

**EIGHTY-FIFTH GENERAL ASSEMBLY
2014 REGULAR SESSION
DAILY
SENATE CLIP SHEET**

APRIL 17, 2014

SENATE FILE 2239

S-5159

1 Amend the amendment, S-5092, to Senate File 2239,
2 as amended, passed, and reprinted by the Senate, as
3 follows:
4 1. Page 1, lines 15 and 16, by striking <all or a
5 substantial portion of>
6 2. Page 1, by striking lines 24 and 25 and
7 inserting:
8 <(1) Physical injury to, or injury which is at
9 a variance with the history given of the injury, or
10 unreasonable confinement, unreasonable punishment, or
11 assault of a vulnerable elder by a person not otherwise
12 governed by chapter 235E.>
13 3. Page 1, line 29, by striking <substantial>
14 4. By striking page 2, line 50, through page 3,
15 line 3, and inserting:
16 <____. "Vulnerable elder" means a person sixty years
17 of age or older who is unable to protect himself or
18 herself from elder abuse as a result of age or a mental
19 or physical condition.>
20 5. Page 4, by striking lines 21 through 25.
21 6. Page 4, line 28, by striking <The> and inserting
22 <By July 1, 2015, the>
23 7. Page 4, by striking lines 31 and 32 and
24 inserting <se in actions under this chapter.>
25 8. Page 4, line 33, by striking <Standard> and
26 inserting <Beginning July 1, 2015, the standard>
27 9. Page 9, lines 27 and 28, by striking <for the
28 person's own benefit or gain>
29 10. Page 11, by striking lines 12 through 16.
30 11. Page 11, by striking lines 24 through 49.
31 12. Page 12, after line 12 by inserting:
32 <Sec. _____. Section 235B.7, subsection 3, Code 2014,
33 is amended to read as follows:
34 3. Subsections 1 and 2 do not apply to dependent
35 adult abuse information that is disseminated to an
36 employee of the department or to the office of the
37 attorney representing the department general as
38 authorized by section 235B.6.>
39 13. By striking page 14, line 5, through page 15,
40 line 11.
41 14. Page 17, by striking lines 20 through 26.
42 15. By striking page 17, line 48, through page 18,
43 line 20.
44 16. Page 18, line 29, after <appeals,> by inserting
45 <department of public health,>
46 17. By renumbering as necessary.

By MARY JO WILHELM

HOUSE AMENDMENT TO
SENATE FILE 2342

S-5156

1 Amend Senate File 2342, as amended, passed, and
2 reprinted by the Senate, as follows:

3 1. Page 17, by striking lines 22 through 29.

4 2. Page 17, after line 31 by inserting:

5 <DIVISION _____
6 UNCLAIMED LIFE INSURANCE DEATH BENEFITS
7 Sec. _____. NEW SECTION. 507B.4C Unclaimed life
8 insurance.

9 1. Purpose. The purpose of this section is to
10 require complete and proper disclosure, transparency,
11 and accountability relating to any method of payment
12 for life insurance death benefits regulated by the
13 commissioner.

14 2. Definitions. As used in this section, unless
15 the context otherwise requires:

16 a. "Account owner" means the owner of a retained
17 asset account who is a resident of this state.

18 b. "Annuity" means an annuity contract issued in
19 this state. "Annuity" does not include any annuity
20 contract used to fund an employment-based retirement
21 plan or program where the insurer takes direction from
22 the plan sponsor or plan administrator.

23 c. "Authorized person" means a policy owner,
24 insured, annuity owner, annuitant, or account holder,
25 as applicable under a policy, annuity, or retained
26 asset account.

27 d. "Death master file" means the United States
28 social security administration's death master file
29 or any other database or service that is at least as
30 comprehensive as the United States social security
31 administration's death master file for determining that
32 a person has died.

33 e. "Death master file match" means a search of
34 the death master file that results in a match of an
35 authorized person's name and social security number or
36 an authorized person's name and date of birth.

37 f. "Insurer" means a life insurance company
38 regulated under chapter 508.

39 g. "Policy" means any policy or certificate of life
40 insurance issued in this state. "Policy" does not
41 include any of the following:

42 (1) A policy or certificate of life insurance which
43 provides a death benefit under an employee benefit
44 plan subject to the federal Employee Retirement Income
45 Security Act of 1974, Pub. L. No. 93-406, as codified
46 at 29 U.S.C. §1002 et seq.

47 (2) A policy or certificate of life insurance which
48 provides a death benefit under an employee benefit plan
49 subject to a federal employee benefit program.

50 (3) A policy or certificate of life insurance

S-5156

1 which is used to fund a preneed plan for cemetery
2 merchandise, funeral merchandise, funeral services, or
3 a combination thereof.

4 (4) A policy or certificate of credit life or
5 accidental death insurance.

6 (5) A policy issued to a group master policyowner
7 for which the insurer does not provide recordkeeping
8 services.

9 h. "Recordkeeping services" means services provided
10 by an insurer who has entered into an agreement with a
11 group policy customer to be responsible for obtaining,
12 maintaining, and administering in the insurer's own
13 recordkeeping systems at least all of the following
14 information about each individual insured under
15 the insured's group insurance contract or a line of
16 coverage thereunder:

17 (1) Social security number or name and date of
18 birth.

19 (2) Beneficiary designation information.

20 (3) Coverage eligibility.

21 (4) Benefit amount.

22 (5) Premium payment status.

23 i. "Retained asset account" means an
24 interest-bearing account set up by an insurer in
25 the name of the beneficiary of a policy or annuity upon
26 the death of the insured.

27 3. Insurer duties.

28 a. For any in-force policy, annuity, or retained
29 asset account issued for delivery in this state for
30 which the insurer has not previously been notified of
31 a claim, an insurer shall perform a comparison of such
32 policy, annuity, or retained asset account against the
33 death master file, on at least a semiannual basis, to
34 identify potential death master file matches.

35 (1) An insurer may comply with the requirements of
36 this subsection by using the full death master file for
37 the initial comparison and thereafter using the death
38 master file update files for subsequent comparisons.

39 (2) Nothing in this section shall be interpreted to
40 limit the right of an insurer to request a valid death
41 certificate as part of any claims validation process.

42 b. If an insurer learns of the possible death of an
43 authorized person through a death master file match or
44 otherwise, the insurer shall, within ninety days, do
45 all of the following:

46 (1) Complete a good faith effort, which shall be
47 documented by the insurer, to confirm the death of the
48 authorized person against other available records and
49 information.

