no 5 communications service provider offers or facilitates broadband 38 38 6 service that provides any of the following: (1) Download speeds less than or equal to the tier 2 38 7 8 download speed specified in the definition of targeted service 38 38 9 area in section 8B.1. 38 10 (2) Download speeds less than or equal to the tier 3 download speed specified in the definition of targeted service 38 11 12 area in section 8B.1. 38 2. a. An empower rural lowa broadband grant fund is 38 13 38 14 established in the state treasury under the authority of the 15 office department. The fund shall consist of moneys available 38 38 16 to and obtained or accepted by the office department. Moneys 17 in the fund are appropriated to the office department to be 38 38 18 used for the grant program, including for broadband mapping and 38 19 the administration and operation of the grant program, and for 38 20 the fiberoptic network conduit installation program established in section 8B.25. 38 21 b. The office department shall use moneys in the fund to 38 22 23 provide grants to communications service providers pursuant 38 24 to this section and to lead and coordinate the fiberoptic 38 38 25 network conduit installation program pursuant to section 26 8B.25. The office department may use not more than two and 38 27 one-half percent of the moneys in the fund at the beginning of 38 28 the fiscal year to pay the costs and expenses associated with 38 38 29 the administration and operation of the grant program and the

30 fiberoptic network conduit installation program. The office 38 department shall use moneys in the fund to leverage available 38 31 32 federal moneys if possible. 38 c. Notwithstanding section 8.33, moneys in the fund 38 33 34 that remain unencumbered or unobligated at the close of the 38 38 35 fiscal year shall not revert but shall remain available for 39 1 expenditure for the purposes designated until three years 2 following the last day of the fiscal year in which the funds 39 39 3 were originally appropriated. d. Notwithstanding paragraph "c" or any provision to the 39 4 39 5 contrary, moneys in the fund that have been awarded but not 39 6 paid to a communications service provider shall not revert but 39 7 shall remain available to the office department for purposes of 39 8 administering the award in a manner consistent with the terms 39 9 and conditions of any corresponding contract or grant agreement 39 10 governing the administration of the award. 3. Communications service providers may apply to the 39 11 12 office department for a grant pursuant to this section for 39 13 the installation of broadband infrastructure that facilitates 39 39 14 broadband service in targeted service areas. The office 39 department shall make available a public internet site 15 16 identifying all publicly available information contained in the 39 applications and any results of performance testing conducted 39 17 18 after the project is completed. The office department 39 19 shall devote one full-time equivalent position to evaluate 39 39 20 applications submitted under this section and provide technical 21 assistance to communications service providers in completing 39 39 22 applications for federal funds, or any other funds from any 23 public or private sources, related to improving broadband 39 39 24 infrastructure. 39 25 4. a. The office department shall award grants on 39 26 a competitive basis for the installation of broadband 27 infrastructure that facilitates broadband service as provided 39 28 in subsection 3 in targeted service areas after considering the 39 39 29 following: 39 30 (1) The relative need for broadband infrastructure in the 31 area and the existing broadband service speeds, including 39 32 whether the project serves a rural area or areas. 39 (2) The applicant's total proposed budget for the project, 39 33 34 including all of the following: 39 39 35 (a) The amount or percentage of local or federal matching

1 funds, if any, and any funding obligations shared between 2 public and private entities. (b) The percentage of funding provided directly from the 4 applicant, including whether the applicant requested from the 5 office department an amount less than the maximum amount the 6 office department could award pursuant to subsection 5 and, if 7 so, the percentage of the project cost that the applicant is 8 requesting. (3) The relative download and upload speeds of proposed projects for all applicants. (4) The specific product attributes resulting from the proposed project, including technologies that provide higher qualities of service, such as service levels, latency, 14 and other service attributes as determined by the office department. (5) The percentage of the homes, farms, schools, and businesses in the targeted service area that will be provided access to broadband service. (6) The proportion of proposed projects that will result 20 in the installation of broadband infrastructure in a targeted service area within which the only broadband service available provides the tier 1 download and upload speeds specified in the definition of targeted service area in section 8B.1. (7) Other factors the office department deems relevant. b. In considering the factors listed in paragraph "a" for awarding grants pursuant to this section, the office department shall afford the greatest weight to the factors described in paragraph "a", subparagraphs (1) through (3), and subparagraph (6). The total amount of the grants the office department awards from the empower rural lowa broadband grant fund pursuant to this section shall not exceed any of the following 33 amounts: a. Seventy-five percent of a communications service provider's project costs for projects that will result in the installation of broadband infrastructure in a targeted service 2 area within which no communications service provider offers or 3 facilitates broadband service that provides download and upload 4 speeds less than or equal to the tier 1 download and upload 5 speeds specified in the definition of targeted service area iπ 6 section 8B.1.

41 7 b. Fifty percent of a communications service provider's project costs for projects that will result in the installation 8 41 41 9 of broadband infrastructure in a targeted service area within which no communications service provider offers or facilitates 41 10 41 11 broadband service that provides download speeds less than or equal to the tier 2 download speeds specified in the definition 41 12 41 13 of targeted service area in section 8B.1. c. Thirty-five percent of a communications service 41 14 41 15 provider's project costs for projects that will result in the 41 16 installation of broadband infrastructure in a targeted service area within which no communications service provider offers or 41 17 facilitates broadband service that provides download speeds 41 18 less than or equal to the tier 3 download speed specified in 41 19 20 the definition of targeted service area in section 8B.1. 41 41 21 Notwithstanding subsections 3 and 5, communications 22 service providers may apply to the office department for 41 a grant pursuant to this section for the installation of 23 41 41 24 broadband infrastructure that facilitates broadband service providing a minimum download speed of one hundred megabits per 41 25 41 26 second and a minimum upload speed of twenty megabits per second 27 in targeted service areas pursuant to this subsection. The 41 28 office department shall make available a public internet site 41 identifying all publicly available information contained in the 29 41 41 30 applications and any results of performance testing conducted after the project is completed. 41 31 41 32 a. The office department shall award grants under this subsection on a competitive basis after considering the factors 33 41 34 provided in subsection 4 and affording weight to the factors 41 35 pursuant to subsection 4, paragraph "b". 41 42 1 b. The total amount of the grants the office department 42 2 shall award pursuant to this subsection shall not exceed fifty 42 3 percent of a communications service provider's project costs 42 4 for projects that will result in the installation of broadband 5 infrastructure in a targeted service area within which no 42 42 6 communications service provider offers or facilitates broadband 42 7 service that provides download and upload speeds less than or 42 8 equal to the tier 1 download and upload speeds specified in the definition of targeted service area in section 8B.1. 42 9 42 10 Notwithstanding subsections 5 and 6, at least twenty percent of the total amount of the grants the office department 42 11 42 12 awards from the empower rural lowa broadband grant fund

42 13 pursuant to this section shall be allocated to projects that 14 will result in the installation of broadband infrastructure 42 42 15 in difficult to serve targeted service areas within which no 16 communications service provider offers or facilitates broadband 42 42 17 service that provides download and upload speeds less than 42 18 or equal to the tier 1 download and upload speeds specified 42 19 in the definition of targeted service area in section 8B.1. For purposes of this subsection, a targeted service area is 42 20 42 21 difficult to serve if the soil conditions, topography, or 22 other local conditions make the installation of broadband 42 42 23 infrastructure in the targeted service area more time-consuming 42 24 or labor-intensive compared to other areas of the state. 42 25 8. The office department shall provide public notice regarding the application process and receipt of funding. 42 26 42 27 The office department may adopt rules pursuant to 42 28 chapter 17A interpreting this chapter subchapter or necessary for administering this chapter subchapter, including but not 42 29 30 limited to rules relating to the broadband grant program 42 process, management, and measurements as deemed necessary by 42 31 32 the office department. 42 42 33 10. The office department shall adopt rules establishing 34 procedures to allow aggrieved applicants an opportunity to 42 35 challenge the office's department's award of grants under this 42 43 1 section. 43 2 Sec. 61. Section 8B.12, subsections 1 and 3, Code 2024, are

- 43 3 amended to read as follows:
- 43 4 1. The chief information officer director shall enter
- 43 5 into agreements with state agencies supported entities, and
- 43 6 may enter into agreements with any other governmental entity,
- 43 7 including a local governmental entity or entity created
- 43 8 pursuant to chapter 28E, or with a nonprofit organization, to
- 43 9 furnish services and facilities of the office department to the
- 43 10 applicable governmental entity or nonprofit organization under
- 43 11 this subchapter. The agreement shall must provide for the
- 43 12 reimbursement to the office department of the reasonable cost
- 43 13 of the services and facilities furnished. All governmental
- 43 14 entities of this state may enter into such agreements. For
- 43 15 purposes of this subsection, "nonprofit organization" means a
- 43 16 nonprofit entity which is exempt from federal income taxation
- 43 17 pursuant to section 501(c)(3) of the Internal Revenue Code
- 43 18 and which is funded in whole or in part by public funds, and

CODE: Allows the DOM to enter into agreements with local governments or local governments that have entered into an agreement under lowa Code chapter <u>28E</u> (Joint Exercise of Governmental Powers), the lowa State Association of Counties, lowa League of Cities, and the lowa State Bar Association. Adopts conforming language changes.

43 19 also includes the lowa state association of counties, the lowa league of cities, and the lowa association of school boards. 43 20 3. The state board of regents shall not be required to 43 21 22 obtain any service for the state board of regents or any 43 23 institution under the control of the state board of regents 43 24 that is provided by the office department pursuant to this 43 25 chapter subchapter without the consent of the state board of 43 43 26 regents. 43 27 Sec. 62. Section 8B.13, Code 2024, is amended to read as 43 28 follows: 8B.13 OFFICE DEPARTMENT INTERNAL SERVICE FUNDS -----43 29 43 30 INTEORIMATIOGY 1. Activities of the office shall be accounted for 43 31 within the general fund of the state, except that the chief 43 32 information officer The department may establish and maintain 43 33 internal service funds in accordance with generally accepted 43 34 43 35 accounting principles, as defined in section 8.57, subsection 4, for activities of the office department which are primarily 1 44 2 funded from billings to governmental entities for services 44 3 rendered by the office department under this subchapter. The 44 4 establishment of an internal service fund is subject to the 44 5 approval of the director of the department of management and 44 6 the concurrence of the auditor of state. At least ninety days 44 7 prior to the establishment of an internal service fund pursuant 44 8 to this section, the chief information officer department 44 9 shall notify in writing the general assembly, including the 44 44 10 legislative council, legislative fiscal committee, and the 11 legislative services agency. 44 12 Internal service funds shall be administered by the 44 13 office department and shall consist of moneys collected by 44 the office department from billings issued in accordance with 44 14 15 section 8B.15, fees collected under section 8B.24, and any 44 other moneys obtained or accepted by the office department 16 44 under this subchapter, including but not limited to gifts, 44 17 loans, donations, grants, and contributions, which are 18 44 designated to support the activities of the individual internal 44 19 20 service funds in accordance with this subchapter. 44 3. The proceeds of an internal service fund established 44 21 22 pursuant to this section shall be used by the office department 44 23 for the operations of the office department pursuant to and 44 24 consistent with this chapter subchapter. The chief information 44

CODE: Allows the DOM to establish an Internal Service Fund. The Fund will receive billings and fees collected by the DOM for information technology services provided. The Internal Service Fund under the DOM is exempt from reversion requirements under Iowa Code section 8.33. However, this exemption does not apply to other funds appropriated to the DOM. Any interest earned on the Fund will be credited to the Fund.

25 officer director may appoint the personnel necessary to ensure 44 26 the efficient provision of services funded pursuant to an 44 27 internal service fund established under this section. However, 44 28 this usage requirement shall not limit or restrict the office 44 44 29 department from using proceeds from gifts, loans, donations, 30 grants, and contributions in conformance with any conditions, 44 31 directions, limitations, or instructions attached or related 44 32 thereto. 44 4. a. (1) Section 8.33 does not apply to any moneys in 44 33 34 internal service funds established pursuant to this section. 44 35 (2) This paragraph does not apply to moneys annually 44 appropriated to the department by the general assembly in an 45 1 45 2 Act of the general assembly. Such moneys shall be subject to 3 reversion as otherwise provided by law. 45 b. Notwithstanding section 12C.7, subsection 2, interest or 45 4 5 earnings on moneys deposited in these funds shall be credited 45 6 to these funds. 45 45 7 The office department shall submit an annual report not 8 later than October 1 to the members of the general assembly and 45 45 9 the legislative services agency of the activities funded by and expenditures made from an internal service fund established 45 10 45 pursuant to this section during the preceding fiscal year. 45 12 Sec. 63. Section 8B.15, Code 2024, is amended to read as 13 follows: 45 8B.15 BILLING ---- CREDIT CARD PAYMENTS. 45 14 1. The chief information officer director may bill a 45 15 governmental entity for services rendered by the office 45 16 45 17 department in accordance with the duties of the office department as provided in this chapter subchapter. Bills may 45 18 include direct, indirect, and developmental costs which have 45 19 not been funded by an appropriation to the office department. 45 20 The office department shall periodically render a billing 45 21 statement to a governmental entity outlining the cost of 22 45 services provided to the governmental entity. The amount 23 45 24 indicated on the statement shall be paid by the governmental 45 45 25 entity and amounts received by the office department shall be considered repayment appropriated receipts as defined in 45 26 section 8.2, and deposited into the accounts of the office 45 27 28 department. 45 29 45 2. In addition to other forms of payment, a person may pay by credit card for services provided by the office department, 45 30

CODE: Adopts conforming changes to Iowa Code section <u>8B.15</u> (Billing — Credit Card Payments).

45 31 according to rules adopted by the treasurer of state. The 45 32 credit card fees to be charged shall not exceed those permitted 45 33 by statute. A governmental entity may adjust its payment to 45 34 reflect the costs of processing as determined by the treasurer 45 35 of state. The discount charged by the credit card issuer may 1 be included in determining the fees to be paid for completing 46 2 a financial transaction under this section by using a credit 46 3 card. All credit card payments shall be credited to the fund 46 4 used to account for the services provided. 46 46 5 Sec. 64. Section 8B.16, Code 2024, is amended to read as CODE: Adopts conforming changes to Iowa Code section 8B.16 (Office Debts and Liabilities — Appropriation Request). 6 follows: 46 46 7 8B.16 OFFICE DEPARTMENT DEBTS AND LIABILITIES -----8 APPROPRIATION REQUEST. 46 If a service provided by the office department and funded 9 46 10 from an internal service fund established under section 46 11 8B.13 ceases to be provided and insufficient funds remain in 46 46 12 the internal service fund to pay any outstanding debts and 13 liabilities relating to that service, the chief information 46 14 officer director shall notify the department of management and 46 15 the general assembly and request that moneys be appropriated 46 16 from the general fund of the state to pay such debts and 46 46 17 liabilities. Sec. 65. Section 8B.21, subsections 1, 2, and 3, Code 2024, CODE: Amends the duties of the Chief Information Officer under the 46 18 DOM. 19 are amended to read as follows: 46 1. POWERS AND DUTIES OF OFFICE THE CHIEF INFORMATION 46 20 OFFICER . The powers and duties of the office chief information DETAIL: The Bill adds new duties related to information technology. 46 21 Policies and procedures created by DOM are binding on supported 22 officer as it relates to information technology services shall 46 entities and represent best practices for non-supported entities. 23 include but are not limited to all of the following: 46 a. Approving information technology for use by agencies 46 24 Additional duties of the Chief Information Officer include continuous supported entities and other governmental entities. 25 46 monitoring through a security operations center for supported entities b. Directing, developing, and implementing policies, 46 26 and available to other entities; coordinating and managing the 27 procedures, and organization measures designed to ensure the 46 acquisition of information technology goods for supported entities; 46 28 efficient administration of information technology. selecting the Chief Information Security Officer and other technology 29 b. c. Implementing the strategic information technology 46 staff; working with all governmental entities to achieve information 46 30 plan. technology goals; reviewing and evaluating information technology 31 d. Prescribing and adopting information technology 46 projects; streamlining, consolidating and coordinating broadband policies, procedures, and rules that are binding on all 46 32 development, including administering the Broadband Grant Program; supported entities and that represent best practices for other 33 and coordinating the Fiberoptic Network Conduit Installation Program. 46 34 governmental entities in the state that are not supported 46

46 35 entities.

