

Economic Development Appropriations Bill Senate File 430

Conference Committee Report

An Act relating to appropriations to the department of cultural affairs, the economic development authority, the board of regents and certain board of regents institutions, the department of workforce development, the Iowa finance authority, and the public employment relations board, providing for other properly related matters, and including effective date and retroactive applicability provisions.

**Fiscal Services Division
Legislative Services Agency**

NOTES ON BILLS AND AMENDMENTS (NOBA)

Available on line at <https://www.legis.iowa.gov/LSAReports/noba.aspx>

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Funding Summary: Senate File 430, as proposed by the Conference Committee, appropriates a total of \$41.1 million from the General Fund and 480.0 FTE positions for FY 2014. This is an increase of \$3.4 million and a decrease of 98.8 FTE positions compared to estimated FY 2013. Senate File 430 also appropriates \$6.3 million from other funds, no change compared to estimated FY 2013. **See the attached tracking document for funding totals and difference comparisons for individual budget unit items.**

FUNDING SUMMARY HIGHLIGHTS: The Conference Committee recommends that the House recede from amendment S-3161, and that Senate File 430 as amended, passed, and reprinted by the Senate be amended as follows:

- **Department of Cultural Affairs (DCA):**
 - Historical Division — \$3.2 million from the General Fund.
 - Arts Division — \$1.2 million from the General Fund.

- **Economic Development Authority (IEDA):**
 - Economic Development Appropriation — \$15.5 million from the General Fund.
 - World Food Prize — \$800,000 from the General Fund.
 - Workforce Development Fund — \$4.0 million from the Workforce Development Fund.

- **Iowa Finance Authority:**
 - Rent Subsidy Program — \$658,000 from the General Fund.

- **Iowa Workforce Development (IWD):**
 - Labor Services Division — \$3.5 million from the General Fund.
 - Workers' Compensation Division — \$3.3 million from the General Fund.

FY 2015: Funding for FY 2015 is at 50.0% of the FY 2014 appropriation levels for General Fund and other fund appropriations, and 100.0% for FTE position appropriations.

LANGUAGE SUMMARY:

NOTE: This language summary represents major language provisions and should not be considered an all-inclusive comprehensive listing.

- **Film Office Allocation:** The Conference Committee recommends the allocation of \$300,000 for the operations of a Film Office within the DCA Arts Division appropriation.
- **Iowa Economic Development Authority (IEDA) Appropriations Restricted:** The Conference Committee recommends language that restricts the Use of Appropriation and Financial Assistance for IEDA programs to the Economic Development appropriation.
- **Iowa Workforce Development (IWD) Labor Division Allocation:** The Conference Committee recommends the allocation of \$53,280 to hire one additional Wage Enforcement Investigator.
- **IWD Operation Allocation:** The Conference Committee recommends allocating \$1,130,602 for the operation of three Satellite Field Offices projected by the IWD to serve the most people from the offices located in Decorah, Fort Madison, Iowa City, or Webster City.
- **Virtual Access of Workforce Development Offices:** The Conference Committee recommends requiring a unique login for all users that access Workforce Development Centers operated through electronic access points.
- **Cultural Trust Fund:** The Conference Committee recommends requiring the Treasurer of State to annually transfer \$50,000 from the Cultural Trust Fund to the Cultural Trust Grant Account in fiscal years 2014 and 2015.
- **Great Places Program Administration Carryforward:** The Conference Committee recommends including nonreversion language for the FY 2006 through FY 2012 appropriations.
- **Effective Date and Retroactive Applicability Provisions:** The Conference Committee recommends including various effective dates and retroactive applicability provisions for the language outlined above as appropriate.

Summary Data

General Fund

	Estimated FY 2013 <u>(1)</u>	Gov Rec FY 2014 <u>(2)</u>	House Action FY 2014 <u>(3)</u>	Senate Action FY 2014 <u>(4)</u>	Conf. Comm. FY 2014 <u>(5)</u>	Conf. Comm. vs Est FY 2013 <u>(6)</u>	Conf. Comm. FY 2015 <u>(7)</u>
Economic Development	\$ 37,704,041	\$ 72,899,235	\$ 45,014,541	\$ 78,504,941	\$ 41,054,065	\$ 3,350,024	\$ 20,527,036
Grand Total	<u>\$ 37,704,041</u>	<u>\$ 72,899,235</u>	<u>\$ 45,014,541</u>	<u>\$ 78,504,941</u>	<u>\$ 41,054,065</u>	<u>\$ 3,350,024</u>	<u>\$ 20,527,036</u>