50 (2) Review the insurer's records to determine

1 whether the deceased authorized person had purchased
2 any other products from the insurer.

3 (3) Determine whether benefits may be due in
4 accordance with the applicable policy, annuity, or
5 retained asset account.

6 (4) If the beneficiary or an authorized person
7 has not communicated with the insurer within the
8 ninety-day period, take reasonable steps, which shall
9 be documented by the insurer, to locate and contact any
10 beneficiary or other authorized person on the policy,
11 annuity, or retained asset account, including sending
12 the beneficiary or other authorized person information
13 regarding the insurer's claims process and regarding
14 the need to provide an official death certificate, if
15 applicable under the policy, annuity, or retained asset
16 account.

17 c. Every insurer shall implement procedures to
18 account for all of the following:

19 (1) Common nicknames, initials used in lieu of a
20 first or middle name, use of a middle name, compound
21 first and middle names, and interchanged first and
22 middle names.

23 (2) Compound last names, maiden or married names,
24 and hyphens, blank spaces, or apostrophes in last
25 names.

26 (3) Transposition of the month and date portions of
27 the date of birth.

28 (4) Incomplete social security numbers.

29 d. An insurer may disclose minimum necessary
30 personal information about a beneficiary or authorized
31 person to an individual or entity whom the insurer
32 reasonably believes may be able to assist the insurer
33 in locating the beneficiary or authorized person
34 entitled to payment of the claims proceeds.

35 e. An insurer or its service provider shall not
36 charge a beneficiary or authorized person any fees
37 or costs associated with a death master file search
38 conducted pursuant to this section.

39 f. The benefits from a policy, annuity, or retained
40 asset account, plus any applicable accrued interest,
41 shall first be payable to designated beneficiaries
42 or authorized persons, and in the event that the
43 beneficiaries or authorized persons cannot be found,
44 shall be reported and remitted to the state as
45 unclaimed property pursuant to chapters 556 and 633.

46 4. Rules. The commissioner shall adopt rules to
47 administer the provisions of this section.

48 5. Orders. The commissioner may issue an order
49 doing any of the following:

50 a. Limiting the death master file comparisons

1 required under subsection 3, paragraph "a", to an
2 insurer's electronic searchable files or approving a
3 plan and timeline for conversion of an insurer's files
4 to electronic searchable files.

5 b. Exempting an insurer from the death master file
6 comparisons required under subsection 3, paragraph "a",
7 or permitting an insurer to perform such comparisons
8 less frequently than semiannually upon a demonstration
9 of financial hardship by the insurer.

10 c. Phasing in requirements for compliance with this
11 section according to a plan and timeline approved by
12 the commissioner.

13 6. Unfair trade practice. Failure to meet any
14 requirement of this section with such frequency as to
15 constitute a general business practice is an unfair
16 method of competition and an unfair or deceptive act
17 or practice in the business of insurance under this
18 chapter.

19 7. Insurer unclaimed property reporting.

20 a. If an insurer identifies a person as deceased
21 through a death master file match as described in
22 subsection 3, paragraph "a", or other information
23 source, and validates such information through a
24 secondary information source, the insurer may report
25 and remit the proceeds of the policy, annuity, or
26 retained asset account due to the state prior to the
27 dates required for such reporting and remittance under
28 chapter 556, without further notice to or consent by
29 the state, after attempting to contact any beneficiary
30 under either of the following circumstances:

31 (1) The insurer is unable to locate a beneficiary
32 who is located in this state under the policy, annuity
33 contract, or retained asset account, after conducting
34 reasonable search efforts of up to one year after the
35 insurer's validation of the death master file match.

36 (2) No beneficiary or person, as applicable for
37 unclaimed property reporting purposes under chapter
38 556, has a last known address in this state.

39 b. Once the insurer has reported upon and remitted
40 the proceeds of the policy, annuity, or retained
41 asset account to the state pursuant to chapter 556,
42 the insurer is relieved from any and all additional
43 liability to any beneficiary or authorized person
44 relating to the proceeds reported upon and remitted.

45 Sec. ____ . EFFECTIVE DATE. This division of this
46 Act takes effect July 1, 2015.>

47 3. Page 17, after line 31 by inserting:

48 <DIVISION ____
49 IOWA PRODUCTS

50 Sec. ____ . IOWA PRODUCTS. As a condition of

1 receiving an appropriation, any agency appropriated
2 moneys pursuant to this 2014 Act shall give first
3 preference when purchasing a product to an Iowa product
4 or a product produced by an Iowa-based business.
5 Second preference shall be given to a United States
6 product or a product produced by a business based in
7 the United States.>

8 4. By striking page 17, line 34, through page 18,
9 line 24, and inserting:

10 <Sec. ____ . PERSONNEL SETTLEMENT AGREEMENT
11 PAYMENTS. As a condition of the appropriations in
12 this Act, the moneys appropriated and any other moneys
13 available shall not be used for payment of a personnel
14 settlement agreement that contains a confidentiality
15 provision intended to prevent public disclosure of the
16 agreement or any terms of the agreement.>

17 5. Page 18, by striking lines 28 and 29.

18 6. Title page, line 4, after <atters,> by
19 inserting <including penalties,>

20 7. Title page, line 4 and 5, by striking <and
21 retroactive applicability>

22 8. By renumbering as necessary.

RECEIVED FROM THE HOUSE

HOUSE AMENDMENT TO
SENATE FILE 2347

S-5157

1 Amend Senate File 2347, as amended, passed, and
2 reprinted by the Senate, as follows:

3 1. Page 3, line 27, by striking <section 261.114,
4 if enacted> and inserting <section 261.114,~~if enacted~~

5 2. Page 4, by striking line 30 and inserting

6 <8,229,047>

7 3. Page 4, by striking lines 32 through 35 and
8 inserting:

9 <From the moneys appropriated in this subsection,
10 \$1,931,000 shall be used for purposes of administering
11 and distributing to school districts and accredited
12 nonpublic schools, without cost to the school districts
13 and accredited nonpublic schools, an early warning
14 assessment system which shall include screening and
15 progress monitoring assessments built into a data
16 system that allows teachers to quickly screen and
17 monitor student literacy skills from pre-kindergarten
18 through grade six.>

19 4. Page 5, by striking line 13 and inserting

20 <5,996,200>

21 5. Page 5, by striking line 28 and inserting

22 <39,128>

23 6. Page 15, by striking lines 7 through 19.