1 c. e. Developing and implementing a business continuity 47 2 plan, as the chief information officer director determines is 47 47 3 appropriate, to be used if a disruption occurs in the provision 4 of information technology to participating agencies supported 47 47 entities and other governmental entities. 47 6 d. f. Prescribing standards policies and adopting rules 47 7 relating to cyber security cybersecurity, geospatial systems, application development, and information technology and 8 47 47 9 procurement, including but not limited to system design and 47 10 systems integration, and interoperability, which shall apply to are binding on all participating agencies supported entities 47 11 12 except as otherwise provided in this chapter subchapter, 47 47 13 and which represent best practices for other governmental 47 14 entities in the state that are not supported entities. The 47 15 office department shall implement information technology 16 standards policies as established pursuant to this chapter 47 which subchapter that are applicable to information technology 47 17 47 18 procurements for participating agencies supported entities. g. Providing continuous monitoring through a security 47 19 47 20 operations center for supported entities, which the department 21 may also make available to other governmental entities. 47 22 e. h. Establishing an enterprise strategic and project 47 management function for oversight of all information 23 47 47 24 technology-related projects and resources of participating agencies supported entities that require prior approval by 47 25 47 26 rule. 27 f. i. (1) Developing and maintaining security policies and systems to ensure the integrity of the state's information 28 47 resources and to prevent the disclosure of confidential 29 47 30 records. The office department shall ensure that the security 47 31 policies and systems be consistent with the state's data 47 32 transparency efforts by developing and implementing policies 47 33 and systems for the sharing of data and information by 47 participating agencies supported entities 47 34 47 35 Establishing statewide standards policies, to include periodic review and compliance measures, for information 48 1 48 2 technology security to maximize the functionality, security, 3 and interoperability of the state's distributed information 48 48 4 technology assets, including but not limited to communications 5 and encryption technologies. 48 48 6 Requiring all information technology security services,

7 solutions, hardware, and software purchased or used by a participating agency supported entity to be subject to approval 9 by the office department in accordance with security standards policies. g. j. Developing and implementing effective and efficient strategies for the use and provision of information technology and information technology staff for participating agencies supported entities and other governmental entities. h. k. Coordinating and managing the acquisition of information technology goods and services by participating agencies supported entities in furtherance of the purposes of this chapter subchapter. The office department shall institute procedures to ensure effective and efficient compliance with the applicable standards policies established pursuant to this chapter subchapter. i. Entering into contracts, leases, licensing agreements, royalty agreements, marketing agreements, memorandums of 24 understanding, or other agreements as necessary and appropriate to administer this chapter. Selecting the chief information security officer in consultation with the director, and selecting other information technology staff deemed necessary for the administration of the department's information technology functions as provided in this chapter. to standardize data elements, determine data ownership assignments, and implement the sharing of data. 34 k. n. Requiring that a participating agency supported entity provide such information as is necessary to establish and maintain an inventory of information technology used by participating agencies, and such participating agency supported entities. A supported entity shall provide such information to 4 the office department in a timely manner. The, in a form and 5 content of the containing information to be provided shall be as determined by the office department. 7 . Requiring participating agencies supported entities to provide the full details of the agency's entity's information technology and operational requirements upon request, report information technology security incidents to the office department in a timely manner, provide comprehensive 12 information concerning the information technology security

49 13 employed by the agency entity to protect the agency's entity's 14 information technology, and forecast the parameters of the 49 49 15 agency's entity's projected future information technology 16 security needs and capabilities. 49 49 17 m. p. Charging reasonable fees, costs, expenses, charges, 18 or other amounts to an agency, governmental entity, public 49 49 19 official, or person or entity related to the provision, sale, use, or utilization of, or cost sharing with respect to, 49 20 21 information technology and any intellectual property interests 49 49 22 related thereto; research and development; proprietary 23 hardware, software, and applications; and information 49 24 technology architecture and design. The office department may 49 25 enter into nondisclosure agreements and take any other legal 49 26 action reasonably necessary to secure a right to an interest 49 49 27 in information technology development by or on behalf of the 28 state of Iowa and to protect the state of Iowa's proprietary 49 information technology and intellectual property interests. 29 49 49 30 The provisions of chapter 23A relating to noncompetition 31 by state agencies and political subdivisions with private 49 49 32 enterprise shall do not apply to office department activities 33 authorized under this paragraph. 49 34 <u>n.</u> q. Charging reasonable fees, costs, expenses, charges, 49 35 or other amounts to an agency, governmental entity, public 49 50 1 official, or other person or entity to or for whom information 2 technology or other services have been provided by or on behalf 50 50 3 of, or otherwise made available through, the office department. 50 4 o. r. Providing, selling, leasing, licensing, transferring, 50 5 or otherwise conveying or disposing of information technology, 6 or any intellectual property or other rights with respect 50 50 7 thereto, to agencies, governmental entities, public officials, 50 8 or other persons or entities. 50 9 p. s. Entering into partnerships, contracts, leases, or 10 other agreements with public and private entities for the 50 11 evaluation and development of information technology pilot 50 50 12 projects. 13 q. t. Initiating and supporting the development of 50 14 electronic commerce, electronic government, and internet 50 15 applications across participating agencies supported entities 50 16 and in cooperation with other governmental entities. The 50 17 office department shall foster joint development of electronic 50 50 18 commerce and electronic government involving the public and

50 19 private sectors, develop customer surveys and citizen outreach 20 and education programs and material, and provide for citizen 50 21 input regarding the state's electronic commerce and electronic 50 22 government applications. 50 50 23 u. Working with all governmental entities in an effort to 24 achieve information technology goals. 50 v. Developing systems and methodologies to review, evaluate, 50 25 and prioritize information technology projects. 26 50 50 27 w. Streamlining, consolidating, and coordinating the access to and availability of broadband and broadband infrastructure 50 28 50 29 throughout the state, including but not limited to facilitating 30 public-private partnerships, ensuring that all departments' 50 50 31 and establishments' broadband and broadband infrastructure policies are aligned, resolving issues that arise with regard 32 50 50 33 to implementation efforts, and collecting data and developing metrics or policies against which the data may be measured and 50 34 evaluated regarding broadband infrastructure installation and 35 50 51 1 deployment. 2 Administering the broadband grant program pursuant 51 to section 8B.11, and providing technical assistance to 51 3 communications service providers related to grant applications 51 4 under section 8B.11. 51 5 y. Coordinating the fiberoptic network conduit installation 51 6 program established in section 8B.25. 51 7 2. RESPONSIBILITIES. The responsibilities of the office 51 8 51 9 chief information officer as it relates to information technology services include all of the following: 51 10 51 11 Coordinate the activities of the office in promoting, 12 integrating, and supporting Promote, integrate, and support 51 51 13 information technology in all business aspects of state 14 government. 51 b. Provide for server systems, including mainframe and 51 15 16 other server operations, desktop support, and applications 51 51 17 integration 51 18 c. Provide applications development, support, and training, 19 and advice and assistance in developing and supporting business 51 applications throughout state government. 20 51 3. INFORMATION TECHNOLOGY CHARGES. The office department 51 21 51 22 shall render a statement to an agency, governmental entity, public official, or other person or entity to or for whom 51 23 51 24 information technology, value-added services, or other items or

51 25 services have been provided by or on behalf of, or otherwise
51 26 made available through, the office department. Such an agency,
51 27 governmental entity, public official, or other person or entity
51 28 shall pay an amount indicated on such statement in a manner
51 29 determined by the office department.
51 30 Sec. 66. Section 8B.21, subsection 4, Code 2024, is amended
51 31 by striking the subsection and inserting in lieu thereof the
51 32 following:
51 33 4. EXCLUSION. The department of public defense is not
51 34 required to obtain any information technology services pursuant
51 35 to this subchapter where such services involve or impact

52 1 interconnections with federal networks and systems.

52 2 Sec. 67. Section 8B.21, subsections 5 and 6, Code 2024, are

52 3 amended by striking the subsections.

52 4 Sec. 68. Section 8B.22, Code 2024, is amended to read as 52 5 follows:

- 52 6 8B.22 DIGITAL GOVERNMENT.
- 52 7 1. The office department is responsible for initiating and
- 52 8 supporting the development of electronic commerce, electronic
- 52 9 government, mobile applications, and internet applications
- 52 10 across participating agencies supported entities and in
- 52 11 cooperation with other governmental entities.
- 52 12 2. In developing the concept of digital government, the
- 52 13 office department shall do all of the following:
- 52 14 a. Establish standards policies, consistent with other
- 52 15 state law, for the implementation of electronic commerce,
- 52 16 including standards policies for the technical implementation
- 52 17 of electronic signatures pursuant to chapter 554D, electronic
- 52 18 currency, and other items associated with electronic commerce.
- 52 19 b. Establish guidelines for the appearance and functioning 52 20 of applications.
- 52 21 c. Establish standards policies for the integration of
- 52 22 electronic data across state agencies.
- 52 23 d. Foster joint development of electronic commerce and
- 52 24 electronic government involving the public and private sectors.

CODE: Exempts the Department of Public Defense from requirements to obtain information technology services from the DOM for services that impact connections with federal government networks and systems.

CODE: Eliminates waivers that allow participating agencies to provide, acquire, or utilize information technology. Eliminates an annual report that the OCIO was required to submit to the Governor, DOM, and General Assembly related to spending, cost savings, and future planning related to technology.

CODE: Adopts conforming changes to Iowa Code section <u>8B.22</u> (Digital Government).

52 25 e. Develop customer surveys and citizen outreach and 52 26 education programs and material, and provide for citizen input 52 27 regarding the state's electronic commerce and electronic 52 28 government applications. f. Assist participating agencies supported entities in 52 29 52 30 converting printed government materials to electronic materials 52 31 which can be accessed through an internet searchable database. g. Encourage participating agencies supported entities 52 32 52 33 to utilize duplex printing and a print on demand strategy 34 to reduce printing costs, publication overruns, excessive 52 35 inventory, and obsolete printed materials. 53 1 Sec. 69. Section 8B.23, Code 2024, is amended to read as 53 2 follows: 8B.23 INFORMATION TECHNOLOGY STANDARDS POLICIES . 53 3 1. The office department shall develop and adopt 53 4 5 information technology standards policies applicable to the 53 6 procurement of information technology by all participating 53 7 agencies supported entities. Such standards policies, unless 53 8 waived by the office department, shall apply to all information 53 9 technology procurements for participating agencies supported 53 53 10 entities. 2. The office of the governor or the office of an elective 53 11 53 12 constitutional or statutory officer shall consult with the 13 office department prior to procuring information technology and 53 53 14 consider the information technology standards policies adopted 53 15 by the office department, and provide a written report to the 53 16 office department relating to the other office's decision 53 17 regarding such acquisitions. 53 18 Sec. 70. Section 8B.24, Code 2024, is amended to read as 53 19 follows: 8B.24 PROCUREMENT OF INFORMATION TECHNOLOGY. 53 20 53 21 Standards Policies established by the office department, 53 22 unless waived by the office department, shall apply to all information technology procurements for participating agencies 53 23 53 24 supported entities. 2. The office department shall institute procedures to 53 25 53 26 ensure effective and efficient compliance with standards 53 27 policies established by the office department. 3. The office department shall develop policies and 53 28

53 29 procedures that apply to all information technology goods and

CODE: Adopts conforming changes to Iowa Code section <u>8B.23</u> (Information Technology Standards).

CODE: Establishes the DOM as the sole authority in State government for providing and procuring information technology goods and services and for establishing associated master agreements. Allows the DOM to collect administrative fees associated with purchases made from information technology agreements. These fees will be deposited into the DOM Internal Service Fund.

Requires the DOM to prioritize the procurement of cloud computing solutions and other information technology related services not hosted by the State and establishes requirements related to the procurement and use of cloud computing solutions. 53 30 services acquisitions, and shall ensure the compliance of all participating agencies supported entities. The office 31 53 department shall also be the sole provider of infrastructure 53 32 information technology goods and services for participating 53 33 agencies supported entities, the sole authority in state 53 34 53 35 government for the procurement of information technology goods and services for supported entities, the sole authority in 54 1 state government for the establishment of master agreements 2 54 for information technology goods and services, and the 54 3 sole authority in state government for determining whether 54 4 54 5 any particular procurement is an information technology procurement. 54 6 4. The office department, by rule, may implement a 54 7 pregualification procedure for contractors with which the 8 54 54 9 office department has entered or intends to enter into agreements regarding the procurement of information technology. 54 10 5. Notwithstanding the provisions governing purchasing as 54 11 12 provided in chapter 8A, subchapter III, the office department 54 may procure information technology as provided in this section. 54 13 54 14 The office department may cooperate with other governmental 15 entities in the procurement of information technology in an 54 16 effort to make such procurements in a cost-effective, efficient 54 manner as provided in this section. The office department, as 54 17 18 deemed appropriate and cost effective, may procure information 54 technology using any of the following methods: 54 19 54 20 a. COOPERATIVE PROCUREMENT AGREEMENT. The office department 21 may enter into a cooperative procurement agreement with another 54 22 governmental entity relating to the procurement of information 54 23 technology, whether such information technology is for the use 54 24 of the office department or other governmental entities. The 54 25 cooperative procurement agreement shall must clearly specify 54 26 the purpose of the agreement and the method by which such 54 purpose will be accomplished. Any power exercised under such 54 27 28 agreement shall not exceed the power granted to any party to 54 54 29 the agreement. 30 b. NEGOTIATED CONTRACT. The office department may enter 54 31 into an agreement for the purchase of information technology if 54 32 any of the following applies apply: 54 33 (1) The contract price, terms, and conditions are pursuant 54 34 to the current federal supply contract, and the purchase order 54 54 35 adequately identifies the federal supply contract under which

1 the procurement is to be made. (2) The contract price, terms, and conditions are no less 3 favorable than the contractor's current federal supply contract 4 price, terms, and conditions; the contractor has indicated 5 in writing a willingness to extend such price, terms, and 6 conditions to the office department; and the purchase order 7 adequately identifies the contract relied upon. (3) The contract is with a vendor who has a current exclusive or nonexclusive price agreement with the state for the information technology to be procured, and such information technology meets the same standards and specifications as the items to be procured and both all of the following apply: (a) The quantity purchased does not exceed the quantity which may be purchased under the applicable price agreement. (b) The purchase order adequately identifies the price agreement relied upon. c. CONTRACTS LET BY ANOTHER GOVERNMENTAL ENTITY. The office. 18 on its own behalf or on the behalf of another participating agency or governmental entity, may procure information technology under a contract let by another agency or other governmental entity, or approve such procurement in the same 22 manner by a participating agency or governmental entity. The office, on its own behalf or on the behalf of another participating agency or governmental entity, may also procure information technology by leveraging an existing competitively procured contract, other than a contract associated with the state board of regents or an institution under the control of the state board of regents. The department may contract for information technology by leveraging an existing, competitively procured contract established by any other governmental entity or cooperative purchasing organization. d. REVERSE AUCTION. (1) The office department may enter into an agreement for 34 the purchase of information technology utilizing a reverse 35 auction process. Such process shall result in the purchase of information technology from the vendor submitting the lowest 2 responsible bid amount for the information technology to be 3 acquired. The office department, in establishing a reverse 4 auction process, shall do all of the following: (a) Determine the specifications and requirements of the 6 information technology to be acquired.