Economic Development General Fund

	Estimated FY 2013 (1)	Gov Rec FY 2014 (2)	House Action FY 2014 (3)	Senate Action FY 2014 (4)	Conf. Comm. FY 2014 (5)	Conf. Comm. vs Est FY 2013 (6)	Conf. Comm. FY 2015 (7)
<u>Cultural Affairs, Dept. of</u>							
Cultural Affairs, Dept. of							
Administration Division	\$ 171,813	\$ 171,813	\$ 171,813	\$ 171,813	\$ 171,813	\$ 0	\$ 85,907
Community Cultural Grants	172,090	172,090	172,090	172,090	172,090	0	86,045
Historical Division	2,767,701	3,267,701	3,017,701	3,267,701	3,167,701	400,000	1,583,851
Historic Sites	426,398	426,398	426,398	426,398	426,398	0	213,199
Arts Division	1,133,764	1,333,764	1,233,764	1,333,764	1,233,764	100,000	616,882
Great Places	150,000	150,000	150,000	150,000	150,000	0	75,000
Archiving Former Governor's Papers	65,933	65,933	65,933	65,933	65,933	0	32,967
Records Center Rent	227,243	227,243	227,243	227,243	227,243	0	113,622
Battle Flag Stabilization	60,000	60,000	94,000	94,000	94,000	34,000	47,000
Total Cultural Affairs, Dept. of	\$ 5,174,942	\$ 5,874,942	\$ 5,558,942	\$ 5,908,942	\$ 5,708,942	\$ 534,000	\$ 2,854,473
<u>Economic Development Authority</u>							
Economic Development Authority							
Economic Development Appropriation	\$ 9,783,424	\$ 16,268,118	\$ 13,224,424	\$ 16,093,118	\$ 15,468,965	\$ 5,685,541	\$ 7,734,483
World Food Prize	750,000	1,000,000	750,000	1,000,000	800,000	50,000	400,000
Iowa Comm. Volunteer Ser.-Promise	178,133	178,133	178,133	178,133	178,133	0	89,067
Councils of Governments (COGs) Assistance	0	0	175,000	175,000	175,000	175,000	87,500
High Quality Jobs Program	0	19,000,000	0	18,000,000	0	0	0
Employee Stock Ownership Plan Assistance	0	0	400,000	1,000,000	0	0	0
Total Economic Development Authority	\$ 10,711,557	\$ 36,446,251	\$ 14,727,557	\$ 36,446,251	\$ 16,622,098	\$ 5,910,541	\$ 8,311,050
<u>Regents, Board of</u>							
Regents, Board of							
ISU - Economic Development	\$ 2,424,302	\$ 2,424,302	\$ 2,424,302	\$ 2,424,302	\$ 0	\$ -2,424,302	\$ 0
ISU - Leading the BioEconomy	0	3,750,000	0	3,750,000	0	0	0
UI - Economic Development	209,279	209,279	209,279	209,279	0	-209,279	0
UI - Entrepreneurship & Economic Growth	0	2,000,000	0	2,000,000	0	0	0
UNI - Economic Development	574,716	574,716	574,716	1,074,716	0	-574,716	0
Innovation/Commercialization of Research	0	3,000,000	3,000,000	5,000,000	0	0	0
Total Regents, Board of	\$ 3,208,297	\$ 11,958,297	\$ 6,208,297	\$ 14,458,297	\$ 0	\$ -3,208,297	\$ 0