24 7. Page 18, by striking line 20 and inserting

25 <226,523,005>

26 8. Page 18, after line 21 by inserting:

27 <It is the intent of the general assembly that as a
28 condition of receiving the increased funding provided
29 in this lettered paragraph, the state board shall not
30 authorize any increase in the resident undergraduate
31 tuition rate for fiscal year 2014-2015, and the tuition
32 for the juris doctorate program at the state university
33 of Iowa shall be decreased as approved by the state
34 board at the state board's December 4, 2013, meeting.>

35 9. Page 21, after line 11 by inserting:

36 <It is the intent of the general assembly that as a
37 condition of receiving the increased funding provided
38 in this lettered paragraph, the state board shall not
39 authorize any increase in the resident undergraduate
40 tuition rate for fiscal year 2014-2015.>

41 10. Page 21, by striking line 17 and inserting

42 <30,611,877>

43 11. Page 22, after line 12 by inserting:

44 <It is the intent of the general assembly that as a
45 condition of receiving the increased funding provided
46 in this lettered paragraph, the state board shall not
47 authorize any increase in the resident undergraduate
48 tuition rate for fiscal year 2014-2015.>

49 12. By renumbering as necessary.

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S-5158

1 Amend Senate File 2353 as follows:

2 1. By striking everything after the enacting clause
3 and inserting:

4 <Section 1. SHORT TITLE. This Act shall be known
5 and may be cited as the "Iowa Apprenticeship and Job
6 Training Act".

7 Sec. 2. Section 15.108, subsection 6, paragraph a,
8 Code 2014, is amended to read as follows:

9 a. Coordinate and perform the duties specified
10 under the Iowa industrial new jobs training Act in
11 chapter 260E, the Iowa ~~jobs~~ job training Act in chapter
12 260F, and the workforce development fund in section
13 15.341.

14 Sec. 3. Section 15.343, subsection 2, paragraph a,
15 Code 2014, is amended to read as follows:

16 a. Projects under chapter 260F. The authority
17 ~~shall~~ may require a match from all businesses
18 participating in a ~~training~~ project under chapter 260F.

19 Sec. 4. Section 15.343, subsection 3, Code 2014,
20 is amended by striking the subsection and inserting in
21 lieu thereof the following:

22 3. a. The authority shall transfer not more than
23 five million dollars of the moneys in the workforce
24 development fund to the job training fund established
25 pursuant to section 260F.6.

26 b. Moneys in the job training fund shall be
27 allocated as provided in section 260F.6, subsection 3.

28 Sec. 5. Section 260C.18A, subsection 2, paragraph
29 b, Code 2014, is amended by striking the paragraph and
30 inserting in lieu thereof the following:

31 b. Projects that would meet all the requirements
32 of a project under chapter 260F, whether or not the
33 project is actually being funded under chapter 260F.
34 The authority may advise a community college on how a
35 project would be treated for purposes of chapter 260F.

36 Sec. 6. Section 260F.1, Code 2014, is amended to
37 read as follows:

38 260F.1 Title.

39 This chapter shall be known and may be cited as the
40 "Iowa ~~Jobs~~ Job Training Act".

41 Sec. 7. Section 260F.2, subsections 1, 5, 6, 8, and
42 11, Code 2014, are amended to read as follows:

43 1. "Agreement" ~~is the agreement~~ means a contract
44 between a business and a community college the
45 authority concerning a project.

46 5. "Eligible business" ~~or "business"~~ means a
47 business ~~training employees which is engaged in~~
48 ~~interstate or intrastate commerce for the purpose of~~
49 ~~manufacturing, processing, or assembling products,~~
50 ~~conducting research and development, or providing~~

S-5158

~~1 services in interstate commerce, but excludes retail,
2 health, or professional services and which meets the
3 other criteria established by the authority. "Eligible
4 business" does not include a business whose training
5 costs can be economically funded under chapter 260E,
6 a business which closes or substantially reduces its
7 employment base in order to relocate substantially
8 the same operation to another area of the state, or a
9 business which is involved in a strike, lockout, or
10 other labor dispute in Iowa that proposes to train
11 employees as part of a project and that meets all the
12 conditions of section 260F.3.~~

13 6. "Employee" means a person currently employed by
14 a an eligible business or who will be employed upon
15 successful completion of a project and who is to be
16 trained as part of a project. However, "employee" does
17 not include a person with executive responsibilities or
18 a replacement workers who are worker hired as a result
19 of a strike, lockout, or other labor dispute in Iowa.

20 8. "Participating business" means a business
21 ~~training employees which enters that has entered into~~
22 ~~an agreement with the community college.~~

23 11. "Project" means a training arrangement ~~which~~
24 that is the subject of an agreement entered into
25 between the community college and a business to
26 provide program services. "Project" also means an
27 authority sponsored training arrangement which is
28 sponsored by the authority and administered under
29 sections 260F.6A and 260F.6B and that is primarily
30 focused on meeting the workforce needs of an eligible
31 business. A project includes but is not limited
32 to training or retraining of employees, adult basic
33 education, job-related instruction, vocation and
34 skill-assessment services and testing, tuition and
35 classroom instruction for coursework at a community
36 college or a regents institution, and training
37 equipment, supplies, and materials. A project does
38 not include coursework that will be counted toward an
39 advanced or graduate degree earned by an employee.

40 Sec. 8. Section 260F.2, Code 2014, is amended by
41 adding the following new subsections:

42 NEW SUBSECTION. 1A. "Apprentice" means a person
43 who is at least sixteen years of age, except where a
44 higher minimum age is required by law, who is employed
45 in an apprenticeable occupation, and is registered in
46 Iowa with the United States department of labor, office
47 of apprenticeship.

48 NEW SUBSECTION. 1B. "Apprenticeable occupation"
49 means an occupation approved for apprenticeship by
50 the United States department of labor, office of

1 apprenticeship.

2 NEW SUBSECTION. 1C. "Apprenticeship program" means
3 a program registered with the United States department
4 of labor, office of apprenticeship, which includes
5 the terms and conditions for the qualification,
6 recruitment, selection, employment, and training of
7 apprentices, including the requirement for a written
8 apprenticeship agreement.

9 NEW SUBSECTION. 1D. "Apprenticeship sponsor" means
10 an entity operating an apprenticeship program or an
11 entity in whose name an apprenticeship program is
12 being operated, which is registered with or approved
13 by the United States department of labor, office of
14 apprenticeship.

15 NEW SUBSECTION. 2A. "Commencement date" means the
16 date on which a proposed project is scheduled to begin.

17 NEW SUBSECTION. 5A. "Eligible research and
18 development" means activities that meet the definition
19 of research activities under section 422.10 even if the
20 business has not actually claimed a research activities
21 tax credit.