(b) Identify and provide notice to potential vendors concerning the proposed acquisition. (c) Establish pregualification requirements to be met by a vendor to be eligible to participate in the reverse auction. (d) Conduct the reverse auction in a manner as deemed appropriate by the office department and consistent with rules adopted by the office department. (2) Prior to conducting a reverse auction, the office department shall establish a threshold amount which shall be the maximum amount that the office department is willing to pay 17 for the information technology to be acquired. (3) The office department shall enter into an agreement with 19 a vendor who is the lowest responsible bidder which meets the specifications or description of the information technology to be procured, or the office department may reject all bids and 22 begin the process again. In determining the lowest responsible 23 bidder, the office department may consider various factors 24 including but not limited to the past performance of the vendor 25 relative to quality of product or service, the past experience 26 of the office department in relation to the product or service, the relative quality of products or services, the proposed terms of delivery, and the best interest of the state. e. COMPETITIVE BIDDING. The office department may enter into an agreement for the procurement or acquisition of information technology in the same manner as provided under chapter 8A, subchapter III, for the purchasing of service. The department may also contract for the purchase of information technology goods or services using a competitive bidding process that includes a vendor selection process that focuses on realized, efficiency-based competition models. f. OTHER AGREEMENT. In addition to the competitive bidding procedure provided for under paragraph "e", the office department may enter into an agreement for the purchase, 5 disposal, or other disposition of information technology in the 6 same manner and subject to the same limitations as otherwise provided in this chapter subchapter. The office, by rule, shall provide for such procedures. 6. a. The department shall, when feasible, prioritize the procurement of cloud computing solutions and other information technology and related services that are not hosted on premises by the state. The department may contract for multiple cloud

57 13 computing solutions. The ownership of state data stored within

- 57 14 cloud computing solutions shall remain with the state.
- 57 15 b. The department shall make reasonable efforts to ensure
- 57 16 the portability of state data stored within cloud computing
- 57 17 solutions. The department shall develop contractual terms
- 57 18 and conditions for cloud computing solutions to ensure the
- 57 19 confidentiality, integrity, and availability of state data and
- 57 20 to maximize cybersecurity protections.
- 57 21 c. For purposes of this subsection, "cloud computing
- 57 22 solutions" means the same as described in section 8.2,
- 57 23 subsection 20, paragraph "I".
- 57 24 <u>6.</u> The office department shall adopt rules pursuant to
- 57 25 chapter 17A to implement the procurement methods and procedures
- 57 26 provided for in subsections 2 through 5 6.
- 57 27 8. The department may establish and collect administrative
- 57 28 fees associated with purchases made from department information
- 57 29 technology agreements. The department may retain fees
- 57 30 collected under this subsection in a fund created pursuant to
- 57 31 section 8B.13.

57 32 Sec. 71. Section 8B.25, subsections 2 and 3, Code 2024, are 57 33 amended to read as follows:

- 57 34 2. The office department shall lead and coordinate a program
- 57 35 to provide for the installation of fiberoptic network conduit
- 58 1 where such conduit does not exist. The chief information
- 58 2 officer director shall consult and coordinate with applicable
- 58 3 agencies and entities, including public utilities as defined
- 58 4 in section 476.1, the state department of transportation, the
- 58 5 economic development authority, county boards of supervisors,
- 58 6 municipal governing bodies, the farm-to-market review board,
- 58 7 county conservation boards, and the boards, commissions, or
- 58 8 agencies in control of state parks, as determined appropriate
- 58 9 to ensure that the opportunity is provided to lay or install
- 58 10 fiberoptic network conduit wherever a state-funded construction
- 58 11 project involves trenching, boring, a bridge, a roadway,
- 58 12 or opening of the ground, or alongside any state-owned58 13 infrastructure.
- 58 14 3. Contingent upon the provision of funding for such
- 58 15 purposes by the general assembly, the office department may
- 58 16 contract with a nongovernmental third party to manage, lease,
- 58 17 install, or otherwise provide fiberoptic network conduit
- 58 18 access for projects described in this section. This section

CODE: Adopts conforming changes to Iowa Code section <u>8B.25</u> (Fiberoptic Network Conduit Installation Program).

58 19 does not require coordination with or approval from the 58 20 office department pursuant to this program or installation of 58 21 fiberoptic conduit as required by this section for construction 58 22 projects not using public funding. Sec. 72. Section 8B.31, subsection 1, Code 2024, is amended 58 23 58 24 to read as follows: 1. IOWACCESS. The office department shall establish 58 25 26 IowAccess as a service to the citizens of this state that 58 27 is the gateway for one-stop electronic access to government 58 28 information and transactions, whether federal, state, or local. 58 58 29 Except as provided in this section, IowAccess shall be a 30 state-funded service providing access to government information 58 58 31 and transactions. The office department, in establishing the 32 fees for value-added services, shall consider the reasonable 58 58 33 cost of creating and organizing such government information 34 through lowAccess. 58 Sec. 73. Section 8B.31, subsection 2, unnumbered paragraph 58 35 59 1 1, Code 2024, is amended to read as follows: The office department shall do all of the following: 59 2 Sec. 74. Section 8B.31, subsection 2, paragraph b, 59 3 4 unnumbered paragraph 1, Code 2024, is amended to read as 59 5 follows: 59 59 6 Approve and establish the priority of projects associated 7 with lowAccess. The determination may also include 59 8 requirements concerning funding for a project proposed by 59 9 a political subdivision of the state or an association, 59 10 the membership of which is comprised solely of political 59 59 11 subdivisions of the state. Prior to approving a project 12 proposed by a political subdivision, the office department 59 59 13 shall verify that all of the following conditions are met: Sec. 75. Section 8B.31, subsection 2, paragraph d, Code 59 14 59 15 2024, is amended to read as follows: d. Establish the lowAccess total budget request and 59 16 59 17 ensure that such request reflects the priorities and goals of 18 lowAccess as established by the office department. 59 Sec. 76. Section 8B.32, subsection 1, unnumbered paragraph 59 19 59 20 1, Code 2024, is amended to read as follows:

CODE: Adopts conforming changes to Iowa Code section <u>8B.31</u> (IowAccess — Office Duties and Responsibilities).

CODE: Adopts conforming changes to Iowa Code section <u>8B.31</u> (IowAccess — Office Duties and Responsibilities).

CODE: Adopts conforming changes to Iowa Code section <u>8B.31</u> (IowAccess — Office Duties and Responsibilities).

CODE: Adopts conforming changes to Iowa Code section <u>8B.31</u> (IowAccess — Office Duties and Responsibilities).

CODE: Adopts conforming changes to Iowa Code section <u>8B.32</u> (Financial Transactions). PG LN

59 21 Moneys paid to a participating agency supported entity from 59 22 persons who complete an electronic financial transaction with 59 23 the agency entity by accessing lowAccess shall be transferred 24 to the treasurer of state for deposit in the general fund of 59 59 25 the state, unless the disposition of the moneys is specifically 59 26 provided for under other law. The moneys may include all of 59 27 the following: 59 28 Sec. 77. Section 8B.33, Code 2024, is amended to read as 59 29 follows: 8B.33 IOWACCESS REVOLVING FUND. 59 30 1. An lowAccess revolving fund is created in the state 59 31 32 treasury. The revolving fund shall be administered by the 59 33 office department and shall consist of moneys collected by the 59 34 office department as fees, moneys appropriated by the general 59 35 assembly, and any other moneys obtained or accepted by the 59 1 office department for deposit in the revolving fund. The 60 2 proceeds of the revolving fund are appropriated to and shall be 60 3 used by the office department to maintain, develop, operate, 60 4 and expand lowAccess consistent with this chapter subchapter. 60 2. The office department shall submit an annual report not 60 5 6 later than January 31 to the members of the general assembly 60 7 and the legislative services agency of the activities funded 60 8 by and expenditures made from the revolving fund during the 60 9 preceding fiscal year. Section 8.33 does not apply to any 60 60 10 moneys in the revolving fund, and, notwithstanding section 60 11 12C.7, subsection 2, earnings or interest on moneys deposited 60 12 in the revolving fund shall be credited to the revolving fund. Sec. 78. Section 28D.3, subsection 4, Code 2024, is amended 60 13 60 14 to read as follows: 4. Persons employed by the department of management, 60 15 60 16 department of natural resources, department of administrative 60 17 services, and the or Iowa communications network under 60 18 this chapter are not subject to the twenty-four-month time 60 19 limitation specified in subsection 2.

60 20 Sec. 79. Section 97B.4, subsection 2, paragraph d, Code 60 21 2024, is amended by striking the paragraph. CODE: Adopts conforming changes to Iowa Code section <u>8B.33</u> (IowAccess Revolving Fund). Removes the Legislative Services Agency (LSA) as a recipient of the annual report that is due January 31.

CODE: Adds the DOM to the list of State agencies that are not subject to a 24-month limitation on employee interchange among governmental entities.

CODE: Removes an existing exception providing that the Iowa Public Employees' Retirement System (IPERS) is not a supported entity for purposes of information technology, thereby subjecting IPERS to the DOM's powers and responsibilities relating to information technology under the Bill.

60 22 Sec. 80.NEW SECTION 546.13 CONFIDENTIAL RECORDS AND DATA.

- 60 23 1. Notwithstanding sections 8E.104 and 8E.209, the
- 60 24 department of insurance and financial services shall not share
- 60 25 or provide to the department of management any trade secrets,
- 60 26 information regulated by third parties, or information deemed
- 60 27 confidential by law or contractual commitment.
- 60 28 2. The department of management shall not be the lawful
- 60 29 custodian of any department of insurance and financial services
- 60 30 records or data for purposes of chapter 22. Information
- 60 31 provided to the department of management pursuant to sections
- 60 32 8E.104 and 8E.209 shall remain confidential information of
- $60\ \ 33\ \ the department of insurance and financial services, and any$
- 60 34 statistical information derived from such information shall
- 60 35 only be disseminated by the department of management in
- 61 1 anonymized and aggregate form.
- 61 2 Sec. 81. 2021 Iowa Acts, chapter 172, section 28, is amended
- 61 3 to read as follows:
- 61 4 SEC. 28. REPEAL. The section of this division of this Act
- 61 5 amending section 8.58 is repealed July 1, 2025 2027.

61 6 Sec. 82. 2023 Iowa Acts, chapter 71, section 137, is amended 61 7 to read as follows:

- 61 8 SEC. 137. Section 8.6 <u>8.5</u>, Code 2023, is amended by adding
- 61 9 the following new subsection:
- 61 10 NEW SUBSECTION 17. 15A. COUNTY AND CITY BOND
- 61 11 ISSUANCE. To annually prepare and file with the general
- 61 12 assembly by December January 1 a report specifying the updated
- 61 13 population thresholds as adjusted under section 331.442,
- 61 14 subsection 5, and section 384.26, subsection 5, and detailing
- 61 15 the use of the bond issuance procedures under section 331.442,
- 61 16 subsection 5, and section 384.26, subsection 5, including the
- 61 17 usage of such procedures by counties and cities based on the
- 61 18 population-based limitations and the amount of bonds issued for
- 61 19 each such usage.

CODE: Prohibits the Department of Insurance and Financial Services from providing certain information to the DOM.

DETAIL: The Department of Insurance and Financial Services administers and coordinates various regulatory, service, and licensing functions of the State relating to the business of insurance, banking and credit unions.

Extends the repeal date of a provision of 2021 lowa Acts, chapter <u>172</u> (Federal Block Grant Appropriations Act), that disallows the Iowa Coronavirus Recovery Fund and Iowa Coronavirus Capital Projects Fund from being included in the calculation of any formula, index, or other statutory triggering mechanism that would affect appropriations, payments, or taxation rates and disallows the funds from being considered by an arbitrator or in negotiations under Iowa Code chapter <u>20</u> from July 1, 2025, to July 1, 2027.

CODE: Amends 2023 Iowa Acts, chapter 71 (Local Government Property Taxes, Financial Authority, Operations, and Budgets Act), to change the due date for an annual report related to county and city bond issuance from December 1 to January 1.

Explanation

61 21 8.59, 8.60, 8.61, 8B.2, 8B.3, 8B.4, 8B.5, and 8B.9, Code 2024, 61 22 are repealed.

- 8.6 Specific Powers and Duties
- 8.25 Tentative Budget
- 8.28 Supplemental Estimates
- 8.43 Salary Adjustment Fund
- 8.53 GAAP Deficit GAAP Implementation
- 8.59 Appropriations Freeze
- 8.60 Use of Designated Moneys
- 8.61 Trust Fund Information
- 8B.2 Office Established Chief Information Officer Selected
- 8B.3 Office Purpose Mission
- 8B.4 Powers and Duties of the Chief Information Officer
- 8B.5 Prohibited Interests Penalty
- 8B.9 Reports Required

CODE: Requires the Iowa Code Editor to make changes to the Iowa Code to correspond with the changes made by this Bill.

61 23 Sec. 84. CODE EDITOR DIRECTIVE. For all of the following

- 61 24 terminology changes, the Code editor is directed to make
- $61\ \ 25\ \ changes$ in any Code sections amended or enacted by any other
- 61 26 Act to correspond with the changes made in this division of
- 61 27 this Act if there appears to be no doubt as to the proper method
- 61 28 of making the changes and the changes would not be contrary to
- 61 29 or inconsistent with the purposes of this Act or any other Act:
- 61 30 1. "Repayment receipts" to "appropriated receipts".
- 61 31 2. "Participating agency" to "supported entity" for
- 61 32 purposes associated with chapter 8B, Code 2024.

61 33 Sec. 85. CODE EDITOR DIRECTIVE.

61 34 1. The Code editor is directed to make the following61 35 transfers:

- 62 1 a. Section 8.7 to section 68B.22A.
- 62 2 b. Section 8.75 to section 8.57J.
- 62 3 c. Section 8B.1 to section 8.76.
- 62 4 d. Section 8B.4A to section 8.78.
- 62 5 e. Section 8B.6 to section 8.12.
- 62 6 f. Section 8B.7 to section 8.7A.
- 62 7 g. Section 8B.10 to section 8.79.
- 62 8 h. Section 8B.11 to section 8.91.
- 62 9 i. Section 8B.12 to section 8.80.
- 62 10 j. Section 8B.13 to section 8.92.
- 62 11 k. Section 8B.15 to section 8.81.
- 62 12 I. Section 8B.16 to section 8.82.
- 62 13 m. Section 8B.21 to section 8.77.

CODE: Moves relevant provisions from Iowa Code chapter $\frac{8B}{8}$ into Iowa Code chapter $\frac{8}{8}$.

- 62 14 n. Section 8B.22 to section 8.83.
- 62 15 o. Section 8B.23 to section 8.84.
- 62 16 p. Section 8B.24 to section 8.85.
- 62 17 q. Section 8B.25 to section 8.86.
- 62 18 r. Section 8B.26 to section 8.87.
- 62 19 s. Section 8B.31 to section 8.88.
- 62 20 t. Section 8B.32 to section 8.89.
- 62 21 u. Section 8B.33 to section 8.90.
- 62 22 2. The Code editor shall correct internal references in the
- 62 23 Code and in any enacted legislation as necessary due to the
- 62 24 enactment of this section.
- 62 25 3. The Code editor shall designate sections 8.76 through
- 62 26 8.99 as a new subchapter XI within chapter 8 entitled
- 62 27 "Information Technology".
- 62 28 Sec. 86. TRANSITION. Any rule, regulation, form, order, or
- 62 29 directive promulgated by the office of the chief information
- 62 30 officer shall continue in full force and effect until amended,
- 62 31 repealed, or supplemented by affirmative action of the
- 62 32 department of management.

62	33	DIVISION II
62	34	CONFORMING AMENDMENTS

- 62 35 Sec. 87. Section 2.47A, subsection 1, paragraph b, Code
- 63 1 2024, is amended to read as follows:
- 63 2 b. Receive the reports of all capital project budgeting
- 63 3 requests of all state agencies, with individual state agency
- 63 4 priorities noted, pursuant to section 8.6 <u>8.5</u>, subsection 12.
- 63 5 Sec. 88. Section 8A.101, unnumbered paragraph 1, Code 2024,
- 63 6 is amended to read as follows:
- 63 7 As used in this chapter and chapter 8B, unless the context
- 63 8 otherwise requires:
- 63 9 Sec. 89. Section 8A.104, subsection 7, Code 2024, is amended63 10 by striking the subsection.
- 63 11 Sec. 90. Section 8A.123, subsection 1, Code 2024, is amended 63 12 to read as follows:
- 63 13 1. Activities of the department shall be accounted
- 63 14 for within the general fund of the state, except that the

Requires that any administrative rule, regulation, order, or directive from the OCIO will remain in effect until amended, repealed, or affirmatively replaced by the DOM.