Economic Development General Fund

	Estimated FY 2013 (1)	Gov Rec FY 2014 (2)	House Action FY 2014 (3)	Senate Action FY 2014 (4)	Conf. Comm. FY 2014 (5)	Conf. Comm. vs Est FY 2013 (6)	Conf. Comm. FY 2015 (7)
<u>Iowa Finance Authority</u>							
Iowa Finance Authority							
Rent Subsidy Program	\$ 658,000	\$ 658,000	\$ 658,000	\$ 713,146	\$ 658,000	\$ 0	\$ 329,000
Total Iowa Finance Authority	\$ 658,000	\$ 658,000	\$ 658,000	\$ 713,146	\$ 658,000	\$ 0	\$ 329,000
<u>Public Employment Relations Board</u>							
Public Employment Relations							
General Office	\$ 1,278,426	\$ 1,341,926	\$ 1,341,926	\$ 1,341,926	\$ 1,341,926	\$ 63,500	\$ 670,963
Total Public Employment Relations Board	\$ 1,278,426	\$ 1,341,926	\$ 1,341,926	\$ 1,341,926	\$ 1,341,926	\$ 63,500	\$ 670,963
<u>Iowa Workforce Development</u>							
Iowa Workforce Development							
Labor Services Division	\$ 3,495,440	\$ 3,495,440	\$ 3,495,440	\$ 3,602,000	\$ 3,548,720	\$ 53,280	\$ 1,774,360
Workers' Compensation Division	3,262,044	3,109,044	3,109,044	3,259,044	3,259,044	-3,000	1,629,522
Operations - Field Offices	9,179,413	9,179,413	9,179,413	9,179,413	9,179,413	0	4,589,707
Offender Reentry Program	284,464	284,464	284,464	284,464	284,464	0	142,232
Employee Misclassification Program	451,458	451,458	451,458	451,458	451,458	0	225,729
Field Office Opening	0	0	0	2,760,000	0	0	0
AMOS A Mid-Iowa Organizing Strategy	0	100,000	0	100,000	0	0	0
Total Iowa Workforce Development	\$ 16,672,819	\$ 16,619,819	\$ 16,519,819	\$ 19,636,379	\$ 16,723,099	\$ 50,280	\$ 8,361,550
Total Economic Development	\$ 37,704,041	\$ 72,899,235	\$ 45,014,541	\$ 78,504,941	\$ 41,054,065	\$ 3,350,024	\$ 20,527,036

Summary Data

Other Funds

	Estimated FY 2013 <u>(1)</u>	Gov Rec FY 2014 <u>(2)</u>	House Action FY 2014 <u>(3)</u>	Senate Action FY 2014 <u>(4)</u>	Conf. Comm. FY 2014 <u>(5)</u>	Conf. Comm. vs Est FY 2013 <u>(6)</u>	Conf. Comm. FY 2015 <u>(7)</u>
Economic Development	\$ 6,260,084	\$ 6,260,084	\$ 6,260,084	\$ 8,260,084	\$ 6,260,084	\$ 0	\$ 3,130,042
Grand Total	<u>\$ 6,260,084</u>	<u>\$ 6,260,084</u>	<u>\$ 6,260,084</u>	<u>\$ 8,260,084</u>	<u>\$ 6,260,084</u>	<u>\$ 0</u>	<u>\$ 3,130,042</u>

Economic Development Other Funds

	Estimated FY 2013 <u>(1)</u>	Gov Rec FY 2014 <u>(2)</u>	House Action FY 2014 <u>(3)</u>	Senate Action FY 2014 <u>(4)</u>	Conf. Comm. FY 2014 <u>(5)</u>	Conf. Comm. vs Est FY 2013 <u>(6)</u>	Conf. Comm. FY 2015 <u>(7)</u>
<u>Economic Development Authority</u>							
Economic Development Authority							
Workforce Development Fund	\$ 4,000,000	\$ 4,000,000	\$ 4,000,000	\$ 6,000,000	\$ 4,000,000	\$ 0	\$ 2,000,000
Total Economic Development Authority	\$ 4,000,000	\$ 4,000,000	\$ 4,000,000	\$ 6,000,000	\$ 4,000,000	\$ 0	\$ 2,000,000
<u>Iowa Workforce Development</u>							
Iowa Workforce Development							
Field Offices - Spec Cont Fund	\$ 1,627,084	\$ 1,627,084	\$ 1,766,084	\$ 1,766,084	\$ 1,766,084	\$ 139,000	\$ 883,042
Field Offices - UI Reserve Interest	633,000	633,000	494,000	494,000	494,000	-139,000	247,000
Total Iowa Workforce Development	\$ 2,260,084	\$ 2,260,084	\$ 2,260,084	\$ 2,260,084	\$ 2,260,084	\$ 0	\$ 1,130,042
Total Economic Development	\$ 6,260,084	\$ 6,260,084	\$ 6,260,084	\$ 8,260,084	\$ 6,260,084	\$ 0	\$ 3,130,042