22 NEW SUBSECTION. 6A. "Financial assistance" means
23 assistance provided only from the funds, rights, and
24 assets legally available to the authority and includes
25 but is not limited to assistance in the form of grants,
26 loans, forgivable loans, and royalty payments.

27 NEW SUBSECTION. 6B. "Fund" means the job training
28 fund created in section 260F.6.

29 NEW SUBSECTION. 7A. "Lead apprenticeship sponsor"
30 means a trade organization, labor organization,
31 employer association, or other incorporated entity
32 representing a group of apprenticeship sponsors.

33 NEW SUBSECTION. 11A. "Providing services in
34 interstate commerce" means the provision of the
35 majority of a business's sales to customers located
36 outside of Iowa.

37 Sec. 9. Section 260F.2, subsections 4, 7, 9, and
38 10, Code 2014, are amended by striking the subsections.

39 Sec. 10. Section 260F.3, Code 2014, is amended by
40 striking the section and inserting in lieu thereof the
41 following:

42 260F.3 Eligible business.

43 To be eligible for financial assistance for a
44 project under this chapter, a business shall meet all
45 of the following conditions:

46 1. Is manufacturing, processing, or assembling
47 products for sale in interstate or intrastate commerce,
48 is conducting eligible research and development in
49 this state, is engaged in the business of commercial
50 construction, or is providing services in interstate

1 commerce.

2 2. Is not a retail business, a health care
3 business, or a business engaged in the provision of
4 professional services.

5 3. Is proposing training for a project that cannot
6 be economically funded under the industrial new jobs
7 training program pursuant to chapter 260E.

8 4. Demonstrates a need for certain job skills not
9 adequately represented among the business's existing
10 workforce.

11 5. Has not closed or substantially reduced
12 operations in one area of the state in order to locate
13 substantially the same operations to another area of
14 the state.

15 6. Is not actively engaged in a strike, lockout, or
16 other labor dispute in Iowa.

17 7. Is not eligible to receive funding under section
18 260F.5 either directly as an apprenticeship sponsor or
19 as an entity participating under a lead apprenticeship
20 sponsor.

21 8. Meets any other conditions as established by the
22 authority by rule.

23 Sec. 11. NEW SECTION. 260F.4 Financial assistance
24 for an eligible business.

25 1. a. An eligible business may apply to the
26 authority for financial assistance for a project.

27 b. The authority may establish by rule a maximum
28 benefit amount for any one project and a maximum
29 aggregate benefit amount that may be awarded to any one
30 eligible business.

31 2. Financial assistance to eligible businesses
32 shall be provided under the following terms and
33 conditions:

34 a. For training that is conducted by community
35 college faculty or staff, at a community college
36 facility, and according to a curriculum that complies
37 with industry-recognized standards, the financial
38 assistance shall be in the form of a grant or a
39 forgivable loan in an amount equal to one hundred
40 percent of the cost of the project.

41 b. If training in accordance with
42 industry-recognized standards that results in a
43 portable credential needed for a skilled trade is
44 not available through a community college in close
45 proximity to a business, the business can utilize a
46 statewide industry association to facilitate training
47 that utilizes industry-recognized standards, resulting
48 in portable credentials for the specific skilled trade.
49 For this type of training, the financial assistance
50 shall be in the form of a grant or a forgivable loan in

1 an amount equal to one hundred percent of the training
2 costs incurred.

3 c. For a project other than one described in
4 paragraph "a" or "b", the financial assistance shall be
5 in the form of a loan in an amount equal to one hundred
6 percent of the cost of the project to be disbursed
7 initially but with a required future repayment of fifty
8 percent of the cost of the project at an interest of
9 zero percent.

10 d. Any other terms and conditions typically
11 required by the authority when providing financial
12 assistance.

13 3. The authority shall deposit all repayments
14 collected pursuant to this section in the fund and
15 shall make the moneys available to other eligible
16 businesses for purposes of this section.

17 4. An eligible business applying for financial
18 assistance under this section shall provide the
19 following information to the authority:

20 a. A detailed description of the proposed project,
21 an explanation of how the project would meet the
22 business's skilled workforce needs, and an assessment
23 regarding the feasibility of meeting the training needs
24 through a community college. The authority may require
25 any information reasonably necessary to determine the
26 necessity, suitability, and feasibility of the proposed
27 project.

28 b. The date or dates on which the proposed project
29 will be conducted.

30 c. The number of employees to be trained and the
31 title and position description of each employee to be
32 trained.

33 d. The estimated cost to the business of the
34 proposed project.

35 e. Any other information the authority reasonably
36 determines is necessary.

37 5. An eligible business receiving financial
38 assistance pursuant to this section shall enter
39 into an agreement with the authority regarding the
40 project. The agreement shall include all provisions
41 necessary for the implementation of this section and
42 any provisions the authority typically includes in a
43 contract for the provision of financial assistance.

44 Sec. 12. NEW SECTION. 260F.5 Financial assistance
45 for an apprenticeship program.

46 1. a. An apprenticeship sponsor or lead
47 apprenticeship sponsor conducting apprenticeship
48 programs registered with the United States department
49 of labor, office of apprenticeship, through Iowa, for
50 apprentices who will be employed at Iowa worksites may

1 apply to the authority for financial assistance under
2 this section.

3 b. Financial assistance received by an
4 apprenticeship sponsor or lead apprenticeship sponsor
5 under this section shall be used only for the cost of
6 conducting and maintaining an apprenticeship program.

7 2. The authority shall provide financial assistance
8 to apprenticeship sponsors or lead apprenticeship
9 sponsors in the following manner:

10 a. By determining the total amount of funding
11 allocated for purposes of apprenticeship programs
12 pursuant to section 260F.6.

13 b. By adding together all of the following:

14 (1) The total number of apprentices trained by all
15 applying apprenticeship sponsors or lead apprenticeship
16 sponsors during the most recent training year as
17 calculated on the last day of the training year.

18 (2) The total number of contact hours that
19 apprenticeship instructors for all applying
20 apprenticeship sponsors or lead apprenticeship
21 sponsors spent in contact with apprentices during
22 the most recent training year. For purposes of this
23 subparagraph, "contact hours" includes the time spent
24 instructing apprentices in person or, in the case of
25 a lead apprenticeship sponsor with programs totaling
26 one hundred or more total instructional hours, "contact
27 hours" includes the time spent in online training if
28 the total amount of online instruction does not account
29 for more than thirty percent of the total instructional
30 hours.