Division II adopts conforming amendments.

CODE: Adopts a conforming amendment to Iowa Code section 2.47A (Powers and Duties of Legislative Capital Projects Committee).

CODE: Adopts a conforming amendment to Iowa Code section <u>8A.101</u> (Definitions).

CODE: Adopts a conforming amendment to Iowa Code section <u>8A.104</u> (Powers and Duties of the Director).

CODE: Adopts a conforming amendment to Iowa Code section <u>8A.123</u> (Department Internal Service Funds). 63 15 director may establish and maintain internal service funds, 63 16 in accordance with generally accepted accounting principles, 63 17 as defined in section 8.57, subsection 4, for activities of 63 18 the department which are primarily funded from billings to governmental entities for services rendered by the department. 63 19 63 20 The establishment of an internal service fund is subject to 63 21 the approval of the director of the department of management 22 and the concurrence of the auditor of state. At least ninety 63 63 23 days prior to the establishment of an internal service fund 24 pursuant to this section, the director shall notify in writing 63 63 25 the general assembly, including the legislative council, 26 legislative fiscal committee, and the legislative services 63 63 27 agency. Sec. 91. Section 8A.125, subsection 1, Code 2024, is amended CODE: Adopts a conforming amendment to Iowa Code section 8A.125 63 28 (Billing — Credit Card Payments). to read as follows: 63 29 30 1. The director may bill a governmental entity for services 63 63 31 rendered by the department in accordance with the duties 32 of the department as provided in this chapter. Bills may 63 63 33 include direct, indirect, and developmental costs which have 34 not been funded by an appropriation to the department. The 63 35 department shall periodically render a billing statement to a 63 1 governmental entity outlining the cost of services provided to 64 2 the governmental entity. The amount indicated on the statement 64 3 shall be paid by the governmental entity and amounts received 64 4 by the department shall be considered repayment appropriated 64 5 receipts as defined in section 8.2, and deposited into the 64 6 accounts of the department. 64 Sec. 92. Section 8A.502, subsection 7, Code 2024, is amended CODE: Adopts conforming amendments to Iowa Code section 8A.502 64 7 (Financial Administration Duties). 64 8 to read as follows: 7. ACCOUNTS. To keep the central budget and proprietary 64 9 control accounts of the general fund of the state and special 64 10 revenue funds, as defined in section 8.2, of the state 64 11 12 government. Upon elimination of the state deficit under 64 13 generally accepted accounting principles, including the payment 64 14 of items budgeted in a subsequent fiscal year which under 64 15 generally accepted accounting principles should be budgeted 64 64 16 in the current fiscal year, the The recognition of revenues 64 17 received and expenditures paid and transfers received and paid

- 64 18 within the time period required pursuant to section 8.33 shall
- 64 19 be in accordance with generally accepted accounting principles.

64 20 Budget accounts are those accounts maintained to control 64 21 the receipt and disposition of all funds, appropriations, 64 22 and allotments. Proprietary accounts are those accounts 64 23 relating to assets, liabilities, income, and expense. For each 64 24 fiscal year, the financial position and results of operations 25 of the state shall be reported in an annual comprehensive 64 64 26 financial report prepared in accordance with generally accepted 27 accounting principles, as established by the governmental 64 64 28 accounting standards board. 64 29 Sec. 93. Section 8A.502, subsection 8, paragraph b, Code CODE: Adopts a conforming amendment to Iowa Code section 8A.502 (Financial Administration Duties). 64 30 2024, is amended to read as follows: b. By charging all collections made by the educational 64 31 64 32 institutions and state fair board to the respective advance 33 accounts of the institutions and state fair board, and by 64 64 34 crediting all such repayment collections appropriated receipts 64 35 to the respective appropriations and special revenue funds. Sec. 94. Section 8D.3, subsection 2, paragraph b, Code 2024, 65 (Iowa Telecommunications and Technology Commission). 65 2 is amended to read as follows: b. The auditor of state or the auditor's designee and the 65 3 4 chief information officer selected designated pursuant to 65 5 section 88.2 8.5 or the chief information officer's designee 65 6 shall serve as nonvoting, ex officio members of the commission. 65 Sec. 95. Section 10A.107, Code 2024, is amended to read as CODE: Adopts a conforming amendment to Iowa Code section 65 7 10A.107 (Repayment Receipts). 65 8 follows: 10A.107 REPAYMENT APPROPRIATED RECEIPTS. 65 9 The department may charge state departments, agencies, and 65 10 65 11 commissions for services rendered and the payment received 65 12 shall be considered repayment appropriated receipts as defined 65 13 in section 8.2. Sec. 96. Section 10A.503, subsection 2, Code 2024, is 65 14 CODE: Adopts a conforming amendment to Iowa Code section 10A.503 (Licensing Boards — Expenses — Fees). 65 15 amended to read as follows: 2. The department and the licensing boards referenced in 65 16 65 17 subsection 1 may expend funds in addition to amounts budgeted, 65 18 if those additional expenditures are directly the result of 65 19 actual examination and exceed funds budgeted for examinations. 65 20 Before the department or a licensing board expends or encumbers 65 21 an amount in excess of the funds budgeted for examinations,

65 22 the director of the department of management shall approve the

CODE: Adopts a conforming amendment to Iowa Code section 8D.3

65 23 expenditure or encumbrance. Before approval is given, the 65 24 department of management shall determine that the examination 65 25 expenses exceed the funds budgeted by the general assembly to 26 the department or board and the department or board does not 65 65 27 have other funds from which examination expenses can be paid. 28 Upon approval of the department of management, the department 65 65 29 or licensing board may expend and encumber funds for excess 30 examination expenses. The amounts necessary to fund the excess 65 65 31 examination expenses shall be collected as fees from additional 65 32 examination applicants and shall be treated as repayment 65 33 appropriated receipts as defined in section 8.2. 65 34 Sec. 97. Section 10A.506, subsection 4, Code 2024, is 65 35 amended to read as follows: 4. The department may expend additional funds, including 66 1 2 funds for additional personnel, if those additional 66 3 expenditures are directly the cause of actual examination 66 66 4 expenses exceeding funds budgeted for examinations. Before 5 the department expends or encumbers an amount in excess of 66 6 the funds budgeted for examinations, the director of the 66 7 department of management shall approve the expenditure or 66 8 encumbrance. Before approval is given, the director of the 66 66 9 department of management shall determine that the examination 66 10 expenses exceed the funds budgeted by the general assembly to 11 the department and the department does not have other funds 66 12 from which the expenses can be paid. Upon approval of the 66 66 13 director of the department of management, the department may 14 expend and encumber funds for excess examination expenses. The 66 66 15 amounts necessary to fund the examination expenses shall be 66 16 collected as fees from additional examination applicants and 66 17 shall be treated as repayment appropriated receipts as defined 66 18 in section 8.2, subsection 8. Sec. 98. Section 10A.801, subsection 9, Code 2024, is 66 19 66 20 amended to read as follows: 9. The division may charge agencies for services rendered 66 21 66 22 and the payment received shall be considered repayment appropriated receipts as defined in section 8.2. 66 23 Sec. 99. Section 10A.902, subsection 5, Code 2024, is 66 24

- 66 25 amended to read as follows:
- 66 26 5. The department shall adopt rules regarding minimum

CODE: Adopts conforming amendments to Iowa Code section 10A.506 (Licensing and Regulation of Business and Commerce-Related Professions).

CODE: Adopts a conforming amendment to Iowa Code section 10A.801 (Division of Administrative Hearings — Creation, Powers, Duties).

CODE: Adopts a conforming amendment to Iowa Code section 10A.902 (Lead Inspector, Lead Abater, and Lead-Safe Renovator Training and Certification Program Established — Civil Penalty).

66 27 requirements for lead inspector, lead abater, and lead-safe 66 28 renovator training programs, certification, work practice 66 29 standards, and suspension and revocation requirements, and 66 30 shall implement the training and certification programs. Rules 66 31 adopted pursuant to this subsection shall comply with chapter 66 32 272C. The department shall seek federal funding and shall 66 33 establish fees in amounts sufficient to defray the cost of the 34 programs. The fees shall be used for any of the department's 66 66 35 duties under this subchapter, including but not limited 1 to the costs of full-time equivalent positions for program 67 67 2 services and investigations. Fees received shall be considered 3 repayment appropriated receipts as defined in section 8.2. 67

67 4 Sec. 100. Section 11.5B, subsection 14, Code 2024, is

67 5 amended by striking the subsection.

67 6 Sec. 101. Section 12.89, subsection 2, paragraph b, Code

- 67 7 2024, is amended to read as follows:
- 67 8 b. The revenues required to be deposited into the fund
- 67 9 pursuant to section 8.57, subsection 5, paragraph "e",
- 67 10 subparagraphs (1) and (2) <u>"f"</u>.

67 11 Sec. 102. Section 12.89A, subsection 2, paragraph a, Code

CODE: Adopts a conforming amendment to Iowa Code section <u>11.5B</u> (Repayment of Audit Expenses by State Departments and Agencies).

DETAIL: The Auditor of the State receives an annual appropriation from the General Fund in the Administration and Regulation Appropriations Act to fund the cost of auditing State agencies that are not statutorily required to reimburse the Office for annual costs. Under current law, the annual audit of the DOM is funded through this General Fund appropriation to the Auditor of the State, and the Office of the Chief Information Officer (OCIO) under the DOM reimburses the Auditor of the State for its annual audit under Iowa Code section <u>11.5B</u>

FISCAL IMPACT: Moving duties previously under the OCIO to the DOM and eliminating the OCIO from the list of agencies under Iowa Code section <u>11.5B</u> will reduce reimbursements paid to the Auditor of the State and increase the auditing requirements covered by the Auditor of the State's existing General Fund appropriation. To offset this reduction, the General Assembly appropriated \$48,000 in <u>SF 2433</u> (FY 2025 Administration and Regulation Appropriations Bill) from the General Fund to the Auditor of the State.

CODE: Adopts a conforming amendment to Iowa Code section <u>12.89</u> (Revenue Bonds Debt Service Fund and Bond Reserve Funds).

CODE: Adopts a conforming amendment to Iowa Code section <u>12.89A</u> (Revenue Bonds Federal Subsidy Holdback Fund).

67 12 2024, is amended to read as follows: a. The revenues required to be deposited in the fund 67 13 67 14 pursuant to section 8.57, subsection 5, paragraph "e", 67 15 subparagraphs (1) and (2) "f". Sec. 103. Section 13B.8, subsection 4, paragraph b, Code 67 16 67 17 2024, is amended to read as follows: 67 18 b. The state public defender may enter into agreements with 67 19 the office of the chief information officer created in chapter 20 8B department of management to provide or procure suitable 67 67 21 computer networks and other information technology services 67 22 to or for each office of the state public defender, including 67 23 the central administrative office and the office of the state 24 appellate defender, and to each office of the local public 67 67 25 defender. 67 26 Sec. 104. Section 15E.311, subsection 3, paragraph a, Code 67 27 2024, is amended to read as follows: a. At the end of each fiscal year, moneys in the fund 67 28 67 29 shall be transferred into separate accounts within the fund 30 and designated for use by each county in which no licensee 67 authorized to conduct gambling games under chapter 99F was 67 31 67 32 located during that fiscal year. Moneys transferred to 67 33 county accounts shall be divided equally among the counties. 67 34 Moneys transferred into an account for a county shall be 67 35 transferred by the department to an eligible county recipient 1 for that county. Of the moneys transferred, an eligible county 68 68 2 recipient shall distribute seventy-five percent of the moneys 3 as grants to charitable organizations for charitable purposes 68 68 4 in that county and shall retain twenty-five percent of the 5 moneys for use in establishing a permanent endowment fund 68 6 for the benefit of charitable organizations for charitable 68 7 purposes. In addition, of the moneys transferred from moneys 68 8 appropriated to the fund from the sports wagering receipts fund 68 68 9 created in section 8.57, subsection 8, 8.571 and distributed, 68 10 eligible county recipients shall give consideration for grants, 68 11 upon application, to a charitable organization that operates 68 12 a racetrack facility that conducts automobile races in that 68 13 county. Of the amounts distributed, eligible county recipients 68 14 shall give special consideration to grants for projects that 68 15 include significant vertical infrastructure components designed 68 16 to enhance quality of life aspects within local communities.

CODE: Adopts a conforming amendment to Iowa Code section <u>13B.8</u> (Office of Local Public Defender).

CODE: Adopts a conforming amendment to Iowa Code section 15E.311 (County Endowment Fund).

68 17 In addition, as a condition of receiving a grant, the governing 68 18 body of a charitable organization receiving a grant shall 68 19 approve all expenditures of grant moneys and shall allow a 68 20 state audit of expenditures of all grant moneys. Sec. 105. Section 16.50, subsection 1, Code 2024, is amended 68 21 68 22 to read as follows: 1. A workforce housing assistance grant fund is created 68 23 68 24 under the control of the authority. The fund shall consist of 25 appropriations made to the fund. The fund shall be separate 68 26 from the general fund of the state and the balance in the fund 68 68 27 shall not be considered part of the balance of the general fund 68 28 of the state. However, the fund shall be considered a special 29 account for the purposes of section 8.53, relating to generally 68 30 accepted accounting principles. 68 68 31 Sec. 106. Section 16.81, subsection 2, paragraph d, Code 68 32 2024, is amended to read as follows: 68 33 d. The amount of application fees collected by the 68 34 authority under this subsection shall be considered repayment appropriated receipts as defined in section 8.2. 35 68 69 Sec. 107. Section 17A.6B, subsection 1, Code 2024, is 2 amended to read as follows: 69 1. The office of the chief information officer department of 69 3 69 4 management shall establish and maintain a user-friendly state 5 services fee database and internet site for use by the public. 69 6 Each agency shall make available through the internet site the 69 7 current fees, rates, and charges imposed by the agency on the 69 69 8 public. 69 9 Sec. 108. Section 20.33, Code 2024, is amended to read as 69 10 follows: 20.33 RETENTION OF COSTS AND FEES. 69 11 1. All moneys paid in advance by the board and subsequently 69 12 69 13 taxed as a cost to a party or parties pursuant to section 20.6, 14 subsection 6, and section 20.11, subsection 3, shall, when 69 69 15 reimbursed by the party or parties taxed under those sections. 16 be retained by the board as repayment appropriated receipts, as 69 69 17 defined in section 8.2, and used exclusively to offset the cost 18 of the certified shorthand reporter reporting the proceeding 69 69 19 and of any transcript requested by the board.

CODE: Adopts a conforming amendment to Iowa Code section <u>16.50</u> (Workforce Housing Assistance Grant Fund).

CODE: Adopts a conforming amendment to Iowa Code section <u>16.81</u> (Beginning Farmer Tax Credit — Application).

CODE: Adopts a conforming amendment to Iowa Code section 17A.6B (Beginning Farmer Tax Credit — Application).

CODE: Adopts conforming amendments to Iowa Code section 20.33 (Retention of Costs and Fees).

69 20 All fees established and collected by the board pursuant 69 21 to section 20.6, subsection 7, shall be retained by the board 69 22 as repayment appropriated receipts, as defined in section 8.2, 23 and used exclusively for the purpose of covering the cost of 69 69 24 elections required pursuant to section 20.15, including payment 25 for the services of any vendor retained by the board to conduct 69 69 26 or assist in the conduct of such an election. 69 27 Sec. 109. Section 22.3A, subsection 2, paragraph f, 69 28 unnumbered paragraph 1, Code 2024, is amended to read as 69 29 follows: A government body may establish payment rates and procedures 69 30 69 31 required to provide access to data processing software. 32 regardless of whether the data processing software is separated 69 33 from or combined with a public record. Proceeds from payments 69 69 34 may be considered repayment appropriated receipts, as defined 35 in section 8.2. The payment amount shall be calculated as 69 70 1 follows: 70 2 Sec. 110. Section 23A.2, subsection 8, paragraph o, Code 3 2024, is amended to read as follows: 70 o. The performance of an activity authorized pursuant to 70 4 5 section 8B.21, subsection 1, paragraph "m" "p". 70 Sec. 111. Section 29C.8, subsection 5, Code 2024, is amended 70 6 70 7 to read as follows: 5. The department may charge fees for the repair. 70 8 9 calibration, or maintenance of radiological detection equipment 70 70 10 and may expend funds in addition to funds budgeted for the 11 servicing of the radiological detection equipment. The 70 70 12 department shall adopt rules pursuant to chapter 17A providing 70 13 for the establishment and collection of fees for radiological 70 14 detection equipment repair, calibration, or maintenance 70 15 services and for entering into agreements with other public and 70 16 private entities to provide the services. Fees collected for 70 17 repair, calibration, or maintenance services shall be treated 70 18 as repayment appropriated receipts as defined in section 70 19 8.2 and shall be used for the operation of the department's 70 20 radiological maintenance facility or radiation incident 70 21 response training.