Summary Data

FTE Positions

	Estimated FY 2013 <u>(1)</u>	Gov Rec FY 2014 <u>(2)</u>	House Action FY 2014 <u>(3)</u>	Senate Action FY 2014 <u>(4)</u>	Conf. Comm. FY 2014 <u>(5)</u>	Conf. Comm. vs Est FY 2013 <u>(6)</u>	Conf. Comm. FY 2015 <u>(7)</u>
Economic Development	578.64	621.32	548.23	597.88	479.85	-98.79	479.85
Grand Total	<u>578.64</u>	<u>621.32</u>	<u>548.23</u>	<u>597.88</u>	<u>479.85</u>	<u>-98.79</u>	<u>479.85</u>

Economic Development

FTE Positions

	Estimated FY 2013 (1)	Gov Rec FY 2014 (2)	House Action FY 2014 (3)	Senate Action FY 2014 (4)	Conf. Comm. FY 2014 (5)	Conf. Comm. vs Est FY 2013 (6)	Conf. Comm. FY 2015 (7)
<u>Cultural Affairs, Dept. of</u>							
Cultural Affairs, Dept. of							
Administration Division	0.85	0.85	74.50	74.50	74.50	73.65	74.50
Historical Division	42.04	42.04	0.00	0.00	0.00	-42.04	0.00
Historic Sites	3.00	3.00	0.00	0.00	0.00	-3.00	0.00
Arts Division	9.55	8.55	0.00	0.00	0.00	-9.55	0.00
Great Places	1.35	1.35	0.00	0.00	0.00	-1.35	0.00
Archiving Former Governor's Papers	0.71	0.71	0.00	0.00	0.00	-0.71	0.00
Total Cultural Affairs, Dept. of	57.50	56.50	74.50	74.50	74.50	17.00	74.50
<u>Economic Development Authority</u>							
Economic Development Authority							
Economic Development Appropriation	122.00	122.00	149.00	149.00	149.00	27.00	149.00
Iowa State Commission	7.00	7.00	7.00	7.00	7.00	0.00	7.00
Vision Iowa Program	2.25	2.25	2.25	2.25	2.25	0.00	2.25
Workforce Development Admin	4.00	4.00	0.00	0.00	0.00	-4.00	0.00
Strategic Investment Fund	2.25	2.25	0.00	0.00	0.00	-2.25	0.00
High Quality Jobs Creations Assistance	24.75	24.75	0.00	0.00	0.00	-24.75	0.00
Economic Dev Energy Projects Fund	8.00	7.00	0.00	0.00	0.00	-8.00	0.00
Total Economic Development Authority	170.25	169.25	158.25	158.25	158.25	-12.00	158.25
<u>Regents, Board of</u>							
Regents, Board of							
ISU - Economic Development	56.63	56.63	56.63	56.63	0.00	-56.63	0.00
ISU - Leading the BioEconomy	0.00	9.65	0.00	9.65	0.00	0.00	0.00
UI - Economic Development	6.00	6.00	6.00	6.00	0.00	-6.00	0.00
UI - Entrepreneurship & Economic Growth	0.00	5.00	0.00	8.00	0.00	0.00	0.00
UNI - Economic Development	6.75	8.75	6.75	9.75	0.00	-6.75	0.00
Total Regents, Board of	69.38	86.03	69.38	90.03	0.00	-69.38	0.00
<u>Public Employment Relations Board</u>							
Public Employment Relations							
General Office	10.00	9.00	10.00	10.00	10.00	0.00	10.00
Total Public Employment Relations Board	10.00	9.00	10.00	10.00	10.00	0.00	10.00

Economic Development

FTE Positions

	Estimated FY 2013 (1)	Gov Rec FY 2014 (2)	House Action FY 2014 (3)	Senate Action FY 2014 (4)	Conf. Comm. FY 2014 (5)	Conf. Comm. vs Est FY 2013 (6)	Conf. Comm. FY 2015 (7)
<u>Iowa Workforce Development</u>							
Iowa Workforce Development							
Labor Services Division	60.90	59.90	64.00	66.00	65.00	4.10	65.00
Workers' Compensation Division	29.00	30.00	30.00	30.00	30.00	1.00	30.00
Field Office Operating Fund	168.76	198.79	130.00	130.00	130.00	-38.76	130.00
Field Office Opening	0.00	0.00	0.00	27.00	0.00	0.00	0.00
Offender Reentry Program	5.00	4.00	4.00	4.00	4.00	-1.00	4.00
Employee Misclassification Program	7.85	7.85	8.10	8.10	8.10	0.25	8.10
Total Iowa Workforce Development	271.51	300.54	236.10	265.10	237.10	-34.41	237.10
Total Economic Development	578.64	621.32	548.23	597.88	479.85	-98.79	479.85