31 c. By adding together all of the following:

32 (1) The total number of apprentices trained by
33 a single applying apprenticeship sponsor or lead
34 apprenticeship sponsor during the most recent training
35 year as calculated on the last day of the training
36 year.

37 (2) The total number of contact hours that
38 apprenticeship instructors for a single applying
39 apprenticeship sponsor or lead apprenticeship
40 sponsor spent in contact with apprentices during
41 the most recent training year. For purposes of this
42 subparagraph, "contact hours" includes the time spent
43 instructing apprentices in person or, in the case of
44 a lead apprenticeship sponsor with programs totaling
45 one hundred or more total instructional hours, "contact
46 hours" includes the time spent in online training if
47 the total amount of online instruction does not account
48 for more than thirty percent of the total instructional
49 hours.

50 d. By determining the proportion, stated as a

1 percentage, that a single applying apprenticeship
2 sponsor's or lead apprenticeship sponsor's total
3 calculated pursuant to paragraph "c" bears to
4 all applying apprenticeship sponsors' or lead
5 apprenticeship sponsors' total calculated pursuant to
6 paragraph "b".

7 e. By multiplying the percentage calculated in
8 paragraph "d" by the amount determined in paragraph
9 "a".

10 3. An apprenticeship sponsor or lead apprenticeship
11 sponsor seeking financial assistance under this
12 section shall provide the following information to the
13 authority:

14 a. The federal apprentice registration number of
15 each apprentice in the apprenticeship program.

16 b. The address and a description of the physical
17 location where in-person training is conducted.

18 c. A certification of the apprenticeship sponsor's
19 training standards as most recently approved by
20 the United States department of labor, office of
21 apprenticeship or, in the case of a lead apprenticeship
22 sponsor, a representative sample of participating
23 members' training standards.

24 d. A certification of the apprenticeship sponsor's
25 compliance review or quality assessment as most
26 recently conducted by the United States department
27 of labor, office of apprenticeship, unless the
28 apprenticeship sponsor has not been subjected to
29 a compliance review or quality assessment. In the
30 case of a lead apprenticeship sponsor, a sampling
31 of compliance reviews or quality assessments from
32 participating members shall be sufficient.

33 e. Any other information the authority reasonably
34 determines is necessary.

35 4. The apprenticeship sponsor or lead
36 apprenticeship sponsor and the authority shall
37 enter into an agreement regarding the provision of any
38 financial assistance to the apprenticeship sponsor or
39 lead apprenticeship sponsor.

40 Sec. 13. Section 260F.6, subsection 1, Code 2014,
41 is amended to read as follows:

42 1. ~~There is established for the community colleges~~
43 ~~a~~ A job training fund is created in the state treasury
44 under the control of the economic development authority
45 ~~in the workforce development fund. The job training~~
46 ~~fund consists~~ consisting of any moneys appropriated for
47 the purposes of this chapter, plus the any interest and
48 ~~principal from repayment of advances made to businesses~~
49 ~~for program costs, plus the or earnings on moneys in~~
50 the fund, any repayments, including interest, of loans

1 ~~made from that retraining fund, and interest earned~~
2 ~~from moneys in the job training fund or recaptures of~~
3 ~~financial assistance provided from the fund, and any~~
4 ~~other moneys lawfully available to the authority that~~
5 ~~may be deposited in the fund.~~

6 Sec. 14. Section 260F.6, subsections 2 and 3, Code
7 2014, are amended by striking the subsections and
8 inserting in lieu thereof the following:

9 2. Moneys in the fund are appropriated to the
10 authority for purposes of providing financial
11 assistance for job training pursuant to this chapter.

12 3. a. Of the moneys transferred or appropriated to
13 the fund pursuant to section 15.343 or pursuant to any
14 other appropriation, the authority shall allocate forty
15 percent of the moneys for purposes of section 260F.4
16 and sixty percent of the moneys for purposes of section
17 260F.5.

18 b. Notwithstanding paragraph "a", moneys from
19 repayments and recaptures of funds loaned pursuant
20 to section 260F.4 shall be allocated for purposes of
21 section 260F.4.

22 Sec. 15. Section 260F.6, Code 2014, is amended by
23 adding the following new subsection:

24 NEW SUBSECTION. 4. The authority may annually
25 expend not more than two percent of moneys in the
26 fund for administrative purposes. If the authority's
27 administrative costs are less than two percent of the
28 moneys in the fund, the authority shall expend the
29 unused moneys for purposes of financial assistance.

30 Sec. 16. Section 403.21, subsections 1 and 3, Code
31 2014, are amended to read as follows:

32 1. In order to promote communication and
33 cooperation among cities, counties, and community
34 colleges with respect to the allocation and division
35 of taxes, no jobs training projects as defined in
36 chapter 260E ~~or 260F~~ shall be undertaken within the
37 area of operation of a municipality after July 1, 1995,
38 unless the municipality and the community college
39 have entered into an agreement or have jointly adopted
40 a plan relating to a community college's new jobs
41 training program which shall provide for a procedure
42 for advance notification to each affected municipality,
43 for exchange of information, for mutual consultation,
44 and for procedural guidelines for all such new jobs
45 training projects, including related project financing
46 to be undertaken within the area of operation of the
47 municipality. The joint agreement or the plan shall
48 state its precise duration and shall be binding on the
49 community college and the municipality with respect
50 to all new jobs training projects, including related

1 project financing undertaken during its existence.
2 The joint agreement or plan shall be effective upon
3 adoption and shall be placed on file in the office
4 of the secretary of the board of directors of the
5 community college and such other location as may be
6 stated in the joint agreement or plan. The joint
7 agreement or plan shall also be sent to each school
8 district which levied or certified for levy a property
9 tax on any portion of the taxable property located
10 in the area of operation of the municipality in the
11 fiscal year beginning prior to the calendar year in
12 which the plan is adopted or the agreement is reached.
13 If no such agreement is reached or plan adopted, the
14 community college shall not use incremental property
15 tax revenues to fund jobs training projects within the
16 area of operation of the municipality. Agreements
17 entered into between a community college and a city or
18 county pursuant to chapter 28E shall not apply.

19 3. ~~The community college shall send a copy of the~~
20 ~~final agreement prepared pursuant to section 260F.3 to~~
21 ~~the economic development authority.~~ For each year in
22 which incremental property taxes are used to retire
23 debt service on a jobs training advance issued for
24 a project creating new jobs, the community college
25 shall provide to the economic development authority a
26 report of the incremental property taxes and new jobs
27 credits from withholding generated for that year, a
28 specific description of the training conducted, the
29 number of employees provided ~~program~~ services under the
30 project, the median wage of employees in the new jobs
31 in the project, and the administrative costs directly
32 attributable to the project.