CODE: Adopts a conforming amendment to Iowa Code section 22.3A (Access to Data Processing Software).

CODE: Adopts a conforming amendment to Iowa Code section 23A.2 (State Agencies and Political Subdivisions not to Compete with Private Enterprise).

CODE: Adopts a conforming amendment to Iowa Code section <u>29C.8</u> (Powers and Duties of Director).

70 23 to read as follows: 2. Sums paid to and received by the department for the 70 24 70 25 support of members of the home shall be considered repayment appropriated receipts as defined in section 8.2 and credited to 70 26 70 27 the lowa veterans home account referred to in section 35D.18, 70 28 subsection 3. 70 29 Sec. 113. Section 35D.18, subsection 3, unnumbered 70 30 paragraph 1, Code 2024, is amended to read as follows: Revenues received that are attributed to the lowa veterans 70 31 70 32 home during a fiscal year shall be credited to the lowa 70 33 veterans home account and shall be considered repayment appropriated receipts as defined in section 8.2, including but 70 34 70 35 not limited to all of the following: 71 Sec. 114. Section 35D.18, subsection 4, Code 2024, is 1 2 amended by striking the subsection. 71 Sec. 115. Section 68A.405A, subsection 1, paragraph a, 71 4 unnumbered paragraph 1, Code 2024, is amended to read as 71 5 follows: 71 Except as provided in sections 29C.3 and 29C.6, a statewide 71 6 71 7 elected official or member of the general assembly shall not 8 permit the expenditure of public moneys under the control 71 9 of the statewide elected official or member of the general 71 71 10 assembly, including but not limited to moneys held in a private 71 11 purpose trust fund as defined by section 8.2, for the purpose 71 12 of any paid advertisement or promotion bearing the written 71 13 name, likeness, or voice of the statewide elected official or 71 14 member of the general assembly distributed through any of the 71 15 following means: 71 16 Sec. 116. Section 68A.405A, subsection 2, Code 2024, is 71 17 amended to read as follows: 2. A person who willfully violates this section shall be 71 18 71 19 subject to a civil penalty of an amount up to the amount of 71 20 moneys withdrawn from a public account or private purpose trust 71 21 fund as defined in section 8.2 used to fund the communication 71 22 found to be in violation of this section by the board or, for 71 23 members of the general assembly, by an appropriate legislative 71 24 ethics committee. A penalty imposed pursuant to this section

(Contributing to Own Support).

CODE: Adopts a conforming amendment to Iowa Code section <u>35D.18</u> (Net General Fund Appropriation — Purpose).

CODE: Adopts a conforming amendment to Iowa Code section <u>35D.18</u> (Net General Fund Appropriation — Purpose).

CODE: Adopts a conforming amendment to Iowa Code section <u>68A.405A</u> (Self-Promotion with Taxpayer Funds Prohibited).

CODE: Adopts a conforming amendment to Iowa Code section <u>68A.405A</u> (Self-Promotion with Taxpayer Funds Prohibited).

71 25 shall be paid by the candidate's committee. Such penalty shall 71 26 be determined and assessed by the board or, for a member of the 71 27 general assembly, the appropriate legislative ethics committee, 71 28 and paid into the account from which such moneys were 71 29 withdrawn. Additional criminal or civil penalties available 71 30 under section 68A.701 or established by the board pursuant to 71 31 section 68B.32A may also be determined and assessed by the 71 32 board for violations of this section. Nothing in this section 71 33 shall prevent the imposition of any penalty or sanction for a 71 34 violation of this section by a legislative ethics committee. Sec. 117. Section 80.28, subsection 2, paragraph a, 71 35 1 subparagraph (7), Code 2024, is amended to read as follows: 72 (7) One member representing the office of the chief 72 2 72 3 information officer created in section 8B.2 department of 72 4 management. Sec. 118. Section 80B.15, subsection 2, Code 2024, is 72 5 6 amended to read as follows: 72 2. The director of the academy shall assess a fee for 72 7 8 use of law enforcement media resources supplied or loaned by 72 9 the academy. The fees shall be established by rules adopted 72 72 10 pursuant to chapter 17A. The fees shall be considered as 72 11 repayment appropriated receipts, as defined in section 8.2. Sec. 119. Section 80B.19, subsection 1, Code 2024, is 72 12 72 13 amended to read as follows: 1. Activities of the academy shall be accounted for within 72 14 72 15 the general fund of the state, except the academy may establish 72 16 and maintain an internal training clearing fund, in accordance 72 17 with generally accepted accounting principles, as defined in 72 18 section 8.57, subsection 4, for activities of the academy 72 19 which are primarily from billings to governmental entities for 72 20 services rendered by the academy. 72 21 Sec. 120. Section 84A.5, subsection 9, Code 2024, is amended 72 22 to read as follows: 9. The director of the department of workforce development 72 23 72 24 may adopt rules pursuant to chapter 17A to charge and collect 72 25 fees for enhanced or value-added services provided by the

- 72 26 department of workforce development which are not required by
- 72 27 law to be provided by the department and are not generally

CODE: Adopts a conforming amendment to Iowa Code section 80.28 (Statewide Interoperable Communications System Board — Established — Members).

CODE: Adopts conforming amendments to Iowa Code section <u>80B.15</u> (State Media Resource Assistance).

CODE: Adopts a conforming amendment to Iowa Code section <u>80B.19</u> (Academy Internal Training Clearing Fund).

CODE: Adopts a conforming amendment to Iowa Code section <u>84A.5</u> (Department of Workforce Development — Primary Responsibilities).

- 72 30 Fees established by the director of the department of workforce 72 31 development shall be based upon the costs of administering the 72 32 service, with due regard to the anticipated time spent, and 72 33 travel costs incurred, by personnel performing the service. 72 34 The collection of fees authorized by this subsection shall 72 35 be treated as repayment appropriated receipts as defined in 1 section 8.2. 73 73 2 Sec. 121. Section 99D.14, subsection 2, paragraphs b and c, 3 Code 2024, are amended to read as follows: 73 73 4 b. Notwithstanding sections 8.60 and section 99D.17, the 5 portion of the fee paid pursuant to paragraph "a" relating 73 6 to the costs of special agents plus any direct and indirect 73 7 support costs for the agents, for the division of criminal 73 8 investigation's racetrack activities, shall be deposited 73 73 9 into the gaming enforcement revolving fund established in 73 10 section 80.43. However, the department of public safety shall 73 11 transfer, on an annual basis, the portion of the regulatory
 - 73 12 fee attributable to the indirect support costs of the special
 - 73 13 agents to the general fund of the state.
 - 73 14 c. Notwithstanding sections 8.60 and section 99D.17, the

72 28 available from the department of workforce development. Fees72 29 shall not be charged to provide a free public labor exchange.

- 73 15 portion of the fee paid pursuant to paragraph "a" relating to
- 73 16 the costs of the commission shall be deposited into the gaming
- 73 17 regulatory revolving fund established in section 99F.20.

73 18 Sec. 122. Section 99D.17, Code 2024, is amended to read as 73 19 follows:

- 73 20 99D.17 USE OF FUNDS.
- 73 21 Funds received pursuant to sections 99D.14 and 99D.15
- 73 22 shall be deposited as provided in section 8.57, subsection
- 73 23 5, and shall be subject to the requirements of section 8.60.
- 73 24 These funds shall first be used to the extent appropriated
- 73 25 by the general assembly. The commission is subject to the
- 73 26 budget requirements of chapter 8 and the applicable auditing
- 73 27 requirements and procedures of chapter 11.

73 28 Sec. 123. Section 99D.22, subsection 3, paragraph d, Code 73 29 2024, is amended to read as follows:

- 73 30 d. Establish a registration fee imposed on each horse which
- 73 31 is a thoroughbred, quarter horse, or standardbred which shall

CODE: Adopts conforming amendments to Iowa Code section <u>99D.14</u> (Race Meetings — Tax — Fees — Tax Exemption).

CODE: Adopts a conforming amendment to Iowa Code section <u>99D.17</u> (Use of Funds).

CODE: Adopts a conforming amendment to Iowa Code section <u>99D.22</u> (Native Horses or Dogs).

73 32 be paid by the breeder of the horse. The department shall not 73 33 impose the registration fee more than once on each horse. The 73 34 amount of the registration fee shall not exceed thirty dollars. 73 35 The moneys paid to the department from registration fees shall 1 be considered repayment appropriated receipts as defined in 74 74 2 section 8.2, and shall be used for the administration and 3 enforcement of this subsection. 74 74 4 Sec. 124. Section 99D.22, subsection 4, paragraph b, Code 5 2024, is amended to read as follows: 74 b. The moneys paid to the department from registration fees 74 6 7 as provided in paragraph "a" shall be considered repayment 74 appropriated receipts as defined in section 8.2, and shall be 74 8 9 used for the administration and enforcement of programs for the 74 74 10 promotion of native dogs. Sec. 125. Section 99E.5, subsection 3, Code 2024, is amended 74 11 74 12 to read as follows: 3. The annual license fee to conduct internet fantasy sports 74 13 74 14 contests shall be one thousand dollars or, for a licensed 74 15 internet fantasy sports contest service provider with total 74 16 annual internet fantasy sports contest adjusted revenues for 74 17 the year prior to the annual license fee renewal date of 74 18 one hundred fifty thousand dollars or greater, five thousand 74 19 dollars. Moneys collected by the commission from the license 74 20 fees paid under this section shall be considered repayment appropriated receipts as defined in section 8.2. 74 21 74 22 Sec. 126. Section 99E.5, subsection 4, paragraph c, Code 74 23 2024, is amended to read as follows: c. Notwithstanding section 8.60, the The portion of the 74 24 74 25 fee paid pursuant to paragraph "a" relating to the costs of 74 26 the commission shall be deposited into the gaming regulatory 74 27 revolving fund established in section 99F.20. Sec. 127. Section 99E.6, subsection 2, Code 2024, is amended 74 28 74 29 to read as follows: 74 30 2. The taxes imposed by this section for internet fantasy 74 31 sports contests authorized under this chapter shall be paid by 74 32 the internet fantasy sports contest service provider to the

- 74 33 treasurer of state as determined by the commission and shall be
- 74 34 credited as provided in section $\frac{6.57}{5.57}$, subsection $\frac{6}{5.571}$.

CODE: Adopts a conforming amendment to Iowa Code section <u>99D.22</u> (Native Horses or Dogs).

Adopts a conforming amendment to Iowa Code section <u>99E.5</u> (Licenses — Fees — Terms and Conditions — Revocation).

CODE: Adopts a conforming amendment to Iowa Code section <u>99E.5</u> (Licenses — Fees — Terms and Conditions — Revocation).

CODE: Adopts a conforming amendment to Iowa Code section <u>99E.6</u> (Internet Fantasy Sports Contest Tax — Rate — Allocation).

74 35 Sec. 128. Section 99F.4, subsections 2 and 27, Code 2024, 1 are amended to read as follows: 75 2. To license qualified sponsoring organizations, to 75 2 3 license the operators of excursion gambling boats, to identify 75 75 4 occupations engaged in the administration, control, and conduct 5 of gambling games and sports wagering which require licensing, 75 6 and to adopt standards for licensing the occupations including 75 7 establishing fees for the occupational licenses and licenses 75 75 8 for gualified sponsoring organizations. The fees shall be paid to the commission and deposited in the general fund of 75 9 75 10 the state. All revenue received by the commission under 75 11 this chapter from license fees and regulatory fees shall be 75 12 deposited in the general fund of the state and shall be subject 75 13 to the requirements of section 8.60. 27. To adopt standards under which all sports wagering is 75 14 75 15 conducted, including the scope and type of wagers allowed, 75 16 to identify occupations within sports wagering which require 75 17 licensing, and to adopt standards for licensing and background 75 18 qualifications for occupations including establishing fees 75 19 for the occupational license. All revenue received by the 75 20 commission under this chapter from license fees shall be 75 21 deposited in the general fund of the state and shall be subject 75 22 to the requirements of section 8.60. All revenue received by 75 23 the commission from regulatory fees shall be deposited into the 75 24 gaming regulatory revolving fund established in section 99F.20. Sec. 129. Section 99F.10, subsection 4, paragraphs b and c, 75 25 75 26 Code 2024, are amended to read as follows: b. Notwithstanding sections 8.60 and section 99F.4, the 75 27 75 28 portion of the fee paid pursuant to paragraph "a" relating to 75 29 the costs of special agents and officers plus any direct and 30 indirect support costs for the agents and officers, for the 75 75 31 division of criminal investigation's excursion gambling boat 75 32 or gambling structure activities, shall be deposited into the 75 33 gaming enforcement revolving fund established in section 80.43. 75 34 However, the department of public safety shall transfer, on an 75 35 annual basis, the portion of the regulatory fee attributable 1 to the indirect support costs of the special agents and gaming 76 2 enforcement officers to the general fund of the state. 76 c. Notwithstanding sections 8.60 and section 99F.4, the 76 3 4 portion of the fee paid pursuant to paragraph "a" relating to 76

CODE: Adopts conforming amendments to Iowa Code section <u>99F.4</u> (Powers).

CODE: Adopts conforming amendments to Iowa Code section <u>99F.10</u> (Regulatory Fee — Local Fees — Initial License Fee). 5 the costs of the commission shall be deposited into the gaming6 regulatory revolving fund established in section 99F.20.

76 7 Sec. 130. Section 99F.11, subsection 5, paragraph b, Code76 8 2024, is amended to read as follows:

76 9 b. The taxes imposed by this subsection for sports wagering

76 10 authorized under this chapter shall be paid by the licensed

- 76 11 operator to the treasurer of state as determined by the
- 76 12 commission and shall be credited as provided in section $\frac{8.57}{1000}$,
- 76 13 subsection 6 8.571.

76 14 Sec. 131. Section 99G.39, subsection 6, paragraph a, Code
76 15 2024, is amended to read as follows:
76 16 a. Notwithstanding subsection 1, if gaming revenues under
76 17 sections 99D.17 and 99F.11 are insufficient in a fiscal year to

76 18 meet the total amount of such revenues directed to be deposited

76 19 in the vision lowa fund during the fiscal year pursuant to

76 20 section 8.57, subsection 5, paragraph "e" "f", the difference

76 21 shall be paid from lottery revenues prior to deposit of the

- 76 22 lottery revenues in the general fund, transfer of lottery
- 76 23 revenues to the veterans trust fund as provided in subsection

76 24 3, and the transfer of lottery revenues to the public safety

- 76 25 survivor benefits fund as provided in subsection 4. If
- 76 26 lottery revenues are insufficient during the fiscal year to pay
- 76 27 the difference, the remaining difference shall be paid from
- 76 28 lottery revenues prior to deposit of lottery revenues in the
- 76 29 general fund, the transfer of lottery revenues to the veterans
- $76\ \ 30\ \ trust$ fund as provided in subsection 3, and the transfer of
- 76 31 lottery revenues to the public safety survivor benefits fund
- 76 32 as provided in subsection 4 in subsequent fiscal years as such
- 76 33 revenues become available.

76 34 Sec. 132. Section 100B.4, subsection 2, Code 2024, is 76 35 amended to read as follows:

1 2. Notwithstanding section 8.33, repayment appropriated

- 77 2 receipts, as defined in section 8.2, collected by the division
- 77 3 of state fire marshal for the fire service training bureau
- 77 4 that remain unencumbered or unobligated at the close of the
- 77 5 fiscal year shall not revert but shall remain available for
- 77 6 expenditure for the purposes designated until the close of the
- 77 7 succeeding fiscal year.