33 Sec. 17. Section 558.1, Code 2014, is amended to
34 read as follows:

35 558.1 "Instruments affecting real estate" defined -
36 revocation.

37 All instruments containing a power to convey, or in
38 any manner relating to real estate, including certified
39 copies of petitions in bankruptcy with or without the
40 schedules appended, of decrees of adjudication in
41 bankruptcy, and of orders approving trustees' bonds
42 in bankruptcy, and a jobs training agreement entered
43 into under chapter 260E ~~or 260F~~ between an employer
44 and community college which contains a description
45 of the real estate affected, shall be held to be
46 instruments affecting the same; and no such instrument,
47 when acknowledged or certified and recorded as in this
48 chapter prescribed, can be revoked as to third parties
49 by any act of the parties by whom it was executed,
50 until the instrument containing such revocation is

1 acknowledged and filed for record in the same office
2 in which the instrument containing such power is
3 recorded, except that uniform commercial code financing
4 statements and financing statement changes as provided
5 in chapter 554 need not be thus acknowledged.

6 Sec. 18. REPEAL. Sections 260F.6A, 260F.6B,
7 260F.7, and 260F.8, Code 2014, are repealed.

8 Sec. 19. TRANSITION PROVISIONS.

9 1. A financial assistance award made or provided
10 for in an agreement entered into pursuant to section
11 260F.3 prior to the effective date of this Act shall
12 continue as provided in such agreement.

13 2. Loan payments or repayments and recaptures of
14 principal, interest, or other moneys accruing on or
15 after July 1, 2014, pursuant to an agreement under
16 section 260F.3, as in effect prior to July 1, 2014,
17 shall be transferred to the job training fund created
18 in section 260F.6, as amended by this Act.>

By JAKE CHAPMAN

S-5160

1 Amend Senate File 2353 as follows:
2 1. Page 7, after line 11 by inserting:
3 <4A. "Board" means the apprenticeship training
4 program board established in section 260J.5.>
5 2. Page 7, line 15, after <department> by inserting
6 <or board>
7 3. Page 7, line 25, after <department> by inserting
8 <with direction from the board>
9 4. Page 7, line 35, before <administering> by
10 inserting <assisting the apprenticeship training
11 program board in>
12 5. Page 8, line 12, by striking <department> and
13 inserting <board>
14 6. Page 8, line 19, by striking <department> and
15 inserting <board>
16 7. Page 9, line 33, by striking <department> and
17 inserting <board>
18 8. Page 10, line 16, by striking <department> and
19 inserting <board>
20 9. Page 10, line 19, by striking <department> and
21 inserting <board>
22 10. Page 10, line 29, by striking <advisory>
23 11. Page 10, by striking lines 30 through 35 and
24 inserting:
25 <1. An apprenticeship training program board is
26 established to administer the apprenticeship training
27 program and to provide funding to apprenticeship
28 programs for apprentices who will be employed at Iowa
29 worksites.>
30 12. Page 11, line 1, by striking <advisory>
31 13. Page 11, after line 5 by inserting:
32 <0c. One member of the Iowa heavy highway
33 contractors association.
34 00c. One member of the associated general
35 contractors of Iowa.>
36 14. Page 11, line 30, by striking <advisory>
37 15. Page 12, line 3, by striking <advisory>
38 16. Page 12, line 9, by striking <advisory>
39 17. Page 12, line 15, by striking <advisory>
40 18. Page 12, after line 19 by inserting:
41 <5. The apprenticeship training program board shall
42 do all of the following:
43 a. Administer the apprenticeship training program
44 and approve expenditures from the apprenticeship
45 training program fund.
46 b. Review and award apprenticeship program training
47 grants and infrastructure grants pursuant to section
48 260J.4.
49 c. Monitor the performance of apprenticeship
50 program training grants and infrastructure grants.

1 d. Promote the development of new and the expansion
2 of existing apprenticeship programs in Iowa.

3 e. In collaboration with the department, educate
4 students about apprenticeship training opportunities
5 and promote apprenticeship training in middle school
6 and high school.

7 6. The department shall provide administrative
8 support to the board.

9 7. The board shall adopt rules to administer this
10 chapter.>

11 19. By renumbering, redesignating, and correcting
12 internal references as necessary.

By WILLIAM A. DOTZLER, JR.

S-5161

1 Amend the amendment, S-5158, to Senate File 2353 as
2 follows:

3 1. By striking page 1, line 1, through page 10,
4 line 18, and inserting:

5 <Amend Senate File 2353 as follows:

6 1. By striking everything after the enacting clause
7 and inserting:

8 <Section 1. SHORT TITLE. This Act shall be known
9 and may be cited as the "Iowa Apprenticeship Act".

10 Sec. 2. Section 15.343, subsection 2, Code 2014,
11 is amended by striking the subsection and inserting in
12 lieu thereof the following:

13 2. The authority shall allocate moneys appropriated
14 for purposes of this section to the job training
15 program fund created in section 260F.6.

16 Sec. 3. Section 15.343, subsection 3, Code 2014, is
17 amended by striking the subsection.

18 Sec. 4. NEW SECTION. 15.343A Apprenticeship
19 development fund.

20 1. a. An apprenticeship development fund is
21 created as a revolving fund in the state treasury under
22 the control of the authority consisting of any moneys
23 appropriated by the general assembly for that purpose
24 and any other moneys available to and obtained or
25 accepted by the authority from the federal government
26 or private sources for placement in the fund. The fund
27 shall also include moneys appropriated to the fund from
28 the workforce development fund account established in
29 section 15.342A.

30 b. Notwithstanding section 8.33, moneys in the
31 apprenticeship development fund at the end of each
32 fiscal year shall not revert to any other fund but
33 shall remain in the apprenticeship development fund for
34 expenditure for subsequent fiscal years.

35 2. The assets of the fund shall be used by the
36 authority for the apprenticeship training program under
37 chapter 15B.

38 3. The authority shall allocate moneys appropriated
39 for purposes of this section to the apprenticeship
40 training program fund created in section 15B.3.