CODE: Adopts a conforming amendment to Iowa Code section <u>99F.11</u> (Gambling Games and Sports Wagering Taxes — Rate — Allocations).

CODE: Adopts a conforming amendment to Iowa Code section <u>99G.39</u> (Allocation, Appropriation, Transfer, and Reporting of Funds).

CODE: Adopts conforming amendments to Iowa Code section <u>100B.4</u> (Fees — Retention — Use — Fund). 77 8 Sec. 133. Section 100C.9, subsection 1, Code 2024, is 77 9 amended to read as follows: 1. All fees assessed pursuant to this chapter shall be 77 10 77 11 retained as repayment appropriated receipts, as defined in 77 12 section 8.2, by the department and such fees received shall 77 13 be used exclusively to offset the costs of administering this 77 14 chapter. 77 15 Sec. 134. Section 100D.7, subsection 2, Code 2024, is 77 16 amended to read as follows: 77 17 2. All fees assessed pursuant to this chapter shall be 77 18 retained as repayment appropriated receipts, as defined in 77 19 section 8.2, by the department and such fees received shall 77 20 be used exclusively to offset the costs of administering this 77 21 chapter. Sec. 135. Section 123.17, subsection 3, Code 2024, is 77 22 77 23 amended to read as follows: 3. Notwithstanding subsection 2, if gaming revenues under 77 24 77 25 sections 99D.17 and 99F.11 are insufficient in a fiscal year to 77 26 meet the total amount of such revenues directed to be deposited 77 27 in the revenue bonds debt service fund and the revenue bonds 77 28 federal subsidy holdback fund during the fiscal year pursuant 77 29 to section 8.57, subsection 5, paragraph "e" "f", the difference 77 30 shall be paid from moneys deposited in the beer and liquor 77 31 control fund prior to transfer of such moneys to the general 77 32 fund pursuant to subsection 2 and prior to the transfer of such 77 33 moneys pursuant to subsections 5 and 6. If moneys deposited in 77 34 the beer and liquor control fund are insufficient during the 77 35 fiscal year to pay the difference, the remaining difference 1 shall be paid from moneys deposited in the beer and liquor 78 2 control fund in subsequent fiscal years as such moneys become 78 78 3 available. Sec. 136. Section 124.553, subsection 6, Code 2024, is 78 4 78 5 amended to read as follows: 6. The board shall not charge a fee to a pharmacy, 78 6 7 pharmacist, veterinarian, or prescribing practitioner for the 78 8 establishment, maintenance, or administration of the program, 78

- 78 9 including costs for forms required to submit information to or
- 78 10 access information from the program, except that the board may
- 78 11 charge a fee to an individual who requests the individual's own

CODE: Adopts conforming amendments to Iowa Code section <u>100C.9</u> (Deposit and Use of Moneys Collected).

CODE: Adopts conforming amendments to Iowa Code section <u>100D.7</u> (Deposit and Use of Moneys Collected).

CODE: Adopts a conforming amendment to Iowa Code section <u>123.17</u> (Beer and Liquor Control Fund — Allocations to Substance Use Disorder Programs — Use of Civil Penalties).

CODE: Adopts a conforming amendment to Iowa Code section <u>124.553</u> (Information Access).

78 12 program information. A fee charged pursuant to this subsection 78 13 shall not exceed the actual cost of providing the requested 78 14 information and shall be considered a repayment receipt 78 15 appropriated receipts as defined in section 8.2. Sec. 137. Section 124E.10, Code 2024, is amended to read as 78 16 78 17 follows: 78 18 124E.10 FEES. All fees collected by the department under this chapter 78 19 78 20 shall be retained by the department for operation of the 21 medical cannabidiol registration card program and the medical 78 78 22 cannabidiol manufacturer and medical cannabidiol dispensary 78 23 licensing programs. The moneys retained by the department 78 24 shall be considered repayment appropriated receipts as defined 25 in section 8.2 and shall be used for any of the department's 78 26 duties under this chapter, including but not limited to the 78 27 addition of full-time equivalent positions for program services 78 78 28 and investigations. Notwithstanding section 8.33, moneys 29 retained by the department pursuant to this section shall 78 30 not revert to the general fund of the state but shall remain 78 31 available for expenditure only for the purposes specified in 78 78 32 this section. 78 33 Sec. 138. Section 124E.19, subsection 1, paragraph b, Code 78 34 2024, is amended to read as follows: 78 35 b. The department shall charge an applicant for a medical 1 cannabidiol manufacturer license or a medical cannabidiol 79 2 dispensary license a fee determined by the department of public 79 3 safety and adopted by the department by rule to defray the 79 4 costs associated with background investigations conducted 79 5 pursuant to the requirements of this section. The fee shall 79 6 be in addition to any other fees charged by the department. 79 7 The fee may be retained by the department of public safety and 79 8 shall be considered repayment appropriated receipts as defined 79

79 9 in section 8.2.

79 10 Sec. 139. Section 135C.7, subsection 2, Code 2024, is 79 11 amended to read as follows:

- 79 12 2. In addition to the license fees listed in this section,
- 79 13 there shall be an annual assessment assessed to each licensee
- 79 14 in an amount to cover the cost of independent reviewers
- 79 15 provided pursuant to section 135C.42. The department shall, in

CODE: Adopts a conforming amendment to Iowa Code section 124E.10 (Fees).

CODE: Adopts a conforming amendment to Iowa Code section <u>124E.19</u> (Background Investigations).

CODE: Adopts a conforming amendment to Iowa Code section $\underline{135C.7}$ (Application — Fees).

79 16 consultation with licensees, establish the assessment amount 79 17 by rule based on the award of a request for proposals. The 79 18 assessment shall be retained by the department as a repayment 79 19 receipt appropriated receipts as defined in section 8.2 and 79 20 used for the purpose of paying the cost of the independent 79 21 reviewers. 79 22 Sec. 140. Section 135Q.2, subsection 1, Code 2024, is 79 23 amended to read as follows: 1. A health care employment agency operating in the state 79 24 79 25 shall register annually with the department. Each separate 79 26 location of a health care employment agency shall register 79 27 annually with and pay an annual registration fee of five 79 28 hundred dollars to the department. The department shall issue 29 each location a separate certification of registration upon 79 30 approval of registration and payment of the fee. The annual 79 31 registration fees shall be retained by the department as 79 79 32 repayment appropriated receipts as defined in section 8.2. 79 33 Sec. 141. Section 135R.3, subsection 4, Code 2024, is (Application for License — Fee). 79 34 amended to read as follows: 79 35 The fees collected under this section shall be considered 1 repayment appropriated receipts as defined in section 8.2 and 80 2 shall be used by the department to administer this chapter. 80 80 3 Sec. 142. Section 136C.10, subsection 4, Code 2024, is 136C.10 (Fees). 80 4 amended to read as follows: 4. Fees collected pursuant to this section shall be retained 80 5 6 by the department, shall be considered repayment appropriated 80 7 receipts as defined in section 8.2, and shall be used for the 80 8 purposes described in this section, including but not limited 80 9 to the addition of full-time equivalent positions for program 80 80 10 services and investigations. Notwithstanding section 8.33, 80 11 moneys retained by the department pursuant to this subsection 80 12 are not subject to reversion to the general fund of the state. Sec. 143. Section 147A.6, subsection 1, Code 2024, is 80 13 80 14 amended to read as follows: Renewals). 1. The department, upon initial application and receipt 80 15 80 16 of the prescribed initial application fee, shall issue 17 a certificate to an individual who has met all of the 80

80 18 requirements for emergency medical care provider certification

CODE: Adopts a conforming amendment to Iowa Code section 135Q.2 (Health Care Employment Agency Requirements — Registration — Liability — Penalties).

CODE: Adopts a conforming amendment to Iowa Code section 135R.3

CODE: Adopts a conforming amendment to Iowa Code section

CODE: Adopts a conforming amendment to Iowa Code section 147A.6 (Emergency Medical Care Provider Certificates - Fees and

80 19 established by the rules adopted under section 147A.4, 80 20 subsection 2. All fees received pursuant to this section shall 80 21 be retained by the department. The moneys retained by the 22 department shall be used for any of the department's duties 80 23 under this chapter, including but not limited to the addition 80 24 of full-time equivalent positions for program services and 80 25 investigations. Revenues retained by the department pursuant 80 26 to this section shall be considered repayment appropriated 80 27 receipts as defined in section 8.2. Notwithstanding section 80 28 8.33, moneys retained by the department pursuant to this 80 80 29 section are not subject to reversion to the general fund of the 80 30 state. 80 31 Sec. 144. Section 155A.40, subsection 2, Code 2024, is 32 amended to read as follows: 80 2. A request for criminal history data shall be submitted 80 33 34 to the department of public safety, division of criminal 80 80 35 investigation, pursuant to section 692.2, subsection 1. 1 The board may also require such applicants, licensees, and 81 2 registrants to provide a full set of fingerprints, in a form 81 3 and manner prescribed by the board. Such fingerprints may 81 4 be submitted to the federal bureau of investigation through 81 81 5 the state criminal history repository for a national criminal 6 history check. The board may authorize alternate methods or 81 7 sources for obtaining criminal history record information. The 81 8 board may, in addition to any other fees, charge and collect 81 9 such amounts as may be incurred by the board, the department 81 81 10 of public safety, or the federal bureau of investigation in 81 11 obtaining criminal history information. Amounts collected 81 12 shall be considered repayment appropriated receipts as defined

81 13 in section 8.2.

81 14 Sec. 145. Section 162.2B, subsection 2, Code 2024, is 81 15 amended to read as follows:

81 16 2. The department shall retain all fees that it collects

81 17 under this section for the exclusive purpose of administering

- 81 18 and enforcing the provisions of this chapter. The fees shall
- 81 19 be considered repayment appropriated receipts as defined in
- 81 20 section 8.2. The general assembly shall appropriate moneys
- 81 21 to the department each state fiscal year necessary for the
- 81 22 administration and enforcement of this chapter.

CODE: Adopts a conforming amendment to Iowa Code section <u>155A.40</u> (Criminal History Record Checks).

CODE: Adopts a conforming amendment to Iowa Code section <u>162.2B</u> (Fees).

81 23

81 24 amended to read as follows: 3. Fees collected under this section and section 194.20 81 25 81 26 shall be deposited in the general fund of the state. All 81 27 moneys deposited under this section are appropriated to the 28 department for the costs of inspection, sampling, analysis, and 81 81 29 other expenses necessary for the administration of this chapter 30 and chapter 194, and shall be subject to the requirements of 81 81 31 section 8.60. 81 32 Sec. 147. Section 198.9, subsection 3, Code 2024, is amended 81 33 to read as follows: 3. Fees collected shall be deposited in the general fund of 81 34 81 35 the state and shall be subject to the requirements of section 1 8.60. Moneys deposited under this section shall be used for 82 2 the payment of the costs of inspection, sampling, analysis, 82 82 3 supportive research, and other expenses necessary for the 82 4 administration of this chapter. 82 5 Sec. 148. Section 200.9, Code 2024, is amended to read as 6 follows: 82 200.9 FERTILIZER FEES. 82 7 Fees collected for licenses and inspection fees under 82 8 9 sections 200.4 and 200.8, with the exception of those fees 82 82 10 collected for deposit in the agriculture management account 82 11 of the groundwater protection fund, shall be deposited 82 12 in the general fund of the state and shall be subject to 82 13 the requirements of section 8.60. Moneys deposited under 82 14 this section to the general fund shall be used only by the 82 15 department for the purpose of inspection, sampling, analysis, 82 16 preparation, and publishing of reports and other expenses 82 17 necessary for administration of this chapter. The secretary 82 18 may assign moneys to the Iowa agricultural experiment station 82 19 for research, work projects, and investigations as needed for 82 20 the specific purpose of improving the regulatory functions for 82 21 enforcement of this chapter. 82 22 Sec. 149. Section 201A.11, Code 2024, is amended to read as

Sec. 146. Section 192.111, subsection 3, Code 2024, is

82 23 follows:

- 82 24 201A.11 FEES AND APPROPRIATION.
- 82 25 Fees collected under this chapter shall be deposited
- 82 26 in the general fund of the state and shall be subject to

CODE: Adopts a conforming amendment to Iowa Code section <u>192.111</u> (Permit and Inspection Fees — Deposit in General Fund — Appropriation).

CODE: Adopts a conforming amendment to Iowa Code section <u>198.9</u> (Inspection Fees and Reports).

CODE: Adopts a conforming amendment to Iowa Code section 200.9 (Fertilizer Fees).

CODE: Adopts a conforming amendment to Iowa Code section 201A.11 (Fees and Appropriation).

82 27 the requirements of section 8.60. Moneys deposited under 82 28 this section to the general fund shall be used only by the 82 29 department for the purpose of administering and enforcing the 82 30 provisions of this chapter, including inspection, sampling, 82 31 analysis, and the preparation and publishing of reports. Sec. 150. Section 203.9, subsection 3, Code 2024, is amended 82 32 82 33 to read as follows: 82 34 A grain dealer shall keep complete and accurate records. 82 35 A grain dealer shall keep records for the previous six years. 1 If the grain dealer's records are incomplete or inaccurate. 83 2 the department may reconstruct the grain dealer's records in 83 3 order to determine whether the grain dealer is in compliance 83 4 with the provisions of this chapter. The department may 83 5 charge the grain dealer the actual cost for reconstructing the 83 6 grain dealer's records, which shall be considered repayment 83 appropriated receipts as defined in section 8.2. 83 7 Sec. 151. Section 203C.2, subsection 5, Code 2024, is 83 8 83 9 amended to read as follows: 5. Moneys received by the department in administering this 83 10 83 11 section shall be considered repayment appropriated receipts as 83 12 defined in section 8.2. 83 13 Sec. 152. Section 204.4, subsection 2, paragraph e, Code 83 14 2024, is amended to read as follows: e. The results of a national criminal history record check 83 15 83 16 of an applicant as may be required by the department. The 83 17 department shall inform an applicant if a national criminal 83 18 history record check will be conducted. If a national criminal 83 19 history record check is conducted, the applicant shall 20 provide the applicant's fingerprints to the department. The 83 83 21 department shall provide the fingerprints to the department 83 22 of public safety for submission through the state criminal 83 23 history repository to the federal bureau of investigation. The 83 24 applicant shall pay the actual cost of conducting any national 83 25 criminal history record check to the department of agriculture 83 26 and land stewardship. The department shall pay the actual cost 83 27 of conducting the national criminal history record check to 83 28 the department of public safety from moneys deposited in the 29 hemp fund pursuant to section 204.6. The department of public 83 83 30 safety shall treat such payments as repayment appropriated

CODE: Adopts a conforming amendment to Iowa Code section 203.9 (Inspection of Premises and Records — Reconstruction of Records).

CODE: Adopts a conforming amendment to Iowa Code section 203C.2 (Duties and Powers of the Department — Operator Recordkeeping).

CODE: Adopts a conforming amendment to Iowa Code section 204.4 (Hemp License — Requirements).

83 31 receipts as defined in section 8.2. The results of the 83 32 national criminal history check shall not be considered a 83 33 public record under chapter 22. 83 34 Sec. 153. Section 206.12, subsection 3, Code 2024, is 35 amended to read as follows: 83 3. The registrant, before selling or offering for sale any 84 1 2 pesticide for use in this state, shall register each brand and 84 3 grade of such pesticide with the secretary upon forms furnished 84 4 by the secretary. The secretary shall set the registration 84 5 fee annually at three hundred dollars for each and every brand 84 6 and grade to be offered for sale in this state. The secretary 84 7 shall adopt by rule exemptions to the fee. Fifty dollars of 84 8 each fee collected shall be deposited in the general fund of 84 9 the state, shall be subject to the requirements of section 84 84 10 8.60, and shall be used only for the purpose of enforcing 84 11 the provisions of this chapter. The remainder of each fee 84 12 collected shall be deposited in the agriculture management 84 13 account of the groundwater protection fund created in section 84 14 455E.11. 84 15 Sec. 154. Section 215A.9, subsection 2, Code 2024, is 84 16 amended to read as follows: 2. A fee of fifteen dollars shall be charged for each device 84 17 84 18 subject to reinspection under section 215A.5. All moneys 84 19 received by the department under the provisions of this chapter 84 20 shall be handled in the same manner as "repayment receipts" 84 21 appropriated receipts as defined in chapter 8 section 8.2, and 84 22 shall be used for the administration and enforcement of the 84 23 provisions of this chapter. Sec. 155. Section 222.92, subsection 3, unnumbered 84 24 84 25 paragraph 1, Code 2024, is amended to read as follows: Subject to the approval of the department, except for 84 26 84 27 revenues segregated as provided in section 249A.11, revenues 84 28 received that are attributed to a state resource center for a 29 fiscal year shall be credited to the state resource center's 84 84 30 account and shall be considered repayment appropriated receipts

84 31 as defined in section 8.2, including but not limited to all of

84 32 the following:

CODE: Adopts a conforming amendment to Iowa Code section 206.12 (Registration).