41 Sec. 5. NEW SECTION. 15B.1 Title.

42 This chapter shall be known and may be cited as the
43 "Iowa Apprenticeship Training Act".

44 Sec. 6. NEW SECTION. 15B.2 Definitions.

45 For purposes of this chapter, unless the context
46 otherwise requires:

47 1. "Apprentice" means a person who is at least
48 sixteen years of age, except where a higher minimum
49 age is required by law, who is employed in an
50 apprenticeable occupation, and is registered in Iowa

1 with the United States department of labor, office of
2 apprenticeship.

3 2. "Apprenticeable occupation" means an occupation
4 approved for apprenticeship by the United States
5 department of labor, office of apprenticeship.

6 3. "Apprenticeship program" means a program
7 registered with the United States department of
8 labor, office of apprenticeship, which includes terms
9 and conditions for the qualification, recruitment,
10 selection, employment, and training of apprentices,
11 including the requirement for a written apprenticeship
12 agreement.

13 4. "Apprenticeship sponsor" means an entity
14 operating an apprenticeship program or an entity in
15 whose name an apprenticeship program is being operated,
16 which is registered with or approved by the United
17 States department of labor, office of apprenticeship.

18 5. "Authority" means the economic development
19 authority created in section 15.105.

20 6. "Financial assistance" means assistance provided
21 only from the funds, rights, and assets legally
22 available to the authority and includes but is not
23 limited to assistance in the forms of grants, loans,
24 forgivable loans, and royalty payments.

25 7. "Fund" means the apprenticeship training program
26 fund created in section 15B.3.

27 8. "Lead apprenticeship sponsor" means a trade
28 organization, labor organization, employer association,
29 or other incorporated entity representing a group of
30 apprenticeship sponsors.

31 Sec. 7. NEW SECTION. 15B.3 Apprenticeship training
32 program – fund.

33 1. The authority shall establish and administer an
34 apprenticeship training program to provide financial
35 assistance to apprenticeship programs.

36 2. a. An apprenticeship training program fund
37 is created in the state treasury under the control
38 of the authority. The fund shall consist of moneys
39 deposited in or allocated to the fund pursuant to
40 section 15.343A, moneys appropriated for purposes of
41 the apprenticeship training program by the general
42 assembly, and any other moneys lawfully available to
43 the authority.

44 b. Moneys in the apprenticeship training program
45 fund are appropriated to the authority for the purposes
46 of this chapter.

47 3. The authority may annually expend not
48 more than two percent of the moneys in the fund
49 for administrative purposes. If the authority's
50 administrative costs are less than two percent of the

1 moneys in the fund, the authority shall expend the
2 unused moneys for purposes of financial assistance.

3 4. Notwithstanding section 8.33, moneys in the
4 fund at the close of a fiscal year shall not revert
5 to the general fund of the state but shall remain
6 available for expenditure for the purposes designated
7 for subsequent fiscal years. Notwithstanding section
8 12C.7, subsection 2, interest or earnings on moneys in
9 the fund shall be credited to the fund.

10 Sec. 8. NEW SECTION. 15B.4 Financial assistance
11 for an apprenticeship program.

12 1. a. An apprenticeship sponsor or lead
13 apprenticeship sponsor conducting apprenticeship
14 programs registered with the United States department
15 of labor, office of apprenticeship, through Iowa, for
16 apprentices who will be employed at Iowa worksites may
17 apply to the authority for financial assistance under
18 this section.

19 b. Financial assistance received by an
20 apprenticeship sponsor or lead apprenticeship sponsor
21 under this section shall be used only for the cost of
22 conducting and maintaining an apprenticeship program.

23 2. The authority shall provide financial assistance
24 to apprenticeship sponsors or lead apprenticeship
25 sponsors in the following manner:

26 a. By determining the total amount of funding
27 allocated for purposes of apprenticeship programs
28 pursuant to section 15B.3.

29 b. By adding together all of the following:

30 (1) The total number of apprentices trained by all
31 applying apprenticeship sponsors or lead apprenticeship
32 sponsors during the most recent training year as
33 calculated on the last day of the training year.

34 (2) The total number of contact hours that
35 apprenticeship instructors for all applying
36 apprenticeship sponsors or lead apprenticeship
37 sponsors spent in contact with apprentices during
38 the most recent training year. For purposes of this
39 subparagraph, "contact hours" includes the time spent
40 instructing apprentices in person or, in the case of
41 a lead apprenticeship sponsor with programs totaling
42 one hundred or more total instructional hours, "contact
43 hours" includes the time spent in online training if
44 the total amount of online instruction does not account
45 for more than thirty percent of the total instructional
46 hours.

47 c. By adding together all of the following:

48 (1) The total number of apprentices trained by
49 a single applying apprenticeship sponsor or lead
50 apprenticeship sponsor during the most recent training

1 year as calculated on the last day of the training
2 year.

3 (2) The total number of contact hours that
4 apprenticeship instructors for a single applying
5 apprenticeship sponsor or lead apprenticeship
6 sponsor spent in contact with apprentices during
7 the most recent training year. For purposes of this
8 subparagraph, "contact hours" includes the time spent
9 instructing apprentices in person or, in the case of
10 a lead apprenticeship sponsor with programs totaling
11 one hundred or more total instructional hours, "contact
12 hours" includes the time spent in online training if
13 the total amount of online instruction does not account
14 for more than thirty percent of the total instructional
15 hours.

16 d. By determining the proportion, stated as a
17 percentage, that a single applying apprenticeship
18 sponsor's or lead apprenticeship sponsor's total
19 calculated pursuant to paragraph "c" bears to
20 all applying apprenticeship sponsors' or lead
21 apprenticeship sponsors' total calculated pursuant to
22 paragraph "b".

23 e. By multiplying the percentage calculated in
24 paragraph "d" by the amount determined in paragraph
25 "a".

26 3. An apprenticeship sponsor or lead apprenticeship
27 sponsor seeking financial assistance under this
28 section shall provide the following information to the
29 authority:

30 a. The federal apprentice registration number of
31 each apprentice in the apprenticeship program.

32 b. The address and a description of the physical
33 location where in-person training is conducted.

34 c. A certification of the apprenticeship sponsor's
35 training standards as most recently approved by
36 the United States department of labor, office of
37 apprenticeship or, in the case of a lead apprenticeship
38 sponsor, a representative sample of participating
39 members' training standards.

40 d. A certification of the apprenticeship sponsor's
41 compliance review or quality assessment as most
42 recently conducted by the United States department
43 of labor, office of apprenticeship, unless the
44 apprenticeship sponsor has not been subjected to
45 a compliance review or quality assessment. In the
46 case of a lead apprenticeship sponsor, a sampling
47 of compliance reviews or quality assessments from
48 participating members shall be sufficient.