CODE: Adopts conforming amendments to Iowa Code section 215A.9 (Inspection Fee).

CODE: Adopts a conforming amendment to Iowa Code section <u>222.92</u> (Net General Fund Appropriation — State Resource Centers). 85

85 85

85

85

85

85

85

84 34 amended by striking the subsection.

84 35 Sec. 157. Section 226.9B, subsection 2, unnumbered 1 paragraph 1, Code 2024, is amended to read as follows: 85 2 Revenues received that are attributed to the psychiatric 3 medical institution for children beds during a fiscal year 4 shall be credited to the mental health institute's account 5 and shall be considered repayment appropriated receipts as 6 defined in section 8.2, including but not limited to all of the 7 following: 8 Sec. 158. Section 232D.307, subsection 3, Code 2024, is 9 amended to read as follows: 3. The judicial branch in conjunction with the department of 85 10 85 11 public safety, the department of health and human services, and 85 12 the state chief information officer department of management 85 13 shall establish procedures for electronic access to the single 85 14 contact repository necessary to conduct background checks 85 15 requested under subsection 1. Sec. 159. Section 252B.4, subsection 3, Code 2024, is 85 16 85 17 amended to read as follows: 85 18 3. Fees collected pursuant to this section shall be 85 19 considered repayment appropriated receipts, as defined in 85 20 section 8.2, and shall be used for the purposes of child 85 21 support services. The director or a designee shall keep an 85 22 accurate record of the fees collected and expended. 85 23 Sec. 160. Section 252B.5, subsection 13, paragraph b, Code 85 24 2024, is amended to read as follows: b. Fees collected pursuant to this subsection shall be 85 25 85 26 considered repayment appropriated receipts as defined in 85 27 section 8.2, and shall be used for the purposes of child 85 28 support services. The director shall maintain an accurate 85 29 record of the fees collected and expended under this 85 30 subsection.

Sec. 161. Section 252B.23, subsection 11, Code 2024, is 85 31 85 32 amended to read as follows:

85 33 11. All surcharge payments shall be received and disbursed

by repealing a section related to General Fund appropriations to State Resource Centers (Net General Fund Appropriation — State Resource Centers).

CODE: Adopts a conforming amendment to Iowa Code section 226.9B (Net General Fund Appropriation — Psychiatric Medical Institution for Children).

CODE: Adopts a conforming amendment to Iowa Code section 232D.307 (Background Checks of Proposed Guardians).

CODE: Adopts a conforming amendment to Iowa Code section 252B.4 (Nonassistance Cases).

CODE: Adopts a conforming amendment to Iowa Code section 252B.5 (Child Support Services).

CODE: Adopts a conforming amendment to Iowa Code section 252B.23 (Surcharge).

85 34 by the collection services center. The surcharge payments 85 35 received by the collection services center shall be considered 1 repayment appropriated receipts as defined in section 8.2 86 2 and shall be used to pay the costs of any contracts with a 86 3 collection entity. 86 86 4 Sec. 162. Section 262.9, subsection 19, paragraph b, Code 86 5 2024, is amended to read as follows: 86 6 b. Authorize, at its discretion, each institution of higher 7 education to retain the student fees and charges it collects to 86 8 further the institution's purposes as authorized by the board. 86 9 Notwithstanding any provision to the contrary, student fees and 86 86 10 charges, as defined in section 262A.2, shall not be considered 86 11 repayment appropriated receipts as defined in section 8.2. Sec. 163. Section 262.9B, subsections 1, 3, and 4, Code 86 12 13 2024, are amended to read as follows: 86 1. OVERVIEW. The state board of regents for institutions 86 14 15 under its control shall coordinate interagency cooperation with 86 16 state agencies, as defined in section 8A.101, in the area of 86 86 17 purchasing and information technology with the goal of annually 18 increasing the amount of joint purchasing. The board and the 86 86 19 institutions under the control of the board shall engage the 86 20 department of administrative services, the chief information 86 21 officer of the state department of management, and other 86 22 state agencies authorized to purchase goods and services in 86 23 pursuing mutually beneficial activities relating to purchasing 86 24 items and acquiring information technology. The board and 25 the institutions shall explore ways to leverage resources, 86 26 identify cost savings, implement efficiencies, and improve 86 86 27 effectiveness without compromising the mission of the board and 28 the institutions under the control of the board relative to 86 86 29 students and research commitments. 86 30 3. INFORMATION TECHNOLOGY. 86 31 The board shall direct institutions under its control 32 to cooperate with the chief information officer of the state 86 department of management in efforts to cooperatively obtain 86 33 34 information technology and related services that result in 86 86 35 mutual cost savings and efficiency improvements, and shall 1 seek input from the chief information officer of the state 87 87 2 department of management regarding specific areas of potential

87 3 cooperation between the institutions under the control of

CODE: Adopts a conforming amendment to Iowa Code section <u>262.9</u> (Powers and Duties).

CODE: Adopts conforming amendments to Iowa Code section <u>262.9B</u> (Cooperative Purchasing).

87 4 the board and the office of the chief information officer 87 5 department of management. 6 b. The board shall convene at least quarterly an interagency 87 7 information technology group meeting including the institutions 87 8 under its control, the state chief information officer 87 department of management and any other agency authorized to 87 9 purchase goods and services, for purposes of timely cooperation 87 10 87 11 in obtaining information technology and related services. 4. COOPERATIVE PURCHASING PLAN. The board shall, before 87 12 87 13 July 1 of each year, prepare a plan that identifies specific 87 14 areas of cooperation between the institutions under its 87 15 control, the department of administrative services, and the 87 16 chief information officer of the state department of management 87 17 that will be addressed for the next fiscal year including 87 18 timelines for implementing, analyzing, and evaluating each of 87 19 the areas of cooperation. The plan shall also identify the potential for greater interinstitutional cooperation in areas 87 20 87 21 that would result in a net cost savings. Sec. 164. Section 272C.6, subsection 6, paragraph b, Code 87 22 87 23 2024, is amended to read as follows: b. The department of agriculture and land stewardship, the 87 24 25 department of insurance and financial services, the department 87 26 of inspections, appeals, and licensing, and the department 87 27 of health and human services shall each adopt rules pursuant 87 28 to chapter 17A which provide for the allocation of fees and 87 87 29 costs collected pursuant to this section to the board under its 87 30 jurisdiction collecting the fees and costs. The fees and costs 31 shall be considered repayment appropriated receipts as defined 87 32 in section 8.2. 87 Sec. 165. Section 321.52, subsection 4, paragraph d, Code 87 33 87 34 2024, is amended to read as follows: d. A salvage theft examination shall be made by a peace 87 35 1 officer who has been specially certified and recertified when 88 2 required by the lowa law enforcement academy to do salvage 88 3 theft examinations. The Iowa law enforcement academy shall 88 4 determine standards for training and certification, conduct 88

- 4 determine standards for training and certification, conduct
 88 5 training, and may approve alternative training programs
- 88 6 which satisfy the academy's standards for training and
- 88 7 certification. The owner of the salvage vehicle shall make
- 88 8 the vehicle available for examination at a time and location

CODE: Adopts a conforming amendment to Iowa Code section 272C.6 (Hearing — Power of Subpoena — Decisions).

CODE: Adopts a conforming amendment to Iowa Code section <u>321.52</u> (Out-of-State Sales — Junked, Dismantled, Wrecked, or Salvage Vehicles).

88 9 designated by the peace officer doing the examination. The 10 owner may obtain a permit to drive the vehicle to and from the 88 88 11 examination location by submitting a repair affidavit to the 12 agency performing the examination stating that the vehicle is 88 88 13 reasonably safe for operation and listing the repairs which 14 have been made to the vehicle. The owner must be present 88 88 15 for the examination and have available for inspection the 16 salvage title, bills of sale for all essential parts changed, 88 88 17 if applicable, and the repair affidavit. The examination 88 18 shall be for the purposes of determining whether the vehicle 88 19 or repair components have been stolen. The examination is not a safety inspection and a signed salvage theft examination 88 20 88 21 certificate shall not be construed by any court of law to be a 88 22 certification that the vehicle is safe to be operated. There 88 23 shall be no cause of action against the peace officer or the 24 agency conducting the examination or the county treasurer 88 25 for failure to discover or note safety defects. If the 88 88 26 vehicle passes the theft examination, the peace officer shall 27 indicate that the vehicle passed examination on the salvage 88 88 28 theft examination certificate. The permit and salvage theft 88 29 examination certificate shall be on controlled forms prescribed 30 and furnished by the department. The owner shall pay a fee 88 of fifty dollars at the time the examination is scheduled. 88 31 88 32 The agency performing the examinations shall retain forty 33 dollars of the fee and shall pay five dollars of the fee to 88 88 34 the department and five dollars of the fee to the treasurer of 88 35 state for deposit in the general fund of the state. Moneys 89 1 deposited to the general fund under this paragraph are subject 2 to the requirements of section 8.60 and shall be used by 89 89 3 the lowa law enforcement academy to provide for the special 89 4 training, certification, and recertification of officers as 89 5 required by this subsection. Sec. 166. Section 321.491, subsection 2, paragraph b, Code 89 6 7 2024, is amended to read as follows: 89 b. A certified abstract of the record of the case prepared 89 8 89 9 for the department shall only be available to the public 89 10 from the department. A noncertified record of conviction 89 11 or forfeiture of bail shall be available to the public from 89 12 the judicial branch. The clerk of the district court shall 89 13 collect a fee of fifty cents for each noncertified copy of 89 14 any record of conviction or forfeiture of bail furnished to

CODE: Adopts a conforming amendment to Iowa Code section 321.491 (Convictions and Recommendations for Suspension to be Reported).

RECEIPTS.

90 19

89 15 any requester except the department or other local, state, 89 16 or federal government entity. Moneys collected under this 89 17 section shall be transferred to the department as a repayment 89 18 receipt appropriated receipts, as defined in section 8.2, to 89 19 enhance the efficiency of the department to process records 20 and information between the department and the lowa court 89 89 21 information system. 89 22 Sec. 167. Section 321A.3, subsection 1, Code 2024, is CODE: Adopts conforming amendments to Iowa Code section 321A.3 (Abstract of Operating Record — Fees to be Charged and Disposition 89 23 amended to read as follows: of Fees). 89 24 The department of transportation shall upon request 89 25 furnish any person a certified abstract of the operating record 26 of a person subject to chapter 321 or 321J, or this chapter. 89 27 The abstract shall also fully designate the motor vehicles, 89 28 if any, registered in the name of the person. If there is 89 29 no record of a conviction of the person having violated 89 30 any law relating to the operation of a motor vehicle or of 89 89 31 any injury or damage caused by the person, the department 32 of transportation shall so certify. A fee of five dollars 89 33 and fifty cents shall be paid for each abstract except for 89 34 abstracts requested by state, county, or city officials, court 89 35 officials, public transit officials, or other officials of a 89 1 political subdivision of the state or a nonprofit charitable 90 2 organization described in section 501(c)(3) of the Internal 90 3 Revenue Code. Except for any additional access fee collected 90 4 under subsection 7, the department of transportation shall 90 5 transfer the moneys collected under this section to the 90 90 6 treasurer of state who shall credit to the general fund all 7 moneys collected. If a fee established in this subsection 90 8 is collected by the office of the chief information officer. 90 9 created in section 8B.2, department of management for a record 90 10 furnished through an electronic portal maintained by the office 90 11 of the chief information officer department of management, 90 12 the office of the chief information officer department of 90 90 13 management shall transfer the moneys collected under this 14 subsection to the treasurer of state who shall credit the 90 90 15 moneys to the general fund. 90 16 Sec. 168. Section 325A.5, Code 2024, is amended to read as CODE: Adopts a conforming amendment to Iowa Code section 325A.5 (Fees — Credited to Road Use Tax Fund — Seminar Receipts). 90 17 follows: 90 18 325A.5 FEES —— CREDITED TO ROAD USE TAX FUND —— SEMINAR

90 20 All fees received for applications and permits or 90 21 certificates under this chapter shall be remitted to the 90 22 treasurer of state and credited to the road use tax fund. 23 All fees collected for the motor carrier safety education 90 24 seminar shall be considered a repayment receipt appropriated 90 25 receipts as defined in section 8.2, and shall be remitted to 90 26 the department to be used to pay for the seminars. 90 90 27 Sec. 169. Section 421.17, subsection 2, paragraph d, Code 28 2024, is amended to read as follows: 90 d. To facilitate uniformity and equalization of assessments 90 29 30 throughout the state of Iowa and to facilitate transfers of 90 31 funds to local governments, the director of the department 90 32 of revenue may use geographic information system technology 90 33 and may require assessing authorities and local governments 90 34 that have adopted compatible technology to provide information 90 35 to the department of revenue electronically using electronic 90 91 1 geographic information system file formats. The department of 2 revenue shall act on behalf of political subdivisions and the 91 3 state to deliver a consolidated response to the boundary and 91 4 annexation survey and provide legal boundary geography data to 91 5 the United States census bureau. The department of revenue 91 6 shall coordinate with political subdivisions and the state to 91 91 7 ensure that consistent, accurate, and integrated geography is 91 8 provided to the United States census bureau. The office of 9 the chief information officer department of management shall 91 91 10 provide geographic information system and technical support to 91 11 the department of revenue to facilitate the exchange. Sec. 170. Section 421.17, subsection 27, paragraph j, Code 91 12 91 13 2024, is amended to read as follows: j. Of the amount of debt actually collected pursuant to 91 14 91 15 this subsection an amount, not to exceed the amount collected, 91 16 which is sufficient to pay for salaries, support, maintenance, 91 17 services, and other costs incurred by the department related 91 18 to the administration of this subsection shall be retained by 91 19 the department. Revenues retained by the department pursuant 91 20 to this section shall be considered repayment appropriated 91 21 receipts as defined in section 8.2. The director shall, in 91 22 the annual budget request pursuant to section 8.23, make an 91 23 estimate as to the amount of receipts to be retained and the 91 24 estimated amount of additional receipts to be collected. The

CODE: Adopts conforming amendments to Iowa Code section <u>421.17</u> (Powers and Duties of Director).

CODE: Adopts a conforming amendment to Iowa Code section <u>421.17</u> (Powers and Duties of Director).