49 e. Any other information the authority reasonably
50 determines is necessary.

1 4. The apprenticeship sponsor or lead
2 apprenticeship sponsor and the authority shall
3 enter into an agreement regarding the provision of any
4 financial assistance to the apprenticeship sponsor or
5 lead apprenticeship sponsor.

6 5. Notwithstanding other provisions of this
7 section, an apprenticeship program which received funds
8 pursuant to section 260F.6, Code 2014, or from other
9 funding sources available to a community college during
10 the fiscal year beginning July 1, 2013, shall receive
11 at least the same amount of funding in the fiscal year
12 beginning July 1, 2014, from the fund created in this
13 section. The authority shall adopt rules to administer
14 this subsection.>

15 2. Title page, line 1, by striking <jobs training
16 and>

17 3. Title page, line 2, by striking <programs> and
18 inserting <program>>

By JAKE CHAPMAN



SF 2353 – Apprenticeships (LSB 5292SZ)

Analyst: Kenneth Ohms (Phone: (515) 725-2200) (kenneth.ohms@legis.iowa.gov)

Fiscal Note Version – New

Description

Senate File 2353 relates to changes to the Job Training Program and Fund under Iowa Code chapter **260F** and establishes an Apprenticeship Training Program, previously under Iowa Code chapter **260F**, under a new Iowa Code chapter 260J. This Bill does the following:

- Amends the Workforce Development Fund and Workforce Development Fund Account by eliminating the Funds as they currently exist under the Iowa Economic Development Authority (IEDA) and transfers the remaining moneys to newly created funds under the Department of Education (DE).
- Raises the cap on the individual income tax withholding payments transferred to the Workforce Development Fund Account from \$4.0 million to \$6.0 million.
- Creates a Job Training Fund for the community colleges to be administered by the DE.
- Creates an Apprenticeship Training Program Fund under control of the DE.
- Removes the IEDA from approving applications for assistance, setting criteria for whether a business is eligible for assistance under the Program, and coordinating the Jobs Training Program and transfers this responsibility to the DE.
- Caps administrative expenses incurred by the community colleges for the Jobs Training Program at 5.0% of the total project costs.
- Creates an Apprenticeship Training Program in Iowa Code chapter 260J. Awards can be made to an apprenticeship sponsor or lead apprenticeship sponsor in the form of a training grant, infrastructure training grant, or combination of the two. Funding eligibility for awards is established through a formula.
- Establishes an Apprenticeship Training Program Advisory Board to advise the DE on issues related to apprenticeship programs and promote the development of new and the expansion of existing apprenticeship programs in Iowa.
- Permits the DE to use no more than 2.0% of the total funds available in the Apprenticeship Training Program Fund for administering the chapter.
- Requires the DE to adopt rules to administer this Bill.
- Repeals the Business Network Training Program and the High Technology Apprenticeship Program.

Background

The Workforce Development Fund was created by the 1995 Iowa Acts Chapter **184** (Workforce Development Fund Act). The purpose of the Workforce Development Fund is to provide revenue for programs that address the workforce development needs of Iowa primarily related to incumbent worker retraining and apprenticeships. The Fund is administered by the IEDA, and the 15 community colleges are responsible for implementing and managing the program within their regionally defined areas. Community colleges enter into an agreement with an eligible business to establish a training project. To receive Iowa Code chapter **260F** funds for a project, the community colleges then submit an application to the IEDA.

The General Assembly appropriates from the Workforce Development Fund Account to the Workforce Development Fund. In FY 2014, this appropriation was \$4.0 million. Iowa Code section 15.343 currently requires the money in the Workforce Development Fund to be allocated as follows:

- \$3.0 million for the Iowa Job Training Fund in Iowa Code section [260F.6](#).
- \$1.0 million for the High Technology Apprenticeship Program in Iowa Code section [260F.6B](#).

Currently, Iowa Administrative Code [261-7.4\(5\)](#) requires \$300,000 of the \$3.0 million in the Iowa Job Training Fund to be allocated for business network training projects, leaving \$2.7 million for distribution based on the community college distribution formula. Additional background information can be found in this *Fiscal Topic* [Budget Unit: Workforce Development Fund](#), and the recent IEDA Report on [Workforce Training Programs](#).

Assumptions

- \$6.0 million will be appropriated in FY 2015 from the transferred Workforce Training Fund Account to the Workforce Development Fund.
- All the administrative funding currently available for a community college at its designated administrative rate is fully expended.
- Only administrative costs for state funds are included.

Fiscal Impact

[Senate File 2353](#) will decrease the individual income tax withholding payments placed in the General Fund by \$2.0 million in FY 2015 and all future fiscal years. This will increase the Workforce Development Fund account by \$2.0 million.

The fiscal impact for the distribution of program funds is presented in the table below.

Program Allocations for the 260F & 260J Programs			
	Current Law	SF 2353	Difference
Iowa Job Training	\$2,700,000	\$3,000,000	\$ 300,000
Business Network Training	300,000	0	-300,000
Apprenticeship Training	1,000,000	3,000,000	2,000,000
Total	\$4,000,000	\$6,000,000	\$ 2,000,000

Section 12 of this Bill allocates remaining funds from the Business Network Training Program pursuant to the formula established in Iowa Code [260C.18C](#) for the Iowa Job Training Fund. These funds are currently estimated to be about \$600,000.

The DE will need to hire an Education Program Consultant to administer the new programs transferred from the IEDA and support the Apprenticeship Training Program Advisory Board. Maximum costs for salary, benefits, professional training, and support is \$120,000. In FY 2015, the DE will be eligible for a maximum of 2.0% for administrative costs from the Apprenticeship Training Program Fund, which will be \$60,000.

Capping community college administrative expense on the Job Training Program at 5.0% will result in a decrease of \$278,000 in state funds in FY 2015. This does not include the reduction in the administrative costs charged against private match funds if the community college chose

to charge those. For the community colleges that utilize the Apprenticeship Program, administrative costs will be reduced by \$131,000.

This Fiscal Note does not account for any additional funds that may be appropriated to the Workforce Training Fund or any legislative language that notwithstanding any provision of this Bill.

Sources

Department of Education
Iowa Economic Development Authority

/s/ Holly M. Lyons

April 16, 2014

The fiscal note for this bill was prepared pursuant to [Joint Rule 17](#) and the Iowa Code. Data used in developing this fiscal note is available from the Fiscal Services Division of the Legislative Services Agency upon request.