91 25 director shall report annually to the department of management, 91 26 the legislative fiscal committee, and the legislative services 91 27 agency on any additional positions added and the costs incurred 91 28 during the previous fiscal year pursuant to this subsection. Sec. 171. Section 423.2A, subsection 3, Code 2024, is 91 29 91 30 amended to read as follows: 91 31 3. Of the amount of sales tax revenue actually transferred 91 32 per guarter pursuant to subsection 2, paragraphs "e" and "f", 33 the department shall retain an amount equal to the actual cost 91 91 34 of administering the transfers under subsection 2, paragraphs 91 35 "e" and "f", or twenty-five thousand dollars, whichever is 1 less. The amount retained by the department pursuant to this 92 2 subsection shall be divided pro rata each quarter between 92 92 3 the amounts that would have been transferred pursuant to 4 subsection 2, paragraphs "e" and "f", without the deduction 92 92 5 made by operation of this subsection. Revenues retained by 92 6 the department pursuant to this subsection shall be considered 7 repayment appropriated receipts as defined in section 8.2. 92 Sec. 172. Section 426B.1, subsection 1, Code 2024, is 92 8 92 9 amended to read as follows: 1. A property tax relief fund is created in the state 92 10 92 11 treasury under the authority of the department of health 92 12 and human services. The fund shall be separate from the 92 13 general fund of the state and shall not be considered part 92 14 of the general fund of the state except in determining the 92 15 cash position of the state for payment of state obligations. 92 16 The moneys in the fund are not subject to the provisions of 92 17 section 8.33 and shall not be transferred, used, obligated, 92 18 appropriated, or otherwise encumbered except as provided in 92 19 this chapter. Moneys in the fund may be used for cash flow 92 20 purposes, provided that any moneys so allocated are returned 92 21 to the fund by the end of each fiscal year. However, the 92 22 fund shall be considered a special account for the purposes 92 23 of section 8.53, relating to elimination of any GAAP deficit. 92 24 For the purposes of this chapter, unless the context otherwise 92 25 requires, "property tax relief fund" means the property tax 92 26 relief fund created in this section. 92 27 Sec. 173. Section 427.1, subsection 40, paragraph a, Code 92 28 2024, is amended to read as follows:

92 29 a. The owner of broadband infrastructure shall be entitled

CODE: Adopts a conforming amendment to Iowa Code section <u>423.2A</u> (Deposit and Transfer of Revenues).

CODE: Adopts a conforming amendment to Iowa Code section <u>426B.1</u> (Appropriations — Property Tax Relief Fund).

92 30 to an exemption from taxation to the extent provided in this 92 31 subsection for assessment years beginning before January 1, 92 32 2027. Unless the context otherwise requires, the words and 92 33 phrases used in this subsection shall have the same meaning 92 34 as the words and phrases used in chapter 8B 8, subchapter XI, 92 35 including but not limited to the words and phrases defined in 1 section 8B.1. 93 Sec. 174. Section 427.1, subsection 40, paragraph f, 93 2 3 subparagraph (1), subparagraph division (d), Code 2024, is 93 4 amended to read as follows: 93 (d) Certification from the office of the chief information 93 5 93 6 officer department of management that the installation will 7 facilitate broadband service in a targeted service area at 93 8 or above the download and upload speeds specified in the 93

- 93 9 definition of targeted service area in section 8B.1 in a
- 93 10 targeted service area.

93 11 Sec. 175. Section 427.1, subsection 40, paragraph f,

- 93 12 subparagraphs (2) and (7), Code 2024, are amended to read as93 13 follows:
- 93 14 (2) The department of revenue and the board of supervisors
- 93 15 shall not approve applications that are missing any of the
- 93 16 information or documentation required in subparagraph (1). The
- 93 17 department of revenue or the board of supervisors may consult
- 93 18 with the office of the chief information officer department of
- 93 19 management to access additional information needed to review93 20 an application.
- 93 21 (7) At any time after the exemption is granted and the
- 93 22 broadband service is available in a targeted service area,
- 93 23 the department of revenue or the board of supervisors, as
- 93 24 applicable, under the direction of the office of the chief
- 93 25 information officer department of management, may require the
- 93 26 property owner receiving the exemption to substantiate that the
- $93\ \ 27\ \$ owner continues to provide the service described in paragraph
- 93 28 "b". If the department of revenue or the board of supervisors
- 93 29 determines that the property owner no longer provides the
- 93 30 service described in paragraph "b", the department of revenue or
- 93 31 the board of supervisors shall revoke the exemption. An owner
- 93 32 may appeal the decision to revoke the exemption in the same
- $93\ \ 33\ \ manner$ as provided in subparagraphs (5) and (6), as applicable.

CODE: Adopts conforming amendments to Iowa Code section <u>427.1</u> (Exemptions).

CODE: Adopts conforming amendments to Iowa Code section <u>427.1</u> (Exemptions).

93 34 Sec. 176. Section 453A.35A, subsection 1, Code 2024, is 93 35 amended to read as follows: 1. A health care trust fund is created in the office of 94 1 2 the treasurer of state. The fund consists of the revenues 94 94 3 generated from the tax on cigarettes pursuant to section 94 4 453A.6, subsection 1, and from the tax on tobacco products 5 as specified in section 453A.43, subsections 1, 2, 3, and 4, 94 6 that are credited to the health care trust fund, annually, 94 94 7 pursuant to section 453A.35. Moneys in the fund shall be 8 separate from the general fund of the state and shall not be 94 94 9 considered part of the general fund of the state. However, the 10 fund shall be considered a special account for the purposes 94 94 11 of section 8.53 relating to generally accepted accounting 12 principles. Moneys in the fund shall be used only as specified 94 94 13 in this section and shall be appropriated only for the uses 94 14 specified. Moneys in the fund are not subject to section 8.33 94 15 and shall not be transferred, used, obligated, appropriated, 94 16 or otherwise encumbered, except as provided in this section. 94 17 Notwithstanding section 12C.7, subsection 2, interest or 94 18 earnings on moneys deposited in the fund shall be credited to 94 19 the fund. 94 20 Sec. 177. Section 461A.79, subsection 4, Code 2024, is 94 21 amended to read as follows: 94 22 4. Moneys available to be expended for purposes of this 94 23 section for public outdoor recreation and resources shall be 24 credited to or deposited to the general fund of the state and 94 94 25 appropriations made for purposes of this section shall be 26 allocated as provided in this section. Moneys credited to or 94 27 deposited to the general fund of the state pursuant to this 94

94 28 subsection are subject to the requirements of section 8.60.

94 29 Sec. 178. Section 473.19A, subsection 2, paragraph a, Code 94 30 2024. is amended to read as follows:

- 94 31 a. Any moneys awarded or allocated to the state, its
- 94 32 citizens, or its political subdivisions as a result of the
- 94 33 federal court decisions and United States department of energy
- 94 34 settlements resulting from alleged violations of federal
- 94 35 petroleum pricing regulations attributable to or contained
- 95 1 within the Exxon fund. Amounts remaining in the oil overcharge
- 95 2 account established in section 455E.11, subsection 2, paragraph
- 95 3 "e", Code 2007, and the energy conservation trust established

CODE: Adopts a conforming amendment to Iowa Code section 453A.35A (Health Care Trust Fund).

CODE: Adopts a conforming amendment to Iowa Code section 461A.79 (Public Outdoor Recreation and Resources).

CODE: Adopts a conforming amendment to Iowa Code section <u>473.19A</u> (Building Energy Management Fund).

95 4 in section 473.11, Code 2007, as of June 30, 2008, shall be 95 5 deposited into the building energy management fund pursuant to 6 this paragraph, notwithstanding section 8.60, subsection 15, 95 95 7 Code 2007. Sec. 179. Section 475A.6, subsection 3, Code 2024, is 95 8 9 amended to read as follows: 95 95 10 3. The office of consumer advocate may expend additional 95 11 funds, including funds for outside consultants, if those 95 12 additional expenditures are actual expenses which exceed 95 13 the funds budgeted for the performance of the advocate's 95 14 duties. Before the office expends or encumbers an amount in 95 15 excess of the funds budgeted, the director of the department 95 16 of management shall approve the expenditure or encumbrance. 17 Before approval is given, the director of the department of 95 95 18 management shall determine that the expenses exceed the funds 19 budgeted by the general assembly to the office of consumer 95 95 20 advocate and that the office does not have other funds from 21 which such expenses can be paid. Upon approval of the director 95 95 22 of the department of management, the office may expend and 95 23 encumber funds for excess expenses. The amounts necessary 95 24 to fund the excess expenses shall be collected from those 95 25 utilities or persons which caused the excess expenditures, and 26 the collections shall be treated as repayment appropriated 95 95 27 receipts as defined in section 8.2, subsection 8. Sec. 180. Section 477C.7, subsection 2, Code 2024, is 95 28 95 29 amended to read as follows: 2. The entities subject to assessment shall remit the 95 30 95 31 assessed amounts, as determined by the board, to a special 32 revenue fund, as defined under section 8.2, subsection 9. The 95 33 moneys in the fund are appropriated solely to plan, establish, 95 34 administer, and promote the relay service and equipment 95 95 35 distribution programs. 96 Sec. 181. Section 505.7, subsection 7, Code 2024, is amended 2 to read as follows: 96 7. The insurance division shall, by January 15 of each 96 3 4 year, prepare estimates of projected receipts, refunds, and 96 5 reimbursements to be generated by the examinations function 96 96 6 of the division during the calendar year in which the report

96 7 is due, and such receipts, refunds, and reimbursements shall

CODE: Adopts conforming amendments Iowa Code section <u>475A.6</u> (Certification of Expenses to Utilities Board).

CODE: Adopts conforming amendments to Iowa Code section <u>477C.7</u> (Funding).

CODE: Adopts a conforming amendment to Iowa Code section 505.7 (Fees — Expenses of Division — Assessments).

96 8 be treated in the same manner as repayment appropriated 9 receipts, as defined in section 8.2, subsection 8, and shall be 96 96 10 available to the division to pay the expenses of the division's 11 examination function. 96 Sec. 182. Section 523A.501, subsection 3, paragraph b, Code CODE: Adopts a conforming amendment to Iowa Code section 96 12 523A.501 (Preneed Sellers — Licenses). 96 13 2024, is amended to read as follows: 96 14 b. A request for criminal history data shall be submitted 96 15 to the department of public safety, division of criminal 16 investigation, pursuant to section 692.2, subsection 1. The 96 96 17 commissioner may also require such applicants or licensees 96 18 to provide a full set of fingerprints, in a form and manner 19 prescribed by the commissioner. Such fingerprints may be 96 20 submitted to the federal bureau of investigation through the 96 21 state criminal history repository for a national criminal 96 22 history check. The commissioner may authorize alternate 96 23 methods or sources for obtaining criminal history record 96 96 24 information. The commissioner may, in addition to any other 25 fees, charge and collect such amounts as may be incurred by 96 26 the commissioner, the department of public safety, or the 96 27 federal bureau of investigation in obtaining criminal history 96 96 28 information. Amounts collected shall be considered repayment 96 29 appropriated receipts as defined in section 8.2. Sec. 183. Section 523A.502, subsection 4, paragraph b, Code CODE: Adopts a conforming amendment to Iowa Code section 96 30 523A.502 (Sales Agents — Licenses). 96 31 2024, is amended to read as follows: b. A request for criminal history data shall be submitted 96 32 96 33 to the department of public safety, division of criminal 34 investigation, pursuant to section 692.2, subsection 1. The 96 96 35 commissioner may also require such applicants or licensees, 1 to provide a full set of fingerprints, in a form and manner 97 2 prescribed by the commissioner. Such fingerprints may be 97 97 3 submitted to the federal bureau of investigation through the 4 state criminal history repository for a national criminal 97 5 history check. The commissioner may authorize alternate 97 6 methods or sources for obtaining criminal history record 97 97 7 information. The commissioner may, in addition to any other 8 fees, charge and collect such amounts as may be incurred by 97 97 9 the commissioner, the department of public safety, or the 97 10 federal bureau of investigation in obtaining criminal history 97 11 information. Amounts collected shall be considered repayment 97 12 appropriated receipts as defined in section 8.2.

97 13 Sec. 184. Section 524.207, subsection 4, Code 2024, is 97 14 amended to read as follows: 4. The banking division may expend additional funds, 97 15 97 16 including funds for additional personnel, if those additional 97 17 expenditures are actual expenses which exceed the funds 97 18 budgeted for bank or licensee examinations or investigations 97 19 and directly result from examinations or investigations of 20 banks or licensees. The amounts necessary to fund the excess 97 97 21 examination or investigation expenses shall be collected from 97 22 banks and licensees being regulated, and the collections shall 97 23 be treated as repayment appropriated receipts as defined 97 24 in section 8.2. The division shall notify in writing the 97 25 legislative services agency and the department of management 26 when hiring additional personnel. The written notification 97 97 27 shall include documentation that any additional expenditure 97 28 related to such hiring will be totally reimbursed as provided 97 29 in section 546.12, subsection 2, and shall also include 97 30 the division's justification for hiring such personnel. 97 31 The division must obtain the approval of the department of 97 32 management only if the number of additional personnel to be 33 hired exceeds the number of full-time equivalent positions 97 97 34 authorized by the general assembly. 97 35 Sec. 185. Section 524.901, subsection 7, paragraph c, 1 subparagraph (2), subparagraph division (a), Code 2024, is 98 2 amended to read as follows: 98 98 3 (a) A targeted service area as defined in section 8B.1, 4 subsection 13. 98 98 5 Sec. 186. Section 533.111, subsection 3, paragraph a, Code 98 6 2024, is amended to read as follows: 98 7 a. The amounts necessary to fund the excess examination 98 8 expenses shall be collected from state credit unions being regulated, and the collections shall be treated as repayment 98 9 appropriated receipts as defined in section 8.2. 98 10 Sec. 187. Section 543D.22, subsection 5, Code 2024, is 98 11 98 12 amended to read as follows:

98 13 5. The board may, in addition to any other fees, charge
98 14 and collect such amounts as may be incurred by the board, the
98 15 department of public safety, or federal bureau of investigation

CODE: Adopts a conforming amendment to Iowa Code section 524.207 (Expenses of the Banking Division — Fees).

CODE: Adopts a conforming amendment to Iowa Code section 524.901 (Investments).

CODE: Adopts a conforming amendment to Iowa Code section 533.111 (Expenses of the Credit Union Division).

CODE: Adopts conforming amendments to Iowa Code section <u>543D.22</u> (Criminal Background Checks).

98 16 in obtaining criminal history information. Amounts collected 98 17 shall be considered repayment appropriated receipts as defined 98 18 in section 8.2, subsection 8. 98 19 Sec. 188. Section 543E.20, subsection 5, paragraph d, Code 20 2024, is amended to read as follows: 98 d. The director may, in addition to any other fees, charge 98 21 22 and collect such amounts as may be incurred by the director, 98 23 the department of public safety, or the federal bureau of 98 24 investigation in obtaining criminal history information. 98 25 Amounts collected shall be considered repayment appropriated 98 98 26 receipts as defined in section 8.2. 98 27 Sec. 189. Section 556.18, subsection 3, Code 2024, is 98 28 amended to read as follows: 3. The treasurer of state shall annually credit all moneys 98 29 30 received under section 556.4 to the general fund of the state. 98 98 31 Moneys credited to the general fund of the state pursuant to 32 this subsection are subject to the requirements of subsections 98 98 33 1 and 2 and section 8.60. Sec. 190. Section 633.564, subsection 3, Code 2024, is 98 34 98 35 amended to read as follows: 3. The judicial branch, in conjunction with the department 99 1 2 of public safety, the department of health and human services, 99 3 and the state chief information officer department of 99 4 management, shall establish procedures for electronic access to 99 5 the single contact repository established pursuant to section 99 99 6 135C.33 necessary to conduct background checks requested under 99 7 subsection 1. Sec. 191. 2022 Iowa Acts, chapter 1145, section 6, 99 8 99 9 subsection 1, is amended to read as follows: 99 10 1. The salary rates specified in subsection 2 are for the 99 11 fiscal year beginning July 1, 2022, effective for the pay 99 12 period beginning June 24, 2022, and for subsequent fiscal 13 years until otherwise provided by the general assembly. The 99 99 14 salaries provided for in this section shall be paid from moneys 99 15 allocated to the judicial branch from the salary adjustment 99 16 fund, or if the allocation is not sufficient, from moneys 17 appropriated to the judicial branch pursuant to this Act or any 99 99 18 other Act of the general assembly.

CODE: Adopts a conforming amendment to Iowa Code section 543E.20 (Additional Director Authority).

CODE: Adopts a conforming amendment to Iowa Code section <u>556.18</u> (Deposit of Funds).

CODE: Adopts a conforming amendment to Iowa Code section 633.564 (Background Check of Proposed Guardian or Conservator).

CODE: Adopts a conforming amendment to 2022 Iowa Acts, chapter 1145 (FY 2023 Judicial Branch Appropriations Act), section 6 (State Court — Justices, Judges, and Magistrates).